

Emmett Independent School District No. 221

Year Ended June 30, 2021

Audited Financial Statements



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Quest CPAs PLLC

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Independent Auditor's Report

Board of Trustees
Emmett Independent School District No. 221

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 Emmett Independent School District No. 221 (the School) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School'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 of 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.

Basis for Qualified Opinion on Governmental Activities

Management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accounting principles generally accepted in the United States of America require recognition and measurement of an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses related to the other postemployment benefits as well as certain note disclosures and required supplementary information. The amount by which the departure would affect net position, assets, liabilities, deferred outflows of resources, deferred inflows of resources, expenses, note disclosures, and required supplementary information has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinion on Governmental Activities” paragraph, the financial statements referred to previously present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2021, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules, schedule of employer’s share of net pension liability, and schedule of employer contributions listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not required to be 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, and 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.

Management has not included the management’s discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not 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, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards 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 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 nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 31, 2022, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

Quest CPAs PLLC

Payette, Idaho
May 31, 2022

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Statement of Net Position

June 30, 2021

	<u>Governmental Activities</u>
Assets	
Current Assets	
Cash & Investments	\$3,827,605
Receivables:	
Local Sources	861,079
State Sources	397,940
Federal Sources	2,418,934
Inventory	43,016
Total Current Assets	<u>7,548,574</u>
Noncurrent Assets	
Nondepreciable Capital Assets	425,000
Depreciable Net Capital Assets	11,036,032
Total Noncurrent Assets	<u>11,461,032</u>
Total Assets	<u>19,009,606</u>
 Deferred Outflows of Resources	
Pension Deferred Outflows	3,108,327
Total Deferred Outflows of Resources	<u>3,108,327</u>
Total Assets and Deferred Outflows of Resources	<u>\$22,117,933</u>
 Liabilities	
Current Liabilities	
Salaries & Benefits Payable	\$2,276,374
Unspent Grant Allocation	1,511,184
Long-Term Debt & Obligations, Current	91,461
Total Current Liabilities	<u>3,879,019</u>
Noncurrent Liabilities	
Net Pension Liability	7,846,183
Total Noncurrent Liabilities	<u>7,846,183</u>
Total Liabilities	<u>11,725,202</u>
 Deferred Inflows of Resources	
Pension Deferred Inflows	256,195
Total Deferred Inflows of Resources	<u>256,195</u>
Total Liabilities and Deferred Inflows of Resources	<u>11,981,397</u>
 Net Position	
Net Investment in Capital Assets	11,369,571
Restricted:	
Special Programs	1,045,933
Capital Projects	118,116
Unrestricted	(2,397,084)
Total Net Position	<u>10,136,536</u>
Total Liabilities and Deferred Inflows of Resources and Net Position	<u>\$22,117,933</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Statement of Activities Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue And Changes in Net Position
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities
Governmental Activities					
Instructional Programs					
Elementary School	\$4,679,263		\$1,875,147		(\$2,804,116)
Secondary School	3,081,728		699,186		(2,382,542)
Alternative School	679,935		73,838		(606,097)
Vocational-Technical	0				0
Special Education	1,597,846		498,161		(1,099,685)
Special Education Preschool	80,347		21,539		(58,808)
Gifted & Talented	2,025				(2,025)
Interscholastic	261,323				(261,323)
School Activity	13,600				(13,600)
Support Service Programs					
Attendance - Guidance - Health	818,047		85,878		(732,169)
Special Education Support Services	556,420		426,420		(130,000)
Instruction Improvement	653,783		590,624		(63,159)
Educational Media	122,459				(122,459)
Board of Education	40,040		2,772		(37,268)
District Administration	297,926				(297,926)
School Administration	1,128,449		22,988		(1,105,461)
Business Operations	510,843				(510,843)
Central Service	918				(918)
Administrative Technology	614,289		219,487		(394,802)
Buildings - Care	978,750				(978,750)
Maintenance - Non-Student Occupied	319,338		23,497		(295,841)
Maintenance - Student Occupied	897,528		69,704		(827,824)
Maintenance - Grounds	20,560				(20,560)
Security	30,275				(30,275)
Pupil-To-School Transportation	1,532,118	\$28,727			(1,503,391)
Pupil-Activity Transportation	0				0
General Transportation	5,488				(5,488)
Other Support Services	0				0
Non-Instructional Programs					
Child Nutrition	1,090,776	30,730	1,328,688		268,642
Student Activity	433,009	479,256			46,247
Capital Assets - Student Occupied	637,023				(637,023)
Capital Assets - Non-Student Occupied	0		489,035		489,035
Debt Service - Principal	0				0
Debt Service - Interest	5,071				(5,071)
Total	\$21,089,177	\$538,713	\$6,426,964	\$0	(14,123,500)
General Revenues					
Local Taxes					1,533,046
Other Local Revenues					67,670
State Revenues					14,807,590
Federal Revenues					0
Pension Revenue (Expense)					(2,561,380)
Total					13,846,926
Change in Net Position					(276,574)
Net Position - Beginning - As Previously Stated					9,949,493
Restatement - See Note I					463,617
Net Position - Beginning - As Restated					10,413,110
Net Position - Ending					\$10,136,536

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Balance Sheet - Governmental Funds

June 30, 2021

	General Fund	Child Nutrition Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash & Investments	\$2,794,039	\$154,453	\$879,113	\$3,827,605
Receivables:				
Local Sources	776,379		84,700	861,079
State Sources	397,940		0	397,940
Federal Sources		235,971	2,182,963	2,418,934
Due From Other Funds	433,158		0	433,158
Inventory		43,016	0	43,016
Total Assets	<u>\$4,401,516</u>	<u>\$433,440</u>	<u>\$3,146,776</u>	<u>\$7,981,732</u>
Liabilities				
Due To Other Funds			\$433,158	\$433,158
Salaries & Benefits Payable	\$1,847,565	\$77,127	351,682	2,276,374
Unspent Grant Allocation			1,511,184	1,511,184
Total Liabilities	<u>1,847,565</u>	<u>77,127</u>	<u>2,296,024</u>	<u>4,220,716</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues	63,658		0	63,658
Total Deferred Inflows of Resources	<u>63,658</u>	<u>0</u>	<u>0</u>	<u>63,658</u>
Fund Balances				
Restricted:				
Special Programs		313,297	732,636	1,045,933
Capital Projects			118,116	118,116
Nonspendable		43,016	0	43,016
Unassigned	2,490,293		0	2,490,293
Total Fund Balances	<u>2,490,293</u>	<u>356,313</u>	<u>850,752</u>	<u>3,697,358</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$4,401,516</u>	<u>\$433,440</u>	<u>\$3,146,776</u>	<u>\$7,981,732</u>

