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# **ST. MARIES JOINT SCHOOL DISTRICT No. 41**

**St. Maries, Idaho**

**Audited Financial Statements  
For the Year Ended June 30, 2021**

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**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees  
St. Maries Joint School District No. 41  
St. Maries, Idaho 83861

### **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 the St. Maries Joint School District No. 41, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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



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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of St. Maries Joint School District No. 41 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.

### ***Emphasis of Matter***

The District has adopted GASB Statement No. 84, Fiduciary Activities, as further described in Note 15. Our opinion is not modified with respect to this matter.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 6-12, budgetary comparisons on pages 43-44, the net pension liability related schedules on page 45, the other post-employment benefit liability schedule on page 46, the net OPEB asset – sick leave plan related schedules on page 47 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the St. Maries Joint School District No. 41's basic financial statements. The combining and nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements

The combining and nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United

States of America. In our opinion, the combining and nonmajor fund financial statements are fairly stated in all material respects in relation to the 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 September 19, 2021 on our consideration of the St. Maries Joint School District No. 41's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering St. Maries Joint School District No. 41's internal control over financial reporting and compliance.

*Hayden Ross, PLLC*

Moscow, Idaho  
September 19, 2021



**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***

To the Board of Trustees  
St. Maries Joint School District No. 41  
St. Maries, Idaho 83861

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 governmental activities, each major fund, and the aggregate remaining fund information of St. Maries Joint School District No. 41, as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise St. Maries Joint School District No. 41’s basic financial statements, and have issued our report thereon dated September 19, 2021.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered St. Maries Joint School District No. 41’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 St. Maries Joint School District No. 41’s internal control. Accordingly, we do not express an opinion on the effectiveness of the St. Maries Joint School District No. 41’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 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 St. Maries Joint School District No. 41's financial statements are free from 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 financial statements. 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 organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Hayden Ross, PLLC*

Moscow, Idaho  
September 19, 2021



**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended June 30, 2021**

As management of the St. Maries Joint School District No. 41 (District), we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ending June 30, 2021.

**Financial Highlights**

- St. Maries Joint School District No. 41's financial status, as reflected in the General Fund balance, increased \$71,759 from the previous fiscal year to an ending balance of \$995,768. This increase in ending fund balance is due to a combination of unanticipated revenues and expenditures less than budgeted due to a revised school schedule for the 2020-2021 school year as a result of a national health care crisis.
- Supplemental levies have supported essential school programs for over 30 years in St. Maries. Voters approved the \$2,073,385 two year supplemental levy held on May 21, 2019 which provides support for the 2019-2020 and 2020-2021 school years. Supplemental levies continue to be a necessary part of the school district's budget to help close the gap between State revenues received for education and the expenditures necessary to provide a quality education for our students. The supplemental levy for 2020-2021 represents 24.21% of general fund budgeted revenues.
- Overall district enrollment for the 2020-2021 school year decreased from the 2019-2020 school year. Ending enrollment for the 2019-2020 school year was 914 students. The School District began the 2020-2021 school year with 862 students and ended with 870 students in June.
- The School District received Federal Funds for the 2020-2021 School year to provide assistance to address the economic impact of COVID-19 by preventing, preparing for, and responding to the pandemic. These funds were used to implement Distance/Blended Learning and improve facility safety and security measures.

**Overview of the Financial Statements**

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise of three components:

- 1) Government-wide Financial Statements
- 2) Fund Financial Statements, and
- 3) Notes to the Financial Statements

This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statement.** The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The statements present an aggregate view of the District's finances. They contain useful long-term information for the just completed fiscal year.

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

The statement of activities presents information showing how the net position of the District changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

In the statements, the District's activities are all classified as governmental activities. Governmental activities include all regular and special education, all educational support activities, administration, transportation, and food services. Most of these activities are supported by property taxes and formula aid from the State of Idaho.

**Fund Financial Statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund statements generally report operations in more detail than the government-wide statements.

Some funds are required by state law and bond covenants. The District establishes other funds to control and manage money for particular purposes (i.e. repaying long-term debt).

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

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

a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**Notes to the Financial Statements.** The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

**Required Supplementary Information.** The budgetary comparison schedules, the net pension liability schedules provide additional information required by GASB 68. The other post-employment schedules provides additional information required by GASB 75.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information.

**Government-Wide Financial Analysis  
Statement of Net Position  
June 30,**

	<u>2021</u>	<u>2020</u>	<u>Change</u>
<b>Assets</b>			
Current assets	5,650,922	5,177,228	473,694
Capital assets	3,530,783	3,660,947	(130,164)
Other noncurrent assets	<u>479,678</u>	<u>342,062</u>	<u>137,616</u>
<b>Total Assets</b>	<u><b>9,661,383</b></u>	<u><b>9,180,237</b></u>	<u><b>481,146</b></u>
<b>Deferred Outflows of Resources</b>	<u><b>1,505,519</b></u>	<u><b>1,042,687</b></u>	<u><b>462,832</b></u>
<b>Liabilities</b>			
Current liabilities	1,290,105	1,348,378	(58,273)
Noncurrent liabilities	<u>3,993,779</u>	<u>2,303,764</u>	<u>1,690,015</u>
<b>Total Liabilities</b>	<u><b>5,283,884</b></u>	<u><b>3,652,142</b></u>	<u><b>1,631,742</b></u>
<b>Deferred Inflows of Resources</b>	<u><b>2,425,051</b></u>	<u><b>2,983,445</b></u>	<u><b>(558,394)</b></u>
<b>Net Position</b>			
Net investment in capital assets	3,184,065	3,180,951	3,114
Restricted	1,242,807	801,370	441,437
Unrestricted	<u>(968,905)</u>	<u>(394,984)</u>	<u>(573,921)</u>
<b>Total Net Position</b>	<u><b>\$3,457,967</b></u>	<u><b>\$3,587,337</b></u>	<u><b>\$ (129,370)</b></u>

As noted earlier, net position may serve over time as a useful indicator of a government’s financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$3,457,967 at the close of the most recent fiscal year.

