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# **LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**

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## **Comprehensive Annual Financial Report**

**Fiscal Year Ended June 30, 2015**



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**

**BUCKEYE, ARIZONA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2015**

Issued by:  
Business Services Department

# **LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**

## **TABLE OF CONTENTS**

<b><u>INTRODUCTORY SECTION</u></b>	<b><u>Page</u></b>
Letter of Transmittal	i
ASBO Certificate of Excellence	vii
GFOA Certificate of Achievement	viii
Organizational Chart	ix
List of Principal Officials	x
 <b><u>FINANCIAL SECTION</u></b>	
INDEPENDENT AUDITOR’S REPORT	1
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)	5
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	18
Statement of Activities	19
Fund Financial Statements:	
Balance Sheet – Governmental Funds	22
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position	25
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	26
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities	28
Statement of Assets and Liabilities – Fiduciary Funds	29

# **LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**

## **TABLE OF CONTENTS**

<b><u>FINANCIAL SECTION</u></b>	<b><u>Page</u></b>
<b>BASIC FINANCIAL STATEMENTS</b>	
Notes to Financial Statements	30
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Schedule of Revenues Expenditures and Changes in Fund Balances – Budget and Actual:	
General Fund	54
Schedule of Proportionate Share of the Net Pension Liability	55
Schedule of Contributions	55
Notes to Required Supplementary Information	56
<b>COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES</b>	
Governmental Funds:	
Combining Balance Sheet – All Non-Major Governmental Funds – By Fund Type	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Non-Major Governmental Funds – By Fund Type	61
Special Revenue Funds:	
Combining Balance Sheet	64
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	68
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	72
Debt Service Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	90

# **LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**

## **TABLE OF CONTENTS**

<b><u>FINANCIAL SECTION</u></b>	<b><u>Page</u></b>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Capital Projects Funds:	
Combining Balance Sheet	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	94
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	96
Agency Funds:	
Combining Statement of Assets and Liabilities	102
Combining Statement of Changes in Assets and Liabilities	103
 <b><u>STATISTICAL SECTION</u></b>	
Financial Trends:	
Net Position by Component	107
Expenses, Program Revenues, and Net (Expense)/Revenue	108
General Revenues and Total Changes in Net Position	110
Fund Balances – Governmental Funds	112
Governmental Funds Revenues	114
Governmental Funds Expenditures and Debt Service Ratio	116
Other Financing Sources and Uses and Net Changes in Fund Balances – Governmental Funds	118

# **LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**

## **TABLE OF CONTENTS**

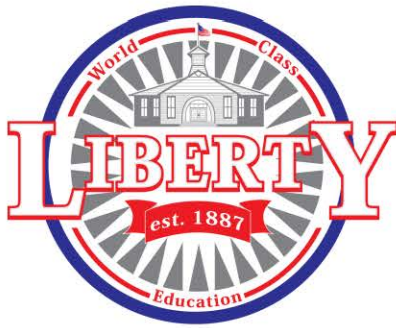
<b><u>STATISTICAL SECTION</u></b>	<b><u>Page</u></b>
Revenue Capacity:	
Primary Assessed Value and Estimated Actual Value of Taxable Property by Class	119
Secondary Assessed Value of Taxable Property by Class	120
Property Tax Assessment Ratios	121
Direct and Overlapping Property Tax Rates	122
Principal Property Taxpayers	123
Property Tax Levies and Collections	124
Debt Capacity:	
Outstanding Debt by Type	125
Direct and Overlapping Governmental Activities Debt	126
Direct and Overlapping General Bonded Debt Ratios	126
Legal Debt Margin Information	127
Demographic and Economic Information:	
County-Wide Demographic and Economic Statistics	128
Principal Employers	129
Operating Information:	
Full-Time Equivalent District Employees by Type	130
Operating Statistics	132
Capital Assets Information	133

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## **INTRODUCTORY SECTION**



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**Governing Board**

Mr. Mike Greenfield  
Mr. Daniel Higgins  
Mr. Paul Jensen  
Mr. Mike Newman  
Dr. Kathy Shelton

December 23, 2015

Citizens and Governing Board  
Liberty Elementary School District No. 25  
19871 West Fremont Road  
Buckeye, Arizona 85326

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 Liberty Elementary School District No. 25 (District) for the fiscal year ended June 30, 2015.

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, 2015 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, 2015, 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 U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* designed to meet the special needs of federal grantor agencies. 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 audited District's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Reporting Package.

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

## **PROFILE OF THE DISTRICT**

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from preschool through grade eight, with an estimated current enrollment of 3,362 students.

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

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

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

The District was organized in 1910 and encompasses 320 square miles in the west-central section of Maricopa County. Liberty Elementary School District No. 25 is comprised of five schools: Liberty Elementary School with a student enrollment of 587 students, Estrella Mountain Elementary School with a student enrollment of 586 students, Rainbow Valley School with a student enrollment of 655 students, Westar Elementary School with a student enrollment of 671 students, and Freedom Elementary School with a student enrollment of 863 students. Furthering educational opportunities, the District intends to open a new signature K-8 elementary school in the upcoming 2015-2016 school year. The District is located 25 miles west of downtown Phoenix, Arizona and includes portions of the City of Goodyear, the City of Buckeye, the City of Avondale and specific Maricopa County unorganized areas.

Currently the district has nine National Board Certified teachers. National Board advances student learning and achievement by establishing the definitive standards and systems for certifying accomplished educators, providing programs and advocating policies that support excellence in teaching and leading and engaging National Board Certified Teachers (NBCTs) and leaders in that process. Our teachers continue to sign up for the certification program.

The District continues to professionally grow its staff. In addition to the seven Arizona Master Teachers, this year Liberty added one Master Teacher Principal. A Master Teacher is an Arizona K-12 certification program similar to the National Board Certification program. Teachers examine specific practices, attend classes on master teaching and complete a field study including a video of his/her teaching. The work is scored and those completing the course at or above the expected level are awarded Master Teacher.

Estrella Mountain Elementary is an International Baccalaureate World School authorized to provide the Primary Years Program (PYP) and the Middle Years Program (MYP). The International Baccalaureate (IB) aims to develop inquiring, knowledgeable, and caring young people who help to create a better and more peaceful world through intercultural understanding and respect. Estrella Mountain offers Spanish as a second language for all students.

Freedom and Westar Elementary are Science, Technology, Engineering, and Math (STEM) schools. Both schools have extensive partnerships with University of Arizona and Arizona State University. The QESST program from ASU provides solar technology lessons in fourth and fifth grades. The Steam Machine program through the Polytechnic Campus support the engineering programs on the campuses. Both schools boast Science labs at all grade levels and extensive technology integration. Freedom was named a Future STEM School and is part of the Northern Arizona University program to support the growth and development of staff in providing STEM lessons to students. Westar wrote and received a grant to support the implementation of an eco-system pond where students will conduct experiments and observations. Both schools participate in the SciFest Program. Freedom Elementary has a Science Ranger Program which is a student organization on campus to promote the sciences for all students. Westar Elementary actively participates in robotics and Lego Leagues.

Rainbow Valley provides a Steven Covey Leader in Me program where students practice the Seven Habits of Highly Effective People. Leadership skill building is a focus on the campus. The staff has developed a Lighthouse Leadership Team. Students and staff have been invited to speak at several major events in support of building future leaders including a visit to the Arizona Department of Education where they presented what the leadership program has meant

to them. Student activism and involvement in the community has grown since the inception of the program.

Liberty Elementary provides an Agriculture Science experience for students. The school has developed a curriculum around agriculture science with a community garden and small animal sciences. Partnership with Northern Arizona University, Arizona State University and University of Arizona support the development of unique integrated project-based curriculum focused on agriculture sciences. A partnership with Buckeye Union High School provides support in bridging elementary and high school. They have been selected to present at the National Agriculture Conference.

All schools in the Liberty Elementary School District received an “A”, “B” or “C” letter grade with the overall District rating of a “B”. Additionally, all schools actively participate in Science Olympiad, a competitive Science club where students compete against other schools, Westside Impact Science Fair, Spelling Bee Competitions, and the annual Math Challenge. Liberty students have consistently placed in these competitions.

The District continues to provide Art, Music and PE for all grade levels on all campuses. The Save the Music program is still used and piano labs are a regular part of Music class. All schools provide band for middle school students. Competitive sports are offered as extra-curricular activities in grades 6-7-8 with trophy placing teams in all sports; boys and girls basketball, baseball, softball, soccer, and volleyball. Students participate in National Junior Honor Society at all schools. Student Council members are actively making a difference at all school sites. Most schools have an active Parent Organization and all sites have a Parent Council that works with the principal in gathering feedback from stakeholders. The council works with the principal in the decision making process.

As part of the LEA improvement process, the district has partnered with the Rodel Foundation to offer Math 20/20, a program that focuses on math standards and developing a deeper understanding for the teacher. Additionally, the District has a New Teacher Mentoring Program. The program goals include nurturing best practices to improve instruction and teacher retention. The program has seen an increase in the number of returning teachers.

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 Phoenix metropolitan area and the rest of Maricopa County were one of the fastest growing regional markets in the United States in the late 1990's and early 2000's. This growth was stimulated by a combination of warm climate, a substantial well educated labor pool, a wide range of support industries, and a governmental climate that is supportive of economic growth and investment. As the economy rebounds, growth is anticipated based on these factors.

A few of the major non-governmental employers represented in the Phoenix metropolitan area include Wal-Mart Stores, Inc., Banner Health Systems, Wells Fargo Company, Bank of America, Apollo Group, Inc. and Raytheon Co. In addition, the metropolitan area provides excellent educational and training opportunities through seven community colleges, four private colleges and graduate schools, and one state university.

Maricopa County is located in the south-central portion of Arizona and encompasses an area of approximately 9,226 square miles. Its boundaries encompass the cities of Phoenix, Scottsdale, Mesa, Tempe, Glendale, Chandler, and such towns as Gilbert, Paradise Valley and Buckeye. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14<sup>th</sup> in land area. Current population is projected at 4.0 million. Maricopa County has a very wide range of economic sectors supporting its substantial growth. Maricopa County has, for some time, enjoyed an unemployment rate that was somewhat lower than the national average.

Service is the largest employment sector in the County, partly fueled by the tourism industry. The County has excellent accommodations, diverse cultural and recreational activities, and a favorable climate attracting millions to the area annually. Wholesale and retail trade is the second largest employment category. Manufacturing consisting primarily of high technology companies is the third largest employer. Other factors providing for economic growth include major expansions of the international airport serving the area, a favorable business climate and the presence of a well developed and expanding transportation infrastructure.

The economy of the District is a mixture of farming, commercial enterprises, light manufacturing and ginning. Agriculture has been the mainstay of the area for many years; however, residential property remains the single largest category of assessed valuation. The secondary assessed valuation for the current year is \$195.4 million which is down considerably as a result of the downward adjustment of overstated home values which stemmed from the housing boom. The average age of the District's school buildings is 25 years.

**Long-term Financial Planning.** Long term growth projections indicate potential double digit enrollment increases as communities are developed within the District's boundaries. Additionally, annual modification of the District open enrollment policy continues to increase enrollment. The District explores all practical and legal sources of monetary income and guides the expenditure of funds to achieve the greatest education return. The District strives to maintain, within budget limits, a level of per-student expenditures needed to provide a world class education and fosters high-quality schools. The District utilizes budgetary practices which ensure full allowable budget balance carry forward. Additional conservative fiscal practices of

setting aside monies in the form of prepaid items and building capital reserves have been established to strengthen fiscal stability. Passage of a \$15 million Special Bond Election in November 2013 will enable the District to construct and improve school facilities, install safety and security upgrades, purchase technology, furniture, and equipment, and purchase new transportation vehicles.

## **AWARDS AND ACKNOWLEDGMENTS**

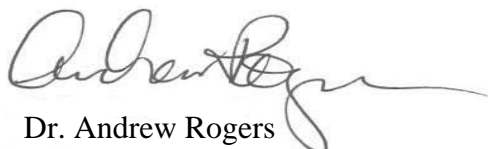
**Awards.** The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2014. This was the twentieth consecutive year that the District has received this 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, 2014. 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, 2015 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 services department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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

Respectfully submitted,



Dr. Andrew Rogers  
Superintendent



Kelley Baysinger  
Director of Finance

# Association of School Business Officials International



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

## Liberty Elementary School District No. 25

*For Its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2014*

The CAFR has been reviewed and met or exceeded  
ASBO International's Certificate of Excellence standards



A handwritten signature in black ink, appearing to read "M. Pepera", is written over a horizontal line.

Mark C. Pepera, MBA, RSBO, SFO  
President

A handwritten signature in black ink, appearing to read "John D. Musso", is written over a horizontal line.

John D. Musso, CAE, RSBA  
Executive Director





Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Liberty Elementary School  
District No. 25, Arizona**

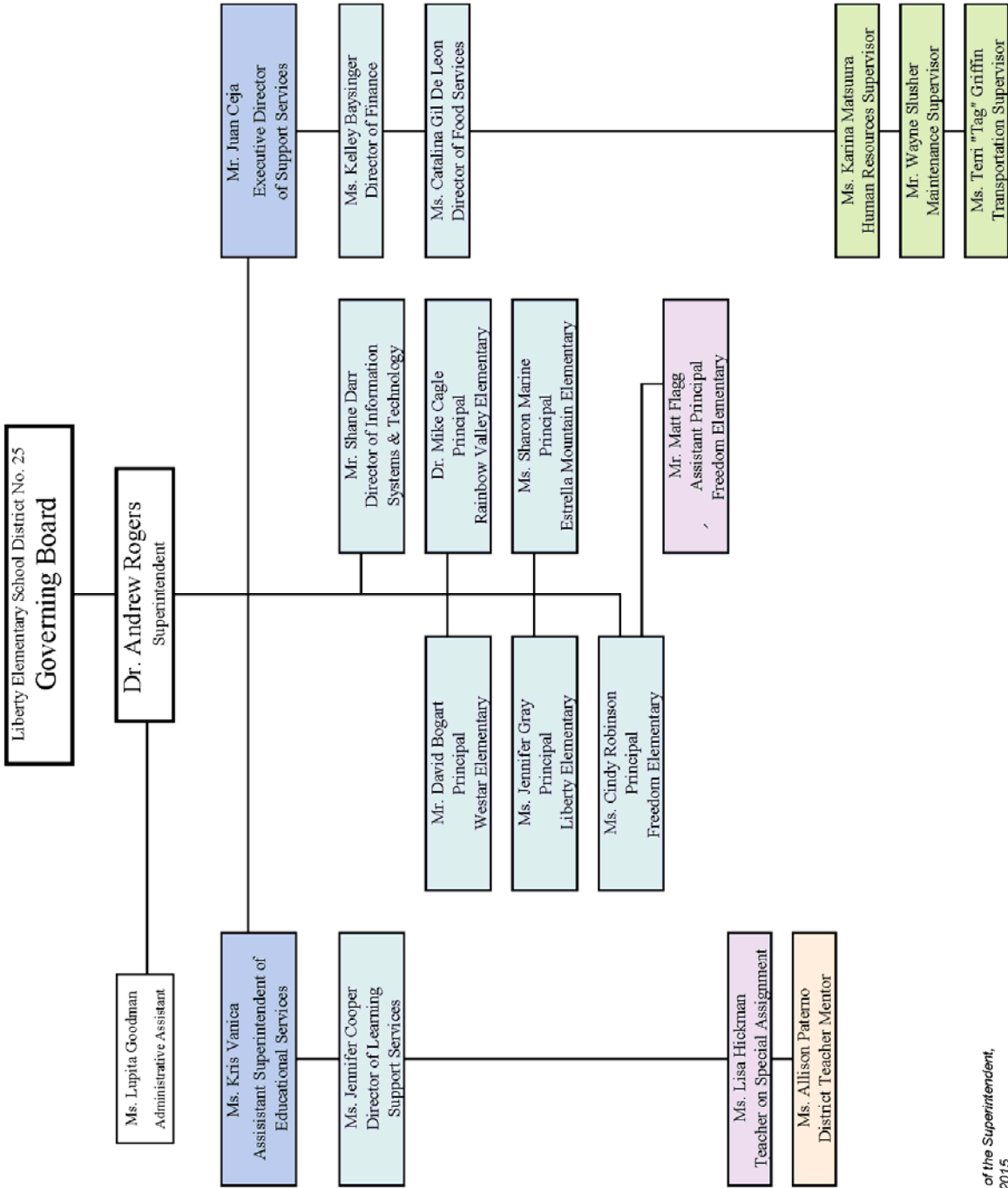
For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

A handwritten signature in black ink, reading "Jeffrey R. Enos". The signature is fluid and cursive.