Balance Sheet - Governmental Funds

June 30, 2021

**Reconciliation of Total Governmental Fund Balances to Net Position
of Governmental Activities**

Total Governmental Fund Balances	\$3,697,358
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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.	11,461,032
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	63,658
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Certain liabilities, including accrued interest, are not due and payable in the current period and therefore are not reported in the funds.	(91,461)
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Net pension liability and related pension source deferred outflow and deferred inflow of resources, are not due and payable in the current period and therefore are not reported in the funds.	(4,994,051)
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Net Position of Governmental Activities	<u>\$10,136,536</u>
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Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2021

	General Fund	Child Nutrition Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Local Taxes	\$1,534,994		\$0	\$1,534,994
Other Local Revenue	312,666	\$30,730	620,858	964,254
State Revenue	14,807,590		253,178	15,060,768
Federal Revenue	779,297	1,328,688	3,707,930	5,815,915
Total Revenues	<u>17,434,547</u>	<u>1,359,418</u>	<u>4,581,966</u>	<u>23,375,931</u>
Expenditures				
Instructional Programs				
Elementary School	4,322,848		1,270,659	5,593,507
Secondary School	3,278,563		381,983	3,660,546
Alternative School	605,059		74,876	679,935
Vocational-Technical			0	0
Special Education	1,086,671		511,175	1,597,846
Special Education Preschool	58,807		21,540	80,347
Gifted & Talented	2,025		0	2,025
Interscholastic	261,323		0	261,323
School Activity	13,600		0	13,600
Support Service Programs				
Attendance - Guidance - Health	724,734		93,313	818,047
Special Education Support Services			556,420	556,420
Instruction Improvement	58,727		595,056	653,783
Educational Media	122,459		0	122,459
Board of Education	37,268		2,772	40,040
District Administration	297,926		0	297,926
School Administration	1,128,449		0	1,128,449
Business Operations	510,843		0	510,843
Central Service	918		0	918
Administrative Technology	359,887		254,402	614,289
Buildings - Care	978,750		0	978,750
Maintenance - Non-Student Occupied	319,338		0	319,338
Maintenance - Student Occupied	835,484		69,704	905,188
Maintenance - Grounds	20,560		0	20,560
Security	30,275		0	30,275
Pupil-To-School Transportation	1,433,474		0	1,433,474
Pupil-Activity Transportation			0	0
General Transportation	5,488		0	5,488
Other Support Services			0	0
Non-Instructional Programs				
Child Nutrition	24,539	1,066,237	0	1,090,776
Student Activity			433,009	433,009
Capital Assets - Student Occupied			0	0
Capital Assets - Non-Student Occupied			585,782	585,782
Debt Service - Principal	87,935		0	87,935
Debt Service - Interest	6,258		0	6,258
Total Expenditures	<u>16,612,208</u>	<u>1,066,237</u>	<u>4,850,691</u>	<u>22,529,136</u>
Excess (Deficiency) of Revenues Over Expenditures	822,339	293,181	(268,725)	846,795
Other Financing Sources (Uses)				
Transfers In	61,648		229,069	290,717
Transfers Out	(229,069)		(61,648)	(290,717)
Total Other Financing Sources (Uses)	<u>(167,421)</u>	<u>0</u>	<u>167,421</u>	<u>0</u>
Net Change in Fund Balances	654,918	293,181	(101,304)	846,795
Fund Balances - Beginning - As Prev. Stated	1,835,375	63,132	488,439	2,386,946
Restatement - See Note I			463,617	463,617
Fund Balances - Beginning - As Restated	<u>1,835,375</u>	<u>63,132</u>	<u>952,056</u>	<u>2,850,563</u>
Fund Balances - Ending	<u><u>\$2,490,293</u></u>	<u><u>\$356,313</u></u>	<u><u>\$850,752</u></u>	<u><u>\$3,697,358</u></u>

See Accompanying Notes

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2021

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds to the Statement of Activities

Net Change in Fund Balances - Total Governmental Funds \$846,795

Amounts reported for governmental activities in the statement of activities are different because:

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the excess of capital outlays over (under) depreciation expense in the current period. (112,446)

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. (1,948)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position. 87,935

In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds. 1,187

Changes in net pension liability and related pension source deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds. (1,098,097)

Change in Net Position of Governmental Activities (\$276,574)

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Emmett Independent School District No. 221 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Bear Lake, Bonneville, and Caribou Counties.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to school districts. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

Basic Financial Statements - Government-Wide Statements – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

Basic Financial Statements - Fund Financial Statements – The financial transactions of the School are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. Major governmental funds of the School include:

General Fund – The general fund is the School's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

Basis of Accounting – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Activities in the government-wide and fiduciary fund financial statements are presented on the full accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

Cash and Investments – Nearly all the cash and investment balances of the School's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is allocated to the various funds based on each fund's respective investment balance. Investments include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent measurement of investment value amongst pool participants.

Receivables – Receivables are reported net of any estimated uncollectible amounts.

Inventories – Material supplies on hand at year end are stated at the lower of cost or net realizable value using the first-in, first-out method.

Capital Assets and Depreciation – Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method, except for certain transportation vehicles which use the declining balance method.

Compensated Absences – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

Other Post-Employment Benefits – The School does not provide benefits to retired employees other than retirement benefits funded through the Public Employees Retirement System of Idaho. However, certain retired employees can remain on the School insurance policy after retirement if the retired employee pays the average monthly cost. The difference between the age-adjusted monthly cost and the average monthly cost is referred to as an “implicit subsidy” since the medical insurance rate of a retired employee is generally higher than the medical insurance rate of a younger employee. GASB 75 requires that employers have actuarial calculations performed for these other post-employment benefits so that an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses can be recorded in the government-wide financial statements and related notes and required supplementary information can be prepared. Management believes the costs of implementing GASB 75 cannot be justified at this time. Accordingly, the School accounts for the other-post employment benefits for retirees on the pay-as-you-go basis.