The largest portion of the District’s net position (92.08%) reflects its investment in capital assets (e.g., land, buildings and improvements, and furniture and equipment), less any related debt (mortgage obligations and obligations under capital leases) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. An additional portion of the District’s net position (35.94%) represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (-28.02%) may be used to meet the District’s ongoing obligations to students, employees, and creditors.

The unrestricted net position amount is typically earmarked for the following purposes: To meet cash flow needs throughout the year and to provide a General Fund contingency. The District is reporting a deficit in unrestricted net position.

**Changes in Net Position  
For Fiscal Year Ending June 30,**

	<u>2021</u>	<u>2020</u>	<u>Change</u>
<b>Revenues</b>			
Program revenues:			
Charges for services	205,270	115,504	89,766
Operating grants and contributions	1,499,710	2,075,570	(575,860)
General revenues:			
Property taxes -general purposes	2,104,410	2,128,688	(24,278)
Property taxes -liability insurance	18,281	15,305	2,976
Federal and state revenues	6,696,422	5,660,322	1,036,100
Other	224,980	154,028	70,952
Gain on sale of capital asset	4,825	4,441	384
Interest and investment earnings	16,653	55,391	(38,738)
<b>Total revenues</b>	<u>10,770,551</u>	<u>10,209,249</u>	<u>561,302</u>

**Changes in Net Position (Continued)**  
**For Fiscal Year Ending June 30,**

	<u>2021</u>	<u>2020</u>	<u>Change</u>
<b>Expenses</b>			
Preschool - 12 instruction	6,078,656	5,581,191	497,465
Support services:			
Pupil support	529,976	534,597	(4,621)
Staff support	462,039	286,057	175,982
General administration	385,963	351,793	34,170
School administration	1,002,416	917,241	85,175
Maintenance/custodial	842,636	779,009	63,627
Transportation	797,513	778,424	19,089
Other support	14,725	15,843	(1,118)
Child Nutrition	481,871	483,542	(1,671)
Student activity	119,797	-	119,797
Capital outlay	1,427	8,850	(7,423)
Debt service	12,338	5,599	6,739
Depreciation, unallocated	<u>343,813</u>	<u>284,782</u>	<u>59,031</u>
<b>Total Expenses</b>	<u>11,073,170</u>	<u>10,026,928</u>	<u>1,046,242</u>
<b>Change in Net Position</b>	(302,619)	182,321	(484,940)
<b>Net Position – Beginning</b>	3,760,586	3,005,964	754,622
<b>Prior Period Adjustment</b>	<u>-</u>	<u>399,052</u>	<u>(399,052)</u>
<b>Net Position – Ending</b>	<u>\$3,457,967</u>	<u>\$3,587,337</u>	<u>\$(129,370)</u>

Due to the implementation of new accounting standards (see Note 15), the student activity fund and the scholarship fund activity are included in fiscal year 2021 but were not included in fiscal year 2020.

**District Funds**

General Fund. The General Fund is the chief operating fund of the District. At the end of the current fiscal year the total balance of \$995,768 was unreserved and undesignated. The unreserved and undesignated fund balance increased by \$71,759 during the current fiscal year.

Expenditures for general District purposes totaled \$8,523,734, a decrease of 2.39% during the current fiscal year from the prior year, which was \$8,732,504.

## Capital Asset and Debt Administration

**Capital Assets.** The Plant Facility Fund is the District fund used to pay for capital construction, building repair and remodeling, and furniture, fixtures, and equipment. Capital asset acquisitions for the fiscal year totaled \$213,649.

### Capital Assets Governmental Activities Net of Accumulated Depreciation June 30,

	<u>2021</u>	<u>2020</u>	<u>Change</u>
Land	92,884	92,884	-
Site improvements	1,618,030	1,597,135	20,895
Building	8,060,448	7,965,990	94,458
Equipment	2,046,677	1,958,857	87,820
Transportation	1,922,086	2,157,930	(235,844)
Less: Accumulated Depreciation	<u>(10,209,342)</u>	<u>(10,111,849)</u>	<u>(97,493)</u>
Total Net Capital Assets	<u>\$ 3,530,783</u>	<u>\$ 3,660,947</u>	<u>\$ (130,164)</u>

**Long Term Debt.** At year end the District had \$479,996 of outstanding debt as follows:

	<u>Long-Term Obligations July 1, 2020</u>	<u>Long-Term Obligations Incurred</u>	<u>Long-Term Obligations Paid</u>	<u>Long-Term Obligations June 30, 2021</u>	<u>Due Within One Year</u>	<u>Remaining Balance</u>
Bus Leases	\$ 402,634	\$ -	\$ (76,780)	\$ 325,854	\$ 78,609	\$ 247,245
PAC Capital Lease	\$ 77,362	\$ -	\$ (56,498)	\$ 20,864	\$ 20,864	\$ -
Total Lease	<u>\$ 479,996</u>	<u>\$ -</u>	<u>\$ (133,278)</u>	<u>\$ 346,718</u>	<u>\$ 99,473</u>	<u>\$ 247,245</u>

## Factors Bearing on the District's Future

Circumstances that may impact the District's financial status in the future are:

- The economy in Benewah County and other factors which impact student enrollment and attendance.
- Idaho State's economy which directly affects the school district's state funding resources that accounts for the majority of general fund revenues.
- The uncertainty of existing levels of Federal Program funds.
- The lack of funding resources for aging equipment and facilities.

