
BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020



BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

LAKESIDE, ARIZONA

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

Issued by:
Business and Finance Department

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32

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INTRODUCTORY SECTION

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January 27, 2021

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 comprehensive annual financial report of the Blue Ridge Unified School District No. 32 (District) for the fiscal year ended June 30, 2020.

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

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2020, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2020, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

PROFILE OF THE DISTRICT

The Blue Ridge District is located in the community of Lakeside-Pinetop, 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.

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 1,851 students grades K-12 (40 of which are from the communities of Concho, McNary and Whiteriver). Blue Ridge Elementary supports approximately 864 students, grades K-6. The junior high and high schools serve 320 and 667 students, respectively. Projected enrollment for 2020-21 is 1,715 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 235 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 38 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 2020 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 \$24.9 million against a total bonding capacity of \$51.1 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. The COVID-19 pandemic has also had a dramatic effect on small businesses in the area.

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 comprehensive annual financial report for the fiscal year ended June 30, 2019. This was the third 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 comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2020 certificates.

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

In closing, 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 E.D.D.", with a stylized, cursive script.

Michael L. Wright
Superintendent of Schools

A handwritten signature in blue ink, appearing to read "Brenda Thomas-Martinez", with a stylized, cursive script.

Brenda Thomas-Martinez
Director of Finance and Business Operations



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

Blue Ridge Unified School District 32

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

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



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
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**

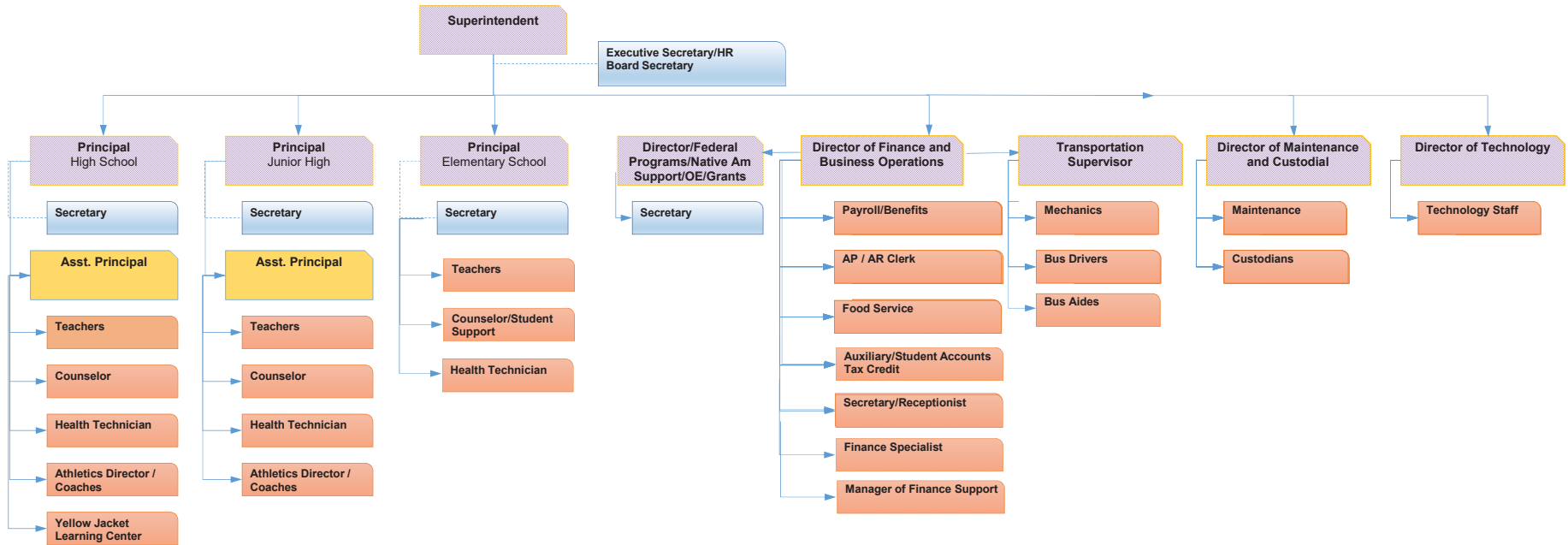
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morrell

Executive Director/CEO

Blue Ridge Unified School District Organization Chart 2019-2020



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

Brenda Thomas-Martinez, Director of Finance and Business Operations

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Blue Ridge Unified School District No. 32

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Blue Ridge Unified School District No. 32 (District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Blue Ridge Unified School District No. 32, as of June 30, 2020, 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.

Change in Accounting Principle

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

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Introductory Section, Combining and Individual Fund Financial Statements and Schedules, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining and Individual Fund Financial Statements and Schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 27, 2021, 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
January 27, 2021

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, 2020

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, 2020. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

- The District's total net position of governmental activities increased \$2.6 million which represents a 13 percent increase from the prior fiscal year primarily as a result of capital asset additions of building improvements, vehicles, and technology for the District as well as a decrease in spending on direct instructional activities related to a decline in student enrollment and school closure related to COVID-19.
- General revenues accounted for \$21.0 million in revenue, or 83 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$4.2 million or 17 percent of total current fiscal year revenues.
- The District had approximately \$22.7 million in expenses related to governmental activities, an increase of less than one percent from the prior fiscal year.
- Among major funds, the General Fund had \$15.5 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$13.8 million in expenditures. The General Fund's fund balance increase from \$3.0 million at the prior fiscal year end to \$4.5 million at the end of the current fiscal year was primarily due to an increase in property tax and state aid in the General Fund as well as a decrease of expenditures in the General Fund.

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, 2020

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, 2020

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, Other Federal Projects, Food Service, 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 \$22.8 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, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

	As of June 30, 2020	As of June 30, 2019
Current assets	\$ 7,920,288	\$ 5,728,504
Capital assets, net	54,325,591	56,345,609
Total assets	<u>62,245,879</u>	<u>62,074,113</u>
Deferred outflows	<u>1,992,811</u>	<u>3,093,740</u>
Current and other liabilities	516,097	606,202
Long-term liabilities	39,887,135	42,629,823
Total liabilities	<u>40,403,232</u>	<u>43,236,025</u>
Deferred inflows	<u>1,085,375</u>	<u>1,730,523</u>
Net position:		
Net investment in capital assets	29,673,726	28,761,211
Restricted	2,653,448	1,954,735
Unrestricted	(9,577,091)	(10,514,641)
Total net position	<u>\$ 22,750,083</u>	<u>\$ 20,201,305</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 \$9.6 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 net increase of accumulated depreciation of \$2.6 million through depreciation expense.
- The principal retirement of \$2.7 million of bonds.
- The increase in capital assets of \$1.2 million primarily due to buildings and improvements and vehicles, furniture, and equipment.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

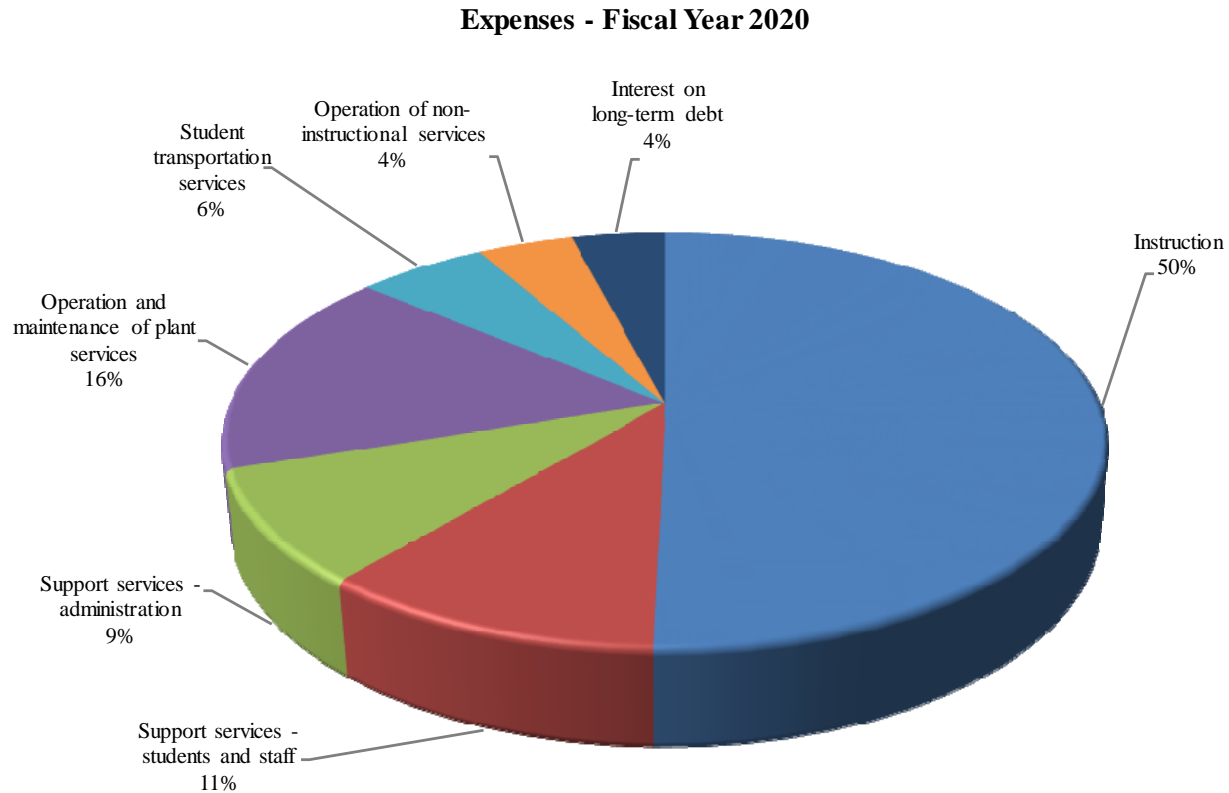
GOVERNMENT-WIDE FINANCIAL ANALYSIS

Changes in net position. The District's total revenues for the current fiscal year were \$25.2 million. The total cost of all programs and services was \$22.7 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	Fiscal Year Ended June 30, 2020	Fiscal Year Ended June 30, 2019
Revenues:		
Program revenues:		
Charges for services	\$ 1,233,791	\$ 1,310,581
Operating grants and contributions	2,812,722	1,573,256
Capital grants and contributions	191,620	1,591,817
General revenues:		
Property taxes	14,250,405	13,891,800
Investment income	123,125	83,565
Unrestricted county aid	122,698	129,579
Unrestricted state aid	5,543,726	4,927,099
Unrestricted federal aid	942,052	1,410,574
Total revenues	<u>25,220,139</u>	<u>24,918,271</u>
Expenses:		
Instruction	11,412,603	11,342,036
Support services - students and staff	2,448,686	2,074,959
Support services - administration	2,007,861	2,360,419
Operation and maintenance of plant services	3,646,142	3,418,989
Student transportation services	1,284,418	1,457,913
Operation of non-instructional services	948,886	850,438
Interest on long-term debt	914,790	992,383
Total expenses	<u>22,663,386</u>	<u>22,497,137</u>
Changes in net position	2,556,753	2,421,134
Net position, beginning, as restated	20,193,330	17,780,171
Net position, ending	<u><u>\$ 22,750,083</u></u>	<u><u>\$ 20,201,305</u></u>

**BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- A \$1.2 million increase in operating grants and contributions primarily as a result of increased funding in several large federal grants.
- A \$1.4 million reduction in capital grants and contributions primarily as a result of a decrease in School Facility Board funding for Building Renewal projects.

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, 2020

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2020		Year Ended June 30, 2019	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 11,412,603	\$ (9,236,036)	\$ 11,342,036	\$ (8,153,852)
Support services - students and staff	2,448,686	(1,547,741)	2,074,959	(1,708,689)
Support services - administration	2,007,861	(1,913,128)	2,360,419	(2,257,226)
Operation and maintenance of plant services	3,646,142	(3,585,142)	3,418,989	(3,355,442)
Student transportation services	1,284,418	(1,284,183)	1,457,913	(1,457,913)
Operation of non-instructional services	948,886	55,767	850,438	(95,978)
Interest on long-term debt	914,790	(914,790)	992,383	(992,383)
Total	<u>\$ 22,663,386</u>	<u>\$ (18,425,253)</u>	<u>\$ 22,497,137</u>	<u>\$ (18,021,483)</u>

- The cost of all governmental activities this year was \$22.7 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$4.2 million.
- Net cost of governmental activities of \$18.4 million was financed by general revenues, which are made up of primarily property taxes of \$14.3 million and state and county aid of \$5.7 million. Investment earnings accounted for \$123,125 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 \$7.0 million, an increase of \$2.7 million.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 64 percent of the total fund balance. Approximately \$4.4 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 \$1.5 million to \$4.5 million as of fiscal year end was primarily a result of increased property tax and state revenues as well as decreased expenditures in the Impact Aid Fund that rolls up into the General Fund for reporting purposes. General Fund revenues decreased \$115,809, while expenditures decreased \$573,910.