Pensions – For purposes of measuring the net pension liability and pension expense/revenue, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from Base Plan’s fiduciary net position have been determined on the same basis as they are reported by the Base 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.

Deferred Outflows/Inflows of Resources – The School’s financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

Net Position – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

Fund Balance Classifications – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity’s governing body. Assigned portions represent amounts that are constrained by the government’s intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

Property Taxes – The School is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20th and June 20th. A lien is filed on real property three years from the date of delinquency.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

Contingent Liabilities – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School expects such amounts, if any, to be immaterial.

Interfund Activity – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Custodial Credit Risk – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning custodial credit risk.

Risk Management – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

Nonmonetary Transactions – Items received via food commodities programs are recognized at their stated fair market value.

Subsequent Events – Subsequent events were evaluated through the date of the auditor's report, which is the date the financial statements were available to be issued.

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

Cash - Deposits	\$1,276,678
Investments - Local Gov't Investment Pool	2,550,927
Total	\$3,827,605

Deposits – At year end, the carrying amounts of the School's deposits were \$1,276,678 and the bank balances were \$1,808,274. Of the bank balances, \$423,374 was insured and the remainder was uninsured and uncollateralized.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

Interest rate risk:

<u>Investment Type</u>	Investment Maturity Schedule (In Years)	
	<u>Less Than 1</u>	<u>Total</u>
Local Gov't Invest Pool	\$2,550,927	\$2,550,927
Total	<u>\$2,550,927</u>	<u>\$2,550,927</u>

Credit rate risk:

<u>Investment Type</u>	Investment Rating Schedule	
	<u>Not Rated</u>	<u>Total</u>
Local Gov't Invest Pool	\$2,550,927	\$2,550,927
Total	<u>\$2,550,927</u>	<u>\$2,550,927</u>

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer's office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to \$10 million. Withdrawals of \$10 million or more require three business days' notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at www.sto.idaho.gov.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

C. RECEIVABLES

Receivables consist of the following at year end:

	General Fund	Special Revenue Funds	Total
Local Sources			
Local Taxes	\$512,871		\$512,871
Other Local Sources	263,508	\$84,700	348,208
Total	<u>\$776,379</u>	<u>\$84,700</u>	<u>\$861,079</u>
State Sources			
Foundation Program	\$397,940		\$397,940
Total	<u>\$397,940</u>		<u>\$397,940</u>
Federal Sources			
Special Programs		\$2,418,934	\$2,418,934
Total		<u>\$2,418,934</u>	<u>\$2,418,934</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

D. CAPITAL ASSETS

A summary of capital assets for the year is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	\$425,000			\$425,000
Total	<u>425,000</u>	<u>\$0</u>	<u>\$0</u>	<u>425,000</u>
Depreciable Capital Assets				
Buildings	26,299,107	490,445		26,789,552
Equipment	2,575,232	36,029	14,325	2,596,936
Transportation	2,618,793	96,747	104,780	2,610,760
Subtotal	<u>31,493,132</u>	<u>623,221</u>	<u>119,105</u>	<u>31,997,248</u>
Accumulated Depreciation				
Buildings	16,504,200	486,473		16,990,673
Equipment	1,809,621	150,550	14,325	1,945,846
Transportation	2,030,833	98,644	104,780	2,024,697
Subtotal	<u>20,344,654</u>	<u>735,667</u>	<u>119,105</u>	<u>20,961,216</u>
Total	<u>11,148,478</u>	<u>(112,446)</u>	<u>0</u>	<u>11,036,032</u>
Net Capital Assets	<u>\$11,573,478</u>	<u>(\$112,446)</u>	<u>\$0</u>	<u>\$11,461,032</u>

Depreciation expense was charged to the following programs:

Capital Assets - Student Occupied	\$637,023
Pupil-To-School Transportation	<u>98,644</u>
Total	<u>\$735,667</u>

E. LONG-TERM DEBT AND OBLIGATIONS

Capital Lease – The School leases equipment that qualifies as a capital lease obligation. The equipment cost \$1,211,976 and at year end, related accumulated depreciation was \$559,529.

Capital leases due in semi-annual installments of \$47,096 with interest at 5.96% through 2021/22, secured by equipment paid through the bus general fund	\$91,461
Total	<u>\$91,461</u>

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Notes to Financial Statements

Maturities on the capital leases are estimated as follows:

Year Ended	
6/30/22	\$94,193
Total Future Minimum Lease Payments	94,193
Amount Representing Interest	(2,732)
Present Value of Future Minimum Lease Payments	\$91,461

Changes in long-term debt and obligations are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Capital Lease	\$179,396		\$87,935	\$91,461	\$91,461
Total	\$179,396	\$0	\$87,935	\$91,461	\$91,461

Interest and related costs during the year amounting to \$5,071 were charged to the debt service – interest program.

F. PENSION PLAN*Plan Description*

The School contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2020 it was 7.16% for general employees and 8.81% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% for general employees and 12.28% for police and firefighters. The School's contributions were \$1,463,283 for the year ended June 30, 2021.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2020, the School's proportion was 0.3378870 percent.

For the year ended June 30, 2021, the School recognized pension revenue (expense) of (\$2,561,380). At June 30, 2021, the School 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	\$613,028	\$256,195
Changes in assumptions or other inputs	132,693	
Net difference between projected and actual earnings on pension plan investments	899,323	
Employer contributions subsequent to the measurement date	1,463,283	
Total	\$3,108,327	\$256,195

\$1,463,283 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an addition to the pension expense or reduction of the pension revenue in the year ending June 30, 2022.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2019 the beginning of the measurement period ended June 30, 2019 is 4.8 and 4.8 for the measurement period June 30, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension revenue (expense) as follows:

Year Ended	
6/30/22	(\$25,339)
6/30/23	(330,512)
6/30/24	(448,584)
6/30/25	(584,413)
Total	<u>(\$1,388,848)</u>

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of investment expenses
Cost-of-living adjustments	1%

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed for the period July 1, 2013 through June 30, 2017 which reviewed all economic and demographic assumptions other than mortality. The total pension liability as of June 30, 2020 is based on the results of an actuarial valuation date of July 1, 2020.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

(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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2020.