Executive Director/CEO

# Leadership Team Organizational Directory



Office of the Superintendent,  
2014-2015

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**LIST OF PRINCIPAL OFFICIALS**

**GOVERNING BOARD**

Dr. Kathryn Shelton, President

Mike Newman, Member

Paul Jensen, Member

Mike Greenfield, Member

Daniel Higgins, Member

**ADMINISTRATIVE STAFF**

Dr. Andrew Rogers, Superintendent

Kristena Vanica, Assistant Superintendent Educational Services

Juan Ceja, Executive Director of Support Services

Jennifer Cooper, Director of Special Services

Kelley Baysinger, Director of Finance

Shane Darr, Director of Information Services

Jennifer Gray, Principal Liberty Elementary School

Sharon Marine, Principal Estrella Mountain Elementary School

Dr. Michael Cagle, Principal Rainbow Valley Elementary School

David Bogart, Principal Westar Elementary School

Cynthia Robinson, Principal Freedom Elementary School

## **FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Liberty Elementary School District No. 25

### **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 Liberty Elementary School District No. 25 (District), as of and for the year ended June 30, 2015, 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 Liberty Elementary School District No. 25, as of June 30, 2015, 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. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, for the year ended June 30, 2015, 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 December 23, 2015, on our consideration of Liberty Elementary School District No. 25'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 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 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 Liberty Elementary School District No. 25's internal control over financial reporting and compliance.

*Heinfeld, Meech & Co., P.C.*

HEINFELD, MEECH & CO., P.C.  
CPAs and Business Consultants

December 23, 2015

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



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**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

As management of the Liberty Elementary School District No. 25 (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, 2015. 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 \$950,203 which represents an increase of seven percent from the prior fiscal year primarily due to an increase in property tax revenue as a result of increases in assessed values and tax rates.
- General revenues accounted for \$23.3 million in revenue, or 85 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$4.0 million or 15 percent of total current fiscal year revenues.
- The District had approximately \$26.3 million in expenses related to governmental activities, an increase of six percent from the prior fiscal year that was due primarily to an increase in instruction expenses as a result of bond issuance costs and the removal of construction in progress for construction that will not be completed.
- Among major funds, the General Fund had \$19.8 million in current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$19.0 million in expenditures. The General Fund's fund balance increase from \$2.5 million at the prior fiscal year end to \$3.5 million at the end of the current fiscal year was primarily due to an increase in property tax revenue.

### **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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2015**

**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 can be divided into two categories: governmental funds and fiduciary 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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2015**

**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, Debt Service and Bond Building Funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. Due to their custodial nature, fiduciary funds do not have a measurement focus.

**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. 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 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 of resources exceeded liabilities and deferred inflows of resources by \$14.4 million at the current fiscal year end.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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 following table presents a summary of the District's net position for the fiscal years ended June 30, 2015 and June 30, 2014.

	As of June 30, 2015	As of June 30, 2014
Current and other assets	\$ 13,609,699	\$ 9,314,750
Capital assets, net	47,456,962	36,925,626
Total assets	<u>61,066,661</u>	<u>46,240,376</u>
Deferred outflows	<u>2,836,372</u>	
Current and other liabilities	3,612,999	1,842,465
Long-term liabilities	42,097,790	8,270,842
Total liabilities	<u>45,710,789</u>	<u>10,113,307</u>
Deferred inflows	<u>3,820,118</u>	
Net position:		
Net investment in capital assets	28,563,571	28,840,906
Restricted	3,259,355	3,433,081
Unrestricted	(17,450,800)	3,853,082
Total net position	<u>\$ 14,372,126</u>	<u>\$ 36,127,069</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 \$17.5 million. The deficit arose because of the implementation of GASB Statement No. 68 which required the District to record a liability for its proportionate share of the state pension plan's unfunded liability. The District reported positive balances in all three categories of net position in the prior fiscal year.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

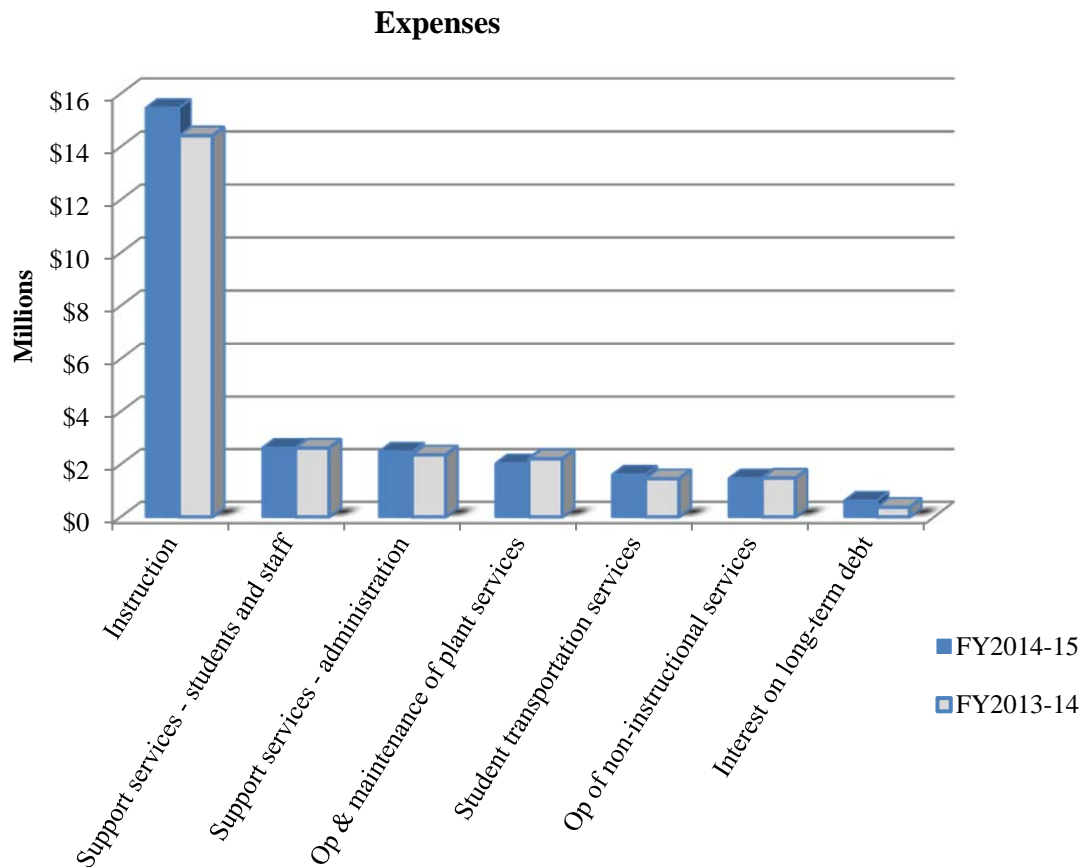
- The addition of \$11.4 million in capital assets due primarily to the construction of a new school.
- The addition of \$21.8 million in pension liabilities due to the implementation of new pension reporting standards.
- The addition of \$900,000 of land donated to the District.
- The issuance of \$12.5 million in school improvement bonds.

**Changes in net position.** The District's total revenues for the current fiscal year were \$27.2 million. The total cost of all programs and services was \$26.3 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2015 and June 30, 2014.

	<u>Fiscal Year Ended June 30, 2015</u>	<u>Fiscal Year Ended June 30, 2014</u>
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 858,543	\$ 990,981
Operating grants and contributions	2,233,679	2,464,646
Capital grants and contributions	900,000	
General revenues:		
Property taxes	7,567,018	4,979,188
Investment income	54,862	17,409
Unrestricted county aid	1,327,338	1,305,396
Unrestricted state aid	14,111,398	14,572,046
Unrestricted federal aid	190,393	145,788
<b>Total revenues</b>	<u>27,243,231</u>	<u>24,475,454</u>
<b>Expenses:</b>		
Instruction	15,459,914	14,404,498
Support services – students and staff	2,629,217	2,611,092
Support services – administration	2,477,730	2,351,699
Operation and maintenance of plant services	2,035,983	2,204,599
Student transportation services	1,609,244	1,448,404
Operation of non-instructional services	1,462,727	1,471,056
Interest on long-term debt	618,213	361,891
<b>Total expenses</b>	<u>26,293,028</u>	<u>24,853,239</u>
<b>Changes in net position</b>	<u>950,203</u>	<u>(377,785)</u>
<b>Net position, beginning, as restated</b>	<u>13,421,923</u>	<u>36,504,854</u>
<b>Net position, ending</b>	<u>\$ 14,372,126</u>	<u>\$ 36,127,069</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**



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

- An increase of \$1.1 million in instructional expenses primarily due to bond issuance costs and the removal of construction in progress for construction that will not be completed.
- An increase of \$900,000 in capital grants and contributions due to land donated to the District.
- An increase of \$2.6 million in property tax revenues due to an increase in property tax rates.

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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

	Year Ended June 30, 2015		Year Ended June 30, 2014	
	Total Expenses	Net (Expense)/ Revenue	Total Expenses	Net (Expense)/ Revenue
Instruction	\$ 15,459,914	\$ (13,435,937)	\$ 14,404,498	\$ (13,152,102)
Support services – students and staff	2,629,217	(2,360,279)	2,611,092	(2,333,988)
Support services – administration	2,477,730	(2,468,485)	2,351,699	(2,335,386)
Operation and maintenance of plant services	2,035,983	(1,972,331)	2,204,599	(1,918,401)
Student transportation services	1,609,244	(1,605,952)	1,448,404	(1,444,799)
Operation of non-instructional services	1,462,727	160,391	1,471,056	148,955
Interest on long-term debt	618,213	(618,213)	361,891	(361,891)
<b>Total</b>	<b>\$ 26,293,028</b>	<b>\$ (22,300,806)</b>	<b>\$ 24,853,239</b>	<b>\$ (21,397,612)</b>

- The cost of all governmental activities this year was \$26.3 million.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$4.0 million.
- Net cost of governmental activities of \$22.3 million was partially financed by general revenues, which are made up of primarily property taxes of \$7.6 million and unrestricted state aid of \$14.1 million.

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$7.9 million, an increase of \$2.0 million as the result of an increase in property taxes and unspent bond proceeds.



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

The General Fund comprises 45 percent of the total fund balance. Approximately \$3.3 million or 95 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 \$1.0 million in the General Fund to \$3.5 million as of fiscal year end was primarily a result of an increase in property tax revenues resulting from an increase in rates.

The fund balance in the Debt Service Fund increased \$39,470 to \$138,218 at year end, which was insignificant.

The Bond Building Fund had an increase of fund balance of \$1.2 million, representing the unspent portion of the issuance of \$12.5 million in school improvement bonds.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District revised the General Fund annual expenditure budget. The difference between the original budget and the final amended budget was a \$124,945 increase or less than one percent.

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. There were no significant expenditure variances. The District is not required to adopt a revenue budget and accordingly, variances may exist.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the District had invested \$63.1 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 \$11.7 million from the prior fiscal year. Total depreciation expense for the year was \$1.3 million.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2015 and June 30, 2014.

	As of <u>June 30, 2015</u>	As of <u>June 30, 2014</u>
Capital assets – non-depreciable	\$ 17,267,587	\$ 5,703,010
Capital assets – depreciable, net	<u>30,189,375</u>	<u>31,222,616</u>
<b>Total</b>	<u><u>\$ 47,456,962</u></u>	<u><u>\$ 36,925,626</u></u>

The estimated cost to complete current construction projects is \$914,880.

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

**Debt Administration.** At year-end, the District had \$20.1 million in long-term debt outstanding, \$1.4 million due within one year. Long-term debt increased by \$12.0 million due to the issuance of \$12.5 million in school improvement bonds..

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 15 percent of the total secondary assessed valuation) and the statutory debt limit on Class B bonds (the greater of 10 percent of the secondary assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$29.3 million and the Class B debt limit is \$19.5 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

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

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

Many factors were considered by the District's administration during the process of developing the fiscal year 2015-16 budget. Among them:

- Fiscal year 2014-15 budget balance carry forward (estimated \$600,000).
- District student population (estimated 3,148).

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

Budgeted expenditures in the General Fund decreased eight percent to \$18.2 million in fiscal year 2015-16, due to decreased capacity primarily as a result of the state mandated reversion of the three District sponsored charter schools back to regular district schools. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2015-16 budget.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**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 Services Department, Liberty Elementary School District No. 25, 19871 West Fremont Road, Buckeye, Arizona 85326.