## **Requests for Information**

This financial report is designed to provide a general overview of the St. Maries Joint School District No. 41's finances for all those with interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mrs. Alica Holthaus, Superintendent, St. Maries School District No. 41, P.O. Box 384 St. Maries, Idaho 83861.

## **FINANCIAL STATEMENTS**





**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

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**STATEMENT OF NET POSITION**  
June 30, 2021

**ASSETS**

Current assets:

Cash	501,565
Investments	1,721,195
Taxes receivable	156,557
Unbilled taxes receivable	2,094,503
Other receivables:	
Due from other governments	1,082,447
Other receivables	78,000
Inventory	16,655
Total current assets	<u>5,650,922</u>

Noncurrent assets:

Nondepreciated capital assets	92,884
Depreciated capital assets	13,647,241
Less: accumulated depreciation	(10,209,342)
Net OPEB asset - sick leave	479,678
Total noncurrent assets	<u>4,010,461</u>

Total assets 9,661,383

**DEFERRED OUTFLOWS OF RESOURCES**

Pension related items	1,404,889
Net OPEB - sick leave related items	66,699
OPEB related items	33,931

Total deferred outflows of resources 1,505,519

**LIABILITIES**

Current liabilities:

Accounts payable and other current liabilities	1,190,632
Current portion of long-term debt	20,864
Current portion of capital lease	78,609
Total current liabilities	<u>1,290,105</u>

Noncurrent liabilities:

Noncurrent portion of capital lease	247,245
Other post employment benefit liability	291,719
Net pension liability	3,454,815
Total noncurrent liabilities	<u>3,993,779</u>

Total liabilities 5,283,884

**DEFERRED INFLOWS OF RESOURCES**

Unavailable property tax revenue	2,094,503
Pension related items	147,881
Net OPEB - sick leave related items	156,363
OPEB related items	26,304

Total deferred inflows of resources 2,425,051

**NET POSITION**

Net investment in capital assets	3,184,065
Restricted for:	
Capital projects	645,898
Grant programs	596,909
Unrestricted	<u>(968,905)</u>

**TOTAL NET POSITION** \$ 3,457,967

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**STATEMENT OF ACTIVITIES**  
For the Year Ended June 30, 2021

	<u>Expenses</u>	<u>Program Revenues</u>		<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Changes in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		<u>Governmental Activities</u>
<b>FUNCTIONS/PROGRAMS</b>					
Governmental activities:					
Preschool - 12 instruction	6,078,656	77,648	438,790	-	(5,562,218)
Support services					
Pupil support	529,976	-	-	-	(529,976)
Staff support	462,039	-	551,285	-	89,246
General administration	385,963	-	-	-	(385,963)
School/business administration	1,002,416	-	-	-	(1,002,416)
Maintenance/custodial	842,636	-	-	-	(842,636)
Transportation	797,513	-	-	-	(797,513)
Other support	14,725	-	-	-	(14,725)
Child nutrition	481,871	1,075	509,635	-	28,839
Student activity	119,797	126,547	-	-	6,750
Capital outlay	1,427	-	-	-	(1,427)
Debt services	12,338	-	-	-	(12,338)
Depreciation, unallocated	343,813	-	-	-	(343,813)
	<u>\$ 11,073,170</u>	<u>\$ 205,270</u>	<u>\$ 1,499,710</u>	<u>\$ -</u>	<u>(9,368,190)</u>
Total school district					
General revenues					
Taxes:					
Property taxes levied for general purposes					2,104,410
Property taxes levied for liability insurance					18,281
Federal and State aid not restricted to specific purposes					6,696,422
Other					224,980
Gain on sale of capital assets					4,825
Interest and investment earnings					16,653
					<u>9,065,571</u>
Total general revenues					<u>9,065,571</u>
Change in net position					(302,619)
Net position - beginning, as restated (Note 15)					<u>3,760,586</u>
Net position - ending					<u>\$ 3,457,967</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**GOVERNMENTAL FUNDS**  
**BALANCE SHEET**  
June 30, 2021

	<u>General</u>	<u>Plant Facilities</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
Assets:				
Cash	261,013	-	240,552	501,565
Investments	1,588,067	817	132,311	1,721,195
Due from other funds	-	439,949	441,391	881,340
Taxes receivable	156,557	-	-	156,557
Unbilled taxes receivable	2,094,503	-	-	2,094,503
Other receivables:				
Due from other governments	192,514	-	255,916	448,430
Taxes due from county	634,017	-	-	634,017
Interest receivable	248	-	9	257
Other receivables	77,715	-	28	77,743
Inventories	-	-	16,655	16,655
Total assets	<u>5,004,634</u>	<u>440,766</u>	<u>1,086,862</u>	<u>6,532,262</u>
Deferred outflows of resources	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 5,004,634</u>	<u>\$ 440,766</u>	<u>\$ 1,086,862</u>	<u>\$ 6,532,262</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>				
Liabilities:				
Due to other funds	701,699	-	179,641	881,340
Accounts payable	51,007	-	8,411	59,418
Accrued payroll and benefits	1,034,445	-	96,769	1,131,214
Total liabilities	<u>1,787,151</u>	<u>-</u>	<u>284,821</u>	<u>2,071,972</u>
Deferred inflows of resources:				
Deferred revenue	127,212	-	-	127,212
Unavailable property tax revenue	2,094,503	-	-	2,094,503
Total deferred inflows of resources	<u>2,221,715</u>	<u>-</u>	<u>-</u>	<u>2,221,715</u>
Fund balance:				
Nonspendable	-	-	16,655	16,655
Restricted	-	440,766	785,386	1,226,152
Unassigned	995,768	-	-	995,768
Total fund balance	<u>995,768</u>	<u>440,766</u>	<u>802,041</u>	<u>2,238,575</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 5,004,634</u>	<u>\$ 440,766</u>	<u>\$ 1,086,862</u>	<u>\$ 6,532,262</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