Capital Market Assumptions from Callen 2020

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return (Arithmetic)	Long-Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	2.80%	0.55%
Broad US Equities	55.00%	8.55%	6.30%
Developed Foreign Equities	15.00%	8.70%	6.45%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.85%	4.60%
Portfolio Standard Deviation		12.33%	12.33%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.25%	3.89%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return*		5.85%	3.49%

Investment Policy Assumptions from PERSI November 2019

Portfolio Long-Term Expected Real Rate of Return*	4.14%
Portfolio Standard Deviation	14.16%

Economic/Demographic Assumptions from Milliman 2018

Valuation Assumptions Chosen by PERSI Board	
Long-Term Expected Real Rate of Return*	4.05%
Assumed Inflation	3.00%
Long-Term Expected Geometric Rate of Return*	7.05%
*Net of Investment Expenses	

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' 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. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate.

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 7.05 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

	1% Decrease	Current	1% Increase
	(6.05%)	Discount Rate	(8.05%)
		(7.05%)	
School's proportionate share of the net pension liability (asset)	\$16,090,372	\$7,846,183	\$1,029,582

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Impacts on the School's net position

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan whenever deemed necessary), such deficits are not deemed to be of substantial concern.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Notes to Financial Statements

G. INTERFUND BALANCES AND TRANSFERS

Interfund balances at year end consist of the following:

	Due From Fund	
	Nonmajor Governmental	Total
Due To Fund		
General	\$433,158	\$433,158
Total	\$433,158	\$433,158

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

Interfund transfers during the year consist of the following:

Fund	Transfer In	Transfer Out	Purpose
General	\$61,648	\$229,069	Depreciation, Indirect Costs, Support
Nonmajor Governmental	229,069	61,648	Depreciation, Indirect Costs, Support
Total	\$290,717	\$290,717	

H. TAX ABATEMENTS

Idaho counties are authorized by state statute to transact certain property tax activity with property owners in their respective taxing districts. The counties collect the property taxes, then allocate and remit those collections among the taxing districts within the counties. The counties are authorized to cancel or reduce property taxes due to various reasons, including the circuit breaker program, agricultural and other exemptions, and section 63-602NN exemptions under Idaho code for real property improvements.

I. PRIOR PERIOD ADJUSTMENT

During the year, the School implemented GASB No. 84 *Fiduciary Activities*. As required by GASB 84, the School's net position and student activities fund balances were restated by \$463,617 to reflect the implementation of this new standard which requires that certain previously reported fiduciary funds now be classified as governmental funds.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
 Budgetary Comparison Schedule - General and Major Special Revenue Funds
 Year Ended June 30, 2021

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General Fund	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
Revenues				
Local Taxes	\$1,531,122	\$1,531,122	\$1,534,994	\$3,872
Other Local Revenue	502,225	259,728	312,666	52,938
State Revenue	15,100,923	14,478,575	14,807,590	329,015
Federal Revenue	0	779,297	779,297	0
Total Revenues	<u>17,134,270</u>	<u>17,048,722</u>	<u>17,434,547</u>	<u>385,825</u>
Expenditures				
Instructional Programs				
Elementary School	4,520,934	4,712,232	4,322,848	389,384
Secondary School	3,299,265	3,585,901	3,278,563	307,338
Alternative School	648,072	691,324	605,059	86,265
Vocational-Technical	57,073	0	0	0
Special Education	1,126,006	1,195,906	1,086,671	109,235
Special Education Preschool	60,062	60,062	58,807	1,255
Gifted & Talented	8,222	8,222	2,025	6,197
Interscholastic	298,558	295,189	261,323	33,866
School Activity	11,800	15,500	13,600	1,900
Support Service Programs				
Attendance - Guidance - Health	761,109	761,297	724,734	36,563
Special Education Support Services	0	0	0	0
Instruction Improvement	166,266	149,850	58,727	91,123
Educational Media	153,206	131,495	122,459	9,036
Board of Education	45,800	44,700	37,268	7,432
District Administration	324,532	309,106	297,926	11,180
School Administration	1,146,463	1,155,824	1,128,449	27,375
Business Operations	494,770	526,583	510,843	15,740
Central Service	2,500	2,500	918	1,582
Administrative Technology	387,899	388,119	359,887	28,232
Buildings - Care	1,095,809	1,102,279	978,750	123,529
Maintenance - Non-Student Occupied	375,895	429,448	319,338	110,110
Maintenance - Student Occupied	905,172	948,034	835,484	112,550
Maintenance - Grounds	34,148	34,148	20,560	13,588
Security	37,200	37,200	30,275	6,925
Pupil-To-School Transportation	1,605,827	1,581,919	1,433,474	148,445
Pupil-Activity Transportation	0	0	0	0
General Transportation	9,000	9,000	5,488	3,512
Other Support Services	116,000	116,000	0	116,000
Non-Instructional Programs				
Child Nutrition	26,000	26,000	24,539	1,461
Student Activity	0	0	0	0
Capital Assets - Student Occupied	396,500	396,500	0	396,500
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	94,200	94,200	87,935	6,265
Debt Service - Interest	0	0	6,258	(6,258)
Total Expenditures	<u>18,208,288</u>	<u>18,808,538</u>	<u>16,612,208</u>	<u>2,196,330 *</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(1,074,018)	(1,759,816)	822,339	2,582,155
Other Financing Sources (Uses)				
Transfers In	66,000	66,426	61,648	(4,778)
Transfers Out	(141,986)	(141,986)	(229,069)	(87,083) *
Total Other Financing Sources (Uses)	<u>(75,986)</u>	<u>(75,560)</u>	<u>(167,421)</u>	<u>(91,861)</u>
Net Change in Fund Balances	<u>(1,150,004)</u>	<u>(1,835,376)</u>	<u>654,918</u>	<u>2,490,294</u>
Fund Balances - Beginning	<u>1,150,000</u>	<u>1,835,376</u>	<u>1,835,375</u>	<u>(1)</u>
Fund Balances - Ending	<u>(\$4)</u>	<u>\$0</u>	<u>\$2,490,293</u>	<u>\$2,490,293</u>