## **BASIC FINANCIAL STATEMENTS**

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## **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2015**

	Governmental Activities
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 7,928,395
Property taxes receivable	850,004
Due from governmental entities	4,642,889
Prepaid items	188,411
Total current assets	<u>13,609,699</u>
Noncurrent assets:	
Capital assets not being depreciated	17,267,587
Capital assets, net of accumulated depreciation	<u>30,189,375</u>
Total noncurrent assets	<u>47,456,962</u>
<b>Total assets</b>	<u><b>61,066,661</b></u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	
Pension plan items	<u>2,836,372</u>
<b><u>LIABILITIES</u></b>	
Current liabilities:	
Accounts payable	415,659
Construction contracts payable	2,071,367
Accrued payroll and employee benefits	713,576
Compensated absences payable	91,628
Accrued interest payable	363,135
Unearned revenues	49,262
Obligations under capital leases	58,642
Bonds payable	1,315,000
Total current liabilities	<u>5,078,269</u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	<u>40,632,520</u>
Total noncurrent liabilities	<u>40,632,520</u>
<b>Total liabilities</b>	<u><b>45,710,789</b></u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	
Pension plan items	<u>3,820,118</u>
<b><u>NET POSITION</u></b>	
Net investment in capital assets	28,563,571
Restricted for:	
Voter approved initiatives	423,130
Food service	565,811
Civic center	359,903
Community school	177,623
Other local initiatives	30,892
Debt service	184,922
Capital outlay	1,517,074
Unrestricted	<u>(17,450,800)</u>
<b>Total net position</b>	<u><b>\$ 14,372,126</b></u>

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2015**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental activities:</b>					
Instruction	\$ 15,459,914	\$ 173,938	\$ 950,039	\$ 900,000	\$ (13,435,937)
Support services - students and staff	2,629,217		268,938		(2,360,279)
Support services - administration	2,477,730		9,245		(2,468,485)
Operation and maintenance of plant services	2,035,983	63,652			(1,972,331)
Student transportation services	1,609,244		3,292		(1,605,952)
Operation of non-instructional services	1,462,727	620,953	1,002,165		160,391
Interest on long-term debt	618,213				(618,213)
<b>Total governmental activities</b>	<u>\$ 26,293,028</u>	<u>\$ 858,543</u>	<u>\$ 2,233,679</u>	<u>\$ 900,000</u>	<u>(22,300,806)</u>
<b>General revenues:</b>					
Taxes:					
Property taxes, levied for general purposes					5,200,342
Property taxes, levied for debt service					1,809,762
Property taxes, levied for capital outlay					556,914
Investment income					54,862
Unrestricted county aid					1,327,338
Unrestricted state aid					14,111,398
Unrestricted federal aid					190,393
<b>Total general revenues</b>					<u>23,251,009</u>
<b>Changes in net position</b>					950,203
<b>Net position, beginning of year, as restated</b>					<u>13,421,923</u>
<b>Net position, end of year</b>					<u>\$ 14,372,126</u>

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



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## **FUND FINANCIAL STATEMENTS**

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2015**

	<u>General</u>	<u>Debt Service</u>	<u>Bond Building</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$	\$ 1,809,504	\$ 3,278,434
Property taxes receivable	714,226	53,553	
Due from governmental entities	4,293,682		
Due from other funds			
Prepaid items	188,411		
<b>Total assets</b>	<u><u>\$ 5,196,319</u></u>	<u><u>\$ 1,863,057</u></u>	<u><u>\$ 3,278,434</u></u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 314,317	\$	\$
Construction contracts payable			2,071,367
Due to other funds	513,145		
Accrued payroll and employee benefits	152,863		
Unearned revenues			
Bonds payable		1,315,000	
Bond interest payable		363,135	
<b>Total liabilities</b>	<u><u>980,325</u></u>	<u><u>1,678,135</u></u>	<u><u>2,071,367</u></u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u><u>695,402</u></u>	<u><u>46,704</u></u>	
Fund balances (deficits):			
Nonspendable	188,411		
Restricted		138,218	1,207,067
Unassigned	3,332,181		
<b>Total fund balances</b>	<u><u>3,520,592</u></u>	<u><u>138,218</u></u>	<u><u>1,207,067</u></u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u><u>\$ 5,196,319</u></u>	<u><u>\$ 1,863,057</u></u>	<u><u>\$ 3,278,434</u></u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 2,840,457	\$ 7,928,395
82,225	850,004
349,207	4,642,889
540,134	540,134
	188,411
<u>\$ 3,812,023</u>	<u>\$ 14,149,833</u>

\$ 101,342	\$ 415,659
	2,071,367
26,989	540,134
560,713	713,576
49,262	49,262
	1,315,000
	363,135
<u>738,306</u>	<u>5,468,133</u>

<u>82,225</u>	<u>824,331</u>
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	188,411
2,992,208	4,337,493
(716)	3,331,465
<u>2,991,492</u>	<u>7,857,369</u>

<u>\$ 3,812,023</u>	<u>\$ 14,149,833</u>
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**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2015**

<b>Total governmental fund balances</b>	<b>\$</b>	<b>7,857,369</b>
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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	\$ 63,057,579	
Less accumulated depreciation	<u>(15,600,617)</u>	47,456,962

Property tax receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.	824,331
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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	2,836,372	
Deferred inflows of resources related to pensions	<u>(3,820,118)</u>	(983,746)

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

Compensated absences payable	(151,750)	
Obligations under capital leases	(183,452)	
Net pension liability	(21,845,582)	
Bonds payable	<u>(18,602,006)</u>	<u>(40,782,790)</u>

<b>Net position of governmental activities</b>	<b>\$</b>	<b><u>14,372,126</u></b>
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**The notes to the basic financial statements are an integral part of this statement.**

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<u>General</u>	<u>Debt Service</u>	<u>Bond Building</u>
<b>Revenues:</b>			
Other local	\$ 1,505,486	\$ 20,270	\$ 12,642
Property taxes	5,258,045	1,796,837	
State aid and grants	12,851,684		
Federal aid, grants and reimbursements	190,393		
<b>Total revenues</b>	<u>19,805,608</u>	<u>1,817,107</u>	<u>12,642</u>
<b>Expenditures:</b>			
Current -			
Instruction	10,945,621		
Support services - students and staff	2,252,080		
Support services - administration	2,325,988		
Operation and maintenance of plant services	1,966,403		
Student transportation services	1,369,836		
Operation of non-instructional services	41,757		
Capital outlay	134,309		11,285,225
Debt service -			
Principal retirement		1,315,000	
Interest and fiscal charges		626,363	
Bond issuance costs			246,894
<b>Total expenditures</b>	<u>19,035,994</u>	<u>1,941,363</u>	<u>11,532,119</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>769,614</u>	<u>(124,256)</u>	<u>(11,519,477)</u>
<b>Other financing sources (uses):</b>			
Transfer in	76,468	163,726	
Transfer out			(163,726)
Issuance of school improvement bonds			12,525,000
Premium on sale of bonds			365,270
<b>Total other financing sources (uses):</b>	<u>76,468</u>	<u>163,726</u>	<u>12,726,544</u>
<b>Changes in fund balances</b>	<u>846,082</u>	<u>39,470</u>	<u>1,207,067</u>
<b>Fund balances, beginning of year</b>	2,486,099	98,748	
Increase (decrease) in reserve for prepaid items	188,411		
<b>Fund balances, end of year</b>	<u>\$ 3,520,592</u>	<u>\$ 138,218</u>	<u>\$ 1,207,067</u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 789,939	\$ 2,328,337
474,689	7,529,571
1,364,467	14,216,151
2,041,332	2,231,725
<u>4,670,427</u>	<u>26,305,784</u>
2,097,620	13,043,241
278,227	2,530,307
10,261	2,336,249
86	1,966,489
8,642	1,378,478
1,380,198	1,421,955
1,061,605	12,481,139
56,268	1,371,268
10,114	636,477
	246,894
<u>4,903,021</u>	<u>37,412,497</u>
<u>(232,594)</u>	<u>(11,106,713)</u>
	240,194
(76,468)	(240,194)
	12,525,000
	365,270
<u>(76,468)</u>	<u>12,890,270</u>
<u>(309,062)</u>	<u>1,783,557</u>
3,300,554	5,885,401
	188,411
<u>\$ 2,991,492</u>	<u>\$ 7,857,369</u>



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2015**

**Net changes in fund balances - total governmental funds** **\$ 1,971,968**

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 as depreciation expense.

Expenditures for capitalized assets	\$ 11,406,220	
Less current year depreciation	<u>(1,261,192)</u>	10,145,028

Donated land is recognized as capital grants and contribution revenue in the government-wide statements, however it is not recorded in the fund financial statements.		900,000
---	--	---------

Issuance of school improvement bonds provides current financial resources to governmental funds, but the issuance increases long term liabilities in the Statement of Net Position.		(12,525,000)
---	--	--------------

Property tax revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		37,447
---	--	--------

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	56,268	
Bond principal retirement	<u>1,315,000</u>	1,371,268

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 pension items, is reported as pension expense in the Statement of Activities.

Current year pension contributions	1,438,446	
Pension expense	<u>(1,562,628)</u>	(124,182)

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.

Loss on disposal of assets	(513,692)	
Amortization of deferred bond items	(347,006)	
Compensated absences	<u>34,372</u>	<u>(826,326)</u>

**Changes in net position in governmental activities** **\$ 950,203**

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2015**

	<u>Agency</u>
<b><u>ASSETS</u></b>	
Cash and investments	\$ 232,283
<b>Total assets</b>	<u>\$ 232,283</u>
<b><u>LIABILITIES</u></b>	
Deposits held for others	\$ 176,635
Due to student groups	55,648
<b>Total liabilities</b>	<u>\$ 232,283</u>

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Liberty Elementary School District No. 25 (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, 2015, the District implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. This Statement requires governments providing defined benefit pensions to recognize the long-term obligation for pension benefits as a liability, and to more comprehensively and comparably measure the annual costs of pension benefits. This Statement also enhances accountability and transparency through revised note disclosures and new required supplementary information.

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 and sponsorship of charter schools.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**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.

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.

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

**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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

Property taxes, state and county aid, 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. Fiduciary funds are reported by fund type.

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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

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

Additionally, the District reports the following fund type:

Fiduciary Funds – The Fiduciary Funds are Agency Funds which account for resources held by the District on behalf of others. This fund type includes the Student Activities Fund, which accounts for monies raised by students to finance student clubs and organizations held by the District as an agent. In addition, funds that account for employee withholdings before the monies are remitted to the appropriate entities are included in the Agency Funds.

The agency funds are custodial in nature and do not have a measurement focus and are reported using the accrual basis of accounting. The agency funds are reported by fund type.

**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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk. Statute requires collateral for deposits of Bond Building and Debt Service Funds monies in interest bearing savings accounts and certificates of deposit at 101 percent of all deposits not covered by federal depository insurance.

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

**E. Investment Income**

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

**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 noncurrent 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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**H. 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.

**I. Capital Assets**

Capital assets, which include land and improvements; buildings and improvements; vehicles, furniture, 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. Such assets are recorded at historical cost, or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at the estimated fair market 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	7 - 50 years
Buildings and improvements	7 - 50 years
Vehicles, furniture and equipment	3 - 30 years



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**J. 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.

**K. 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.

**L. Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, 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.

**M. 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, as well as the difference between the reacquisition price and the net carrying amount of the old debt, are deferred and amortized over the life of the bonds using the straight-line method over the term of the related debt.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**N. 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.

**O. 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.

**P. 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 legally or contractually required to be maintained intact.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

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

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

	General Fund	Debt Service Fund	Bond Building Fund	Non-Major Governmental Funds
Fund Balances:				
Nonspendable:				
Prepaid items	\$ 188,411	\$	\$	\$
Restricted:				
Debt service		138,218		
Capital projects				1,434,849
Bond building projects			1,207,067	
Voter approved initiatives				423,130
Extracurricular activities				25,678
Food service				565,811
Civic center				359,903
Community school				177,623
Textbooks				5,214
Unassigned	3,332,181			(716)
Total fund balances	<u>\$ 3,520,592</u>	<u>\$ 138,218</u>	<u>\$1,207,067</u>	<u>\$ 2,991,492</u>

**NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Individual Deficit Fund Balance** – At year end, the Fingerprint Fund, a non-major governmental fund, reported a deficit of \$716 in fund balance.

The deficit arose because of operations during the year. Additional revenues received in fiscal year 2015-16 are expected to eliminate the deficit.

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

**NOTE 4 – CASH AND INVESTMENTS**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$195,480 and the bank balance was \$195,723.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 4 – CASH AND INVESTMENTS**

The County Treasurer's pool is an external investment pool with no regulatory oversight. The pool is not required to register (and is not registered) with the Securities and Exchange Commission. The fair value of each 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.

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer's investment pool	367 days	\$ 7,965,198
Total		<u>\$ 7,965,198</u>

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

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

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

**NOTE 5 – RECEIVABLES**

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

	<u>General Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:		
Due from federal government	\$ 21,015	\$ 26,209
Due from state government	4,272,667	211,544
Due from other districts		111,454
Net due from governmental entities	<u>\$ 4,293,682</u>	<u>\$ 349,207</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 6 – CAPITAL ASSETS**

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

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 5,200,034	\$ 900,000	\$	\$ 6,100,034
Construction in progress	502,976	11,281,092	616,515	11,167,553
Total capital assets, not being depreciated	5,703,010	12,181,092	616,515	17,267,587
Capital assets, being depreciated:				
Land improvements	2,904,144	42,908		2,947,052
Buildings and improvements	38,110,589	127,812		38,238,401
Vehicles, furniture and equipment	4,658,329	79,743	133,533	4,604,539
Total capital assets being depreciated	45,673,062	250,463	133,533	45,789,992
Less accumulated depreciation for:				
Land improvements	(1,312,130)	(125,502)		(1,437,632)
Buildings and improvements	(10,243,926)	(907,847)		(11,151,773)
Vehicles, furniture and equipment	(2,894,390)	(227,843)	(111,021)	(3,011,212)
Total accumulated depreciation	(14,450,446)	(1,261,192)	(111,021)	(15,600,617)
Total capital assets, being depreciated, net	31,222,616	(1,010,729)	22,512	30,189,375
Governmental activities capital assets, net	<u>\$ 36,925,626</u>	<u>\$11,170,363</u>	<u>\$ 639,027</u>	<u>\$ 47,456,962</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 1,003,608
Support services – students and staff	10,170
Support services – administration	71,036
Operation and maintenance of plant services	24,877
Student transportation services	136,911
Operation of non-instructional services	14,590
Total depreciation expense – governmental activities	<u>\$ 1,261,192</u>

**Construction Commitments** – At year end, the District was involved in constructing a new school. The estimated cost to complete the construction project is \$914,880. This project is being funded with bond proceeds.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 7 – REVOLVING LINE OF CREDIT**

The District has a \$3.0 million revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. Short-term debt activity for the current fiscal year was as follows:

	Beginning Balance	Issued	Redeemed	Ending Balance
Revolving line of credit	\$ 630,000	\$ 61,000	\$ 691,000	

**NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES**

The District has acquired equipment for classrooms under the provisions of a long-term lease agreement classified as a capital lease. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of the future minimum lease payments as of the inception date. Revenues from the Unrestricted Capital Outlay Fund are used to pay the capital lease obligation. Amortization of assets recorded under capital leases is included with depreciation expense.