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**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES**  
**June 30, 2021**

Total fund balances - governmental funds	2,238,575
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 as assets in government funds:	
Cost of capital assets	13,740,125
Accumulated depreciation	(10,209,342)
Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	127,212
Total Net OPEB asset for PERSI sick leave is a long-term asset and is not available to pay current year expenditures, therefore is not reported as an asset in governmental funds	479,678
Certain pension related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:	
Deferred outflow of resources	1,404,889
Deferred inflow of resources	(147,881)
Certain OPEB related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:	
Deferred outflow of resources	33,931
Deferred inflow of resources	(26,304)
Certain OPEB Sick Leave related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:	
Deferred outflow of resources	66,699
Deferred inflow of resources	(156,363)
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of the following:	
Long-term debt	(20,864)
Capital lease	(325,854)
Other post employment benefit liability	(291,719)
Net pension liability	(3,454,815)
Total net position - governmental activities	<u>\$ 3,457,967</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

**GOVERNMENTAL FUNDS**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**For the Year Ended June 30, 2021**

	<u>General</u>	<u>Plant Facilities</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Local	2,335,736	3	249,894	2,585,633
State	6,419,411	-	228,810	6,648,221
Federal	12,053	-	1,535,858	1,547,911
Total revenues	<u>8,767,200</u>	<u>3</u>	<u>2,014,562</u>	<u>10,781,765</u>
<b>EXPENDITURES</b>				
Instruction	5,065,306	-	599,967	5,665,273
Support	3,399,184	-	633,909	4,033,093
Non-instruction	-	-	599,375	599,375
Capital asset program	-	-	3,286	3,286
Debt service	59,244	-	86,372	145,616
Total expenditures	<u>8,523,734</u>	<u>-</u>	<u>1,922,909</u>	<u>10,446,643</u>
Excess (deficiency) of revenue over (under) expenditures	<u>243,466</u>	<u>3</u>	<u>91,653</u>	<u>335,122</u>
Other financing sources (uses)				
Proceeds from sale of capital asset	1,841	-	2,984	4,825
Transfer in	-	56,000	117,548	173,548
Transfer out	(173,548)	-	-	(173,548)
Total other financing sources (uses)	<u>(171,707)</u>	<u>56,000</u>	<u>120,532</u>	<u>4,825</u>
Net change in fund balances	71,759	56,003	212,185	339,947
Fund balance - beginning of year, as restated (Note 15)	<u>924,009</u>	<u>384,763</u>	<u>589,856</u>	<u>1,898,628</u>
Fund balance - end of year	<u>\$ 995,768</u>	<u>\$ 440,766</u>	<u>\$ 802,041</u>	<u>\$ 2,238,575</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO  
THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2021**

Net change in fund balances - total governmental funds		339,947
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.		
Capital outlays	213,649	
Depreciation expense	<u>(343,813)</u>	(130,164)
Net Pension Liability Adjustments:		
Fiscal year 2020 employer PERSI contributions recognized as pension expense in the current year	(634,284)	
Fiscal year 2021 employer PERSI contributions deferred to subsequent year	639,889	
Pension related amortization expense	<u>(616,525)</u>	(610,920)
Some property taxes will not be collected for several months after the District's fiscal year ends and they are not considered as "available" revenues in the governmental funds. Instead they are counted as deferred tax revenues. They are, however, recorded as revenues in the statement of activities.		
		(16,039)
Net OPEB asset - sick leave adjustment:		
Fiscal year 2020 employer PERSI Sick Leave contributions recognized as OPEB expense in the current year	(27,194)	
Fiscal year 2021 employer PERSI Sick Leave contributions deferred to subsequent year	-	
OPEB related amortization expense	<u>34,371</u>	7,177
Net OPEB liability adjustment:		
Current year change in liability		(25,898)
Repayment of long-term debt obligations is an expenditure in the governmental funds, but the repayment reduces liabilities in the statement of net position.		
		<u>133,278</u>
Net change in net position - total governmental activities		<u>\$ (302,619)</u>

**ST. MARIES SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

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**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2021**

**NOTE 1      Summary of Significant Accounting Policies**

The financial statements of the St. Maries Joint School District No. 41 have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below:

**Reporting Entity** - The St. Maries Joint School District No. 41 is the basic level of government, which has financial accountability and control over all activities related to the public school education within the District. The Board receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB pronouncements, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and have primary financial accountability for fiscal matters.

**Basis of Presentation, Fund Accounting** - District-Wide Statements: The statement of net position and the statement of activities display information about the financial activities of the overall district, except for fiduciary activities. Only governmental-type activities are shown, since there are no "business-type activities" within the school district. The District eliminates internal activity on the statement of net position.

The statement of activities presents a comparison between direct expenses and program revenues for each different function of the District's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses – expenses of the District related to the administration and support of the District's programs, such as personnel and accounting – are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state foundation aid, are presented as general revenues.

**Fund Financial Statements:** The fund financial statements provide information about the District's funds.

## **NOTE 1      Summary of Accounting Policies (Continued)**

The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The District reports the following major governmental funds:

- General Fund – This is the District’s primary operating fund. It accounts for all financial resources, except those required to be accounted for in another fund.
- Plant Facilities Fund – This fund is used to account for financial resources that are legally restricted for the acquisition, construction, or major repair of school property.