*Total expenditures (over) under appropriations are: \$2,109,247

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
 Budgetary Comparison Schedule - General and Major Special Revenue Funds
 Year Ended June 30, 2021

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	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
Child Nutrition Fund	Original	Final		
Revenues				
Other Local Revenue	\$222,430	\$17,013	\$30,730	\$13,717
Federal Revenue	722,575	1,023,523	1,328,688	305,165
Total Revenues	<u>945,005</u>	<u>1,040,536</u>	<u>1,359,418</u>	<u>318,882</u>
Expenditures				
Non-Instructional Programs				
Child Nutrition	970,005	1,103,668	1,066,237	37,431
Total Expenditures	<u>970,005</u>	<u>1,103,668</u>	<u>1,066,237</u>	<u>37,431 *</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(25,000)	(63,132)	293,181	356,313
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0 *
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(25,000)	(63,132)	293,181	356,313
Fund Balances - Beginning	25,000	63,132	63,132	0
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$356,313</u>	<u>\$356,313</u>
<i>*Total expenditures (over) under appropriations are:</i>				<u>\$37,431</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221**Schedule of Employer's Share of Net Pension Liability****PERSI - Base Plan****Last 10 - Fiscal Years***

	2021	2020	2019
School's portion of the net pension liability	0.3378870%	0.3310565%	0.3446399%
School's proportionate share of the net pension liability	\$7,846,183	\$3,788,918	\$5,083,499
School's covered payroll	\$11,984,646	\$11,234,479	\$11,088,310
School's proportional share of the net pension liability as a percentage of its covered payroll	65.47%	33.73%	45.85%
Plan fiduciary net position as a percentage of the total pension liability	88.22%	93.79%	91.69%

	2018	2017	2016	2015
School's portion of the net pension liability	0.3435130%	0.3578157%	0.3645990%	0.3730694%
School's proportionate share of the net pension liability	\$5,399,434	\$7,253,474	\$4,801,176	\$2,746,375
School's covered payroll	\$10,665,754	\$10,466,330	\$10,212,316	\$10,106,934
School's proportional share of the net pension liability as a percentage of its covered payroll	50.62%	69.30%	47.01%	27.17%
Plan fiduciary net position as a percentage of the total pension liability	90.68%	87.26%	91.38%	94.95%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of June 30, 2020.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221**Schedule of Employer Contributions****PERSI - Base Plan****Last 10 - Fiscal Years***

	2021	2020	2019
Statutorily required contribution	\$1,463,283	\$1,430,967	\$1,271,743
Contributions in relation to the statutorily required contribution	\$1,463,283	\$1,430,967	\$1,271,743
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School's covered payroll	\$12,255,302	\$11,984,646	\$11,234,479
Contributions as a percentage of covered payroll	11.94%	11.94%	11.32%

	2018	2017	2016	2015
Statutorily required contribution	\$1,255,197	\$1,207,363	\$1,184,789	\$1,156,034
Contributions in relation to the statutorily required contribution	\$1,255,197	\$1,207,363	\$1,184,789	\$1,156,034
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School's covered payroll	\$11,088,310	\$10,665,754	\$10,466,330	\$10,212,316
Contributions as a percentage of covered payroll	11.32%	11.32%	11.32%	11.32%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of each year's fiscal year end.

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds			
	Forest Reserve Fund	District Wide Grants	School Health Grant	Idaho Community Foundation
Assets				
Cash & Investments	\$163,238	\$13,404	\$1,985	\$865
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	<u>\$163,238</u>	<u>\$13,404</u>	<u>\$1,985</u>	<u>\$865</u>
Liabilities				
Due To Other Funds				
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	163,238	13,404	1,985	865
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>163,238</u>	<u>13,404</u>	<u>1,985</u>	<u>865</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$163,238</u>	<u>\$13,404</u>	<u>\$1,985</u>	<u>\$865</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Page 2 of 8

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds			
	Lifetime Sports	School Activity	Emmett Public School Foundation	Driver Education
Assets				
Cash & Investments	\$7,188	\$509,864		\$5,811
Receivables:				
Local Sources			\$84,700	
State Sources				
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	<u>\$7,188</u>	<u>\$509,864</u>	<u>\$84,700</u>	<u>\$5,811</u>
Liabilities				
Due To Other Funds			\$79,614	
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	<u>\$0</u>	<u>\$0</u>	<u>79,614</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	7,188	509,864	5,086	5,811
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>7,188</u>	<u>509,864</u>	<u>5,086</u>	<u>5,811</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$7,188</u>	<u>\$509,864</u>	<u>\$84,700</u>	<u>\$5,811</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

Page 3 of 8

	Special Revenue Funds			
	English Language Acquisition	Technology	Substance Abuse	Title I-A ESSA IBP
Assets				
Cash & Investments	\$9,585		\$15,610	
Receivables:				
Local Sources				
State Sources				
Federal Sources				\$237,192
Due From Other Funds				
Inventory				
Total Assets	<u>\$9,585</u>	<u>\$0</u>	<u>\$15,610</u>	<u>\$237,192</u>
Liabilities				
Due To Other Funds				\$81,092
Salaries & Benefits Payable				84,404
Unspent Grant Allocation				71,696
Total Liabilities	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>237,192</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	9,585		15,610	
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>9,585</u>	<u>0</u>	<u>15,610</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$9,585</u>	<u>\$0</u>	<u>\$15,610</u>	<u>\$237,192</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds			
	ESSER I	Title I-C ESSA EMC	ESSER II	Title I-D ESSA N&DC
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$34,497	\$29,826	\$1,236,025	\$36,645
Due From Other Funds				
Inventory				
Total Assets	<u>\$34,497</u>	<u>\$29,826</u>	<u>\$1,236,025</u>	<u>\$36,645</u>
Liabilities				
Due To Other Funds		\$5,272	\$75,699	\$6,115
Salaries & Benefits Payable		3,952	62,132	1,049
Unspent Grant Allocation	\$34,497	20,602	1,098,194	29,481
Total Liabilities	<u>34,497</u>	<u>29,826</u>	<u>1,236,025</u>	<u>36,645</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$34,497</u>	<u>\$29,826</u>	<u>\$1,236,025</u>	<u>\$36,645</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