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

	Governmental Activities
Asset:	
Vehicles, furniture and equipment	\$ 62,264
Less: Accumulated depreciation	16,627
Total	<u>\$ 45,637</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 8 – 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
2016	\$ 66,382
2017	66,382
2018	66,381
Total minimum lease payments	199,145
Less: amount representing interest	15,693
Present value of minimum lease payments	183,452
Due within one year	\$ 58,642

**NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE**

Bonds payable at year end consisted of the following outstanding general obligation bonds. Of the total amount originally authorized, \$2,475,000 remains unissued. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2015	Due Within One Year
<b>Governmental activities:</b>					
School Improvement Bonds, Project of 2004, Series A	\$ 5,650,000	5.0%	7/1/15	\$ 825,000	\$ 825,000
School Improvement Bonds, Project of 2004, Series B (2007)	3,935,000	4.125-5.0%	7/1/16-22	3,355,000	
School Improvement Bonds, Project of 2004, Series C (2010)	3,390,000	4.0-6.5%	7/1/16-29	2,865,000	
School Improvement Bonds, Project of 2013, Series A	12,525,000	1.5-4.0%	7/1/15-34	12,525,000	490,000
Total				<u>\$ 19,570,000</u>	<u>\$1,315,000</u>



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 9 – 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	
	Principal	Interest
2016	\$ 1,315,000	\$ 801,476
2017	1,220,000	649,619
2018	1,010,000	605,419
2019	1,120,000	567,881
2020	1,170,000	528,993
2021-25	5,295,000	2,055,199
2026-30	4,465,000	1,232,886
2031-35	3,975,000	365,887
Total	<u>\$ 19,570,000</u>	<u>\$ 6,807,360</u>

**NOTE 10 – CHANGES IN LONG-TERM LIABILITIES**

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 7,845,000	\$12,525,000	\$ 800,000	\$ 19,570,000	\$ 1,315,000
Premium		365,270	18,264	347,006	
Total bonds payable	<u>7,845,000</u>	<u>12,890,270</u>	<u>818,264</u>	<u>19,917,006</u>	<u>1,315,000</u>
Obligations under capital leases	239,720		56,268	183,452	58,642
Net pension liability	22,705,146		859,564	21,845,582	
Compensated absences payable	186,122	153,454	187,826	151,750	91,628
Governmental activity long-term liabilities	<u>\$ 30,975,988</u>	<u>\$ 13,043,724</u>	<u>\$ 1,921,922</u>	<u>\$ 42,097,790</u>	<u>\$ 1,465,270</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

At year end, interfund balances were as follows:

**Due to/from other funds:**

	Non-Major Governmental Funds
General Fund	\$ 513,145
Non-Major Governmental Fund	26,989
Total	<u>\$ 540,134</u>

At year end, the General Fund, a major governmental fund, and non-major governmental funds had negative cash balances in the Treasurer's pooled cash account. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the Unrestricted Capital Outlay Fund, a non-major governmental fund. All interfund balances are expected to be paid within one year.

**Interfund transfers:**

	Transfers in		
	General Fund	Debt Service Fund	Total
Transfers out			
Bond Building Fund	\$	163,726	\$ 163,726
Non-Major Governmental Funds	76,468		76,468
Total	<u>\$ 76,468</u>	<u>\$ 163,726</u>	<u>\$ 240,194</u>

Transfers between funds were (1) used to move federal grant funds restricted for indirect costs and (2) move investment income and premium earned in the Bond Building Fund that is required by statute to be expended in the Debt Service Fund.

**NOTE 12 – CONTINGENT LIABILITIES**

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 13 – RISK MANAGEMENT**

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

The District's employees have health and accident insurance coverage with the Arizona School Board Association Insurance Trust (ASBAIT). ASBAIT 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 ASBAIT for employees' health and accident insurance 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.

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**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](http://www.azasrs.gov).

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

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

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

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

**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 11.60 percent (11.48 percent for retirement and 0.12 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 11.60 percent (10.89 percent for retirement, 0.59 percent for health insurance premium benefit, and 0.12 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, 2015 were \$1,438,446.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

In addition, the District was required by statute to contribute at the actuarially determined rate of 9.57 percent (9.51 for retirement and 0.06 percent for long-term disability) of annual covered payroll of retired members who worked in positions that would typically be filled by an employee who contributes to ASRS.

The District's contributions for the current and two preceding years for OPEB, all of which were equal to the required contributions, were as follows:

Year ending June 30:	Health Benefit Supplement Fund	Long-Term Disability Fund
2015	\$ 77,932	\$ 15,851
2014	79,883	31,953
2013	84,251	31,108

**Pension Liability.** At June 30, 2015, the District reported a liability of \$21.8 million for its proportionate share of the net pension liability of the ASRS. The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2013, to the measurement date of June 30, 2014. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the District's proportion was 0.15 percent, which was the same as its proportion measured as of June 30, 2013.

**Pension Expense and Deferred Outflows/Inflows of Resources.** For the year ended June 30, 2015, the District recognized pension expense of \$1.6 million and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,110,256	\$
Net difference between projected and actual earnings on pension plan investments		3,820,118
Changes in proportion and differences between contributions and proportionate share of contributions	287,670	
Contributions subsequent to the measurement date	1,438,446	
Total	<u>\$ 2,836,372</u>	<u>\$ 3,820,118</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

The deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. 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:		
	2016	\$ (347,235)
	2017	(347,235)
	2018	(772,691)
	2019	(955,031)

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

Actuarial valuation date	June 30, 2013
Actuarial roll forward date	June 30, 2014
Actuarial cost method	Entry age normal
Investment rate of return	8.0%
Projected salary increases	3.0-6.75%
Inflation	3.0%
Permanent base increases	Included
Mortality rates	1994 GAM Scale BB

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. 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, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.79 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan 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 and by adding expected inflation.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	63%	7.03%
Fixed income	25%	3.20
Real estate	8%	4.75
Commodities	4%	4.50
Total	<u>100%</u>	

**Discount Rate.** The discount rate used to measure the ASRS total pension liability was 8.0 percent, which is less than the long-term expected rate of return of 8.79 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 pension 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 pension plan 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 8.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (7.0%)	Current Discount Rate (8.0%)	1% Increase (9.0%)
Proportionate share of the net pension liability	\$27,611,696	\$ 21,845,582	\$18,717,176

**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](http://www.azasrs.gov).

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Beginning Net Position Restatement.** The implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, represents a change in accounting principle. Net position as of July 1, 2014, has been restated as follows for this change in accounting principle:

	Statement of Activities
Net position, June 30, 2014, as previously reported	\$ 36,127,069
Net pension liability	<u>(22,705,146)</u>
Net position, July 1, 2014, as restated	<u>\$ 13,421,923</u>



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## **REQUIRED SUPPLEMENTARY INFORMATION**

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL**  
**YEAR ENDED JUNE 30, 2015**

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Other local	\$	\$	\$ 1,358,511	\$ 1,358,511
Property taxes			5,258,045	5,258,045
State aid and grants			12,794,473	12,794,473
<b>Total revenues</b>			<u>19,411,029</u>	<u>19,411,029</u>
<b>Expenditures:</b>				
Current -				
Instruction	11,412,793	11,448,975	11,209,064	239,911
Support services - students and staff	2,457,589	2,356,589	2,280,155	76,434
Support services - administration	2,315,637	2,415,400	2,316,878	98,522
Operation and maintenance of plant services	2,044,294	2,124,294	1,955,667	168,627
Student transportation services	1,420,962	1,430,962	1,406,669	24,293
Operation of non-instructional services	42,000	42,000	41,757	243
<b>Total expenditures</b>	<u>19,693,275</u>	<u>19,818,220</u>	<u>19,210,190</u>	<u>608,030</u>
<b>Changes in fund balances</b>	<u>(19,693,275)</u>	<u>(19,818,220)</u>	<u>200,839</u>	<u>20,019,059</u>
<b>Fund balances, beginning of year</b>			1,138,022	1,138,022
Increase (decrease) in reserve for prepaid items			1,073,063	1,073,063
<b>Fund balances (deficits), end of year</b>	<u>\$ (19,693,275)</u>	<u>\$ (19,818,220)</u>	<u>\$ 2,411,924</u>	<u>\$ 22,230,144</u>

See accompanying notes to this schedule.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**YEAR ENDED JUNE 30, 2015**

**2015**

District's proportion of the net pension liability (asset)	0.15%
District's proportionate share of the net pension liability (asset)	\$ 21,845,582
District's covered-employee payroll	\$ 13,325,866
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	163.93%
Plan fiduciary net position as a percentage of the total pension liability	69.49%

**SCHEDULE OF CONTRIBUTIONS**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**YEAR ENDED JUNE 30, 2015**

**2015**

Actuarially determined contribution	\$ 1,438,446
Contributions in relation to the actuarially determined contribution	<u>1,438,446</u>
Contribution deficiency (excess)	<u><u>\$</u></u>
District's covered-employee payroll	\$ 13,224,819
Contributions as a percentage of covered-employee payroll	10.88%

See accompanying notes to this schedule.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

**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	\$ 19,035,994	\$ 3,520,592
Activity budgeted as special revenue funds	(391,717)	(1,108,668)
Current-year prepaid items	884,652	
Prior-year prepaid items	(318,739)	
Schedule of Revenues, Expenditures and Changes in		
Fund Balances – Budget and Actual – General Fund	<u>\$ 19,210,190</u>	<u>\$ 2,411,924</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, 2013, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. 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, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

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

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## **GOVERNMENTAL FUNDS**



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**JUNE 30, 2015**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Fund</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 1,907,560	\$ 932,897	\$ 2,840,457
Property taxes receivable		82,225	82,225
Due from governmental entities	329,663	19,544	349,207
Due from other funds		540,134	540,134
<b>Total assets</b>	<u><u>\$ 2,237,223</u></u>	<u><u>\$ 1,574,800</u></u>	<u><u>\$ 3,812,023</u></u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 43,616	\$ 57,726	\$ 101,342
Due to other funds	26,989		26,989
Accrued payroll and employee benefits	560,713		560,713
Unearned revenues	49,262		49,262
<b>Total liabilities</b>	<u>680,580</u>	<u>57,726</u>	<u>738,306</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		82,225	82,225
Fund balances (deficits):			
Restricted	1,557,359	1,434,849	2,992,208
Unassigned	(716)		(716)
<b>Total fund balances</b>	<u>1,556,643</u>	<u>1,434,849</u>	<u>2,991,492</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u><u>\$ 2,237,223</u></u>	<u><u>\$ 1,574,800</u></u>	<u><u>\$ 3,812,023</u></u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**YEAR ENDED JUNE 30, 2015**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<b>Revenues:</b>			
Other local	\$ 782,119	\$ 7,820	\$ 789,939
Property taxes		474,689	474,689
State aid and grants	1,292,548	71,919	1,364,467
Federal aid, grants and reimbursements	<u>2,041,332</u>		<u>2,041,332</u>
<b>Total revenues</b>	<u>4,115,999</u>	<u>554,428</u>	<u>4,670,427</u>
<b>Expenditures:</b>			
Current -			
Instruction	2,097,620		2,097,620
Support services - students and staff	278,227		278,227
Support services - administration	10,261		10,261
Operation and maintenance of plant services	86		86
Student transportation services	8,642		8,642
Operation of non-instructional services	1,380,198		1,380,198
Capital outlay	128,609	932,996	1,061,605
Debt service -			
Principal retirement		56,268	56,268
Interest and fiscal charges		<u>10,114</u>	<u>10,114</u>
<b>Total expenditures</b>	<u>3,903,643</u>	<u>999,378</u>	<u>4,903,021</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>212,356</u>	<u>(444,950)</u>	<u>(232,594)</u>
<b>Other financing sources (uses):</b>			
Transfer out	<u>(76,468)</u>		<u>(76,468)</u>
<b>Total other financing sources (uses):</b>	<u>(76,468)</u>		<u>(76,468)</u>
<b>Changes in fund balances</b>	<u>135,888</u>	<u>(444,950)</u>	<u>(309,062)</u>
<b>Fund balances, beginning of year</b>	1,420,755	1,879,799	3,300,554
<b>Fund balances, end of year</b>	<u>\$ 1,556,643</u>	<u>\$ 1,434,849</u>	<u>\$ 2,991,492</u>

## **SPECIAL REVENUE FUNDS**

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

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

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

**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.

**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.

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

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

**Other State Projects** – to account for financial assistance received for other state projects.

**School Plant** - to account for proceeds from the sale or lease of school property.

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

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

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

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

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

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

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

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

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

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

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2015**

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 682,069	\$ 110,100	\$ 51,461
Due from governmental entities	88,656	53,344	
<b>Total assets</b>	<u><u>\$ 770,725</u></u>	<u><u>\$ 163,444</u></u>	<u><u>\$ 51,461</u></u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$ 3,138
Due to other funds			
Accrued payroll and employee benefits	511,039		18,093
Unearned revenues			30,230
<b>Total liabilities</b>	<u><u>511,039</u></u>		<u><u>51,461</u></u>
Fund balances (deficits):			
Restricted	259,686	163,444	
Unassigned			
<b>Total fund balances</b>	<u><u>259,686</u></u>	<u><u>163,444</u></u>	
<b>Total liabilities and fund balances</b>	<u><u>\$ 770,725</u></u>	<u><u>\$ 163,444</u></u>	<u><u>\$ 51,461</u></u>

Professional Development and Technology Grants	Limited English and Immigrant Students	Special Education Grants	Other State Projects	Food Service	Civic Center
\$ 7,806	\$ 9,111	\$ 4,746	\$	\$ 462,627	\$ 359,903
			50,000	137,663	
<u>\$ 7,806</u>	<u>\$ 9,111</u>	<u>\$ 4,746</u>	<u>\$ 50,000</u>	<u>\$ 600,290</u>	<u>\$ 359,903</u>
\$	\$	\$ 4,413	\$ 13,336	\$ 22,729	\$
			26,273		
	8,609			11,750	
<u>7,806</u>	<u>502</u>	<u>333</u>	<u>10,391</u>		
<u>7,806</u>	<u>9,111</u>	<u>4,746</u>	<u>50,000</u>	<u>34,479</u>	
				565,811	359,903
				<u>565,811</u>	<u>359,903</u>
<u>\$ 7,806</u>	<u>\$ 9,111</u>	<u>\$ 4,746</u>	<u>\$ 50,000</u>	<u>\$ 600,290</u>	<u>\$ 359,903</u>

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2015**

	Community School	Extracurricular Activities Fees Tax Credit	Fingerprint
<b><u>ASSETS</u></b>			
Cash and investments	\$ 188,845	\$ 25,678	\$
Due from governmental entities			
<b>Total assets</b>	<u>\$ 188,845</u>	<u>\$ 25,678</u>	<u>\$</u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			716
Accrued payroll and employee benefits	11,222		
Unearned revenues			
<b>Total liabilities</b>	<u>11,222</u>		<u>716</u>
Fund balances (deficits):			
Restricted	177,623	25,678	
Unassigned			(716)
<b>Total fund balances</b>	<u>177,623</u>	<u>25,678</u>	<u>(716)</u>
<b>Total liabilities and fund balances</b>	<u>\$ 188,845</u>	<u>\$ 25,678</u>	<u>\$</u>

Textbooks	Totals
\$ 5,214	\$ 1,907,560
	329,663
<u>\$ 5,214</u>	<u>\$ 2,237,223</u>

\$	\$ 43,616
	26,989
	560,713
	49,262
	<u>680,580</u>

5,214	1,557,359
	(716)
<u>5,214</u>	<u>1,556,643</u>
<u>\$ 5,214</u>	<u>\$ 2,237,223</u>