**Basis of Accounting** - The district-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. State support for grant revenues are susceptible to accrual.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by cost-reimbursement grants and general revenues. When program expenses are incurred, the related revenue of cost-reimbursement grants is recognized.

**Restricted Resources** - The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.



## **NOTE 1      Summary of Accounting Policies (Continued)**

**Budgets** - Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual budgets are adopted for general, special revenue, and capital projects funds.

The Board of Trustees follows these procedures in establishing the budgetary data reflected in the financial statements:

1. At least 14 days prior to the public hearing the District publishes a proposed budget for public review.
2. A public hearing is set to obtain taxpayers comments.
3. Prior to July 1, the final budget is adopted by resolution of the Board at the regular June meeting of the Board of Directors.
4. Prior to July 15, the final budget is filed with the State Department of Education.

The budget is a plan of spending under which expenditures may not exceed the budget at the fund level.

Management may amend the budget without seeking the approval of the trustees for revisions which do not increase the total budget.

**Cash and Investments** - The District's cash includes amounts in demand deposits and checking accounts in local depositories. Investments are deposited in the Idaho State Treasurer's Local Government Investment Pool, which allow school districts within the state of Idaho to pool their funds for investment purposes.

Interest income is defined as non-operating revenue.

Deposits in State Treasurer's local government investment pool are stated at cost, which approximates market. All funds are invested in accordance with Section 67-1210 and 67-1210A of the Idaho Code. The primary objectives of the investment pool, in order of priority, are safety, liquidity, and yield.

**Short-Term Interfund Loans Receivables/Payables** - During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables."

**Inventory** - The Districts inventory is valued at the lower of cost, using the first-in, first-out (FIFO) method, or net realizable value, or, if donated, at fair value when received. The District does not follow the practice of capitalizing expendable supplies at year-end in the General Fund. All supplies are recorded as expenditures in the period in which they were purchased.

## **NOTE 1      Summary of Accounting Policies (Continued)**

**General Capital Assets** - Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

The Board has set a capitalization threshold of \$2,500. All purchases and improvements to facilities, which are not considered repairs, are capitalized and depreciated using the straight-line method in the government-wide statements and proprietary funds. Lives for buildings and improvements range from 15–40 years. Lives for equipment range from 5–10 years. Vehicles and school buses have estimated lives of 5-10 years.

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

**Accumulated Unpaid Vacation and Sick Pay** - Under the terms of the "St. Maries School District Board Policies" District employees are granted vacation and sick leave in varying amounts. Unused sick leave can be accumulated from year to year. Unused vacation leave cannot be accumulated.

In accordance with the provisions of Governmental Accounting Standards Board Statement 16, Accounting for Compensated Absences, no liability is recorded for non-vesting on accumulating right to receive sick pay benefits.

**Long Term Obligations** - In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net assets.

**Deferred Compensation** - The Sick Leave Bank represents a type of long-term payroll protection insurance for absences beyond the employee's accumulated sick leave. Participation is optional for all employees eligible for the Idaho Public Employees Retirement System, with all new participants contributing one sick leave day for membership.

The Bank is administered by an in-district four-member committee as provided in the School District Board Policies.

**Pensions** - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflow of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (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.

**Encumbrances** - Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in the General Fund. Encumbrances outstanding at fiscal year-end are reported as fund balance since

## **NOTE 1      Summary of Accounting Policies (Continued)**

they do not constitute expenditures or liabilities. An appropriation equal to the outstanding year-end encumbrance is made in the succeeding year. Unspent appropriations lapse at year-end.

**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.

**Fund Balance** - The *nonspendable* fund balance category includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers (grants), or through enabling legislation. The *committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Amounts in the *assigned* fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, *assigned* fund balance represents the remaining amount that is not restricted or committed. *Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amount not contained in the other classifications.

**Deferred Revenue** - Deferred revenue in the General Fund represents property taxes recorded but not estimated to be collected within 60 days of the end of the accounting period.

**Unavailable Property Tax Revenue** - Unavailable property tax revenue in the General Fund represents the property taxes levied for 2021 that is measurable but unavailable to the District, and therefore recorded as a deferred inflow of resources in both the governmental fund and the government-wide financial statements.

**Subsequent Events** - The District has evaluated subsequent events through the date of the audit report. This is the date the financial statements were available to be issued. The District has concluded that no material subsequent events have occurred.

## **NOTE 2      Property Tax**

The District's property tax is levied each September on the value listed as of the prior January 1 for all real property located in the District. A revaluation of all property is required to be completed no less than every five years. The market value for the list of January 1, 2020 upon which the 2020 levy was based was \$601,193,294.

The District's actual levy was 0.30458% per \$100 of market valuation for tort liability insurance and claims. The combined tax rate to finance educational services for the year ended June 30, 2021 was 34.48783% per \$100, which means that the District was required to pass an override

**NOTE 2 Property Tax (Continued)**

levy in the amount of 34.79241% per \$100. The total tax levy for the year ended June 30, 2021 was \$2,132,675 with total tax collections being \$2,036,198.

Taxes are due in two equal installments on December 20th and June 20th following the levy date. Current tax collections for the year ended June 30, 2021 were 95.48% of the tax levy. Property taxes levied for 2020 are recorded as receivables to the extent of taxes not estimated to be collected within 60 days of the end of the accounting period.

In accordance with GASB 33, *Accounting and Financial Reporting for Nonexchange Transactions*, the District has recognized the 2021 property tax levy as an asset. This levy is an enforceable legal claim created during the fiscal year. The total property taxes levy for 2021 of \$2,094,503 is recorded as uncollected but are not considered available at June 30, 2021. The entire receivable is considered deferred revenue.