Page 5 of 8

	Special Revenue Funds			
	IDEA Part B 611 School Age 3-21	IDEA Part B 619 Pre-School Age 3-5	School Based Medicaid	Title IV-A ESSA SS & AE
Assets				
Cash & Investments		\$3,540	\$29,603	
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$180,177	726		\$25,949
Due From Other Funds				
Inventory				
Total Assets	<u>\$180,177</u>	<u>\$4,266</u>	<u>\$29,603</u>	<u>\$25,949</u>
Liabilities				
Due To Other Funds	\$72,501			\$8,149
Salaries & Benefits Payable	81,720	\$4,266	\$29,603	13,357
Unspent Grant Allocation	25,956			4,443
Total Liabilities	<u>180,177</u>	<u>4,266</u>	<u>29,603</u>	<u>25,949</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$180,177</u>	<u>\$4,266</u>	<u>\$29,603</u>	<u>\$25,949</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds			
	Title V-B ESSA REI	Title III ESSA ELA	Title II-A ESSA SEI	CRF K-4 / K-12 Learning Loss
Assets				
Cash & Investments		\$304		
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$15,697	4,334	\$36,700	\$220,343
Due From Other Funds				
Inventory				
Total Assets	<u>\$15,697</u>	<u>\$4,638</u>	<u>\$36,700</u>	<u>\$220,343</u>
Liabilities				
Due To Other Funds	\$4,283		\$13,463	\$24,072
Salaries & Benefits Payable	8,561	\$1,733	18,224	
Unspent Grant Allocation	2,853	2,905	5,013	196,271
Total Liabilities	<u>15,697</u>	<u>4,638</u>	<u>36,700</u>	<u>220,343</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$15,697</u>	<u>\$4,638</u>	<u>\$36,700</u>	<u>\$220,343</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

	Special Revenue Funds			CRF
	Gear Up	Title IV-B ESSA 21st CCLC ASP	Title IV-B ESSA 21st CCLC Ready	
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$54,149	\$31,471	\$39,232	
Due From Other Funds				
Inventory				
Total Assets	<u>\$54,149</u>	<u>\$31,471</u>	<u>\$39,232</u>	<u>\$0</u>
Liabilities				
Due To Other Funds	\$28,285	\$18,252	\$16,361	
Salaries & Benefits Payable	10,290	9,520	22,871	
Unspent Grant Allocation	15,574	3,699		
Total Liabilities	<u>54,149</u>	<u>31,471</u>	<u>39,232</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$54,149</u>	<u>\$31,471</u>	<u>\$39,232</u>	<u>\$0</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

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Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2021

	Capital Projects		
	Plant	Bus	
	Facilities	Depreciation	Total
		Fund	
Assets			
Cash & Investments	\$21,675	\$96,441	\$879,113
Receivables:			
Local Sources			84,700
State Sources			0
Federal Sources			2,182,963
Due From Other Funds			0
Inventory			0
Total Assets	\$21,675	\$96,441	\$3,146,776
Liabilities			
Due To Other Funds			\$433,158
Salaries & Benefits Payable			351,682
Unspent Grant Allocation			1,511,184
Total Liabilities	\$0	\$0	2,296,024
Deferred Inflows of Resources			
Unavailable Tax Revenues			0
Total Deferred Inflows of Resources	0	0	0
Fund Balances			
Restricted:			
Special Programs			732,636
Capital Projects	21,675	96,441	118,116
Nonspendable			0
Unassigned			0
Total Fund Balances	21,675	96,441	850,752
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$21,675	\$96,441	\$3,146,776

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

Page 1 of 8

	Special Revenue Funds			
	Forest Reserve Fund	District Wide Grants	School Health Grant	Idaho Community Foundation
Revenues				
Local Taxes				
Other Local Revenue		\$4,663		
State Revenue				
Federal Revenue	\$23,497			
Total Revenues	<u>23,497</u>	<u>4,663</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Instructional Programs				
Elementary School		3,325	118	
Secondary School				
Alternative School				
Vocational-Technical				
Special Education				
Special Education Preschool		1,617		
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Board of Education				
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>0</u>	<u>4,942</u>	<u>118</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	23,497	(279)	(118)	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	23,497	(279)	(118)	0
Fund Balances - Beginning - As Prev. Stated	139,741	13,683	2,103	865
Restatement - See Note I				
Fund Balances - Beginning - As Restated	<u>139,741</u>	<u>13,683</u>	<u>2,103</u>	<u>865</u>
Fund Balances - Ending	<u>\$163,238</u>	<u>\$13,404</u>	<u>\$1,985</u>	<u>\$865</u>

See Auditor's Report

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Special Revenue Funds			
	Lifetime Sports	School Activity	Emmett Public School Foundation	Driver Education
Revenues				
Local Taxes				
Other Local Revenue		\$479,256	\$89,700	
State Revenue				\$3,000
Federal Revenue				
Total Revenues	<u>\$0</u>	<u>479,256</u>	<u>89,700</u>	<u>3,000</u>
Expenditures				
Instructional Programs				
Elementary School			31,725	
Secondary School			59,411	6,090
Alternative School	1,038			
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Board of Education				
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity		433,009		
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>1,038</u>	<u>433,009</u>	<u>91,136</u>	<u>6,090</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(1,038)	46,247	(1,436)	(3,090)
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(1,038)	46,247	(1,436)	(3,090)
Fund Balances - Beginning - As Prev. Stated	8,226	0	6,522	8,901
Restatement - See Note I		463,617		
Fund Balances - Beginning - As Restated	8,226	463,617	6,522	8,901
Fund Balances - Ending	<u>\$7,188</u>	<u>\$509,864</u>	<u>\$5,086</u>	<u>\$5,811</u>