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b>Revenues:</b>			
Other local	\$ 2,537	\$ 717	\$
State aid and grants	1,063,868	123,927	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>1,066,405</u>	<u>124,644</u>	<u></u>
<b>Expenditures:</b>			
Current -			
Instruction	1,062,456	129,516	163
Support services - students and staff	23,199	1,946	97
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>1,085,655</u>	<u>131,462</u>	<u>260</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(19,250)</u>	<u>(6,818)</u>	<u>(260)</u>
<b>Other financing sources (uses):</b>			
Transfer out			
<b>Total other financing sources (uses):</b>	<u></u>	<u></u>	<u></u>
<b>Changes in fund balances</b>	<u>(19,250)</u>	<u>(6,818)</u>	<u>(260)</u>
<b>Fund balances, beginning of year</b>	278,936	170,262	260
<b>Fund balances, end of year</b>	<u>\$ 259,686</u>	<u>\$ 163,444</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>Other State Projects</u>	<u>Food Service</u>
\$	\$	\$	\$	\$	\$ 294,074
				104,753	
456,173	47,045	65,200	470,749		1,002,165
456,173	47,045	65,200	470,749	104,753	1,296,239
321,390	25,840	18,210	444,822		
88,922	18,497	37,629	2,865	104,753	
7,412	618	656			
3,093					
					1,132,450
17,596		8,705	7,156		77,893
438,413	44,955	65,200	454,843	104,753	1,210,343
17,760	2,090		15,906		85,896
(17,760)	(2,090)		(15,906)		(40,712)
(17,760)	(2,090)		(15,906)		(40,712)
					45,184
					520,627
\$	\$	\$	\$	\$	\$ 565,811

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Civic Center	Community School	Extracurricular Activities Fees Tax Credit
<b>Revenues:</b>			
Other local	\$ 65,488	\$ 329,957	\$ 87,825
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>65,488</u>	<u>329,957</u>	<u>87,825</u>
<b>Expenditures:</b>			
Current -			
Instruction		2,755	92,468
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services		86	
Student transportation services		5,549	
Operation of non-instructional services		247,748	
Capital outlay	13,034	333	3,892
<b>Total expenditures</b>	<u>13,034</u>	<u>256,471</u>	<u>96,360</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>52,454</u>	<u>73,486</u>	<u>(8,535)</u>
<b>Other financing sources (uses):</b>			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>52,454</u>	<u>73,486</u>	<u>(8,535)</u>
<b>Fund balances, beginning of year</b>	307,449	104,137	34,213
<b>Fund balances (deficits), end of year</b>	<u>\$ 359,903</u>	<u>\$ 177,623</u>	<u>\$ 25,678</u>

<u>Fingerprint</u>	<u>Textbooks</u>	<u>Totals</u>
\$ 180	\$ 1,341	\$ 782,119
		1,292,548
		2,041,332
<u>180</u>	<u>1,341</u>	<u>4,115,999</u>
		2,097,620
	319	278,227
1,575		10,261
		86
		8,642
		1,380,198
		128,609
<u>1,575</u>	<u>319</u>	<u>3,903,643</u>
<u>(1,395)</u>	<u>1,022</u>	<u>212,356</u>
		(76,468)
		<u>(76,468)</u>
<u>(1,395)</u>	<u>1,022</u>	<u>135,888</u>
679	4,192	1,420,755
<u>\$ (716)</u>	<u>\$ 5,214</u>	<u>\$ 1,556,643</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Classroom Site		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 2,537	\$ 2,537
State aid and grants		1,063,868	1,063,868
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>1,066,405</u>	<u>1,066,405</u>
<b>Expenditures:</b>			
Current -			
Instruction	1,244,540	1,062,456	182,084
Support services - students and staff	18,000	23,199	(5,199)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>1,262,540</u>	<u>1,085,655</u>	<u>176,885</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,262,540)</u>	<u>(19,250)</u>	<u>1,243,290</u>
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(1,262,540)</u>	<u>(19,250)</u>	<u>1,243,290</u>
<b>Fund balances, beginning of year</b>		278,936	278,936
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,262,540)</u>	<u>\$ 259,686</u>	<u>\$ 1,522,226</u>

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 717 123,927	\$ 717 123,927	\$	\$	\$
	124,644	124,644			
145,000	129,516 1,946	15,484 (1,946)	260	163 97	97 (97)
145,000	131,462	13,538	260	260	
(145,000)	(6,818)	138,182	(260)	(260)	
(145,000)	(6,818)	138,182	(260)	(260)	
	170,262	170,262		260	260
\$ (145,000)	\$ 163,444	\$ 308,444	\$ (260)	\$	\$ 260

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Student Success		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		57,211	57,211
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>57,211</u>	<u>57,211</u>
<b>Expenditures:</b>			
Current -			
Instruction	57,212	57,211	1
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>57,212</u>	<u>57,211</u>	<u>1</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(57,212)</u>		<u>57,212</u>
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(57,212)</u>		<u>57,212</u>
<b>Fund balances, beginning of year</b>			
<b>Fund balances (deficits), end of year</b>	<u>\$ (57,212)</u>	<u>\$</u>	<u>\$ 57,212</u>

Title I Grants			Professional Development and Technology Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	456,173	456,173		47,045	47,045
	456,173	456,173		47,045	47,045
486,245	321,390	164,855	54,838	25,840	28,998
	88,922	(88,922)		18,497	(18,497)
	7,412	(7,412)		618	(618)
	3,093	(3,093)			
	17,596	(17,596)			
486,245	438,413	47,832	54,838	44,955	9,883
(486,245)	17,760	504,005	(54,838)	2,090	56,928
	(17,760)	(17,760)		(2,090)	(2,090)
	(17,760)	(17,760)		(2,090)	(2,090)
(486,245)		486,245	(54,838)		54,838
\$ (486,245)	\$	\$ 486,245	\$ (54,838)	\$	\$ 54,838

(Continued)



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Limited English and Immigrant Students		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		65,200	65,200
<b>Total revenues</b>		<u>65,200</u>	<u>65,200</u>
<b>Expenditures:</b>			
Current -			
Instruction		18,210	(18,210)
Support services - students and staff	65,704	37,629	28,075
Support services - administration		656	(656)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		8,705	(8,705)
<b>Total expenditures</b>	<u>65,704</u>	<u>65,200</u>	<u>504</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(65,704)</u>		<u>65,704</u>
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(65,704)</u>		<u>65,704</u>
<b>Fund balances, beginning of year</b>			
<b>Fund balances (deficits), end of year</b>	<u>\$ (65,704)</u>	<u>\$</u>	<u>\$ 65,704</u>

Special Education Grants			Medicaid Reimbursement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 509	\$ 509
	470,749	470,749		74,429	74,429
	470,749	470,749		74,938	74,938
471,080	444,822	26,258		117	(117)
	2,865	(2,865)	202,500	2,834	199,666
	7,156	(7,156)		500	(500)
471,080	454,843	16,237	202,500	3,451	199,049
(471,080)	15,906	486,986	(202,500)	71,487	273,987
	(15,906)	(15,906)			
	(15,906)	(15,906)			
(471,080)		471,080	(202,500)	71,487	273,987
				147,259	147,259
\$ (471,080)	\$	\$ 471,080	\$ (202,500)	\$ 218,746	\$ 421,246

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	E-Rate		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 803	\$ 803
State aid and grants			
Federal aid, grants and reimbursements		115,964	115,964
<b>Total revenues</b>		<u>116,767</u>	<u>116,767</u>
<b>Expenditures:</b>			
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	125,000	23,571	101,429
<b>Total expenditures</b>	<u>125,000</u>	<u>23,571</u>	<u>101,429</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(125,000)</u>	<u>93,196</u>	<u>218,196</u>
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(125,000)</u>	<u>93,196</u>	<u>218,196</u>
<b>Fund balances, beginning of year</b>		226,362	226,362
<b>Fund balances (deficits), end of year</b>	<u>\$ (125,000)</u>	<u>\$ 319,558</u>	<u>\$ 444,558</u>

Other State Projects			School Plant		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	104,753	104,753		94	94
	104,753	104,753		94	94
104,755	104,753	2			
104,755	104,753	2	27,956	27,974	(18)
(104,755)		104,755	27,956	27,974	(18)
			(27,956)	(27,880)	76
(104,755)		104,755	(27,956)	(27,880)	76
				27,880	27,880
\$ (104,755)	\$	\$ 104,755	\$ (27,956)	\$	\$ 27,956

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Food Service		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 294,074	\$ 294,074
State aid and grants			
Federal aid, grants and reimbursements		1,002,165	1,002,165
<b>Total revenues</b>		<u>1,296,239</u>	<u>1,296,239</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services	1,375,000	1,132,450	242,550
Capital outlay		77,893	(77,893)
<b>Total expenditures</b>	<u>1,375,000</u>	<u>1,210,343</u>	<u>164,657</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,375,000)</u>	<u>85,896</u>	<u>1,460,896</u>
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out		(40,712)	(40,712)
<b>Total other financing sources (uses):</b>		<u>(40,712)</u>	<u>(40,712)</u>
<b>Changes in fund balances</b>	<u>(1,375,000)</u>	<u>45,184</u>	<u>1,420,184</u>
<b>Fund balances, beginning of year</b>		520,627	520,627
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,375,000)</u>	<u>\$ 565,811</u>	<u>\$ 1,940,811</u>

Civic Center			Community School		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$ 65,488	\$ 65,488	\$	\$ 329,957	\$ 329,957
	65,488	65,488		329,957	329,957
				2,755	(2,755)
				86	(86)
				5,549	(5,549)
			302,800	247,748	55,052
200,000	13,034	186,966		333	(333)
200,000	13,034	186,966	302,800	256,471	46,329
(200,000)	52,454	252,454	(302,800)	73,486	376,286
(200,000)	52,454	252,454	(302,800)	73,486	376,286
	307,449	307,449		104,137	104,137
\$ (200,000)	\$ 359,903	\$ 559,903	\$ (302,800)	\$ 177,623	\$ 480,423

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Auxiliary Operations		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 83,546	\$ 83,546
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>83,546</u>	<u>83,546</u>
<b>Expenditures:</b>			
Current -			
Instruction	90,000	67,605	22,395
Support services - students and staff		2,543	(2,543)
Support services - administration		10,521	(10,521)
Operation and maintenance of plant services			
Student transportation services		365	(365)
Operation of non-instructional services			
Capital outlay		375	(375)
<b>Total expenditures</b>	<u>90,000</u>	<u>81,409</u>	<u>8,591</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(90,000)</u>	<u>2,137</u>	<u>92,137</u>
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(90,000)</u>	<u>2,137</u>	<u>92,137</u>
<b>Fund balances, beginning of year</b>		29,922	29,922
<b>Fund balances (deficits), end of year</b>	<u>\$ (90,000)</u>	<u>\$ 32,059</u>	<u>\$ 122,059</u>

Extracurricular Activities Fees Tax Credit			Gifts and Donations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 87,825	\$ 87,825	\$	\$ 38,441	\$ 38,441
	87,825	87,825		38,441	38,441
120,000	92,468	27,532	80,000	18,512	61,488
				5,133	(5,133)
				8,097	(8,097)
				1,312	(1,312)
	3,892	(3,892)	340,000	79,878	260,122
120,000	96,360	23,640	420,000	112,932	307,068
(120,000)	(8,535)	111,465	(420,000)	(74,491)	345,509
(120,000)	(8,535)	111,465	(420,000)	(74,491)	345,509
	34,213	34,213		395,820	395,820
\$ (120,000)	\$ 25,678	\$ 145,678	\$ (420,000)	\$ 321,329	\$ 741,329

(Continued)



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Fingerprint		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 180	\$ 180
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		180	180
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	3,000	1,575	1,425
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	3,000	1,575	1,425
<b>Excess (deficiency) of revenues over expenditures</b>	(3,000)	(1,395)	1,605
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	(3,000)	(1,395)	1,605
<b>Fund balances, beginning of year</b>		679	679
<b>Fund balances (deficits), end of year</b>	\$ (3,000)	\$ (716)	\$ 2,284

[illegible]

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Litigation Recovery		Variance -
	Budget	Actual	Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>			
<b>Expenditures:</b>			
Current -			
Instruction	25,000		25,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	25,000		25,000
<b>Excess (deficiency) of revenues over expenditures</b>	(25,000)		25,000
<b>Other financing sources (uses):</b>			
Transfer in			
Transfer out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	(25,000)		25,000
<b>Fund balances, beginning of year</b>			
<b>Fund balances (deficits), end of year</b>	\$ (25,000)	\$	\$ 25,000

Indirect Costs			Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 930	\$ 930	\$	\$ 929,094	\$ 929,094
				1,349,759	1,349,759
				2,231,725	2,231,725
	930	930		4,510,578	4,510,578
			2,774,175	2,241,065	533,110
			402,959	288,737	114,222
100,000	49,750	50,250	103,000	78,629	24,371
	10,347	(10,347)	30,000	34,806	(4,806)
				9,007	(9,007)
			1,677,800	1,380,198	297,602
			692,956	262,918	430,038
100,000	60,097	39,903	5,680,890	4,295,360	1,385,530
(100,000)	(59,167)	40,833	(5,680,890)	215,218	5,896,108
	76,468	76,468		76,468	76,468
				(76,468)	(76,468)
	76,468	76,468			
(100,000)	17,301	117,301	(5,680,890)	215,218	5,896,108
	172,548	172,548		2,450,093	2,450,093
\$ (100,000)	\$ 189,849	\$ 289,849	\$ (5,680,890)	\$ 2,665,311	\$ 8,346,201

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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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL DEBT SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Debt Service		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 20,270	\$ 20,270
Property taxes		1,796,837	1,796,837
<b>Total revenues</b>		1,817,107	1,817,107
<b>Expenditures:</b>			
Debt service -			
Principal retirement	1,315,000	1,315,000	
Interest and fiscal charges	475,698	626,363	(150,665)
<b>Total expenditures</b>	1,790,698	1,941,363	(150,665)
<b>Excess (deficiency) of revenues over expenditures</b>	(1,790,698)	(124,256)	1,666,442
<b>Other financing sources (uses):</b>			
Transfer in		163,726	163,726
<b>Total other financing sources (uses):</b>		163,726	163,726
<b>Changes in fund balances</b>	(1,790,698)	39,470	1,830,168
<b>Fund balances, beginning of year</b>		98,748	98,748
<b>Fund balances (deficits), end of year</b>	\$ (1,790,698)	\$ 138,218	\$ 1,928,916

## CAPITAL PROJECTS FUNDS

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

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

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

**Gifts and Donations - Capital** - to account for gifts and donations to be expended for capital acquisitions.

**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.



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2015**

	Unrestricted Capital Outlay	Adjacent Ways	Gifts and Donations - Capital
<b><u>ASSETS</u></b>			
Cash and investments	\$ 305,773	\$ 251,007	\$ 6,067
Property taxes receivable	68,525	13,700	
Due from governmental entities	19,544		
Due from other funds	540,134		
<b>Total assets</b>	<u><u>\$ 933,976</u></u>	<u><u>\$ 264,707</u></u>	<u><u>\$ 6,067</u></u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 57,726	\$	\$
<b>Total liabilities</b>	<u>57,726</u>		
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u>68,525</u>	<u>13,700</u>	
Fund balances:			
Restricted	<u>807,725</u>	<u>251,007</u>	<u>6,067</u>
<b>Total fund balances</b>	<u><u>807,725</u></u>	<u><u>251,007</u></u>	<u><u>6,067</u></u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u><u>\$ 933,976</u></u>	<u><u>\$ 264,707</u></u>	<u><u>\$ 6,067</u></u>

New School Facilities	Totals
\$ 370,050	\$ 932,897
	82,225
	19,544
	540,134
<u>\$ 370,050</u>	<u>\$ 1,574,800</u>