Total taxes receivable at June 30, 2021	156,557
Less: Taxes estimated to be collected by the County Treasurer by August 31, 2021	<u>(29,345)</u>
Deferred Revenue	<u>\$127,212</u>

**NOTE 3 Cash and Investments**

<u>Cash</u>	<u>Carrying Amount</u>	<u>Bank Balance</u>
Checking Accounts	<u>\$501,565</u>	<u>\$739,522</u>

Deposits with US Bank of which \$250,000 of interest bearing accounts and non-interest bearing accounts were covered by Federal Deposit Insurance and \$239,465 was not covered.

**Investments**

Details of investments at June 30, 2021 are as follows:

	<u>Rate</u>	<u>General Fund</u>	<u>Child Nutrition</u>	<u>Plant Facilities</u>	<u>Student Activity</u>	<u>Scholarship Fund</u>	<u>Total</u>
General Motors Stock		-	-	-	-	46,137	46,137
Investment in State Treasurer's Pool	Variable	<u>1,588,067</u>	<u>859</u>	<u>817</u>	<u>23,605</u>	<u>61,710</u>	<u>1,675,058</u>
Total		<u>\$1,588,067</u>	<u>\$859</u>	<u>\$817</u>	<u>\$23,605</u>	<u>\$107,847</u>	<u>\$1,721,195</u>

<u>Investment Maturities External Investment Pool</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Less than 1 Year</u>	<u>1-8 Years</u>
State Investment Pool	<u>\$1,675,058</u>	<u>\$1,675,058</u>	<u>\$1,675,058</u>	<u>\$ -</u>

### **NOTE 3      Cash and Investments (Continued)**

The State Treasurer's Local Government Investment Pool is managed by the State of Idaho Treasurer's office. All funds are invested in accordance with Section 67-1210 and 67-1210A of Idaho Code. Authorized investments include bonds, treasury bills, interest-bearing notes, and other obligations of the U.S. Government, general obligation or revenue bonds of the State of Idaho or other local governments within the state of Idaho, bonds, debentures, or other similar obligations issued by the farm credit system or by public corporations of the state of Idaho, repurchase agreements covered by any legal investment for the state of Idaho, tax anticipation bonds or notes and income and revenue anticipation bonds or notes of taxing districts of the state of Idaho, revenue bonds of institutions of higher education of the state of Idaho, and time deposits and savings accounts in amounts not to exceed applicable insurance limits. The primary objectives of the investment pool, in order of priority, are 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.

The State Treasurer's investment policy and the Local Government Investment Pool financial statements which can be obtained by writing P.O. Box 83720, Boise, ID 83720-0091.

*Custodial credit risk* for deposits is the risk that, in the event of the failure of a depository financial institution, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. Custodial credit risk for investments is the risk that in the event of the failure of the counter party (e.g. broker-dealer) to a transaction, the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The District does not have a policy restricting the amount of deposits and investments subject to custodial credit risk.

*Credit risk* is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization such as Moody's or Standard & Poor's. The investments of the District at year-end are not required to be rated. The District does not have a policy regarding credit risk.

*Interest rate risk* is the risk that changes in market interest rates will adversely impact the fair value of an investment. Investments that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rate. At year-end, the District is not subject to interest rate risk as all investments are held in the State Treasurer's Local Government Investment Pool, which has a maturity of 91 days. The District does not have a policy regarding interest rate risk.

*Concentration of credit risk* is the risk that concentration of investments with one issuer represents heightened risk of potential loss. No specific percentage identifies when concentration risk is present. The Governmental Accounting Standards Board has adopted a principal that governments should provide note disclosure when five percent of the total investments of the entity are concentrated in any one issuer.

### NOTE 3 Cash and Investments (Continued)

Investments in obligations specifically guaranteed by the U.S. government, mutual funds, and other pooled investments are exempt from disclosure. The District has no policy limiting the amount it may invest in any one issuer.

The State Treasurer's Local Government Investment Pool issues its own financial statement which can be obtained by writing P.O. Box 83720, Boise, ID 83720-0091.

The Scholarship Fund is composed of GM Stock and LGIP investments. The GM Stock is registered and held in the District's name. The market price as of June 30, 2021 is \$46,137.

### NOTE 4 Changes in Capital Assets

A summary of changes in capital assets is as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Transfers</u>	<u>Ending Balance</u>
<b>Non-depreciated assets</b>					
Land	92,884	-	-	-	92,884
<b>Depreciated assets</b>					
Site improvement	1,597,135	20,895	-	-	1,618,030
Building	7,965,990	94,458	-	-	8,060,448
Equipment	1,958,857	95,296	(7,476)	-	2,046,677
Transportation	2,157,930	3,000	(238,844)	-	1,922,086
Total depreciated assets	13,679,912	213,649	(246,320)	-	13,647,241
Total assets	13,772,796	213,649	(246,320)	-	13,740,125
<b>Accumulated Depreciation</b>					
<b>Function</b>					
Elementary	(1,554,286)	(111,117)	-	-	(1,665,403)
Secondary	(6,586,074)	(90,931)	-	-	(6,677,005)
Administration	(277,007)	(20,519)	-	-	(297,526)
Maintenance	(22,579)	(87)	-	-	(22,666)
Transportation	(1,523,602)	(115,768)	238,844	-	(1,400,526)
Child nutrition	(148,301)	(5,391)	7,476	-	(146,216)
Total accumulated depreciation	(10,111,849)	(343,813)	246,320	-	(10,209,342)
<b>Governmental Activities</b>					
<b>Assets (Net)</b>	<u><b>\$ 3,660,947</b></u>	<u><b>\$(130,164)</b></u>	<u><b>\$ -</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 3,530,783</b></u>

## NOTE 5 Long-term Debt

### Capital Lease Obligations

In November 2008, the District entered into a lease agreement with the Panhandle Area Council, In. (PAC), a non-profit organization whose purpose is to promote economic development in North Idaho. The purpose of the lease was to help the District acquire real estate for current and future expansion and to help the District finance a “Woody Bio-Mass Heating System,” which provides the heating to one of the District’s school buildings.