The Other Federal Projects Fund's fund balance increased from a balance of negative \$191,751 to negative \$150,874 mainly due to a decrease of unavailable revenues in the current year.

The Food Service Fund's fund balance increased from a deficit balance of \$194,524 to a deficit balance of \$96,778 primarily due to increased funding for lunches provided to children for free in response to the Covid-19 pandemic.

The Debt Service Fund's fund balance increased \$233,599 to \$737,788 primarily due to an increased amount of cash on deposit at year end.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in student enrollment counts and estimated costs of purchased services and supplies. The difference between the original budget and the final amended budget was a \$134,759 decrease, or less than one 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 \$208,388 in instruction expenditures primarily as a result of lower than anticipated costs of salaries and benefits of new staff.
- The unfavorable variance of \$240,522 in operation and maintenance expenditures primarily as a result of declining enrollment.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2020

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$98.5 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$748,088 from the prior fiscal year, primarily due to the purchase of buildings and improvements. Total depreciation expense for the current fiscal year was \$2.8 million.

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

	As of June 30, 2020	As of June 30, 2019
Capital assets - non-depreciable	\$ 799,520	\$ 1,276,833
Capital assets - depreciable, net	53,526,071	55,068,776
Total	<u>\$ 54,325,591</u>	<u>\$ 56,345,609</u>

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

Debt Administration. At year end, the District had \$25.4 million in long-term debt outstanding, \$3.0 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 \$81.7 million and the Class B debt limit is \$54.4 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

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

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the fiscal year 2020-21 budget. Among them:

- District student population (estimated 1,715).
- Employee salaries (estimated \$10.5 million).
- Covid-19 pandemic and associated relief funding.

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, 2020**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

Budgeted expenditures in the General Fund increased less than one percent to \$13.8 million in fiscal year 2020-21. An increase in the base support level funding by the state is the primary reason for the increase. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2020-21 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, 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, 2020

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 5,808,188
Property taxes receivable	441,937
Due from governmental entities	1,630,865
Inventory	39,298
Total current assets	<u>7,920,288</u>
Noncurrent assets:	
Capital assets not being depreciated	799,520
Capital assets, net of accumulated depreciation	<u>53,526,071</u>
Total noncurrent assets	<u>54,325,591</u>
Total assets	<u><u>62,245,879</u></u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	382,462
Pension and other postemployment benefit plan items	<u>1,610,349</u>
Total deferred outflows of resources	<u><u>1,992,811</u></u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	340,561
Construction contracts payable	17,909
Accrued payroll and employee benefits	153,063
Compensated absences payable	49,374
Unearned revenues	4,564
Obligations under capital leases	235,329
Bonds payable	<u>2,790,000</u>
Total current liabilities	<u><u>3,590,800</u></u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	<u>36,812,432</u>
Total noncurrent liabilities	<u>36,812,432</u>
Total liabilities	<u><u>40,403,232</u></u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension and other postemployment benefit plan items	<u>1,085,375</u>
<u>NET POSITION</u>	
Net investment in capital assets	29,673,726
Restricted	2,653,448
Unrestricted	<u>(9,577,091)</u>
Total net position	<u><u>\$ 22,750,083</u></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, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 11,412,603	\$ 769,093	\$ 1,215,854	\$ 191,620	\$ (9,236,036)
Support services - students and staff	2,448,686	279,663	621,282		(1,547,741)
Support services - administration	2,007,861		94,733		(1,913,128)
Operation and maintenance of plant services	3,646,142	61,000			(3,585,142)
Student transportation services	1,284,418		235		(1,284,183)
Operation of non-instructional services	948,886	124,035	880,618		55,767
Interest on long-term debt	914,790				(914,790)
Total governmental activities	<u>\$ 22,663,386</u>	<u>\$ 1,233,791</u>	<u>\$ 2,812,722</u>	<u>\$ 191,620</u>	<u>(18,425,253)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	10,052,653
Property taxes, levied for debt service	3,807,838
Property taxes, levied for capital outlay	389,914
Investment income	123,125
Unrestricted county aid	122,698
Unrestricted state aid	5,543,726
Unrestricted federal aid	942,052
Total general revenues	<u>20,982,006</u>

Changes in net position 2,556,753

Net position, beginning of year, as restated 20,193,330

Net position, end of year \$ 22,750,083

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, 2020

	<u>General</u>	<u>Other Federal Projects</u>	<u>Food Service</u>
<u>ASSETS</u>			
Cash and investments	\$ 3,082,340	\$	\$
Property taxes receivable	312,363		
Due from governmental entities	1,098,163	109,192	52,250
Due from other funds	550,421		
Inventory			39,298
Total assets	<u><u>\$ 5,043,287</u></u>	<u><u>\$ 109,192</u></u>	<u><u>\$ 91,548</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 239,465	\$	\$ 90,108
Construction contracts payable			
Due to other funds		216,675	98,218
Accrued payroll and employee benefits	133,633		
Unearned revenues			
Total liabilities	<u>373,098</u>	<u>216,675</u>	<u>188,326</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	186,613		
Unavailable revenues - intergovernmental		43,391	
Total deferred inflows of resources	<u>186,613</u>	<u>43,391</u>	
Fund balances (deficits):			
Nonspendable			39,298
Restricted	65,345		
Unassigned	4,418,231	(150,874)	(136,076)
Total fund balances	<u>4,483,576</u>	<u>(150,874)</u>	<u>(96,778)</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 5,043,287</u></u>	<u><u>\$ 109,192</u></u>	<u><u>\$ 91,548</u></u>

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

Debt Service	Non-Major Governmental Funds	Total Governmental Funds
\$ 691,408	\$ 2,034,440	\$ 5,808,188
115,282	14,292	441,937
	371,260	1,630,865
		550,421
		39,298
<u>\$ 806,690</u>	<u>\$ 2,419,992</u>	<u>\$ 8,470,709</u>

\$	\$ 10,988	\$ 340,561
	17,909	17,909
	235,528	550,421
	19,430	153,063
	4,564	4,564
<u></u>	<u>288,419</u>	<u>1,066,518</u>

68,902	8,797	264,312
<u>68,902</u>	<u>79,390</u>	<u>122,781</u>
	<u>88,187</u>	<u>387,093</u>

		39,298
737,788	2,183,224	2,986,357
	(139,838)	3,991,443
<u>737,788</u>	<u>2,043,386</u>	<u>7,017,098</u>

<u>\$ 806,690</u>	<u>\$ 2,419,992</u>	<u>\$ 8,470,709</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, 2020

Total governmental fund balances **\$ 7,017,098**

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

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

Governmental capital assets	\$ 98,512,147	
Less accumulated depreciation	<u>(44,186,556)</u>	54,325,591

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

Property taxes	264,312	
Intergovernmental	<u>122,781</u>	387,093

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.		382,462
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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	1,610,349	
Deferred inflows of resources related to pensions	<u>(1,085,375)</u>	524,974

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

Compensated absences payable	(440,063)	
Obligations under capital leases	(2,124,940)	
Net pension liability	(14,020,046)	
Bonds payable	<u>(23,302,086)</u>	<u>(39,887,135)</u>

Net position of governmental activities **\$ 22,750,083**

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, 2020

	General	Other Federal Projects	Food Service
Revenues:			
Other local	\$ 767,067	\$	\$ 124,126
Property taxes	10,067,721		
State aid and grants	3,622,587		
Federal aid, grants and reimbursements	1,007,059	221,849	880,618
Total revenues	<u>15,464,434</u>	<u>221,849</u>	<u>1,004,744</u>
Expenditures:			
Current -			
Instruction	6,801,291	92,629	
Support services - students and staff	1,634,855	59,489	
Support services - administration	1,699,521	7,829	
Operation and maintenance of plant services	2,506,644		
Student transportation services	902,251	436	
Operation of non-instructional services	36,577		883,108
Capital outlay	197,482	20,589	32,315
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>13,778,621</u>	<u>180,972</u>	<u>915,423</u>
Excess (deficiency) of revenues over expenditures	<u>1,685,813</u>	<u>40,877</u>	<u>89,321</u>
Other financing sources (uses):			
Transfers in			
Transfers out	(220,383)		
Total other financing sources (uses)	<u>(220,383)</u>		
Changes in fund balances	<u>1,465,430</u>	<u>40,877</u>	<u>89,321</u>
Fund balances (deficits), beginning of year, as restated	3,018,146	(191,751)	(194,524)
Increase (decrease) in reserve for inventory			8,425
Fund balances (deficits), end of year	<u>\$ 4,483,576</u>	<u>\$ (150,874)</u>	<u>\$ (96,778)</u>

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

Debt Service	Non-Major Governmental Funds	Total Governmental Funds
\$ 28,762	\$ 1,011,112	\$ 1,931,067
3,746,487	458,171	14,272,379
	2,107,151	5,729,738
	1,714,641	3,824,167
<u>3,775,249</u>	<u>5,291,075</u>	<u>25,757,351</u>
	2,418,299	9,312,219
	599,078	2,293,422
	169,175	1,876,525
	581	2,507,225
	6,022	908,709
	775	920,460
	1,199,035	1,449,421
2,710,000	222,733	2,932,733
831,650	74,276	905,926
<u>3,541,650</u>	<u>4,689,974</u>	<u>23,106,640</u>
<u>233,599</u>	<u>601,101</u>	<u>2,650,711</u>
	220,383	220,383
	<u>220,383</u>	<u>(220,383)</u>
233,599	821,484	2,650,711
504,189	1,221,902	4,357,962
		8,425
<u>\$ 737,788</u>	<u>\$ 2,043,386</u>	<u>\$ 7,017,098</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, 2020

Changes in fund balances - total governmental funds **\$ 2,650,711**

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	\$ 948,933	
Less current year depreciation	<u>(2,765,078)</u>	(1,816,145)

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

Property taxes	(21,974)	
Intergovernmental	<u>(515,238)</u>	(537,212)

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

Capital lease principal retirement	222,733	
Bond principal retirement	<u>2,710,000</u>	2,932,733

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	1,134,925	
Pension expense	<u>(1,781,706)</u>	(646,781)

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	8,425	
Deferred bond items on issuance of refunding debt	(76,494)	
Loss on disposal of assets	(1,155)	
Amortization of deferred bond items	67,630	
Compensated absences	<u>(24,959)</u>	<u>(26,553)</u>

Changes in net position in governmental activities **\$ 2,556,753**

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, 2020

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, 2020, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes, and provides guidance as to how those activities should be reported. Student Activities reported in the prior year as fiduciary activities do not meet these new fiduciary activities criteria and have been reclassified as special revenue governmental funds. Beginning balances of the governmental funds and governmental activities have been restated by \$194,743 accordingly.

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

A. Reporting Entity

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

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

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

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

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

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

The District reports the following major governmental funds:

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

D. Cash and Investments

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

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

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

E. Investment Income

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

F. Receivables and Payables

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

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

G. Property Tax Calendar

The County Treasurer is responsible for collecting property taxes for all governmental entities within the county. The county levies real 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I. Prepaid Items

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

J. Capital Assets

Capital assets, which include land and improvements; buildings and improvements; vehicles, furniture, and equipment; and construction in progress, are reported in the government-wide financial statements.

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

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

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

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

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

L. Compensated Absences

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

M. Pensions

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

N. Long-term Obligations

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

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

O. Interfund Activity

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

P. 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.

Q. Estimates

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

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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, 2020

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	Other Federal Projects Fund	Food Service Fund	Debt Service Fund	Non-Major Governmental Funds
Fund Balances:					
Nonspendable:					
Inventory	\$	\$	\$ 39,298	\$	\$
Restricted:					
Debt service				737,788	
Capital projects	53,748				886,774
Bond building projects					410,608
Voter approved initiatives					124,290
Federal and state projects					7,411
Civic center					28,959
Community school					29,331
Extracurricular activities					233,194
Career technical education					98,720
Student activities					358,645
Other purposes	11,597				5,292
Unassigned	4,418,231	(150,874)	(136,076)		(139,838)
Total fund balances	<u>\$ 4,483,576</u>	<u>\$ (150,874)</u>	<u>\$ (96,778)</u>	<u>\$ 737,788</u>	<u>\$ 2,043,386</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 3 – RESTRICTED NET POSITION

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

	Governmental Activities
Restricted Net Position:	
Debt service	\$ 806,690
Capital projects	949,319
Voter approved initiatives	124,290
Federal and state projects	7,411
Civic center	28,959
Community school	29,331
Extracurricular activities	233,194
Career technical education	98,720
Student activities	358,645
Other purposes	16,889
Total	<u>\$ 2,653,448</u>

NOTE 4 – 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.