<u>\$</u>	<u>\$ 57,726</u>
	<u>57,726</u>

	<u>82,225</u>
--	---------------

<u>370,050</u>	<u>1,434,849</u>
<u>370,050</u>	<u>1,434,849</u>

<u>\$ 370,050</u>	<u>\$ 1,574,800</u>
-------------------	---------------------

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Unrestricted Capital Outlay	Adjacent Ways	Gifts and Donations - Capital
<b>Revenues:</b>			
Other local	\$ 3,143	\$ 3,036	\$ 35
Property taxes	383,630	91,059	
State aid and grants	71,919		
<b>Total revenues</b>	<u>458,692</u>	<u>94,095</u>	<u>35</u>
<b>Expenditures:</b>			
Capital outlay	433,239	499,757	
Debt service -			
Principal retirement	56,268		
Interest and fiscal charges	10,114		
<b>Total expenditures</b>	<u>499,621</u>	<u>499,757</u>	
<b>Changes in fund balances</b>	<u>(40,929)</u>	<u>(405,662)</u>	<u>35</u>
<b>Fund balances, beginning of year</b>	848,654	656,669	6,032
<b>Fund balances, end of year</b>	<u><u>\$ 807,725</u></u>	<u><u>\$ 251,007</u></u>	<u><u>\$ 6,067</u></u>

New School Facilities	Totals
\$ 1,606	\$ 7,820
	474,689
	71,919
<u>1,606</u>	<u>554,428</u>
	932,996
	56,268
	10,114
	<u>999,378</u>
<u>1,606</u>	<u>(444,950)</u>
368,444	1,879,799
<u>\$ 370,050</u>	<u>\$ 1,434,849</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 3,143	\$ 3,143
Property taxes		383,630	383,630
State aid and grants		71,919	71,919
<b>Total revenues</b>		<u>458,692</u>	<u>458,692</u>
<b>Expenditures:</b>			
Capital outlay	1,058,419	433,239	625,180
Debt service -			
Principal retirement	56,268	56,268	
Interest and fiscal charges	10,114	10,114	
Bond issuance costs			
<b>Total expenditures</b>	<u>1,124,801</u>	<u>499,621</u>	<u>625,180</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,124,801)</u>	<u>(40,929)</u>	<u>1,083,872</u>
<b>Other financing sources (uses):</b>			
Transfer out			
Issuance of school improvement bonds			
Premium on sale of bonds			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(1,124,801)</u>	<u>(40,929)</u>	<u>1,083,872</u>
<b>Fund balances, beginning of year</b>		848,654	848,654
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,124,801)</u>	<u>\$ 807,725</u>	<u>\$ 1,932,526</u>

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,036 91,059	\$ 3,036 91,059	\$	\$ 12,642	\$ 12,642
	94,095	94,095		12,642	12,642
750,000	499,757	250,243	12,310,000	11,285,225	1,024,775
750,000	499,757	250,243	12,310,000	246,894 11,532,119	(246,894) 777,881
(750,000)	(405,662)	344,338	(12,310,000)	(11,519,477)	790,523
				(163,726) 12,525,000 365,270 12,726,544	(163,726) 12,525,000 365,270 12,726,544
(750,000)	(405,662)	344,338	(12,310,000)	1,207,067	13,517,067
	656,669	656,669			
\$ (750,000)	\$ 251,007	\$ 1,001,007	\$ (12,310,000)	\$ 1,207,067	\$ 13,517,067

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**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Gifts and Donations - Capital		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 35	\$ 35
Property taxes			
State aid and grants			
<b>Total revenues</b>		<u>35</u>	<u>35</u>
<b>Expenditures:</b>			
Capital outlay	10,000		10,000
Debt service -			
Principal retirement			
Interest and fiscal charges			
Bond issuance costs			
<b>Total expenditures</b>	<u>10,000</u>		<u>10,000</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(10,000)</u>	<u>35</u>	<u>10,035</u>
<b>Other financing sources (uses):</b>			
Transfer out			
Issuance of school improvement bonds			
Premium on sale of bonds			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(10,000)</u>	<u>35</u>	<u>10,035</u>
<b>Fund balances, beginning of year</b>		6,032	6,032
<b>Fund balances (deficits), end of year</b>	<u>\$ (10,000)</u>	<u>\$ 6,067</u>	<u>\$ 16,067</u>

New School Facilities			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,606	\$ 1,606	\$	\$ 20,462	\$ 20,462
				474,689	474,689
				71,919	71,919
	1,606	1,606		567,070	567,070
			14,128,419	12,218,221	1,910,198
			56,268	56,268	
			10,114	10,114	
				246,894	(246,894)
			14,194,801	12,531,497	1,663,304
	1,606	1,606	(14,194,801)	(11,964,427)	2,230,374
				(163,726)	(163,726)
				12,525,000	12,525,000
				365,270	365,270
				12,726,544	12,726,544
	1,606	1,606	(14,194,801)	762,117	14,956,918
	368,444	368,444		1,879,799	1,879,799
\$	\$ 370,050	\$ 370,050	\$ (14,194,801)	\$ 2,641,916	\$ 16,836,717



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## **AGENCY FUNDS**

**Student Activities** - to account for monies raised by students to finance student clubs and organizations but held by the District as an agent.

**Employee Withholding** - to account for voluntary deductions temporarily held by the District as an agent.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING STATEMENT OF ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**JUNE 30, 2015**

	Student Activities	Employee Withholding	Totals
<b><u>ASSETS</u></b>			
Cash and investments	\$ 55,648	\$ 176,635	\$ 232,283
<b>Total assets</b>	<u>\$ 55,648</u>	<u>\$ 176,635</u>	<u>\$ 232,283</u>
<b><u>LIABILITIES</u></b>			
Deposits held for others	\$	\$ 176,635	\$ 176,635
Due to student groups	55,648		55,648
<b>Total liabilities</b>	<u>\$ 55,648</u>	<u>\$ 176,635</u>	<u>\$ 232,283</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<b><u>STUDENT ACTIVITIES FUND</u></b>				
<u>Assets</u>				
Cash and investments	\$ 68,248	\$ 242,583	\$ 255,183	\$ 55,648
Total assets	\$ 68,248	\$ 242,583	\$ 255,183	\$ 55,648
<u>Liabilities</u>				
Accounts payable	\$ 11,131	\$	\$ 11,131	\$
Due to student groups				
Estrella Mountain Elementary	18,693	60,224	62,578	16,339
Freedom Elementary	11,730	43,566	51,431	3,865
Liberty Elementary	1,062	24,872	22,552	3,382
Rainbow Valley Elementary	9,383	53,202	48,899	13,686
Westar Elementary	16,249	60,719	58,592	18,376
Total liabilities	\$ 68,248	\$ 242,583	\$ 255,183	\$ 55,648
<b><u>EMPLOYEE WITHHOLDING FUND</u></b>				
<u>Assets</u>				
Cash and investments	\$ 180,243	\$ 83,564	\$ 87,172	\$ 176,635
Total assets	\$ 180,243	\$ 83,564	\$ 87,172	\$ 176,635
<u>Liabilities</u>				
Deposits held for others	\$ 180,243	\$ 83,564	\$ 87,172	\$ 176,635
Total liabilities	\$ 180,243	\$ 83,564	\$ 87,172	\$ 176,635
<b><u>TOTAL AGENCY FUNDS</u></b>				
<u>Assets</u>				
Cash and investments	\$ 248,491	\$ 326,147	\$ 342,355	\$ 232,283
Total assets	\$ 248,491	\$ 326,147	\$ 342,355	\$ 232,283
<u>Liabilities</u>				
Accounts payable	\$ 11,131	\$	\$ 11,131	\$
Deposits held for others	180,243	83,564	87,172	176,635
Due to student groups	57,117	242,583	244,052	55,648
Total liabilities	\$ 248,491	\$ 326,147	\$ 342,355	\$ 232,283

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## **STATISTICAL SECTION**

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

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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

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**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 28,563,571	\$ 28,840,906	\$ 29,250,754	\$ 29,397,312	\$ 29,118,437
Restricted	3,259,355	3,433,081	3,188,755	3,772,475	3,921,391
Unrestricted	(17,450,800)	3,853,082	4,065,345	4,183,721	5,375,515
Total net position	<u>\$ 14,372,126</u>	<u>\$ 36,127,069</u>	<u>\$ 36,504,854</u>	<u>\$ 37,353,508</u>	<u>\$ 38,415,343</u>
	<b><u>2010</u></b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 28,758,453	\$ 29,029,092	\$ 28,578,468	\$ 25,073,908	\$ 25,064,195
Restricted	2,857,488	2,535,105	3,370,299	4,833,075	2,353,329
Unrestricted	5,033,376	4,379,479	3,702,777	2,963,402	2,013,464
Total net position	<u>\$ 36,649,317</u>	<u>\$ 35,943,676</u>	<u>\$ 35,651,544</u>	<u>\$ 32,870,385</u>	<u>\$ 29,430,988</u>

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



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Expenses</b>					
Instruction	\$ 15,459,914	\$ 14,404,498	\$ 13,073,980	\$ 13,596,940	\$ 14,004,716
Support services - students and staff	2,629,217	2,611,092	2,446,468	2,307,311	3,355,221
Support services - administration	2,477,730	2,351,699	2,013,750	2,217,880	2,233,380
Operation and maintenance of plant services	2,035,983	2,204,599	1,910,020	1,943,648	1,870,887
Student transportation services	1,609,244	1,448,404	1,319,489	1,355,226	1,462,092
Operation of non-instructional services	1,462,727	1,471,056	1,364,627	1,647,565	1,468,807
Interest on long-term debt	618,213	361,891	389,262	419,633	454,568
Total expenses	<u>26,293,028</u>	<u>24,853,239</u>	<u>22,517,596</u>	<u>23,488,203</u>	<u>24,849,671</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	173,938	327,917	150,815	231,121	525,672
Operation of non-instructional services	620,953	595,648	577,067	582,378	514,466
Other activities	63,652	67,416	37,958	75,885	60,119
Operating grants and contributions	2,233,679	2,464,646	2,095,230	1,852,494	2,723,515
Capital grants and contributions	900,000		4,422	11,445	36,884
Total program revenues	<u>3,992,222</u>	<u>3,455,627</u>	<u>2,865,492</u>	<u>2,753,323</u>	<u>3,860,656</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (22,300,806)</u>	<u>\$ (21,397,612)</u>	<u>\$ (19,652,104)</u>	<u>\$ (20,734,880)</u>	<u>\$ (20,989,015)</u>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u><b>2010</b></u>	<u><b>2009</b></u>	<u><b>2008</b></u>	<u><b>2007</b></u>	<u><b>2006</b></u>
<b>Expenses</b>					
Instruction	\$ 16,157,704	\$ 16,135,894	\$ 15,079,354	\$ 13,892,859	\$ 10,690,630
Support services - students and staff	3,635,574	3,865,880	2,804,493	2,172,785	1,821,415
Support services - administration	2,505,005	2,419,907	2,566,633	2,173,932	1,579,092
Operation and maintenance of plant services	1,963,396	1,982,572	1,663,750	1,801,369	1,513,895
Student transportation services	1,407,089	1,742,515	1,166,102	1,042,792	871,391
Operation of non-instructional services	1,360,355	1,453,700	1,429,857	1,145,730	979,917
Interest on long-term debt	417,715	369,084	451,265	259,437	310,214
Total expenses	<u>27,446,838</u>	<u>27,969,552</u>	<u>25,161,454</u>	<u>22,488,904</u>	<u>17,766,554</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	122,766	85,126	71,127	315,280	152,676
Operation of non-instructional services	531,586	718,406	662,985	795,758	636,944
Other activities	69,737	48,081	47,382	44,503	52,901
Operating grants and contributions	2,478,869	2,319,611	1,733,635	1,408,495	1,850,988
Capital grants and contributions	52,372	9,788	54,826	2,462	63,164
Total program revenues	<u>3,255,330</u>	<u>3,181,012</u>	<u>2,569,955</u>	<u>2,566,498</u>	<u>2,756,673</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (24,191,508)</u>	<u>\$ (24,788,540)</u>	<u>\$ (22,591,499)</u>	<u>\$ (19,922,406)</u>	<u>\$ (15,009,881)</u>

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Net (Expense)/Revenue</b>	\$ (22,300,806)	\$ (21,397,612)	\$ (19,652,104)	\$ (20,734,880)	\$ (20,989,015)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	5,200,342	3,587,182	4,510,532	4,127,074	6,655,706
Property taxes, levied for debt service	1,809,762	1,139,311	1,117,231	991,448	1,212,458
Property taxes, levied for capital outlay	556,914	252,695		278,630	26,020
Investment income	54,862	17,409	29,722	43,382	83,996
Unrestricted county aid	1,327,338	1,305,396	1,107,370	1,269,037	1,298,095
Unrestricted state aid	14,111,398	14,572,046	11,890,131	12,813,371	13,086,471
Unrestricted federal aid	190,393	145,788	148,464	150,103	392,295
<b>Total general revenues</b>	<b><u>23,251,009</u></b>	<b><u>21,019,827</u></b>	<b><u>18,803,450</u></b>	<b><u>19,673,045</u></b>	<b><u>22,755,041</u></b>
<b>Changes in Net Position</b>	<b><u>\$ 950,203</u></b>	<b><u>\$ (377,785)</u></b>	<b><u>\$ (848,654)</u></b>	<b><u>\$ (1,061,835)</u></b>	<b><u>\$ 1,766,026</u></b>

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Net (Expense)/Revenue</b>	\$ (24,191,508)	\$ (24,788,540)	\$ (22,591,499)	\$ (19,922,406)	\$ (15,009,881)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	6,449,469	6,154,980	5,173,394	4,235,475	3,101,683
Property taxes, levied for debt service	1,548,531	1,115,973	1,347,335	844,515	752,939
Property taxes, levied for capital outlay	227,228	139,567	637,347	284,015	590,491
Investment income	64,097	217,432	417,897	333,971	237,429
Unrestricted county aid	1,295,020			10,220	842,061
Unrestricted state aid	13,466,127	17,452,573	17,796,685	17,653,538	11,141,672
Unrestricted federal aid	1,846,677	147		69	80
<b>Total general revenues</b>	<u>24,897,149</u>	<u>25,080,672</u>	<u>25,372,658</u>	<u>23,361,803</u>	<u>16,666,355</u>
<b>Changes in Net Position</b>	<u>\$ 705,641</u>	<u>\$ 292,132</u>	<u>\$ 2,781,159</u>	<u>\$ 3,439,397</u>	<u>\$ 1,656,474</u>

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

**Note:** The Arizona State Legislature suspended county equalization payments to school districts for fiscal years 2006-07 through 2008-09.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2015</b></u>	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
General Fund:					
Nonspendable	\$ 188,411	\$	\$	\$	\$ 2,160
Restricted					29,665
Assigned					45,061
Unassigned	3,332,181	2,486,099	2,702,598	3,021,786	3,704,382
Reserved					
Unreserved					
Total General Fund	<u>\$ 3,520,592</u>	<u>\$ 2,486,099</u>	<u>\$ 2,702,598</u>	<u>\$ 3,021,786</u>	<u>\$ 3,781,268</u>
All Other Governmental Funds:					
Restricted	4,337,493	3,399,302	3,145,608	6,086,381	6,539,550
Unassigned	(716)				
Unreserved, reported in:					
Special revenue funds					
Capital projects funds					
Debt service fund					
Total all other governmental funds	<u>\$ 4,336,777</u>	<u>\$ 3,399,302</u>	<u>\$ 3,145,608</u>	<u>\$ 6,086,381</u>	<u>\$ 6,539,550</u>

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Fund:					
Reserved	269,421	16,484	262,206	48,799	60,120
Unreserved	1,199,432	52,582	983,337	788,495	230,014
Total General Fund	<u>\$ 1,468,853</u>	<u>\$ 69,066</u>	<u>\$ 1,245,543</u>	<u>\$ 837,294</u>	<u>\$ 290,134</u>
All Other Governmental Funds:					
Reserved	59,782	78,307	20,048	12,900	11,857
Unreserved, reported in:					
Special revenue funds	1,566,136	1,520,961	1,312,067	1,163,686	1,094,838
Capital projects funds	6,403,109	3,108,505	6,638,930	5,303,446	4,875,485
Debt service fund	153,098	114,067	243,210	139,430	174,294
Total all other governmental funds	<u>\$ 8,182,125</u>	<u>\$ 4,821,840</u>	<u>\$ 8,214,255</u>	<u>\$ 6,619,462</u>	<u>\$ 6,156,474</u>

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

**Note:** The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 54 were adopted in fiscal year 2011. The standard replaces the previous reserved and unreserved fund balance categories with the following five fund balance classifications: nonspendable, restricted, committed, assigned, and unassigned fund balance.