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Special Revenue Funds			
	English Language Acquisition	Technology	Substance Abuse	Title I-A ESSA IBP
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue		\$219,200	\$30,978	
Federal Revenue				\$551,299
Total Revenues	<u>\$0</u>	<u>219,200</u>	<u>30,978</u>	<u>551,299</u>
Expenditures				
Instructional Programs				
Elementary School	9,621			442,426
Secondary School				53,255
Alternative School				73,838
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health			16,000	
Special Education Support Services				
Instruction Improvement				36,785
Educational Media				
Board of Education				
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology		231,127		
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>9,621</u>	<u>231,127</u>	<u>16,000</u>	<u>606,304</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(9,621)	(11,927)	14,978	(55,005)
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				(30,315)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>(30,315)</u>
Net Change in Fund Balances	<u>(9,621)</u>	<u>(11,927)</u>	<u>14,978</u>	<u>(85,320)</u>
Fund Balances - Beginning - As Prev. Stated	19,206	11,927	632	85,320
Restatement - See Note I				
Fund Balances - Beginning - As Restated	<u>19,206</u>	<u>11,927</u>	<u>632</u>	<u>85,320</u>
Fund Balances - Ending	<u>\$9,585</u>	<u>\$0</u>	<u>\$15,610</u>	<u>\$0</u>

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EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Special Revenue Funds			
	ESSER I	Title I-C ESSA EMC	ESSER II	Title I-D ESSA N&DC
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$507,747	\$19,432	\$932,712	\$7,934
Total Revenues	<u>507,747</u>	<u>19,432</u>	<u>932,712</u>	<u>7,934</u>
Expenditures				
Instructional Programs				
Elementary School	113,916	33,189	264,391	
Secondary School	9,589		17,072	15,701
Alternative School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health			975	
Special Education Support Services				
Instruction Improvement			449,730	
Educational Media				
Board of Education	1,052		1,720	
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology	22,988		287	
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied	45,435		24,269	
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied	314,767		174,268	
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>507,747</u>	<u>33,189</u>	<u>932,712</u>	<u>15,701</u>
Excess (Deficiency) of Revenues				
Over Expenditures	0	(13,757)	0	(7,767)
Other Financing Sources (Uses)				
Transfers In				
Transfers Out		(1,660)		
Total Other Financing Sources (Uses)	<u>0</u>	<u>(1,660)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>0</u>	<u>(15,417)</u>	<u>0</u>	<u>(7,767)</u>
Fund Balances - Beginning - As Prev. Stated	0	15,417	0	7,767
Restatement - See Note I				
Fund Balances - Beginning - As Restated	<u>0</u>	<u>15,417</u>	<u>0</u>	<u>7,767</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

See Auditor's Report

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Special Revenue Funds			
	IDEA Part B 611 School Age 3-21	IDEA Part B 619 Pre-School Age 3-5	School Based Medicaid	Title IV-A ESSA SS & AE
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$498,161	\$19,922	\$426,420	\$56,562
Total Revenues	<u>498,161</u>	<u>19,922</u>	<u>426,420</u>	<u>56,562</u>
Expenditures				
Instructional Programs				
Elementary School				75,639
Secondary School				
Alternative School				
Vocational-Technical				
Special Education	511,175			
Special Education Preschool		19,923		
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services			556,420	
Instruction Improvement				
Educational Media				
Board of Education				
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>511,175</u>	<u>19,923</u>	<u>556,420</u>	<u>75,639</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(13,014)	(1)	(130,000)	(19,077)
Other Financing Sources (Uses)				
Transfers In			130,000	
Transfers Out	(25,275)			
Total Other Financing Sources (Uses)	<u>(25,275)</u>	<u>0</u>	<u>130,000</u>	<u>0</u>
Net Change in Fund Balances	<u>(38,289)</u>	<u>(1)</u>	<u>0</u>	<u>(19,077)</u>
Fund Balances - Beginning - As Prev. Stated	38,289	1	0	19,077
Restatement - See Note I				
Fund Balances - Beginning - As Restated	<u>38,289</u>	<u>1</u>	<u>0</u>	<u>19,077</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

See Auditor's Report

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Special Revenue Funds			
	Title V-B ESSA REI	Title III ESSA ELA	Title II-A ESSA SEI	CRF K-4 / K-12 Learning Loss
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$43,314	\$10,328	\$104,109	\$24,072
Total Revenues	<u>43,314</u>	<u>10,328</u>	<u>104,109</u>	<u>24,072</u>
Expenditures				
Instructional Programs				
Elementary School		13,234		23,797
Secondary School	51,373			275
Alternative School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement			108,541	
Educational Media				
Board of Education				
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>51,373</u>	<u>13,234</u>	<u>108,541</u>	<u>24,072</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(8,059)	(2,906)	(4,432)	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out			(4,398)	
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(4,398)</u>	<u>0</u>
Net Change in Fund Balances	<u>(8,059)</u>	<u>(2,906)</u>	<u>(8,830)</u>	<u>0</u>
Fund Balances - Beginning - As Prev. Stated	8,059	2,906	8,830	0
Restatement - See Note I				
Fund Balances - Beginning - As Restated	<u>8,059</u>	<u>2,906</u>	<u>8,830</u>	<u>0</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

See Auditor's Report

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Special Revenue Funds			
	Gear Up	Title IV-B ESSA 21st CCLC ASP	Title IV-B ESSA 21st CCLC Ready	CRF
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$53,925	\$87,663	\$145,745	\$195,088
Total Revenues	<u>53,925</u>	<u>87,663</u>	<u>145,745</u>	<u>195,088</u>
Expenditures				
Instructional Programs				
Elementary School			145,745	113,533
Secondary School		87,662		81,555
Alternative School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health	76,338			
Special Education Support Services				
Instruction Improvement				
Educational Media				
Board of Education				
District Administration				
School Administration				
Business Operations				
Central Service				
Administrative Technology				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>76,338</u>	<u>87,662</u>	<u>145,745</u>	<u>195,088</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(22,413)	1	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(22,413)	1	0	0
Fund Balances - Beginning - As Prev. Stated	22,413	(1)	0	0
Restatement - See Note I				
Fund Balances - Beginning - As Restated	<u>22,413</u>	<u>(1)</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	\$0	\$0	\$0	\$0