	Deficit
Major Funds:	
Other Federal Projects	\$ 150,874
Food Service	96,778
Non-Major Governmental Funds:	
Limited English and Immigrant Students	15,339
Special Education Grants	30,208
Vocational Education	33,843
Career, Technical and Vocational Education	1,427
Building Renewal Grant	19,331
New School Facilities	39,690

The deficits arose because of operations during both the current and prior fiscal years and/or 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 5 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$668,605 and the bank balance was \$679,127. At year end, \$179,127 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

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 year
Certificates of Deposit	Level 1	\$ 46,211	\$ 46,211
			<u>\$ 46,211</u>
County Treasurer's investment pool	Not applicable	5,076,036	1.55 years average maturities
The Alliance investment pool	Not applicable	11,949	N/A
Arizona School Risk Retention Trust investment pool	Not applicable	5,387	226 days average maturities
Total		<u>\$ 5,139,583</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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 5 – CASH AND INVESTMENTS

Credit Risk. The District has no investment policy that would further limit its investment choices. As of year end, the District's investment in the County Treasurer's investment pool did not receive a credit quality rating from a national rating agency. All investments held in the Alliance investment pool and Arizona School Risk Retention Trust investment pool did not receive a credit quality rating from a national rating agency at year end.

Custodial Credit Risk – Investments. The District's investments in the County Treasurer's investment pool, the Alliance investment pool and the Arizona School Risk Retention Trust 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.

NOTE 6 – RECEIVABLES

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

	General Fund	Other Federal Projects Fund	Food Service Fund	Non-Major Governmental Funds
Due from other governmental entities:				
Due from federal government	\$ 28,872	\$ 109,192	\$ 52,250	\$ 172,137
Due from state government	1,069,291			199,123
Net due from governmental entities	<u>\$ 1,098,163</u>	<u>\$ 109,192</u>	<u>\$ 52,250</u>	<u>\$ 371,260</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7 – CAPITAL ASSETS

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

Governmental Activities	Beginning Balance, as restated	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 799,520	\$	\$	\$ 799,520
Construction in progress	274,595	59,122	333,717	
Total capital assets, not being depreciated	1,074,115	59,122	333,717	799,520
Capital assets, being depreciated:				
Land improvements	4,705,400			4,705,400
Buildings and improvements	84,834,983	884,574	132,925	85,586,630
Vehicles, furniture and equipment	7,149,561	338,956	67,920	7,420,597
Total capital assets being depreciated	96,689,944	1,223,528	200,845	97,712,627
Less accumulated depreciation for:				
Land improvements	(2,463,145)	(197,913)		(2,661,058)
Buildings and improvements	(34,989,267)	(2,229,638)	(131,770)	(37,087,135)
Vehicles, furniture and equipment	(4,168,756)	(337,527)	(67,920)	(4,438,363)
Total accumulated depreciation	(41,621,168)	(2,765,078)	(199,690)	(44,186,556)
Total capital assets, being depreciated, net	55,068,776	(1,541,550)	1,155	53,526,071
Governmental activities capital assets, net	\$ 56,142,891	\$ (1,482,428)	\$ 334,872	\$ 54,325,591

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 1,428,406
Support services – students and staff	8,149
Support services – administration	9,337
Operation and maintenance of plant services	1,056,413
Student transportation services	247,646
Operation of non-instructional services	15,127
Total depreciation expense – governmental activities	<u>\$ 2,765,078</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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 \$2.0 million in unused line of credit. Short term debt activity for the current fiscal year was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Revolving line of credit	\$ <u> </u>	\$ <u>520,000</u>	\$ <u>520,000</u>	\$ <u> </u>

NOTE 9 – OBLIGATIONS UNDER CAPITAL LEASES

The District has acquired buses, copiers, and energy savings retrofits under the provisions of long-term lease agreements classified as capital leases. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the Unrestricted Capital Outlay Fund and the Energy Water Savings Fund, both non-major governmental funds, and the General Fund are used to pay the capital lease obligations. Revenues from the General Fund are transferred to the Energy and Water Savings Fund to pay the capital lease obligations when due. Amortization of assets recorded under capital leases is included with depreciation expense.

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

	Governmental Activities
Asset:	
Building improvements	\$ 2,363,739
Vehicles, furniture and equipment	283,710
Less: Accumulated depreciation	<u>672,599</u>
Total	<u>\$ 1,974,850</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9 – OBLIGATIONS UNDER CAPITAL LEASES

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

Year Ending June 30:	Governmental Activities
2021	\$ 302,581
2022	251,543
2023	237,500
2024	243,478
2025	249,598
2026-30	<u>1,202,007</u>
Total minimum lease payments	2,486,707
Less: amount representing interest	<u>361,768</u>
Present value of minimum lease payments	<u><u>2,124,939</u></u>
Due within one year	<u><u>\$ 235,329</u></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 \$81.7 million, and the available margin is \$58.6 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
Governmental activities:					
General obligation bonds:					
School Improvement Bonds, Series 2017	\$13,920,000	2.50-5.0%	7/1/21-36	\$ 11,585,000	\$ 765,000
Private placement general obligation bonds:					
Refunding Bonds, Series 2015	15,660,000	2.50%	7/1/21-25	<u>10,635,000</u>	<u>2,025,000</u>
Total				<u><u>\$ 22,220,000</u></u>	<u><u>\$ 2,790,000</u></u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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		Private Placement General Obligation Bonds	
	Principal	Interest	Principal	Interest
2021	\$ 765,000	\$ 492,750	\$ 2,025,000	\$ 265,875
2022	795,000	469,800	2,075,000	215,250
2023	220,000	449,926	2,125,000	163,375
2024	230,000	444,426	2,180,000	110,250
2025	240,000	432,926	2,230,000	55,750
2026-30	5,705,000	1,480,130		
2031-35	3,030,000	460,430		
2036	600,000	22,500		
Total	<u>\$ 11,585,000</u>	<u>\$ 4,252,888</u>	<u>\$ 10,635,000</u>	<u>\$ 810,500</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	\$ 12,310,000	\$	\$ 725,000	\$ 11,585,000	\$ 765,000
Private placement general obligation bonds	12,620,000		1,985,000	10,635,000	2,025,000
Premium	1,149,716		67,630	1,082,086	
Total bonds payable	<u>26,079,716</u>		<u>2,777,630</u>	<u>23,302,086</u>	<u>2,790,000</u>
Obligations under capital leases	2,347,673		222,733	2,124,940	235,329
Net pension liability	13,787,330	232,716		14,020,046	
Compensated absences payable	415,104	215,905	190,946	440,063	49,374
Governmental activity long-term liabilities	<u>\$ 42,629,823</u>	<u>\$ 448,621</u>	<u>\$ 3,191,309</u>	<u>\$ 39,887,135</u>	<u>\$ 3,074,703</u>

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 12 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	General Fund
Other Federal Projects	\$ 216,675
Food Service	98,218
Non-Major Governmental Funds	<u>235,528</u>
Total Due from Other Funds	<u><u>\$ 550,421</u></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:

Transfers between funds of \$220,383 were used to transfer energy savings from the General Fund to the Energy and Water Savings Fund, a non-major governmental fund, as allowed by statute.

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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 14 – PRIOR PERIOD ADJUSTMENTS

The July 1, 2019, government-wide net position and the fund balance of the Non-Major Governmental Funds do not agree to the prior year financial statements due to a correction of an error and implementation of GASB 84. The land balance on prior year financial statements was larger than what the District had on the capital asset listing. The other adjustment is due to the need to report Fiduciary Funds as Governmental Funds in accordance with GASB 84.

	Statement of Activities	Governmental Funds Non-Major Governmental Funds
Net position/fund balance, June 30, 2019, as previously reported	\$ 20,201,305	\$ 1,027,159
Adjustment for beginning land amount	(202,718)	
Adjustment for GASB 84 – Student Activities Fund	194,743	194,743
Net position/fund balance, July 1, 2019, as restated	<u>\$ 20,193,330</u>	<u>\$ 1,221,902</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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 15 – RISK MANAGEMENT

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.

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	

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

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.

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.11 percent (11.94 percent for retirement and 0.17 percent for long-term disability) of the members' annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.11 percent (11.45 percent for retirement, 0.49 percent for health insurance premium benefit, and 0.17 percent for long-term disability) of the active members' annual covered payroll. The District's contributions to the pension plan for the year ended June 30, 2020 were \$1,134,925.

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.41 percent (10.29 for retirement, 0.05 percent for health insurance premium benefit, and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

Pension Liability. The net pension liability was measured as of June 30, 2019. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2018, to the measurement date of June 30, 2019. The District's proportion of the net liability was based on the District's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2019.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

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

Net Liability	District % Proportion	Increase (Decrease)
\$ 14,020,046	0.096	(0.002)

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District's pension expense for the year ended June 30, 2020 was \$1,781,706.

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	\$ 253,276	\$ 2,636
Changes of assumptions or other inputs	59,263	558,306
Net difference between projected and actual earnings on pension investments		315,122
Changes in proportion and differences between contributions and proportionate share of contributions	162,885	209,311
Contributions subsequent to the measurement date	1,134,925	
Total	<u>\$ 1,610,349</u>	<u>\$ 1,085,375</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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:	
2021	\$ (161,602)
2022	(472,630)
2023	(60,517)
2024	84,398

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

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

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

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

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
Equity	50%	6.09%
Credit	20	5.36
Interest rate sensitive bonds	10	0.16
Real estate	20	1.17
Total	<u>100%</u>	

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 16 – PENSIONS

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

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

	1% Decrease	Current Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Net liability	\$ 19,953,773	\$ 14,020,046	\$ 9,060,977

Contributions payable. The District's accrued payroll and employee benefits included \$13,048 of outstanding pension contribution amounts payable to ASRS for the year ended June 30, 2020.

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, 2020

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 524,140	\$ 524,140
Property taxes			10,067,721	10,067,721
State aid and grants			3,622,587	3,622,587
Total revenues			<u>14,214,448</u>	<u>14,214,448</u>
Expenditures:				
Current -				
Instruction	7,044,749	6,849,338	6,640,950	208,388
Support services - students and staff	1,582,466	1,703,118	1,507,610	195,508
Support services - administration	1,628,072	1,653,717	1,607,451	46,266
Operation and maintenance of plant services	2,567,657	2,481,147	2,721,669	(240,522)
Student transportation services	1,066,736	988,189	895,654	92,535
Operation of non-instructional services	35,979	35,979	35,127	852
Total expenditures	<u>13,925,659</u>	<u>13,711,488</u>	<u>13,408,461</u>	<u>303,027</u>
Excess (deficiency) of revenues over expenditures	<u>(13,925,659)</u>	<u>(13,711,488)</u>	<u>805,987</u>	<u>14,517,475</u>
Other financing sources (uses):				
Transfers out			(220,383)	(220,383)
Total other financing sources (uses)			<u>(220,383)</u>	<u>(220,383)</u>
Changes in fund balances	<u>(13,925,659)</u>	<u>(13,711,488)</u>	<u>585,604</u>	<u>14,297,092</u>
Fund balances, beginning of year			1,374,677	1,374,677
Increase (decrease) in reserve for prepaid items			301,197	301,197
Fund balances (deficits), end of year	<u>\$ (13,925,659)</u>	<u>\$ (13,711,488)</u>	<u>\$ 2,261,478</u>	<u>\$ 15,972,966</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, 2020

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal aid, grants and reimbursements	\$	\$	\$ 221,849	\$ 221,849
Total revenues			221,849	221,849
Expenditures:				
Current -				
Instruction	434,546	1,230,277	92,629	1,137,648
Support services - students and staff			59,489	(59,489)
Support services - administration			7,829	(7,829)
Student transportation services			436	(436)
Capital outlay			20,589	(20,589)
Total expenditures	434,546	1,230,277	180,972	1,049,305
Changes in fund balances	(434,546)	(1,230,277)	40,877	1,271,154
Fund balances (deficits), beginning of year			(191,751)	(191,751)
Fund balances (deficits), end of year	\$ (434,546)	\$ (1,230,277)	\$ (150,874)	\$ 1,079,403

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
FOOD SERVICE
YEAR ENDED JUNE 30, 2020

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Original & Final</u>	<u>Actual</u>	<u></u>
Revenues:			
Other local	\$	\$ 124,126	\$ 124,126
Federal aid, grants and reimbursements		880,618	880,618
Total revenues		<u>1,004,744</u>	<u>1,004,744</u>
Expenditures:			
Current -			
Operation of non-instructional services	742,550	883,108	(140,558)
Capital outlay		32,315	(32,315)
Total expenditures	<u>742,550</u>	<u>915,423</u>	<u>(172,873)</u>
Changes in fund balances	<u>(742,550)</u>	<u>89,321</u>	<u>831,871</u>
Fund balances (deficits), beginning of year		(194,524)	(194,524)
Increase (decrease) in reserve for inventory		8,425	8,425
Fund balances (deficits), end of year	<u>\$ (742,550)</u>	<u>\$ (96,778)</u>	<u>\$ 645,772</u>

See accompanying notes to this schedule.