**(Concluded)**

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	Fiscal Year Ended June 30				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Federal sources:</b>					
Federal grants	\$ 1,229,560	\$ 1,143,409	\$ 1,074,355	\$ 1,043,838	\$ 1,426,876
State Fiscal Stabilization (ARRA)					152,614
Education Jobs				10,070	656,179
National School Lunch Program	1,002,165	1,024,363	906,669	893,875	792,364
Total federal sources	<u>2,231,725</u>	<u>2,167,772</u>	<u>1,981,024</u>	<u>1,947,783</u>	<u>3,028,033</u>
<b>State sources:</b>					
State equalization assistance	12,866,392	13,166,249	10,896,498	11,670,279	12,210,421
State grants	104,753	155,933	186,395	86,453	124,661
School Facilities Board			7,399	162,128	
Other revenues	1,245,006	1,405,797	986,234	980,964	906,562
Total state sources	<u>14,216,151</u>	<u>14,727,979</u>	<u>12,076,526</u>	<u>12,899,824</u>	<u>13,241,644</u>
<b>Local sources:</b>					
Property taxes	7,529,571	5,022,991	5,575,310	5,586,547	7,994,632
County aid	1,327,338	1,305,396	1,107,370	1,269,037	1,298,095
Food service sales	300,046	308,722	311,076	293,202	291,928
Investment income	54,862	17,409	29,722	43,382	83,996
Other revenues	646,091	968,988	535,461	601,932	808,329
Total local sources	<u>9,857,908</u>	<u>7,623,506</u>	<u>7,558,939</u>	<u>7,794,100</u>	<u>10,476,980</u>
<b>Total revenues</b>	<u>\$ 26,305,784</u>	<u>\$ 24,519,257</u>	<u>\$ 21,616,489</u>	<u>\$ 22,641,707</u>	<u>\$ 26,746,657</u>

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Federal sources:</b>					
Federal grants	\$ 3,246,180	\$ 933,590	\$ 911,651	\$ 816,911	\$ 1,371,414
National School Lunch Program	824,100	749,009	674,266	497,781	413,747
Total federal sources	<u>5,916,957</u>	<u>1,682,599</u>	<u>1,585,917</u>	<u>1,314,692</u>	<u>1,785,161</u>
<b>State sources:</b>					
State equalization assistance	13,829,829	14,851,244	16,146,060	13,614,603	9,849,927
State grants	229,406	344,689	101,150	77,832	86,230
School Facilities Board			52,846	2,872,071	268,939
Other revenues	<u>1,010,291</u>	<u>1,196,824</u>	<u>1,632,343</u>	<u>1,166,864</u>	<u>1,022,806</u>
Total state sources	<u>15,069,526</u>	<u>16,392,757</u>	<u>17,932,399</u>	<u>17,731,370</u>	<u>11,227,902</u>
<b>Local sources:</b>					
Property taxes	7,920,166	6,986,882	7,014,216	5,393,505	4,368,460
County aid	1,295,020			10,220	842,061
Food service sales	296,397	405,350	400,854	411,991	343,560
Investment income	64,097	217,432	419,220	333,971	237,429
Other revenues	<u>497,668</u>	<u>748,521</u>	<u>476,980</u>	<u>743,550</u>	<u>498,961</u>
Total local sources	<u>10,073,348</u>	<u>8,358,185</u>	<u>8,311,270</u>	<u>6,893,237</u>	<u>6,290,471</u>
<b>Total revenues</b>	<u>\$ 31,059,831</u>	<u>\$ 26,433,541</u>	<u>\$ 27,829,586</u>	<u>\$ 25,939,299</u>	<u>\$ 19,303,534</u>

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

**Note:** The Arizona State Legislature suspended county equalization payments to school districts for fiscal years 2006-07 through 2008-09.

**(Concluded)**



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2015</b></u>	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 13,043,241	\$ 13,080,571	\$ 11,950,937	\$ 12,758,132	\$ 12,725,673
Support services - students and staff	2,530,307	2,568,727	2,405,877	2,274,461	3,242,541
Support services - administration	2,336,249	2,246,926	1,899,897	2,115,782	2,082,565
Operation and maintenance of plant services	1,966,489	2,169,928	1,885,058	1,916,071	1,602,674
Student transportation services	1,378,478	1,308,717	1,171,444	1,216,462	1,214,837
Operation of non-instructional services	1,421,955	1,457,022	1,348,469	1,463,603	1,241,916
Capital outlay	12,481,139	269,382	3,227,430	808,161	2,235,466
Debt service -					
Judgments against the district					
Interest and fiscal charges	636,477	361,891	389,262	419,633	454,568
Principal retirement	1,371,268	1,018,898	900,458	879,893	949,534
Bond issuance costs	246,894				
<b>Total expenditures</b>	<u><u>\$ 37,412,497</u></u>	<u><u>\$ 24,482,062</u></u>	<u><u>\$ 25,178,832</u></u>	<u><u>\$ 23,852,198</u></u>	<u><u>\$ 25,749,774</u></u>
Expenditures for capitalized assets	\$ 11,406,220	\$ 52,621	\$ 3,092,507	\$ 700,745	\$ 1,424,826
Debt service as a percentage of noncapital expenditures	9%	6%	6%	6%	6%

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 14,685,416	\$ 14,896,604	\$ 13,834,156	\$ 11,706,030	\$ 10,237,473
Support services - students and staff	3,547,805	3,657,075	2,770,848	1,947,296	1,821,815
Support services - administration	2,213,209	2,282,349	2,413,854	2,044,691	1,564,274
Operation and maintenance of plant services	2,087,050	1,722,345	1,782,749	1,776,164	1,382,750
Student transportation services	1,268,183	1,174,720	994,646	936,659	754,819
Operation of non-instructional services	1,324,822	1,423,534	1,353,452	1,111,129	986,506
Capital outlay	1,140,095	4,894,828	5,193,151	4,885,163	3,450,203
Debt service -					
Judgments against the district		9,033			
Interest and fiscal charges	393,971	369,084	442,479	259,437	310,214
Principal retirement	1,393,199	1,135,398	1,187,978	784,989	495,000
Bond issuance costs	68,705		85,324		
<b>Total expenditures</b>	<u>\$ 28,122,455</u>	<u>\$ 31,564,970</u>	<u>\$ 30,058,637</u>	<u>\$ 25,451,558</u>	<u>\$ 21,003,054</u>
Expenditures for capitalized assets	\$ 230,365	\$ 3,807,175	\$ 4,702,924	\$ 3,028,697	\$ 3,622,998
Debt service as a percentage of noncapital expenditures	7%	5%	7%	5%	5%

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**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>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (11,106,713)	\$ 37,195	\$ (3,562,343)	\$ (1,210,491)	\$ 996,883
<b>Other financing sources (uses):</b>					
General obligation bonds issued	12,525,000				
Premium on sale of bonds	365,270				
Capital lease agreements			302,382		
Transfers in	240,194	67,895	129,779	51,532	100,671
Transfers out	(240,194)	(67,895)	(129,779)	(51,532)	(100,671)
Total other financing sources (uses)	<u>12,890,270</u>	<u></u>	<u>302,382</u>	<u></u>	<u></u>
<b>Changes in fund balances</b>	<u>\$ 1,783,557</u>	<u>\$ 37,195</u>	<u>\$ (3,259,961)</u>	<u>\$ (1,210,491)</u>	<u>\$ 996,883</u>
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ 2,937,376	\$ (5,131,429)	\$ (2,229,051)	\$ 487,741	\$ (1,699,520)
<b>Other financing sources (uses):</b>					
(Empty)					
Issuance of school improvement bonds					
General obligation bonds issued	3,390,000		3,935,000		
Premium on sale of bonds	44,961		76,538		
Capital lease agreements		750,000		532,685	
Transfers in	46,894	137,621	181,324	89,561	159,345
Transfers out	(46,894)	(137,621)	(181,324)	(89,561)	(159,345)
Total other financing sources (uses)	<u>3,434,961</u>	<u>750,000</u>	<u>4,011,538</u>	<u>532,685</u>	<u></u>
<b>Changes in fund balances</b>	<u>\$ 6,372,337</u>	<u>\$ (4,381,429)</u>	<u>\$ 1,782,487</u>	<u>\$ 1,020,426</u>	<u>\$ (1,699,520)</u>

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**PRIMARY ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<b>Class</b>	<b>Fiscal Year</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
Commercial, Industrial, Utilities and Mining	\$ 25,621,205	\$ 24,778,956	\$ 25,160,981	\$ 25,135,960	\$ 23,499,405
Agricultural and Vacant	35,104,120	40,142,791	46,429,446	57,410,628	102,615,681
Residential (Owner Occupied)	86,634,043	79,833,152	93,611,137	100,982,339	122,434,140
Residential (Rental)	34,209,353	25,565,807	12,167,975	11,271,010	11,476,093
Railroad, Private Cars and Airlines	<u>755,119</u>	<u>644,443</u>	<u>616,341</u>	<u>526,487</u>	<u>523,279</u>
Total	<u>\$ 182,323,840</u>	<u>\$ 170,965,149</u>	<u>\$ 177,985,880</u>	<u>\$ 195,326,424</u>	<u>\$ 260,548,598</u>
Estimated Actual Value (Full Cash Value)	\$ 1,897,740,811	\$ 1,651,731,663	\$ 1,700,703,026	\$ 1,851,483,082	\$ 2,687,111,831
Ratio of Primary Assessed Value to Estimated Actual Value	10%	10%	10%	11%	10%
Total Direct Rate	4.50	3.46	3.54	3.20	3.30

<b>Class</b>	<b>Fiscal Year</b>				
	<b><u>2010</u></b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>
Commercial, Industrial, Utilities and Mining	\$ 28,154,934	\$ 21,953,206	\$ 20,553,320	\$ 17,023,904	\$ 16,647,105
Agricultural and Vacant	109,069,747	90,384,861	61,391,482	42,271,425	33,408,811
Residential (Owner Occupied)	148,510,088	131,391,622	103,804,060	77,765,908	66,104,486
Residential (Rental)	12,315,719	9,922,336	6,640,085	4,459,469	2,693,142
Railroad, Private Cars and Airlines	<u>524,715</u>	<u>597,316</u>	<u>636,495</u>	<u>851,107</u>	<u>802,899</u>
Total	<u>\$ 298,575,203</u>	<u>\$ 254,249,341</u>	<u>\$ 193,025,442</u>	<u>\$ 142,371,813</u>	<u>\$ 119,656,443</u>
Estimated Actual Value (Full Cash Value)	\$ 3,428,239,276	\$ 3,485,058,127	\$ 2,484,096,080	\$ 1,522,064,331	\$ 1,195,337,811
Ratio of Primary Value to Estimated Actual Value	9%	7%	8%	9%	10%
Total Direct Rate	2.47	2.70	3.62	4.01	3.95

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

**Note:** The primary assessed value generates revenues for general District operations.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**SECONDARY ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<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	\$ 25,757,638	\$ 24,818,644	\$ 25,188,844	\$ 25,290,926	\$ 24,890,490
Agricultural and Vacant	37,510,025	41,737,178	47,906,892	59,017,604	121,432,487
Residential (Owner Occupied)	94,200,096	80,015,764	93,842,229	101,142,268	123,435,812
Residential (Rental)	37,144,643	25,694,442	12,207,904	11,312,386	11,877,500
Railroad, Private Cars and Airlines	<u>761,747</u>	<u>650,155</u>	<u>627,233</u>	<u>583,523</u>	<u>619,115</u>
Total	<u>\$ 195,374,149</u>	<u>\$ 172,916,183</u>	<u>\$ 179,773,102</u>	<u>\$ 197,346,707</u>	<u>\$ 282,255,404</u>
Ratio of Secondary Assessed Value to Estimated Actual Value	10%	10%	11%	11%	11%
Total Direct Rate	4.50	3.46	3.54	3.20	3.30

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Commercial, Industrial, Utilities and Mining	\$ 30,640,973	\$ 23,632,769	\$ 21,840,566	\$ 17,589,803	\$ 16,926,991
Agricultural and Vacant	168,559,638	157,391,388	96,440,889	63,319,526	43,654,523
Residential (Owner Occupied)	158,705,573	183,054,342	142,399,088	79,621,923	70,338,606
Residential (Rental)	13,508,158	13,886,624	8,990,775	4,651,791	2,972,917
Railroad, Private Cars and Airlines	<u>613,242</u>	<u>668,349</u>	<u>697,986</u>	<u>897,117</u>	<u>873,996</u>
Total	<u>\$ 372,027,584</u>	<u>\$ 378,633,472</u>	<u>\$ 270,369,304</u>	<u>\$ 166,080,160</u>	<u>\$ 134,767,033</u>
Ratio of Secondary Assessed Value to Estimated Actual Value	11%	11%	11%	11%	11%
Total Direct Rate	2.47	2.70	3.62	4.01	3.95

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

**Note:** The secondary assessed value generates revenues to service District bonded debt requirements and other voter-approved overrides.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**PROPERTY TAX ASSESSMENT RATIOS**  
**LAST TEN FISCAL YEARS**

<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

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Commercial, Industrial, Utilities and Mining	22 %	23 %	24 %	25 %	25 %
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	18	20	21	22	21