The total lease was for \$605,000 and, at June 30, 2009, \$375,615 of lease proceeds were used to acquire real estate. The remaining \$229,385 was utilized when the Bio-Mass Project was completed in the fiscal year ended June 30, 2010.

The terms of the lease provide for monthly payments of \$5,025, which includes PAC’s administrative fee of \$88 and the balance to service a bank loan negotiated by PAC with imputed interest of 5.25%.

The lease is for a one-year term, commencing December 31, 2011 with the option to renew the lease for twelve additional one-year terms. If the District elects to not renew the lease, or other uncontrollable events occur, the real estate and equipment revert back to PAC.

On May 15, 2020 the Districted entered into a lease agreement with Mercedes-Benz Financial Services USA, LLC. The District leased four 2021 Freightliner Buses for a total of \$402,634 with an interest rate of 2.382%. The terms of the lease provide annual payments of \$86,372.24 for five years.

The following is a summary of changes in long-term debt obligations of the District for the year ended June 30, 2021:

	<u>Long-Term Obligations July 1, 2020</u>	<u>Long-Term Obligations Incurred</u>	<u>Long-Term Obligations Paid</u>	<u>Long-Term Obligations June 30, 2021</u>	<u>Due Within One Year</u>	<u>Remaining Balance</u>
Bus Leases	\$ 402,634	\$ -	\$ (76,780)	\$ 325,854	\$ 78,609	\$ 247,245
PAC Capital Lease	\$ 77,362	\$ -	\$ (56,498)	\$ 20,864	\$ 20,864	\$ -
Total Lease	<u>\$ 479,996</u>	<u>\$ -</u>	<u>\$ (133,278)</u>	<u>\$ 346,718</u>	<u>\$ 99,473</u>	<u>\$ 247,245</u>

The annual requirements to amortize all outstanding debt as of June 30, 2021, including interest, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	99,473	8,000	107,473
2023	80,482	5,890	86,372
2024	82,400	3,972	86,372
2025	84,363	2,010	86,373
Total	<u>\$ 346,718</u>	<u>\$ 19,872</u>	<u>\$ 366,590</u>

## **NOTE 6      Pension Plan**

In accordance with GASB 68, *Accounting and Financial Reporting for Pensions*, which became effective for the year ended June 30, 2015, the financial reporting and note disclosures are based off the most recent audited financial statements of PERSI, which was completed for the period ended June 30, 2020. All amounts are as of June 30, 2020 unless otherwise noted.

### *Plan Description*

The District 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](http://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. Amounts in parenthesis represent police/firefighters.

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 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 and earnings from investments. Contribution rates are determined by the PERSI Board within limitations, as defined by state



## NOTE 6 Pension Plan (Continued)

law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% (72%) of the employer rate. As of June 30, 2021 it was 7.16% (8.81%). The employer contribution rate is set by the Retirement Board and was 11.94% (12.28%) of covered compensation. The District's employer contributions required and paid were \$639,889 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 District reported a liability for its proportionate share of the net pension liability as of June 30, 2020. 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 District's proportion of the net pension liability was based on the District'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 District's proportion was 0.1487777 percent.

The District's pension expense (revenue) is calculated and made available as part of PERSI's annual audit. PERSI's audit for the year ended June 30, 2021 has not been completed at the time of issuance. The pension expense (revenue) for the year ending June 30, 2020 was calculated at \$1,251,180.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	269,927	112,807
Changes in assumptions or other inputs	58,427	-
Net difference between projected and actual earning on pension plan investments	395,988	-
Change in proportionate share	40,658	35,074
Employer contributions subsequent to the measurement date	<u>639,889</u>	<u>-</u>
Total	<u>\$1,404,889</u>	<u>\$147,881</u>

## NOTE 6 Pension Plan (Continued)

\$639,889 reported as deferred outflow of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022.

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

<b>For the Year Ending June 30:</b>	<b>Amount to be Recognized</b>
2021	11,157
2022	145,530
2023	197,520
2024	257,328

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-net of investment fees	7.05%
Cost-of-living (COLA) adjustments	1.00%

\*3.75 percent of 1.00 percent depending on whether the member was hired on or before July 1, 2012.

\*\*There is an additional component of assumed salary grown (on top of the 3.75%) that varies for each individual member based on years of service.

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

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 (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.

## NOTE 6 Pension Plan (Continued)

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. 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.

### Capital Market Assumptions from Callen 2020

Asset Class	Target Allocation	Long - Term Expected	Long - Term Expected
		Nominal Rate of (Arithmetic)	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, Net of Investment Expenses		5.85%	3.49%

### Investment Policy Assumptions from PERSI November 2019

Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses	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, Net of Investment Expenses	4.05%
Assumed Inflation	3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<b>7.05%</b>

### 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.

## NOTE 6 Pension Plan (Continued)

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

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.05 percent, as well as what the Employer'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:

	<b>1% Decrease (6.05%)</b>	<b>Current Discount Rate (7.05%)</b>	<b>1% Increase (8.05%)</b>
Employer's proportionate share of the net pension liability (asset)	\$7,084,879	\$3,454,815	\$453,344

### *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](http://www.persi.idaho.gov).

### *Payables to the pension plan*

At June 30, 2021, the District reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

## NOTE 7 Contingent Liabilities

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

## NOTE 8 Excess of Actual Expenditures over Budget in Individual Funds

The following funds had an excess of actual expenditures over budget for the year ended June 30, 2021:

<u>Fund</u>	<u>Excess</u>
Driver Education - State	242
School-Based Medicaid	26,903
Child Nutrition	19,251
Perkins IV – Professional Technical Act	1

These over-expenditures arose due to an increase in Local, State and Federal funding. To meet the student’s education needs, the Board of Trustees approved the additional expenditures when additional funding became available. Idaho Code Section 33-701 allows the District to make budget adjustments to reflect the availability of funds and the requirements of the school district.