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension (assets) liability	0.10%	0.10%	0.10%	0.09%	0.09%	0.09%
District's proportionate share of the net pension (assets) liability	\$ 14,020,046	\$ 13,735,889	\$ 15,035,935	\$ 14,622,136	\$ 13,335,569	\$ 13,893,380
District's covered payroll	\$ 10,128,148	\$ 9,807,193	\$ 9,045,371	\$ 8,094,258	\$ 7,360,073	\$ 8,275,299
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	138.43%	140.06%	166.23%	180.65%	181.19%	167.89%
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 1,134,925	\$ 1,132,327	\$ 1,068,984	\$ 975,091	\$ 878,227	\$ 801,511
Contributions in relation to the actuarially determined contribution	<u>1,134,925</u>	<u>1,132,327</u>	<u>1,068,984</u>	<u>975,091</u>	<u>878,227</u>	<u>801,511</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 9,912,009	\$ 10,128,148	\$ 9,807,193	\$ 9,045,371	\$ 8,094,258	\$ 7,360,073
Contributions as a percentage of covered payroll	11.45%	11.18%	10.90%	10.78%	10.85%	10.89%

NOTE: The pension and OPEB 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.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2020

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

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

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	\$ 13,778,621	\$ 4,483,576
Activity budgeted as special revenue funds	(656,431)	(2,128,993)
Activity budgeted as capital projects funds	(14,926)	(93,105)
Current-year prepaid items	<u>301,197</u>	
Schedule of Revenues, Expenditures and Changes in Fund		
Balances – Budget and Actual – General Fund	<u>\$ 13,408,461</u>	<u>\$ 2,261,478</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, 2018, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

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

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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, 2020

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 796,733	\$ 1,237,707	\$ 2,034,440
Property taxes receivable		14,292	14,292
Due from governmental entities	312,092	59,168	371,260
Total assets	<u>\$ 1,108,825</u>	<u>\$ 1,311,167</u>	<u>\$ 2,419,992</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 6,000	\$ 4,988	\$ 10,988
Construction contracts payable		17,909	17,909
Due to other funds	194,416	41,112	235,528
Accrued payroll and employee benefits	19,430		19,430
Unearned revenues	4,564		4,564
Total liabilities	<u>224,410</u>	<u>64,009</u>	<u>288,419</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		8,797	8,797
Unavailable revenues - intergovernmental	79,390		79,390
Total deferred inflows of resources	<u>79,390</u>	<u>8,797</u>	<u>88,187</u>
Fund balances (deficits):			
Restricted	885,842	1,297,382	2,183,224
Unassigned	(80,817)	(59,021)	(139,838)
Total fund balances	<u>805,025</u>	<u>1,238,361</u>	<u>2,043,386</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,108,825</u>	<u>\$ 1,311,167</u>	<u>\$ 2,419,992</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, 2020

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 964,152	\$ 46,960	\$ 1,011,112
Property taxes		458,171	458,171
State aid and grants	1,345,876	761,275	2,107,151
Federal aid, grants and reimbursements	<u>1,714,641</u>		<u>1,714,641</u>
Total revenues	<u>4,024,669</u>	<u>1,266,406</u>	<u>5,291,075</u>
Expenditures:			
Current -			
Instruction	2,418,299		2,418,299
Support services - students and staff	599,078		599,078
Support services - administration	169,175		169,175
Operation and maintenance of plant services	581		581
Student transportation services	6,022		6,022
Operation of non-instructional services	775		775
Capital outlay	219,458	979,577	1,199,035
Debt service -			
Principal retirement		222,733	222,733
Interest and fiscal charges		<u>74,276</u>	<u>74,276</u>
Total expenditures	<u>3,413,388</u>	<u>1,276,586</u>	<u>4,689,974</u>
Excess (deficiency) of revenues over expenditures	<u>611,281</u>	<u>(10,180)</u>	<u>601,101</u>
Other financing sources (uses):			
Transfers in		220,383	220,383
Total other financing sources (uses)		<u>220,383</u>	<u>220,383</u>
Changes in fund balances	<u>611,281</u>	<u>210,203</u>	<u>821,484</u>
Fund balances, beginning of year, as restated	193,744	1,028,158	1,221,902
Fund balances, end of year	<u>\$ 805,025</u>	<u>\$ 1,238,361</u>	<u>\$ 2,043,386</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.

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

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

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

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

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

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.

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

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

Chemical Abuse Prevention Programs - to account for financial assistance received for chemical abuse awareness programs.

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

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

Environmental Special Plate - to account for the proceeds received from the sale of environmental license plates.

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.

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, Technical Education and Vocational Education- to account for activity related to the production and subsequent sale of items produced in an instructional program by career and technical and vocational 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, 2020

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<u>ASSETS</u>			
Cash and investments	\$	\$ 19,772	\$
Due from governmental entities	88,856	51,099	59,731
Total assets	<u>\$ 88,856</u>	<u>\$ 70,871</u>	<u>\$ 59,731</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$ 6,000
Due to other funds	35,437		47,774
Accrued payroll and employee benefits			5,957
Unearned revenues			
Total liabilities	<u>35,437</u>		<u>59,731</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	53,419	70,871	
Unassigned			
Total fund balances	<u>53,419</u>	<u>70,871</u>	
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 88,856</u>	<u>\$ 70,871</u>	<u>\$ 59,731</u>

Professional Development and Technology Grants	Title IV Grants	Limited English and Immigrant Students	Special Education Grants	Vocational Education	Homeless Education
\$ 7,897	\$ 20	\$	\$	\$	\$ 1
2,628		15,339	60,596	33,843	
<u>\$ 10,525</u>	<u>\$ 20</u>	<u>\$ 15,339</u>	<u>\$ 60,596</u>	<u>\$ 33,843</u>	<u>\$ 1</u>
\$	\$	\$	\$	\$	\$
		15,339	60,596	33,843	
10,525	20				1
<u>10,525</u>	<u>20</u>	<u>15,339</u>	<u>60,596</u>	<u>33,843</u>	<u>1</u>
		15,339	30,208	33,843	
		(15,339)	(30,208)	(33,843)	
		<u>(15,339)</u>	<u>(30,208)</u>	<u>(33,843)</u>	
<u>\$ 10,525</u>	<u>\$ 20</u>	<u>\$ 15,339</u>	<u>\$ 60,596</u>	<u>\$ 33,843</u>	<u>\$ 1</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020

	State Vocational Education	Chemical Abuse Prevention Programs	Gifted
<u>ASSETS</u>			
Cash and investments	\$ 3,900	\$ 215	\$ 3
Due from governmental entities			
Total assets	<u>\$ 3,900</u>	<u>\$ 215</u>	<u>\$ 3</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues	<u>3,900</u>	<u>215</u>	<u>3</u>
Total liabilities	<u>3,900</u>	<u>215</u>	<u>3</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted			
Unassigned			
Total fund balances			
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,900</u>	<u>\$ 215</u>	<u>\$ 3</u>

<u>College Credit Exam Incentives</u>	<u>Other State Projects</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Career, Technical, and Vocational Education</u>
\$ 7,411	\$ 425	\$ 28,959	\$ 29,331	\$ 233,194	\$
<u>\$ 7,411</u>	<u>\$ 425</u>	<u>\$ 28,959</u>	<u>\$ 29,331</u>	<u>\$ 233,194</u>	<u>\$</u>
\$	\$	\$	\$	\$	\$ 1,427
	425				
	<u>425</u>				<u>1,427</u>
7,411		28,959	29,331	233,194	(1,427)
<u>7,411</u>		<u>28,959</u>	<u>29,331</u>	<u>233,194</u>	<u>(1,427)</u>
<u>\$ 7,411</u>	<u>\$ 425</u>	<u>\$ 28,959</u>	<u>\$ 29,331</u>	<u>\$ 233,194</u>	<u>\$</u>

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2020

	<u>Textbooks</u>	<u>Advertisement</u>	<u>Career Technical Education</u>
<u>ASSETS</u>			
Cash and investments	\$ 1,628	\$ 3,664	\$ 101,668
Due from governmental entities			
Total assets	<u>\$ 1,628</u>	<u>\$ 3,664</u>	<u>\$ 101,668</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			2,948
Unearned revenues			
Total liabilities			<u>2,948</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	1,628	3,664	98,720
Unassigned			
Total fund balances	<u>1,628</u>	<u>3,664</u>	<u>98,720</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,628</u>	<u>\$ 3,664</u>	<u>\$ 101,668</u>

<u>Student Activities</u>	<u>Totals</u>
\$ 358,645	\$ 796,733
	312,092
<u>\$ 358,645</u>	<u>\$ 1,108,825</u>

\$	\$ 6,000
	194,416
	19,430
	4,564
<u></u>	<u>224,410</u>

<u></u>	<u>79,390</u>
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358,645	885,842
<u></u>	<u>(80,817)</u>
<u>358,645</u>	<u>805,025</u>

<u>\$ 358,645</u>	<u>\$ 1,108,825</u>
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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, 2020

	Classroom Site	Instructional Improvement	English Language Learner
Revenues:			
Other local	\$ 104	\$	\$
State aid and grants	1,066,270	93,594	32,747
Federal aid, grants and reimbursements			
Total revenues	<u>1,066,374</u>	<u>93,594</u>	<u>32,747</u>
Expenditures:			
Current -			
Instruction	1,032,272	133,423	32,747
Support services - students and staff	19,237	538	
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,051,509</u>	<u>133,961</u>	<u>32,747</u>
Changes in fund balances	<u>14,865</u>	<u>(40,367)</u>	
Fund balances (deficits), beginning of year, as restated	38,554	111,238	
Fund balances (deficits), end of year	<u><u>\$ 53,419</u></u>	<u><u>\$ 70,871</u></u>	<u><u>\$</u></u>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Limited English and Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>State Vocational Education</u>
\$	\$	\$	\$	\$	\$
762,269	108,803	3,140	799,479	40,950	37,777
<u>762,269</u>	<u>108,803</u>	<u>3,140</u>	<u>799,479</u>	<u>40,950</u>	<u>37,777</u>
470,578	26,902	16,321	230,954	11,706	37,777
56,984	14,489		185,337	20,047	
167,018			300		
26,695				35,209	
<u>721,275</u>	<u>41,391</u>	<u>16,321</u>	<u>416,591</u>	<u>66,962</u>	<u>37,777</u>
40,994	67,412	(13,181)	382,888	(26,012)	
(40,994)	(67,412)	(2,158)	(413,096)	(7,831)	
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
		(15,339)	(30,208)	(33,843)	

(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, 2020

	<u>Gifted</u>	<u>College Credit Exam Incentives</u>	<u>Other State Projects</u>
Revenues:			
Other local	\$	\$	\$
State aid and grants	528	5,416	109,544
Federal aid, grants and reimbursements			
Total revenues	<u>528</u>	<u>5,416</u>	<u>109,544</u>
Expenditures:			
Current -			
Instruction	528	5,582	
Support services - students and staff			
Support services - administration			417
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			109,127
Total expenditures	<u>528</u>	<u>5,582</u>	<u>109,544</u>
Changes in fund balances		(166)	
Fund balances (deficits), beginning of year, as restated		7,577	
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 7,411</u>	<u>\$</u>

Civic Center	Community School	Extracurricular Activities Fees Tax Credit	Career, Technical, and Vocational Education	Textbooks	Advertisement
\$ 37,685	\$ 64,105	\$ 106,608	\$	\$ 421	\$
<u>37,685</u>	<u>64,105</u>	<u>106,608</u>		<u>421</u>	
	14,417	24,794	13,073		
	41,066	49,551			
	214				
581		2,881			
	775				
	33,343	3,944			
<u>581</u>	<u>89,815</u>	<u>81,170</u>	<u>13,073</u>		
<u>37,104</u>	<u>(25,710)</u>	<u>25,438</u>	<u>(13,073)</u>	<u>421</u>	
(8,145)	55,041	207,756	11,646	1,207	3,664
<u>\$ 28,959</u>	<u>\$ 29,331</u>	<u>\$ 233,194</u>	<u>\$ (1,427)</u>	<u>\$ 1,628</u>	<u>\$ 3,664</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, 2020