**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.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Overlapping Rates</b>									<b>District Direct Rates</b>		
	<b>State</b>		<b>Community</b>	<b>Flood</b>	<b>Central</b>				<b>Buckeye Union</b>			
	<b>Equalization</b>	<b>County</b>	<b>College</b>	<b>Control</b>	<b>Arizona</b>	<b>City of</b>	<b>City of</b>	<b>Town of</b>	<b>High School</b>	<b>Primary</b>	<b>Secondary</b>	<b>Total</b>
			<b>District</b>	<b>District</b>	<b>Water</b>	<b>Avondale</b>	<b>Goodyear</b>	<b>Buckeye</b>	<b>District No. 201</b>			
2015	0.51	1.32	1.52	0.14	0.14	1.75	1.87	1.80	3.51	2.80	1.70	4.50
2014	0.51	1.28	1.53	0.14	0.14	1.81	1.90	1.80	3.66	1.91	1.55	3.46
2013	0.47	1.24	1.38	0.18	0.10	1.33	1.78	1.80	3.42	2.07	1.47	3.54
2012	0.43	1.24	1.21	0.18	0.10	1.33	1.60	1.61	3.07	1.87	1.33	3.20
2011	0.36	1.05	0.97	0.15	0.10	1.11	1.42	1.19	2.80	1.96	1.34	3.30
2010	0.33	0.99	0.88	0.14	0.10	1.11	1.60	0.89	2.60	1.49	0.98	2.47
2009	0.00	1.03	0.94	0.15	0.10	1.11	1.60	0.90	2.86	1.70	1.00	2.70
2008	0.00	1.10	0.98	0.15	0.10	1.11	1.60	1.14	3.10	2.28	1.34	3.62
2007	0.00	1.18	1.06	0.20	0.12	1.17	1.59	1.34	3.29	2.37	1.64	4.01
2006	0.00	1.20	1.03	0.21	0.12	1.17	1.60	1.55	3.54	2.22	1.73	3.95

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**PRINCIPAL PROPERTY TAXPAYERS**  
**CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

Taxpayer	2015			2006	
	Secondary Assessed Valuation	Percentage of District's Net Assessed Valuation		Secondary Assessed Valuation	Percentage of District's Net Assessed Valuation
Arizona Public Service Company	\$ 9,152,103	4.68 %		\$ 3,998,592	3.50 %
Nnp III Estrella Mountain Ranch LLC	4,165,194	2.13			
Nevada Holding Co LP	2,334,320	1.19			
Kdcnc LLC	2,047,517	1.05			
Nnp III Emr 4 LLC	1,764,641	0.90			
Nnp III Emr 3 LLC	1,682,637	0.86			
Transwestern Pipeline Company LLC	1,438,500	0.74			
Southwest Gas Corporation (T&D)	1,426,772	0.73		\$ 914,523	0.80
DMB White Tank LLC	1,327,859	0.68			
He Capital Kr LLC	1,297,040	0.66			
Sun MP LLC				14,352,125	12.70
El Paso Natural Gas Co.				1,616,462	1.40
Rubbermaid Inc.				1,458,619	1.30
Ep-The King LLC				1,446,875	1.30
Quincy Joist Company				1,033,679	0.90
SFPP LP dba Kinder Morgan Energy Partners				901,877	0.80
Union Pacific Railroad				818,328	0.70
Qwest Corporation				663,844	0.60
Total	<u>\$ 26,636,583</u>	<u>13.62 %</u>		<u>\$ 27,204,924</u>	<u>24.00 %</u>

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



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Fiscal Years</b>	<b>Collected to the End of the Current Fiscal Year</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2015	\$ 8,397,021	\$ 7,987,636	95.12 %	\$	\$ 7,987,636	95.12 %
2014	5,921,716	5,499,209	92.87	411,603	5,910,812	99.82
2013	6,328,989	5,909,754	93.38	411,054	6,320,808	99.87
2012	6,234,106	5,814,865	93.28	329,644	6,144,509	98.56
2011	8,998,440	7,400,298	82.24	1,590,944	8,991,242	99.92
2010	8,878,697	7,882,240	88.78	705,174	8,587,414	96.72
2009	8,114,287	7,270,097	89.60	764,912	8,035,009	99.02
2008	8,081,505	7,488,797	92.67	591,442	8,080,239	99.98
2007	6,106,784	5,849,703	95.79	255,894	6,105,597	99.98
2006	4,988,292	4,740,328	95.03	246,811	4,987,139	99.98

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

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

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less:	Total	Percentage of Estimated Actual Value	Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value	Per Capita	Percentage of Personal Income	
		Amounts Restricted for Principal									
2015	\$ 19,917,006	\$ 184,922	\$ 19,732,084	1.04 %	\$ 798	\$ 183,452	\$ 20,100,458	1.06 %	\$ 813	11.93 %	
2014	7,845,000	98,748	7,746,252	0.47	387	239,720	8,084,720	0.49	404	5.22	
2013	8,595,000	99,104	8,495,896	0.50	425	458,618	9,053,618	0.53	453	6.14	
2012	9,330,000	97,277	9,232,723	0.50	462	306,694	9,636,694	0.52	482	6.75	
2011	10,140,000	193,527	9,946,473	0.37	497	451,587	10,591,587	0.39	530	7.45	
2010	11,265,000	1,125,000	10,140,000	0.30	507	591,121	11,856,121	0.35	593	8.06	
2009	8,835,000	960,000	7,875,000	0.23	387	859,320	9,694,320	0.28	476	6.94	
2008	9,850,000	1,015,000	8,835,000	0.36	796	284,718	10,134,718	0.41	913	7.65	
2007	6,625,000	710,000	5,915,000	0.39	533	457,696	7,082,696	0.47	638	5.87	
2006	7,120,000	495,000	6,625,000	0.55	596		7,120,000	0.60	641	6.41	

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2015**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Maricopa County Community College District	\$ 712,735,000	0.56 %	\$ 3,991,316
Estrella Mountain Ranch Community Facilities District	14,915,000	100.00	14,915,000
Sundance Community Facilities District	21,795,000	14.14	3,081,813
Verrado District No. 1 Community Facilities District	40,920,000	2.61	1,068,012
City of Avondale	26,515,000	0.01	2,652
City of Goodyear	105,025,000	13.87	14,566,968
Buckeye Union High School District No. 201	43,735,000	27.13	11,865,306
Western Maricopa Education Center No. 402	34,045,000	1.50	510,675
Subtotal, Overlapping Debt			<u>50,001,742</u>
Direct:			
Liberty Elementary School District No. 25			<u>19,917,006</u>
Total Direct and Overlapping Debt			<u><u>\$ 69,918,748</u></u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Secondary Assessed Valuation	10.10 %	
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,278	
As a Percentage of Net Secondary Assessed Valuation	16.17 %	
As a Percentage of Estimated Actual Value (Full Cash Value)	1.67 %	

**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 the District's secondary assessed valuation as a percentage of the secondary assessed valuation of the overlapping jurisdiction.  
2) Outstanding debt as of June 30, 2014 is presented for the overlapping governments as this is the most recent available information.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

**Class B Bond Legal Debt Margin Calculation for Fiscal Year 2015:**

Secondary assessed valuation	\$ 195,374,149
Debt limit (10% of assessed value)	19,537,415
Debt applicable to limit	19,570,000
Redemption funds on hand for principal	37,429
Legal debt margin	<u>\$ 4,844</u>

**Total Legal Debt Margin Calculation for Fiscal Year 2015:**

Secondary assessed valuation	\$ 195,374,149
Debt limit (15% of assessed value)	29,306,122
Debt applicable to limit	19,570,000
Legal debt margin	<u>\$ 9,736,122</u>

**Fiscal Year Ended June 30**

	<u><b>2015</b></u>	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
Debt Limit	\$ 29,306,122	\$ 25,937,427	\$ 26,965,965	\$ 29,602,006	\$ 42,338,311
Total net debt applicable to limit	<u>19,570,000</u>	<u>7,845,000</u>	<u>8,595,000</u>	<u>9,330,000</u>	<u>10,140,000</u>
Legal debt margin	<u>\$ 9,736,122</u>	<u>\$ 18,092,427</u>	<u>\$ 18,370,965</u>	<u>\$ 20,272,006</u>	<u>\$ 32,198,311</u>
Total net debt applicable to the limit as a percentage of debt limit	67%	30%	32%	32%	24%

	<u><b>2010</b></u>	<u><b>2009</b></u>	<u><b>2008</b></u>	<u><b>2007</b></u>	<u><b>2006</b></u>
Debt Limit	\$ 55,804,138	\$ 56,795,021	\$ 40,555,396	\$ 24,912,024	\$ 20,215,055
Total net debt applicable to limit	<u>11,265,000</u>	<u>8,835,000</u>	<u>9,850,000</u>	<u>6,625,000</u>	<u>7,120,000</u>
Legal debt margin	<u>\$ 44,539,138</u>	<u>\$ 47,960,021</u>	<u>\$ 30,705,396</u>	<u>\$ 18,287,024</u>	<u>\$ 13,095,055</u>
Total net debt applicable to the limit as a percentage of debt limit	20%	16%	24%	27%	35%

**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 and the statutory debt limit on Class B bonds. The calculations of the debt margins are presented in detail for the current fiscal year only.  
2) Bond premium is not subject to the statutory debt limit.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN CALENDAR YEARS**

<b>Year</b>	<b>Population</b>		<b>Personal Income (thousands)</b>		<b>Per Capita Income</b>	<b>Unemployment Rate</b>	<b>Estimated District Population</b>
2014	4,087,191	\$	168,483,421	\$	41,222	5.9 %	24,728
2013	3,944,859		154,926,697		26,888	6.7	20,000
2012	3,824,053		147,374,500		38,539	9.1	20,000
2011	3,843,370		142,864,275		37,352	8.4	20,000
2010	3,817,117		142,091,618		35,319	9.1	20,000
2009	4,023,331		147,122,078		37,168	8.3	20,000
2008	3,987,942		139,665,253		36,135	4.9	20,354
2007	3,907,492		132,423,154		35,046	3.2	11,100
2006	3,792,675		120,716,738		33,178	3.5	11,107
2005	3,648,545		111,103,576		31,757	4.1	11,107

**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 from 2005 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2014, the source of the information is the Arizona Office of Employment and Population Statistics.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**PRINCIPAL EMPLOYERS**  
**CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

Employer	2015			2006		
	Employees	Percentage of Total Employment		Employees	Percentage of Total Employment	
State of Arizona	49,800	2.71	%	49,958	2.61	%
Wal-Mart Stores Inc.	30,634	1.67		28,246	1.47	
Banner Health Systems	24,825	1.35		19,250	1.00	
City of Phoenix	15,100	0.82		13,844	0.72	
Wells Fargo Company	13,308	0.72		11,533	0.60	
Bank of America	13,300	0.72				
Maricopa County	12,792	0.70		13,002	0.68	
Raytheon Co.	11,500	0.63				
Arizona State University	11,185	0.61		11,202	0.58	
Apollo Group Inc.	11,000	0.60				
U.S. Postal Service				11,000	0.57	
Honeywell Aerospace				10,700	0.56	
US Airways				9,940	0.52	
Total	193,444	10.53	%	178,675	9.31	%
Total employment	1,836,600			1,916,003		

**Source:** The source of this information is the Business Journal Book of Lists.

**Note:** The principal employers were not available for the District alone, therefore the principal employers for Maricopa County are presented.

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<b>Full-time Equivalent Employees as of June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Supervisory</b>					
Consultants/supervisors of instruction	3	3	1	1	1
Principals	5	5	5	5	5
Assistant principals	1	1	1	1	1
Total supervisory	<u>9</u>	<u>9</u>	<u>7</u>	<u>7</u>	<u>7</u>
<b>Instruction</b>					
Teachers	182	187	187	185	194
Other professionals (instructional)	34	49	44	57	52
Total instruction	<u>216</u>	<u>236</u>	<u>231</u>	<u>242</u>	<u>246</u>
<b>Student Services</b>					
Librarians	3	3	3		5
Total student services	<u>3</u>	<u>3</u>	<u>3</u>		<u>5</u>
<b>Support and Administration</b>					
Service workers	56	55	48	51	52
Other classified	45	38	42	64	53
Total support and administration	<u>101</u>	<u>93</u>	<u>90</u>	<u>115</u>	<u>105</u>
<b>Total</b>	<u><u>329</u></u>	<u><u>341</u></u>	<u><u>331</u></u>	<u><u>364</u></u>	<u><u>363</u></u>

(Continued)

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	1	1	3	4	4
Principals	5	5	5	5	5
Assistant principals	1	1	1		
Total supervisory	<u>7</u>	<u>7</u>	<u>9</u>	<u>9</u>	<u>9</u>
<b>Instruction</b>					
Teachers	224	229	232	213	179
Other professionals (instructional)	63	81	64	71	56
Total instruction	<u>287</u>	<u>310</u>	<u>296</u>	<u>284</u>	<u>235</u>
<b>Student Services</b>					
Librarians	5	5	5	5	4
Total student services	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>4</u>
<b>Support and Administration</b>					
Service workers	58	69	63	78	71
Other classified	55	69	39	38	36
Total support and administration	<u>113</u>	<u>138</u>	<u>102</u>	<u>116</u>	<u>107</u>
<b>Total</b>	<u><u>412</u></u>	<u><u>460</u></u>	<u><u>412</u></u>	<u><u>414</u></u>	<u><u>355</u></u>

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

(Concluded)



**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**OPERATING STATISTICS**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil- Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2015	3,143	\$ 22,676,719	\$ 7,215	(1.94) %	\$ 26,293,028	\$ 8,366	4.45 %	216	14.6	47.7 %
2014	3,103	22,831,891	7,358	8.69	24,853,239	8,009	8.56	236	13.1	49.0
2013	3,052	20,661,682	6,770	(2.89)	22,517,596	7,378	(2.03)	231	13.2	48.4
2012	3,119	21,744,511	6,972	5.06	23,488,203	7,531	0.98	242	12.9	53.4
2011	3,332	22,110,206	6,636	(7.57)	24,849,671	7,458	(4.90)	246	13.5	48.8
2010	3,500	25,126,485	7,179	3.79	27,446,838	7,842	1.97	287	12.2	47.0
2009	3,637	25,156,627	6,917	6.91	27,969,552	7,690	9.36	310	11.7	45.4
2008	3,578	23,149,705	6,470	2.81	25,161,454	7,032	(3.00)	296	12.1	40.9
2007	3,102	19,521,969	6,293	(0.53)	22,488,904	7,250	8.01	284	10.9	33.1
2006	2,647	16,747,637	6,327	10.98	17,766,554	6,712	1.54	235	11.3	29.9

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

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

**LIBERTY ELEMENTARY SCHOOL DISTRICT NO. 25**  
**CAPITAL ASSETS INFORMATION**  
**LAST TEN FISCAL YEARS**

	<b>Fiscal Year Ended June 30</b>									
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>	<b><u>2010</u></b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>
<b><u>Schools</u></b>										
<b>Elementary</b>										
Buildings	33	33	32	32	32	32	31	31	31	23
Square feet	370,963	370,963	360,304	360,304	360,304	360,304	347,804	340,396	338,836	324,359
Capacity	3,926	3,926	3,851	3,851	3,851	3,851	3,851	3,851	3,851	3,846
Enrollment	3,362	3,357	3,309	3,284	3,628	3,684	3,823	2,578	3,102	2,971
<b><u>Administrative</u></b>										
Buildings	1	1	1	1	1	1	1	1	1	2
Square feet	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	1,868
<b><u>Athletics</u></b>										
Soccer fields	1	1	1	1	1	1	1	1	1	1
Baseball/softball	10	10	10	10	10	10	10	10	10	10
Playgrounds	12	12	12	12	12	12	12	12	12	11

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

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