See Auditor's Report

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2021

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	Capital Projects		
	Plant Facilities	Bus Depreciation Fund	Total
Revenues			
Local Taxes			\$0
Other Local Revenue	\$4,128	\$43,111	620,858
State Revenue			253,178
Federal Revenue			3,707,930
Total Revenues	4,128	43,111	4,581,966
Expenditures			
Instructional Programs			
Elementary School			1,270,659
Secondary School			381,983
Alternative School			74,876
Vocational-Technical			0
Special Education			511,175
Special Education Preschool			21,540
Gifted & Talented			0
Interscholastic			0
School Activity			0
Support Service Programs			
Attendance - Guidance - Health			93,313
Special Education Support Services			556,420
Instruction Improvement			595,056
Educational Media			0
Board of Education			2,772
District Administration			0
School Administration			0
Business Operations			0
Central Service			0
Administrative Technology			254,402
Buildings - Care			0
Maintenance - Non-Student Occupied			0
Maintenance - Student Occupied			69,704
Maintenance - Grounds			0
Security			0
Pupil-To-School Transportation			0
Pupil-Activity Transportation			0
General Transportation			0
Other Support Services			0
Non-Instructional Programs			
Child Nutrition			0
Student Activity			433,009
Capital Assets - Student Occupied			0
Capital Assets - Non-Student Occupied		96,747	585,782
Debt Service - Principal			0
Debt Service - Interest			0
Total Expenditures	0	96,747	4,850,691
Excess (Deficiency) of Revenues			
Over Expenditures	4,128	(53,636)	(268,725)
Other Financing Sources (Uses)			
Transfers In		99,069	229,069
Transfers Out			(61,648)
Total Other Financing Sources (Uses)	0	99,069	167,421
Net Change in Fund Balances	4,128	45,433	(101,304)
Fund Balances - Beginning - As Prev. Stated	17,547	51,008	488,439
Restatement - See Note I			463,617
Fund Balances - Beginning - As Restated	17,547	51,008	952,056
Fund Balances - Ending	\$21,675	\$96,441	\$850,752

See Auditor's Report

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2021

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
US Dept of Agriculture			
<i>Passed Through Idaho Dept of Education:</i>			
Child Nutrition Cluster:			
COVID-19 - National School Lunch Program*	10.555	202020/202121N109947	\$17,728
COVID-19 - Summer Food Service Program for Children	10.559	202020/202121N109947	952,933
Child Nutrition Discretionary Grants Limited Availability	10.579	202020N810347	7,630
Total Child Nutrition Cluster			<u>978,291</u>
Child Nutrition-Technology Innovation Grant	10.541	201918N760330	3,200
Fresh Fruit & Vegetable Program	10.582	202020/202121L160347	54,016
Total US Dept of Agriculture			<u><u>1,035,507</u></u>
US Dept of Treasury			
<i>Passed Through Idaho Dept of Education:</i>			
COVID-19 - Coronavirus Relief Fund	21.019	20-1892-0-1-806	998,457
Total US Dept of Treasury			<u><u>998,457</u></u>
US Dept of Education			
<i>Direct Programs:</i>			
Rural Education	84.358		51,373
<i>Passed Through Idaho Dept of Education:</i>			
Special Education Cluster:			
Special Education - Grants to States	84.027	H027A19/200088	536,450
Special Education - Preschool Grants	84.173	H173A19/200030	19,923
Total Special Education Cluster			<u>556,373</u>
Title I Grants to Local Educational Agencies	84.010	S010A19/200012	629,119
Migrant Education - State Grant Program	84.011	S011A19/200012	34,849
Title I State Agency Program for Neglected and Delinquent Children and Youth	84.013	S010A19/200012	15,701
Twenty-First Century Community Learning Centers	84.287	S287C19/200012	233,407
Gaining Early Awareness & Readiness for Undergraduate Programs	84.334	P334S19/200012	76,338
English Language Acquisition State Grants	84.365	S365A19/200012	13,234
Supporting Effective Instruction State Grants	84.367	S367A19/200011	112,939
School Improvement Grants	84.377	S010A180012	7,500
Student Support & Academic Enrichment	84.424	S424A19/200013	75,639
COVID-19 - Education Stabilization Fund	84.425	S425D20/210043	1,440,459
Total US Dept of Education			<u><u>3,246,931</u></u>
Total Expenditures of Federal Awards			<u><u>\$5,280,895</u></u>

NOTES:

A. Basis of Presentation - The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the School under programs of the federal government for the year ended June 30, 2021. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements* for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the School, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School.

B. Summary of Significant Accounting Policies - Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The School has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

***C. Nonmonetary Assistance** - Included in the National School Lunch Program award is USDA food commodities stated at a fair market value of \$13,487.



**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With Government Auditing Standards**

Board of Trustees
Emmett Independent School District No. 221

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Emmett Independent School District No. 221 (the School), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated May 31, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those

provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.

Quest CPAs PLLC

Payette, Idaho
May 31, 2022



Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

Board of Trustees
Emmett Independent School District No. 221

Report on Compliance for Each Major Federal Program

We have audited Emmett Independent School District No. 221 (the School's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School's major federal programs for the year ended June 30, 2021. The School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School's compliance.

Opinion on Each Major Federal Program

In our opinion, the School complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Other Matters

Subsequent to the issuance of our previous report dated September 28 2021, we became aware that one program (COVID-19 - Coronavirus Relief Fund - CFDA #21.019) that was audited as a major program was not listed as a major program on the schedule of findings and questioned costs. Accordingly, we have now included this program on the schedule of findings and questioned costs. This resulted in no changes to the opinions in this report.

Report on Internal Control Over Compliance

Management of the School is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the School's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report in internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Quest CPAs PLLC

Payette, Idaho
May 31, 2022

EMMETT INDEPENDENT SCHOOL DISTRICT NO. 221

Schedule of Findings and Questioned Costs

Year Ended June 30, 2021

SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report being issued:

Unmodified
• Each Major Fund
• Aggreg Remain Fund Info
Qualified
• Gov't Activities

Internal control over financial reporting:

Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

FEDERAL AWARDS

Internal control over major programs:

Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 2 CFR section 200.516(a)?	No

Major program identification:

- a. Title I Grants to Local Educational Agencies – CFDA #84.010
- b. Special Education Cluster – CFDA #84.027, 84.173
- c. COVID-19 – Education Stabilization Fund – CFDA #84.425
- d. COVID-19 - Coronavirus Relief Fund - CFDA #21.019

Dollar threshold used to distinguish between type A and B programs:	\$750,000
Auditee qualified as a low-risk auditee?	No