	Career Technical Education	Student Activities	Totals
Revenues:			
Other local	\$ 389,969	\$ 365,260	\$ 964,152
State aid and grants			1,345,876
Federal aid, grants and reimbursements			1,714,641
Total revenues	<u>389,969</u>	<u>365,260</u>	<u>4,024,669</u>
Expenditures:			
Current -			
Instruction	288,305	78,920	2,418,299
Support services - students and staff	103,505	108,324	599,078
Support services - administration	1,226		169,175
Operation and maintenance of plant services			581
Student transportation services		3,141	6,022
Operation of non-instructional services			775
Capital outlay	167	10,973	219,458
Total expenditures	<u>393,203</u>	<u>201,358</u>	<u>3,413,388</u>
Changes in fund balances	<u>(3,234)</u>	<u>163,902</u>	<u>611,281</u>
Fund balances (deficits), beginning of year, as restated	101,954	194,743	193,744
Fund balances, end of year	<u><u>\$ 98,720</u></u>	<u><u>\$ 358,645</u></u>	<u><u>\$ 805,025</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, 2020

	Classroom Site		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 104	\$ 104
State aid and grants		1,066,270	1,066,270
Federal aid, grants and reimbursements			
Total revenues		<u>1,066,374</u>	<u>1,066,374</u>
Expenditures:			
Current -			
Instruction	1,065,393	1,032,272	33,121
Support services - students and staff	19,492	19,237	255
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,084,885</u>	<u>1,051,509</u>	<u>33,376</u>
Changes in fund balances	<u>(1,084,885)</u>	<u>14,865</u>	<u>1,099,750</u>
Fund balances (deficits), beginning of year, as restated		38,554	38,554
Fund balances (deficits), end of year	<u>\$ (1,084,885)</u>	<u>\$ 53,419</u>	<u>\$ 1,138,304</u>

Instructional Improvement			English Language Learner		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	93,594	93,594		32,747	32,747
	93,594	93,594		32,747	32,747
136,846	133,423 538	3,423 (538)	32,747	32,747	
136,846	133,961	2,885	32,747	32,747	
(136,846)	(40,367)	96,479	(32,747)		32,747
	111,238	111,238			
\$ (136,846)	\$ 70,871	\$ 207,717	\$ (32,747)	\$	\$ 32,747

(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, 2020

	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			
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			
Changes in fund balances			
Fund balances (deficits), beginning of year, as restated		624	624
Fund balances (deficits), end of year	\$	\$ 624	\$ 624

Title I Grants			Professional Development and Technology Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	762,269	762,269		108,803	108,803
	762,269	762,269		108,803	108,803
1,872,198	470,578	1,401,620	261,339	26,902	234,437
	56,984	(56,984)		14,489	(14,489)
	167,018	(167,018)			
	26,695	(26,695)			
1,872,198	721,275	1,150,923	261,339	41,391	219,948
(1,872,198)	40,994	1,913,192	(261,339)	67,412	328,751
	(40,994)	(40,994)		(67,412)	(67,412)
\$ (1,872,198)	\$	\$ 1,872,198	\$ (261,339)	\$	\$ 261,339

(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, 2020

	Limited English and Immigrant Students		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		3,140	3,140
Total revenues		<u>3,140</u>	<u>3,140</u>
Expenditures:			
Current -			
Instruction	35,808	16,321	19,487
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>35,808</u>	<u>16,321</u>	<u>19,487</u>
Changes in fund balances	<u>(35,808)</u>	<u>(13,181)</u>	<u>22,627</u>
Fund balances (deficits), beginning of year, as restated		(2,158)	(2,158)
Fund balances (deficits), end of year	<u>\$ (35,808)</u>	<u>\$ (15,339)</u>	<u>\$ 20,469</u>

Special Education Grants			Johnson O'Malley		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	799,479	799,479			
	799,479	799,479			
419,048	230,954	188,094	32,316		32,316
	185,337	(185,337)			
	300	(300)			
419,048	416,591	2,457	32,316		32,316
(419,048)	382,888	801,936	(32,316)		32,316
	(413,096)	(413,096)			
\$ (419,048)	\$ (30,208)	\$ 388,840	\$ (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, 2020

	Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		40,950	40,950
Total revenues		<u>40,950</u>	<u>40,950</u>
Expenditures:			
Current -			
Instruction		11,706	(11,706)
Support services - students and staff		20,047	(20,047)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	126,134	35,209	90,925
Total expenditures	<u>126,134</u>	<u>66,962</u>	<u>59,172</u>
Changes in fund balances	<u>(126,134)</u>	<u>(26,012)</u>	<u>100,122</u>
Fund balances (deficits), beginning of year, as restated		(7,831)	(7,831)
Fund balances (deficits), end of year	<u>\$ (126,134)</u>	<u>\$ (33,843)</u>	<u>\$ 92,291</u>

Medicaid Reimbursement			National Forest Fees		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 120	\$ 120
				93,721	93,721
				93,841	93,841
				6,571	(6,571)
				148	(148)
				13,175	(13,175)
			150,000	110,130	39,870
			150,000	130,024	19,976
			(150,000)	(36,183)	113,817
	112	112		182,147	182,147
\$	\$ 112	\$ 112	\$ (150,000)	\$ 145,964	\$ 295,964

(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, 2020

	Taylor Grazing Fees		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		476	476
Total revenues		<u>476</u>	<u>476</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			
Changes in fund balances		<u>476</u>	<u>476</u>
Fund balances (deficits), beginning of year, as restated		4,413	4,413
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 4,889</u>	<u>\$ 4,889</u>

E-Rate			Impact Aid		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 614	\$ 614
	65,007	65,007		847,855	847,855
	65,007	65,007		848,469	848,469
93,624	28,872	64,752		55,314	(55,314)
	7,263	(7,263)	573,570	61,564	(61,564)
	28,872	(28,872)		69,131	504,439
				2,696	(2,696)
				3,952	(3,952)
				428	(428)
				53,234	(53,234)
93,624	65,007	28,617	573,570	246,319	327,251
(93,624)		93,624	(573,570)	602,150	1,175,720
				838,202	838,202
\$ (93,624)	\$	\$ 93,624	\$ (573,570)	\$ 1,440,352	\$ 2,013,922

(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, 2020

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		37,777	37,777
Federal aid, grants and reimbursements			
Total revenues		<u>37,777</u>	<u>37,777</u>
Expenditures:			
Current -			
Instruction	89,685	37,777	51,908
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>89,685</u>	<u>37,777</u>	<u>51,908</u>
Changes in fund balances	<u>(89,685)</u>		<u>89,685</u>
Fund balances (deficits), beginning of year, as restated			
Fund balances (deficits), end of year	<u>\$ (89,685)</u>	<u>\$</u>	<u>\$ 89,685</u>

Gifted			College Credit Exam Incentives		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	528	528		5,416	5,416
	528	528		5,416	5,416
2,708	528	2,180		5,582	(5,582)
2,708	528	2,180		5,582	(5,582)
(2,708)		2,708		(166)	(166)
				7,577	7,577
\$ (2,708)	\$	\$ 2,708	\$	\$ 7,411	\$ 7,411

(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, 2020

	Environmental Special Plate		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction	12,800		12,800
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	12,800		12,800
Changes in fund balances	(12,800)		12,800
Fund balances (deficits), beginning of year, as restated			
Fund balances (deficits), end of year	\$ (12,800)	\$	\$ 12,800

Rural Assistance			Other State Projects		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
				109,544	109,544
				109,544	109,544
				417	(417)
			148,897	109,127	39,770
			148,897	109,544	39,353
			(148,897)		148,897
	23,223	23,223			
\$	\$ 23,223	\$ 23,223	\$ (148,897)	\$	\$ 148,897

(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, 2020

	School Plant		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 23,315	\$ 23,315
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>23,315</u>	<u>23,315</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	50,000		50,000
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>50,000</u>		<u>50,000</u>
Changes in fund balances	<u>(50,000)</u>	<u>23,315</u>	<u>73,315</u>
Fund balances (deficits), beginning of year, as restated		268,035	268,035
Fund balances (deficits), end of year	<u>\$ (50,000)</u>	<u>\$ 291,350</u>	<u>\$ 341,350</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, 2020

	Auxiliary Operations		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 173,576	\$ 173,576
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>173,576</u>	<u>173,576</u>
Expenditures:			
Current -			
Instruction		55,176	(55,176)
Support services - students and staff	181,591	65,510	116,081
Support services - administration		202	(202)
Operation and maintenance of plant services		36,703	(36,703)
Student transportation services		2,645	(2,645)
Operation of non-instructional services			
Capital outlay		15,737	(15,737)
Total expenditures	<u>181,591</u>	<u>175,973</u>	<u>5,618</u>
Changes in fund balances	<u>(181,591)</u>	<u>(2,397)</u>	<u>179,194</u>
Fund balances (deficits), beginning of year, as restated		137,641	137,641
Fund balances (deficits), end of year	<u>\$ (181,591)</u>	<u>\$ 135,244</u>	<u>\$ 316,835</u>

Extracurricular Activities Fees Tax Credit			Gifts and Donations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 106,608	\$ 106,608	\$	\$ 32,129	\$ 32,129
	106,608	106,608		32,129	32,129
75,000	24,794 49,551	(24,794) 25,449	32,985	14,408 171	18,577 (171)
	2,881	(2,881)		1,022	(1,022)
	3,944	(3,944)		6,655	(6,655)
75,000	81,170	(6,170)	32,985	22,256	10,729
(75,000)	25,438	100,438	(32,985)	9,873	42,858
	207,756	207,756		37,278	37,278
\$ (75,000)	\$ 233,194	\$ 308,194	\$ (32,985)	\$ 47,151	\$ 80,136

(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, 2020

	Career, Technical, and Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction		13,073	(13,073)
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		13,073	(13,073)
Changes in fund balances		(13,073)	(13,073)
Fund balances (deficits), beginning of year, as restated		11,646	11,646
Fund balances (deficits), end of year	\$	\$ (1,427)	\$ (1,427)

Textbooks			Indirect Costs		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 421	\$ 421	\$	\$	\$
	421	421			
1,000		1,000	50,450	15,326	35,124
1,000		1,000	50,450	1,526	(1,526)
(1,000)	421	1,421	(50,450)	16,852	33,598
	1,207	1,207		(16,852)	33,598
				45,339	45,339
\$ (1,000)	\$ 1,628	\$ 2,628	\$ (50,450)	\$ 28,487	\$ 78,937

(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, 2020

	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
Changes in fund balances	(11,000)		11,000
Fund balances (deficits), beginning of year, as restated		11,597	11,597
Fund balances (deficits), end of year	\$ (11,000)	\$ 11,597	\$ 22,597

Advertisement			Career Technical Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 389,969	\$ 389,969
				389,969	389,969
			453,472	288,305	165,167
				103,505	(103,505)
				1,226	(1,226)
				167	(167)
			453,472	393,203	60,269
			(453,472)	(3,234)	450,238
	3,664	3,664		101,954	101,954
\$	\$ 3,664	\$ 3,664	\$ (453,472)	\$ 98,720	\$ 552,192

(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, 2020

	Student Activities		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 365,260	\$ 365,260
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>365,260</u>	<u>365,260</u>
Expenditures:			
Current -			
Instruction		78,920	(78,920)
Support services - students and staff		108,324	(108,324)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services		3,141	(3,141)
Operation of non-instructional services			
Capital outlay		<u>10,973</u>	<u>(10,973)</u>
Total expenditures		<u>201,358</u>	<u>(201,358)</u>
Changes in fund balances		<u>163,902</u>	<u>163,902</u>
Fund balances (deficits), beginning of year, as restated		<u>194,743</u>	<u>194,743</u>
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 358,645</u>	<u>\$ 358,645</u>

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,193,906	\$ 1,193,906
	1,345,876	1,345,876
	2,721,700	2,721,700
	5,261,482	5,261,482
4,552,969	2,578,640	1,974,329
291,083	726,323	(435,240)
624,020	261,245	362,775
50,000	82,027	(32,027)
	12,619	(12,619)
	2,225	(2,225)
425,031	406,740	18,291
5,943,103	4,069,819	1,873,284
(5,943,103)	1,191,663	7,134,766
	1,742,355	1,742,355
\$ (5,943,103)	\$ 2,934,018	\$ 8,877,121

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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, 2020

	Debt Service		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 28,762	\$ 28,762
Property taxes		3,746,487	3,746,487
Total revenues		<u>3,775,249</u>	<u>3,775,249</u>
Expenditures:			
Debt service -			
Principal retirement	3,740,000	2,710,000	1,030,000
Interest and fiscal charges		831,650	(831,650)
Total expenditures	<u>3,740,000</u>	<u>3,541,650</u>	<u>198,350</u>
Changes in fund balances	<u>(3,740,000)</u>	<u>233,599</u>	<u>3,973,599</u>
Fund balances, beginning of year		504,189	504,189
Fund balances (deficits), end of year	<u>\$ (3,740,000)</u>	<u>\$ 737,788</u>	<u>\$ 4,477,788</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.

Emergency Deficiencies Correction - to account for monies received from the School Facilities Board to correct emergency deficiencies.

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.

New School Facilities - to account for monies received from the School Facilities Board to be used for constructing new school facilities and purchasing land for new school sites.

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2020

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
<u>ASSETS</u>			
Cash and investments	\$ 52,816	\$ 759,482	\$ 410,608
Property taxes receivable	14,292		
Due from governmental entities	59,168		
Total assets	<u>\$ 126,276</u>	<u>\$ 759,482</u>	<u>\$ 410,608</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 4,988	\$	\$
Construction contracts payable			
Due to other funds			
Total liabilities	<u>4,988</u>		
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u>8,797</u>		
Fund balances (deficits):			
Restricted	112,491	759,482	410,608
Unassigned			
Total fund balances	<u>112,491</u>	<u>759,482</u>	<u>410,608</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 126,276</u>	<u>\$ 759,482</u>	<u>\$ 410,608</u>

Emergency Deficiencies Correction	Building Renewal Grant	New School Facilities	Totals
\$ 14,801	\$	\$	\$ 1,237,707
			14,292
			59,168
<u>\$ 14,801</u>	<u>\$</u>	<u>\$</u>	<u>\$ 1,311,167</u>
\$	\$	\$	\$ 4,988
	17,909		17,909
	<u>1,422</u>	<u>39,690</u>	<u>41,112</u>
	<u>19,331</u>	<u>39,690</u>	<u>64,009</u>
			<u>8,797</u>
14,801			1,297,382
	(19,331)	(39,690)	(59,021)
<u>14,801</u>	<u>(19,331)</u>	<u>(39,690)</u>	<u>1,238,361</u>
<u>\$ 14,801</u>	<u>\$</u>	<u>\$</u>	<u>\$ 1,311,167</u>

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, 2020

	Unrestricted Capital Outlay	Adjacent Ways	Bond Building
Revenues:			
Other local	\$ 20,387	\$	\$ 26,573
Property taxes	453,248	4,923	
State aid and grants	195,005		
Total revenues	<u>668,640</u>	<u>4,923</u>	<u>26,573</u>
Expenditures:			
Capital outlay	480,569		
Debt service -			
Principal retirement	71,677		
Interest and fiscal charges	4,949		
Total expenditures	<u>557,195</u>		
Excess (deficiency) of revenues over expenditures	<u>111,445</u>	<u>4,923</u>	<u>26,573</u>
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances	<u>111,445</u>	<u>4,923</u>	<u>26,573</u>
Fund balances (deficits), beginning of year	1,046	754,559	384,035
Fund balances (deficits), end of year	<u><u>\$ 112,491</u></u>	<u><u>\$ 759,482</u></u>	<u><u>\$ 410,608</u></u>

Energy and Water Savings	Emergency Deficiencies Correction	Building Renewal Grant	New School Facilities	Totals
\$	\$	\$	\$	\$ 46,960
		566,270		458,171
		566,270		761,275
				1,266,406
		499,008		979,577
151,056				222,733
69,327				74,276
220,383		499,008		1,276,586
(220,383)		67,262		(10,180)
220,383				220,383
220,383				220,383
		67,262		210,203
	14,801	(86,593)	(39,690)	1,028,158
\$	\$ 14,801	\$ (19,331)	\$ (39,690)	\$ 1,238,361

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Insurance Proceeds		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 13,173	\$ 13,173
Property taxes			
State aid and grants			
Total revenues		13,173	13,173
Expenditures:			
Current -			
Operation and maintenance of plant services	46,000	4,726	41,274
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	46,000	4,726	41,274
Excess (deficiency) of revenues over expenditures	(46,000)	8,447	54,447
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances	(46,000)	8,447	54,447
Fund balances (deficits), beginning of year		45,301	45,301
Fund balances (deficits), end of year	\$ (46,000)	\$ 53,748	\$ 99,748

Litigation Recovery			Unrestricted Capital Outlay		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 20,387	\$ 20,387
				453,248	453,248
				195,005	195,005
				668,640	668,640
50,000	10,200	39,800	618,470	480,569	137,901
			71,677	71,677	
			4,949	4,949	
50,000	10,200	39,800	695,096	557,195	137,901
(50,000)	(10,200)	39,800	(695,096)	111,445	806,541
(50,000)	(10,200)	39,800	(695,096)	111,445	806,541
	49,557	49,557		1,046	1,046
\$ (50,000)	\$ 39,357	\$ 89,357	\$ (695,096)	\$ 112,491	\$ 807,587

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BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Adjacent Ways		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
Property taxes		4,923	4,923
State aid and grants			
Total revenues		<u>4,923</u>	<u>4,923</u>
Expenditures:			
Current -			
Operation and maintenance of plant services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures			
Excess (deficiency) of revenues over expenditures		<u>4,923</u>	<u>4,923</u>
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances		<u>4,923</u>	<u>4,923</u>
Fund balances (deficits), beginning of year		754,559	754,559
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 759,482</u>	<u>\$ 759,482</u>

Bond Building			Energy and Water Savings		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 26,573	\$ 26,573	\$	\$	\$
	26,573	26,573			
375,000		375,000			
			151,056	151,056	
			69,327	69,327	
375,000		375,000	220,383	220,383	
(375,000)	26,573	401,573	(220,383)	(220,383)	
				220,383	220,383
				220,383	220,383
(375,000)	26,573	401,573	(220,383)		220,383
	384,035	384,035			
\$ (375,000)	\$ 410,608	\$ 785,608	\$ (220,383)	\$	\$ 220,383

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Emergency Deficiencies Correction		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
Property taxes			
State aid and grants			
Total revenues			
Expenditures:			
Current -			
Operation and maintenance of plant services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures			
Excess (deficiency) of revenues over expenditures			
Other financing sources (uses):			
Transfers in			
Total other financing sources (uses)			
Changes in fund balances			
Fund balances (deficits), beginning of year		14,801	14,801
Fund balances (deficits), end of year	\$	\$ 14,801	\$ 14,801

Building Renewal Grant			New School Facilities		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	566,270	566,270			
	566,270	566,270			
1,515,000	499,008	1,015,992			
1,515,000	499,008	1,015,992			
(1,515,000)	67,262	1,582,262			
(1,515,000)	67,262	1,582,262			
	(86,593)	(86,593)		(39,690)	(39,690)
\$ (1,515,000)	\$ (19,331)	\$ 1,495,669	\$	\$ (39,690)	\$ (39,690)

(Continued)

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2020

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 60,133	\$ 60,133
Property taxes		458,171	458,171
State aid and grants		761,275	761,275
Total revenues		<u>1,279,579</u>	<u>1,279,579</u>
Expenditures:			
Current -			
Operation and maintenance of plant services	46,000	4,726	41,274
Capital outlay	2,558,470	989,777	1,568,693
Debt service -			
Principal retirement	222,733	222,733	
Interest and fiscal charges	74,276	74,276	
Total expenditures	<u>2,901,479</u>	<u>1,291,512</u>	<u>1,609,967</u>
Excess (deficiency) of revenues over expenditures	<u>(2,901,479)</u>	<u>(11,933)</u>	<u>2,889,546</u>
Other financing sources (uses):			
Transfers in		220,383	220,383
Total other financing sources (uses)		<u>220,383</u>	<u>220,383</u>
Changes in fund balances	<u>(2,901,479)</u>	<u>208,450</u>	<u>3,109,929</u>
Fund balances (deficits), beginning of year		1,123,016	1,123,016
Fund balances (deficits), end of year	<u>\$ (2,901,479)</u>	<u>\$ 1,331,466</u>	<u>\$ 4,232,945</u>

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to 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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Net Position:					
Net investment in capital assets	\$ 29,673,726	\$ 28,761,211	\$ 27,214,069	\$ 26,346,316	\$ 27,112,611
Restricted	2,653,448	1,954,735	2,379,707	1,402,955	1,990,725
Unrestricted	(9,577,091)	(10,514,641)	(11,813,605)	(13,587,390)	(14,349,369)
Total net position	<u>\$ 22,750,083</u>	<u>\$ 20,201,305</u>	<u>\$ 17,780,171</u>	<u>\$ 14,161,881</u>	<u>\$ 14,753,967</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net Position:					
Net investment in capital assets	\$ 27,220,271	\$ 28,301,036	\$ 28,020,208	\$ 27,805,791	\$ 27,440,457
Restricted	1,143,146	3,034,248	767,388	1,499,810	1,888,364
Unrestricted	(14,338,212)	(2,191,149)	441,044	1,253,975	2,493,040
Total net position	<u>\$ 14,025,205</u>	<u>\$ 29,144,135</u>	<u>\$ 29,228,640</u>	<u>\$ 30,559,576</u>	<u>\$ 31,821,861</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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenses					
Instruction	\$ 11,412,603	\$ 11,342,036	\$ 10,969,811	\$ 11,023,676	\$ 9,593,252
Support services - students and staff	2,448,686	2,074,959	2,186,695	2,323,791	1,665,892
Support services - administration	2,007,861	2,360,419	2,627,419	2,106,545	1,664,806
Operation and maintenance of plant services	3,646,142	3,418,989	3,182,029	2,657,052	2,502,888
Student transportation services	1,284,418	1,457,913	1,600,009	1,184,515	1,224,833
Operation of non-instructional services	948,886	850,438	883,865	819,480	740,954
Interest on long-term debt	914,790	992,383	1,181,619	650,421	556,344
Total expenses	<u>22,663,386</u>	<u>22,497,137</u>	<u>22,631,447</u>	<u>20,765,480</u>	<u>17,948,969</u>
Program Revenues					
Charges for services:					
Instruction	769,093	910,846	893,814	1,025,722	1,021,415
Operation of non-instructional services	124,035	126,244	139,153	193,658	163,718
Other activities	340,663	273,491	259,386	130,407	106,810
Operating grants and contributions	2,812,722	1,573,256		1,669,646	1,819,598
Capital grants and contributions	191,620	1,591,817	2,277,835	364,919	346,428
Total program revenues	<u>4,238,133</u>	<u>4,475,654</u>	<u>3,570,188</u>	<u>3,384,352</u>	<u>3,457,969</u>
Net (Expense)/Revenue	<u>\$ (18,425,253)</u>	<u>\$ (18,021,483)</u>	<u>\$ (19,061,259)</u>	<u>\$ (17,381,128)</u>	<u>\$ (14,491,000)</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>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenses					
Instruction	\$ 9,039,195	\$ 10,031,312	\$ 10,548,257	\$ 10,451,862	\$ 10,281,328
Support services - students and staff	1,429,904	1,673,497	1,698,680	1,629,642	1,856,411
Support services - administration	1,853,581	1,789,656	1,708,552	1,955,229	1,921,138
Operation and maintenance of plant services	2,398,323	2,108,341	2,008,811	1,973,681	2,206,611
Student transportation services	1,065,467	1,136,767	1,033,305	1,056,438	1,179,467
Operation of non-instructional services	675,450	696,088	688,211	661,659	955,446
Interest on long-term debt	980,167	1,072,540	1,060,854	1,146,040	1,237,391
Facilities acquisition & construction		17,547	14,724	61,069	365,230
Total expenses	<u>17,442,087</u>	<u>18,525,748</u>	<u>18,761,394</u>	<u>18,935,620</u>	<u>20,003,022</u>
Program Revenues					
Charges for services:					
Instruction	1,123,648	706,451	669,600	636,619	561,033
Operation of non-instructional services	135,268	225,436	175,750	192,871	129,794
Other activities	105,107	523,634	488,588	563,610	545,426
Operating grants and contributions	1,684,647	1,813,297	1,833,084	1,999,036	2,351,969
Capital grants and contributions	330,051				275,218
Total program revenues	<u>3,378,721</u>	<u>3,268,818</u>	<u>3,167,022</u>	<u>3,392,136</u>	<u>3,863,440</u>
Net (Expense)/Revenue	<u>\$ (14,063,366)</u>	<u>\$ (15,256,930)</u>	<u>\$ (15,594,372)</u>	<u>\$ (15,543,484)</u>	<u>\$ (16,139,582)</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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Net (Expense)/Revenue	\$ (18,425,253)	\$ (18,021,483)	\$ (19,061,259)	\$ (17,381,128)	\$ (14,491,000)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	10,052,653	9,807,124	9,805,614	10,014,027	7,946,544
Property taxes, levied for debt service	3,807,838	3,716,639	3,513,956	1,096,279	2,726,448
Property taxes, levied for capital outlay	389,914	368,037	485,360	537,238	297,071
Investment income	123,125	83,565	59,734	17,067	8,689
Unrestricted county aid	122,698	129,579	133,096	92,433	102,007
Unrestricted state aid	5,543,726	4,927,099	4,599,953	4,291,643	3,636,319
Unrestricted federal aid	942,052	1,410,574	978,589	625,022	502,684
Total general revenues	<u>20,982,006</u>	<u>20,442,617</u>	<u>19,576,302</u>	<u>16,673,709</u>	<u>15,219,762</u>
Changes in Net Position	<u>\$ 2,556,753</u>	<u>\$ 2,421,134</u>	<u>\$ 515,043</u>	<u>\$ (707,419)</u>	<u>\$ 728,762</u>

(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>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Net (Expense)/Revenue	\$ (14,063,366)	\$ (15,256,930)	\$ (15,594,372)	\$ (15,543,484)	\$ (16,139,582)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	8,377,067	11,408,595	10,586,175	7,482,076	8,125,151
Property taxes, levied for debt service	2,229,924			2,098,450	2,586,204
Investment income	9,223	10,038	13,483	15,016	16,567
Unrestricted county aid	136,918	144,230	139,474	134,988	153,133
Unrestricted state aid	3,915,714	3,414,572	3,387,504	4,546,149	5,581,815
Unrestricted federal aid	396,628	194,990	130,206		
Miscellaneous			6,594	4,520	5,960
Total general revenues	<u>15,392,761</u>	<u>15,172,425</u>	<u>14,263,436</u>	<u>14,281,199</u>	<u>16,468,830</u>
Changes in Net Position	<u>\$ 1,329,395</u>	<u>\$ (84,505)</u>	<u>\$ (1,330,936)</u>	<u>\$ (1,262,285)</u>	<u>\$ 329,248</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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
General Fund:					
Restricted	\$ 65,345	\$ 56,898	\$ 50,898	\$ 45,178	\$
Unassigned	4,418,231	2,961,248	1,952,585	1,235,782	696,388
Total General Fund	<u>\$ 4,483,576</u>	<u>\$ 3,018,146</u>	<u>\$ 2,003,483</u>	<u>\$ 1,280,960</u>	<u>\$ 696,388</u>
All Other Governmental Funds:					
Nonspendable	\$ 39,298	\$ 30,873	\$ 26,434	\$ 32,105	\$ 25,394
Restricted	2,921,012	2,197,267	2,966,786	9,586,951	1,944,096
Unassigned	(426,788)	(1,083,067)	(1,085,908)	(994,272)	(532,177)
Total all other governmental funds	<u>\$ 2,533,522</u>	<u>\$ 1,145,073</u>	<u>\$ 1,907,312</u>	<u>\$ 8,624,784</u>	<u>\$ 1,437,313</u>

(Continued)

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund:					
Nondisposable	\$	\$	\$	\$ 145,933	\$ 243,744
Unassigned	1,623,803	381,701	259,314	738,024	1,792,069
Total General Fund	<u>\$ 1,623,803</u>	<u>\$ 381,701</u>	<u>\$ 259,314</u>	<u>\$ 883,957</u>	<u>\$ 2,035,813</u>
All Other Governmental Funds:					
Nondisposable	\$	\$ 15,912	\$ 15,335	\$ 18,864	\$ 22,648
Restricted	1,090,007	957,336	779,574	668,991	1,331,557
Assigned		247,354	652,839	1,888,015	490,902
Unassigned	(557,544)	(770,277)	(464,111)	(664,888)	503,762
Total all other governmental funds	<u>\$ 532,463</u>	<u>\$ 450,325</u>	<u>\$ 983,637</u>	<u>\$ 1,910,982</u>	<u>\$ 2,348,869</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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Federal sources:					
Federal grants	\$ 2,943,549	\$ 2,971,861	\$ 2,790,587	\$ 1,556,926	\$ 1,755,744
National School Lunch Program	880,618	628,216	639,429	567,805	568,363
Total federal sources	<u>3,824,167</u>	<u>3,600,077</u>	<u>3,430,016</u>	<u>2,124,731</u>	<u>2,324,107</u>
State sources:					
State equalization assistance	3,817,593	3,699,842	3,450,076	3,334,134	2,730,130
State grants	153,431	69,330	46,248	44,888	36,815
School Facilities Board	566,270	1,441,029	1,270,249	168,900	136,943
Other revenues	1,192,444	1,322,712	1,149,877	1,031,009	994,940
Total state sources	<u>5,729,738</u>	<u>6,532,913</u>	<u>5,916,450</u>	<u>4,578,931</u>	<u>3,898,828</u>
Local sources:					
Property taxes	14,272,379	13,915,881	13,748,827	11,646,339	10,973,136
County aid	122,698	129,579	133,096	92,433	102,007
Food service sales	123,817	126,244	139,153	193,658	163,718
Investment income	123,125	83,565	59,734	17,067	8,689
Other revenues	1,561,427	1,210,617	1,291,000	1,261,050	1,262,901
Total local sources	<u>16,203,446</u>	<u>15,465,886</u>	<u>15,371,810</u>	<u>13,210,547</u>	<u>12,510,451</u>
Total revenues	<u>\$ 25,757,351</u>	<u>\$ 25,598,876</u>	<u>\$ 24,718,276</u>	<u>\$ 19,914,209</u>	<u>\$ 18,733,386</u>

(Continued)

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Federal sources:					
Federal grants	\$ 1,489,846	\$ 1,148,207	\$ 1,489,503	\$ 1,324,533	\$ 1,610,846
National School Lunch Program	483,018	528,775	473,787	493,860	480,827
Total federal sources	<u>1,972,864</u>	<u>1,676,982</u>	<u>1,963,290</u>	<u>1,818,393</u>	<u>2,091,673</u>
State sources:					
State equalization assistance	3,033,598	2,490,583	2,437,672	3,969,366	4,947,541
Other revenues	<u>882,116</u>	<u>1,255,293</u>	<u>949,831</u>	<u>892,414</u>	<u>1,322,921</u>
Total state sources	<u>4,103,479</u>	<u>3,745,876</u>	<u>3,387,503</u>	<u>4,861,780</u>	<u>6,270,462</u>
Local sources:					
Property taxes	11,021,941	11,330,052	10,688,597	9,678,957	10,499,127
County aid	136,918	144,230	139,474		
Food service sales	135,268	146,032	165,306		
Investment income	9,423	10,038	13,480		
Other revenues	<u>1,390,635</u>	<u>1,358,080</u>	<u>1,175,242</u>	<u>1,412,636</u>	<u>1,258,780</u>
Total local sources	<u>12,694,185</u>	<u>12,988,432</u>	<u>12,182,099</u>	<u>11,091,593</u>	<u>11,757,907</u>
Total revenues	<u>\$ 18,770,528</u>	<u>\$ 18,411,290</u>	<u>\$ 17,532,892</u>	<u>\$ 17,771,766</u>	<u>\$ 20,120,042</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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Expenditures:					
Current -					
Instruction	\$ 9,312,219	\$ 9,432,660	\$ 9,210,749	\$ 8,611,755	\$ 8,082,291
Support services - students and staff	2,293,422	2,088,425	2,174,562	2,176,403	1,647,948
Support services - administration	1,876,525	2,251,188	2,299,125	1,986,266	1,725,507
Operation and maintenance of plant services	2,507,225	2,446,044	2,445,927	2,260,790	2,171,395
Student transportation services	908,709	1,023,210	947,486	914,423	1,052,350
Operation of non-instructional services	920,460	807,432	786,529	781,427	743,278
Capital outlay	1,449,421	3,492,765	8,931,510	7,764,556	1,168,284
Debt service -					
Interest and fiscal charges	905,926	983,513	1,172,755	573,927	556,344
Principal retirement	2,932,733	2,825,654	2,830,989	2,094,375	1,903,530
Bond issuance costs				237,563	196,556
Total expenditures	<u><u>\$ 23,106,640</u></u>	<u><u>\$ 25,350,891</u></u>	<u><u>\$ 30,799,632</u></u>	<u><u>\$ 27,401,485</u></u>	<u><u>\$ 19,247,483</u></u>
Expenditures for capitalized assets	\$ 948,933	\$ 2,577,771	\$ 6,864,184	\$ 6,016,169	\$ 380,412
Debt service as a percentage of noncapital expenditures	17%	17%	17%	12%	13%

(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>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Expenditures:					
Current -					
Instruction	\$ 7,527,620	\$ 8,554,448	\$ 9,016,850	\$ 8,855,217	\$ 8,828,789
Support services - students and staff	1,417,365	1,673,497	1,698,680	1,623,713	1,850,482
Support services - administration	1,904,328	1,787,114	1,706,012	1,951,831	1,917,781
Operation and maintenance of plant services	2,048,467	1,975,335	1,873,886	1,837,900	2,090,952
Student transportation services	881,527	965,547	861,352	915,828	934,404
Operation of non-instructional services	649,656	691,452	683,575	657,023	950,810
Capital outlay	434,689	167,815	69,672	362,120	728,741
Debt service -					
Interest and fiscal charges	980,167	1,031,229	1,525,391	1,146,040	1,237,391
Principal retirement	1,837,562	1,976,355	1,500,000	1,959,348	1,864,068
Bond issuance costs					
Total expenditures	<u>\$ 17,681,381</u>	<u>\$ 18,822,792</u>	<u>\$ 18,935,418</u>	<u>\$ 19,309,020</u>	<u>\$ 20,403,418</u>
Expenditures for capitalized assets	\$ 250,551	\$ 4,019,125	\$ 620,844	\$ 301,051	\$ 363,511
Debt service as a percentage of noncapital expenditures	16%	20%	17%	16%	15%

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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Excess (deficiency) of revenues over expenditures	\$ 2,650,711	\$ 247,985	\$ (6,081,356)	\$ (7,487,276)	\$ (514,097)
Other financing sources (uses):					
Issuance of School Improvement Bonds				13,920,000	
Refunding bonds issued					15,660,000
Premium on sale of bonds				1,284,976	
Capital lease agreements			92,078		269,582
Transfers in	220,383	259,757	272,393	326,217	250,607
Transfers out	(220,383)	(259,757)	(272,393)	(326,217)	(250,607)
Payment to refunded bond escrow agent					(15,463,444)
Insurance recoveries				47,632	
Total other financing sources (uses)			92,078	15,252,608	466,138
Changes in fund balances	<u>\$ 2,650,711</u>	<u>\$ 247,985</u>	<u>\$ (5,989,278)</u>	<u>\$ 7,765,332</u>	<u>\$ (47,959)</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Excess (deficiency) of revenues over expenditures	\$ 1,089,147	\$ (411,502)	\$ (1,402,526)	\$ (1,537,254)	\$ (283,376)
Other financing sources (uses):					
Capital lease agreements				49,106	
Transfers in	77,690	97,301	763,373	697	1,230
Transfers out	(77,690)	(97,301)	(763,373)	(697)	(1,230)
Total other financing sources (uses)				49,106	
Changes in fund balances	<u>\$ 1,089,147</u>	<u>\$ (411,502)</u>	<u>\$ (1,402,526)</u>	<u>\$ (1,488,148)</u>	<u>\$ (283,376)</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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 37,549,844	\$ 36,553,189	\$ 36,801,435	\$ 36,519,756	\$ 36,374,443
Agricultural and Vacant	19,227,050	19,657,791	20,560,067	21,973,988	24,504,340
Residential (Owner Occupied)	62,671,934	58,562,085	55,491,443	58,221,359	56,042,618
Residential (Rental)	<u>136,432,779</u>	<u>129,779,112</u>	<u>126,838,261</u>	<u>116,016,057</u>	<u>111,036,035</u>
Total	<u>\$ 255,881,607</u>	<u>\$ 244,552,177</u>	<u>\$ 239,691,206</u>	<u>\$ 232,731,160</u>	<u>\$ 227,957,436</u>
Gross Full Cash Value	\$ 2,607,174,225	\$ 2,430,631,745	\$ 2,386,311,651	\$ 2,237,607,460	\$ 2,122,902,082
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	11%
Total Direct Rate	6.00	6.11	6.18	5.49	5.22

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 37,583,867	\$ 40,354,457	\$ 43,027,722	\$ 44,981,124	\$ 46,402,345
Agricultural and Vacant	26,411,389	28,817,608	32,493,608	36,423,191	36,421,461
Residential (Owner Occupied)	55,530,054	61,699,550	73,334,783	210,049,325	226,253,804
Residential (Rental)	<u>106,542,052</u>	<u>116,471,750</u>	<u>124,714,890</u>	<u>12,010,916</u>	<u>12,804,105</u>
Total	<u>\$ 226,067,362</u>	<u>\$ 247,343,365</u>	<u>\$ 273,571,003</u>	<u>\$ 303,464,556</u>	<u>\$ 321,881,715</u>
Gross Full Cash Value	\$ 2,041,307,953	\$ 2,227,526,753	\$ 2,481,656,993	\$ 2,775,621,583	\$ 3,079,237,223
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	10%
Total Direct Rate	5.26	4.98	4.18	3.89	4.04

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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 39,287,730	\$ 37,389,893	\$ 37,615,590	\$ 37,230,520	\$ 36,429,538
Agricultural and Vacant	20,787,207	20,492,007	21,796,475	23,181,569	24,956,752
Residential (Owner Occupied)	68,678,509	62,815,341	60,260,168	61,005,873	57,628,224
Residential (Rental)	<u>143,479,885</u>	<u>134,972,433</u>	<u>132,814,893</u>	<u>121,090,742</u>	<u>113,785,553</u>
Total	<u>\$ 272,233,331</u>	<u>\$ 255,669,674</u>	<u>\$ 252,487,126</u>	<u>\$ 242,508,704</u>	<u>\$ 232,800,067</u>
Gross Full Cash Value	\$ 2,607,174,225	\$ 2,430,631,745	\$ 2,386,311,651	\$ 2,237,607,460	\$ 2,122,902,082
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	11%	11%	11%	11%
Estimated Net Full Cash Value	2,436,110,597	2,286,668,151	2,252,570,860	2,165,748,892	2,046,851,190
Total Direct Rate	6.00	6.11	6.18	5.49	5.22

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 37,614,710	\$ 40,392,985	\$ 43,102,884	\$ 45,165,452	\$ 46,651,220
Agricultural and Vacant	26,515,689	28,988,281	32,926,771	39,713,780	44,712,329
Residential (Owner Occupied)	55,566,643	61,719,536	73,411,937	210,523,881	237,270,941
Residential (Rental)	<u>106,652,419</u>	<u>116,568,664</u>	<u>124,856,499</u>	<u>12,032,947</u>	<u>13,287,368</u>
Total	<u>\$ 226,349,461</u>	<u>\$ 247,669,466</u>	<u>\$ 274,298,091</u>	<u>\$ 307,436,060</u>	<u>\$ 341,921,858</u>
Gross Full Cash Value	\$ 2,041,307,953	\$ 2,227,526,753	\$ 2,481,656,993	\$ 2,775,621,583	\$ 3,079,237,223
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Estimated Net Full Cash Value	1,966,511,261	2,151,712,590	2,376,119,818	2,672,400,361	3,163,331,613
Total Direct Rate	5.26	4.98	4.18	3.89	4.04

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

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

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

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

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
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	5.22
2015	0.51	0.82	0.10	0.30	1.66	0.10	0.24	3.91	1.35	5.26
2014	0.51	0.70	0.07	0.30	1.48	0.10	0.22	3.59	1.40	4.98
2013	0.47	0.64	0.05	0.30	1.35	0.10	0.20	2.91	1.26	4.18
2012	0.43	0.60	0.05	0.30	1.24	0.10	0.20	2.87	1.02	3.89
2011	0.36	0.56	0.05	0.30	1.13	0.10	0.20	2.94	1.09	4.04

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	2020		2011	
	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 (T&D)	\$ 3,621,189	1.42 %	\$ 2,437,462	0.76 %
Wal-Mart Stores Inc.	2,052,337	0.80	2,179,086	0.68
Unisource Energy Corporation	1,601,487	0.63	2,243,691	0.70
Lowes HIW Inc	1,333,603	0.52	1,544,643	0.48
Home Depot USA Inc	996,261	0.39	1,381,966	0.43
Arizona Water Company Lakeside	954,172	0.37	1,025,640	0.32
Citizens Telecomm of White Mountains	792,949	0.31	1,440,202	0.45
Bear Cub Properties LLC	638,684	0.25		0.00
Twice Markets LLC	401,733	0.16		0.00
Show Low Yale Casitas LLC	263,881	0.10		0.00
Commerce Bank of Arizona		0.00	1,198,480	0.37
Aspen Ridge Medical Complex LLC		0.00	909,031	0.28
Navapache Hospital District		0.00	903,266	0.28
Total	\$ 12,656,296	4.95 %	\$ 15,263,467	4.75 %

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
2020	\$ 14,081,016	\$ 13,679,953	97.15 %	\$	\$ 13,679,953	97.15 %
2019	13,902,109	13,491,727	97.05	(3,676)	13,488,051	97.02
2018	13,851,200	13,406,501	96.79	440,088	13,846,589	99.97
2017	11,627,823	11,293,089	97.12	332,714	11,625,803	99.98
2016	10,975,571	10,588,712	96.48	386,189	10,974,901	99.99
2015	10,940,499	10,571,371	96.63	368,915	10,940,286	100.00
2014	11,430,928		0.00	11,430,714	11,430,714	100.00
2013	10,617,927		0.00	10,617,174	10,617,174	99.99
2012	9,597,281		0.00	9,597,008	9,597,008	100.00
2011	10,700,204		0.00	10,699,865	10,699,865	100.00

Source: The source of this information is the 2018 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	Per Capita	Capital Leases	Total	Percentage of	Per Capita	Percentage of Personal Income	
				Estimated Actual Value (Full Cash Value)				Estimated Actual Value (Full Cash Value)			
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	
2012	22,600,000	307,569	22,292,431	0.80	1,960	454,097	23,054,097	0.83	2,027	0.87	
2011	24,050,000	714,750	23,335,250	0.76	2,222	914,339	24,964,339	0.81	2,378	0.92	

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

BLUE RIDGE UNIFIED SCHOOL DISTRICT NO. 32
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2020

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Navajo County	\$ 15,862,822	32.35 %	\$ 5,132,241
Town of Pinetop-Lakeside	910,902	100.00	910,902
Subtotal, Overlapping Debt			<u>6,043,143</u>
Direct:			
Blue Ridge Unified School District			<u>25,427,026</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 31,470,169</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation	8.79	%
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,952	
As a Percentage of Net Limited Assessed Valuation	11.15	%
As a Percentage of Gross Full Cash Value	1.09	%

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, 2019 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 2020:

Net full cash assessed valuation	\$ 272,233,331
Debt limit (20% of assessed value)	54,446,666
Debt applicable to limit	<u>23,118,836</u>
Legal debt margin	<u><u>\$ 31,327,830</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2020:

Net full cash assessed valuation	\$ 272,233,331
Debt limit (30% of assessed value)	81,669,999
Debt applicable to limit	<u>23,118,836</u>
Legal debt margin	<u><u>\$ 58,551,163</u></u>

	Fiscal Year Ended June 30				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Debt Limit	\$ 81,669,999	\$ 76,700,902	\$ 75,746,138	\$ 72,752,611	\$ 69,840,020
Total net debt applicable to limit	<u>23,118,836</u>	<u>25,885,086</u>	<u>28,552,457</u>	<u>31,214,976</u>	<u>17,570,000</u>
Legal debt margin	<u><u>\$ 58,551,163</u></u>	<u><u>\$ 50,815,816</u></u>	<u><u>\$ 47,193,681</u></u>	<u><u>\$ 41,537,635</u></u>	<u><u>\$ 52,270,020</u></u>
Total net debt applicable to the limit as a percentage of debt limit	28%	34%	38%	43%	25%
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Debt Limit	\$ 67,904,838	\$ 74,300,840		\$ 92,230,818	\$ 102,576,557
Total net debt applicable to limit	<u>18,120,000</u>	<u>19,560,000</u>	<u>21,100,000</u>	<u>22,600,000</u>	<u>24,050,000</u>
Legal debt margin	<u><u>\$ 49,784,838</u></u>	<u><u>\$ 54,740,840</u></u>	<u><u>\$ (21,100,000)</u></u>	<u><u>\$ 69,630,818</u></u>	<u><u>\$ 78,526,557</u></u>
Total net debt applicable to the limit as a percentage of debt limit	27%	26%	#DIV/0!	25%	23%

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>
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
2011	107,398		2,663,929		24,731	13.9	11,371
2010	107,449		2,719,874		25,284	15.6	10,500

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

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

Employer	2020			2011		
	Employees	Percentage of Total Employment		Employees	Percentage of Total Employment	
Hon Dah Casino	450	1.24	%	410	1.11	%
Blue Ridge Unified School District	170	0.47		210	0.57	
Ace Hardware	130	0.36				
Navopache Electric Cooperative, Inc.	80	0.22		110	0.30	
White Mountain Entertainment, Inc.	70	0.19				
Safeway Stores, Inc.	70	0.19		145	0.39	
Charlie Clarks Steakhouse, LLC	70	0.19				
McDonalds	50	0.14				
Community Counseling Centers, Inc.	50	0.14				
Pinetop Volunteer Fire District	40	0.11				
Picos Nursery, Inc.	40	0.11				
Catholic Charities Community Services, Inc.	40	0.11				
Its Magic Inc.	40	0.11				
Us Oncology, Inc.	40	0.11				
USDA Forest Service	40	0.11				
Total	1,380	3.80	%	875	2.37	%
Total employment	36,221			36,914		

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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</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	2	2	2	3
Total supervisory	<u>6</u>	<u>7</u>	<u>7</u>	<u>7</u>	<u>8</u>
Instruction					
Teachers	103	110	115	121	115
Other professionals (instructional)	3	3	3	3	2
Aides	34	43	45	47	38
Total instruction	<u>140</u>	<u>156</u>	<u>163</u>	<u>171</u>	<u>155</u>
Student Services					
Nurses					
Counselors/Advisors	4	4	4	4	4
Technicians	17	18	9	9	13
Total student services	<u>21</u>	<u>22</u>	<u>13</u>	<u>13</u>	<u>17</u>
Support and Administration					
Clerical workers	21	21	19	19	17
Maintenance workers	25	25	23	24	20
Bus Drivers	13	14	14	16	11
Other classified	11	11	14	14	13
Total support and administration	<u>70</u>	<u>71</u>	<u>70</u>	<u>73</u>	<u>61</u>
Total	<u><u>237</u></u>	<u><u>256</u></u>	<u><u>253</u></u>	<u><u>264</u></u>	<u><u>241</u></u>

(Continued)

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Supervisory					
Superintendent	1	1	1	1	1
Consultants/supervisors of instruction	1	1	1	1	1
Principals	4	4	4	4	5
Assistant principals	3	3	3	3	3
Total supervisory	<u>9</u>	<u>9</u>	<u>9</u>	<u>9</u>	<u>10</u>
Instruction					
Teachers	109	119	127	131	137
Other professionals (instructional)	1				
Aides	37	39	41	43	49
Total instruction	<u>147</u>	<u>158</u>	<u>168</u>	<u>174</u>	<u>186</u>
Student Services					
Nurses	1	1	1	1	1
Counselors/Advisors	3	4	4	4	4
Technicians	13	16	15	15	10
Total student services	<u>17</u>	<u>21</u>	<u>20</u>	<u>20</u>	<u>15</u>
Support and Administration					
Clerical workers	16	16	16	17	22
Maintenance workers	20	20	20	22	25
Bus Drivers	12	16	16	16	17
Other classified	14	17	18	17	19
Total support and administration	<u>62</u>	<u>69</u>	<u>70</u>	<u>72</u>	<u>83</u>
Total	<u><u>235</u></u>	<u><u>257</u></u>	<u><u>267</u></u>	<u><u>275</u></u>	<u><u>294</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
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	2.59	127	17.4	53.0
2012	2,282	15,841,512	6,942	(0.35)	18,935,620	8,298	(1.31)	131	17.4	51.0
2011	2,379	16,573,218	6,966	(1.78)	20,003,022	8,408	2.76	137	17.4	51.0

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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<u>Schools</u>										
Elementary										
Buildings	7	7	7	7	7	7	7	7	7	7
Square feet	101,798	101,798	101,798	101,798	70,714	70,714	70,714	70,714	70,714	70,714
Capacity	1,272	1,272	1,272	1,272	883	883	883	883	883	883
Enrollment	943	943	988	1,097	1,097	1,000	1,003	1,097	1,100	1,100
Middle										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	58,071	58,071	58,071	58,071	63,765	63,765	63,765	63,765	63,765	63,765
Capacity	725	725	725	725	797	797	797	797	797	797
Enrollment	354	354	375	351	351	304	345	389	389	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	682	682	723	791	791	699	726	770	770	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	34	34	41	29	29	29	30	32	31
<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	4	4	4	4	4	4

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

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