## NOTE 9 Interfund Receivables, Payables and Transfers

Generally accepted accounting principles require disclosure of certain information concerning individual funds including:

**Interfund Transfers** - Transfers to support the operations of other funds are recorded as “Transfers In/(Out)” and are classified with “Other financing sources or uses.” Idaho Code and State Department of Education Regulations mandate transfers into the Plant Facilities – Bus Acquisition Fund to cover the depreciation reimbursement. Total transfers are as follows:

	<u>Out</u>	<u>In</u>
General	173,548	-
School-Based Medicaid	-	10,775
Child Nutrition	-	10,609
Plant Facilities	-	56,000
Plant Facilities - Bus Acquisition	-	96,164
Total	<u>\$173,548</u>	<u>\$173,548</u>

## NOTE 9 Interfund Receivables, Payables and Transfers (Continued)

The composition of interfund receivables and payables as of June 30, 2021 was as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	-	701,699
Special Revenue Funds:		
Federal Forest Reserve	25,640	-
KIC Heyburn Playground	6,999	-
Student Utility Building	3,593	-
Donations	3,085	
Driver Education - State	-	5,586
Professional Technical - State	1,151	-
Technology - State	171,615	-
Substance Abuse - State	21,827	-
Title I-A, ESEA – Improving Basic Programs	-	8,450
ESSER I (CARES) Coronavirus Aid, Relief and Economic Security Act	-	55,004
IDEA Part B (611 School Age 3-21)	-	95,318
IDEA Part B (619 Pre-School 3-5)	-	3,906
School-Based Medicaid	-	7,120
Title IV-A, ESSA – Student Support and Academic Enrichment	-	1,286
Perkins IV – Professional Technical Act	1,429	-
Title II-A, ESEA - Supporting Effective Instruction	-	2,596
Summer Recreation Program	920	-
Child Nutrition	-	375
Capital Project Funds:		
Plant Facilities	439,949	-
Plant Facilities – Bus Acquisition	69,905	-
Plant Facilities – Lottery	135,227	-
Total	<u>\$ 881,340</u>	<u>\$ 881,340</u>

## NOTE 10 Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past year.

## NOTE 11 Other Post-Employment Benefits

### Summary of Significant Accounting Policies

For purposes of measuring the net Other Post-Employment Benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the St. Maries School District Employee Group Benefit Plan have been

## **NOTE 11 Other Post-Employment Benefits (Continued)**

determined based the requirements of GASB 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. The Plan has been calculated using the entry age normal funding method.

### **General Information about the OPEB Plan**

The St. Maries Joint School District Employee Group Benefit Plan is a single-employer defined benefit OPEB plan that provides benefits to current and future retirees.

### ***Retirement and Dependent Medical Benefit Eligibility***

Upon separation from public school employment by retirement in accordance with Chapter 13, Title 59, Idaho Code, a retiree may continue to pay premiums for the retiree and the retiree's dependents at the rate for the active employee's group health, long-term care, vision, prescription drug and dental insurance programs as maintained by the employer for the active employees until the retiree and/or the retiree's spouse becomes eligible for Medicare at which time the district shall make available a supplemental program to Medicare for the eligible individual (Medicare Retirees).

### ***Eligibility for Retirement***

Normal retirement eligibility is age 65 with five years of service, including six months of membership service. Early retirement eligibility is age 55 with five years of service, including six months of membership coverage.

### ***Medicare Retirees***

Medicare retirees are defined as retirees who are 65 years of age or older, are not included in the District's plan, and Medicare will be considered their primary plan. Medicare Retirees and eligible dependents who enroll in Medicare (both Part A and Part B) are eligible to participate in the Statewide School Retiree Program that supplements Medicare.

### ***Funding***

The District's OPEB plan is funded under a pay-as-you-go funding method. Under this method, the District has not set aside any assets (nor accumulated any assets in a trust) that meet the definition of plan assets under GASB 74 or 75 to offset the OPEB liability. Therefore, the Net OPEB liability is equal to the Total OPEB liability.

### **OPEB Benefits**

The health care benefits are contracted by the District through group medical and dental plans. The medical and dental plans includes an annual deductible, coinsurance payment requirements, and an annual out-of-pocket maximum for the member/family. The prescription drug benefit is provided through a tiered system comprising of the type of prescription (generic, preferred brand, and non-preferred brand).

## NOTE 11 Other Post-Employment Benefits (Continued)

### Census Data

As of June 30, 2021, the valuation date, the District had 150 active (future retirees) participants and 11 inactive (current retirees) participants.

### OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2021, the Employer reported a liability of \$291,719 of the net OPEB liability. The net OPEB liability was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2020.

For the year ended June 30, 2021, the Employer recognized OPEB expense of \$25,899. At June 30, 2021, the Employer reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	-	20,255
Changes in assumptions or other inputs	<u>33,931</u>	<u>6,049</u>
Total	<u>\$33,931</u>	<u>\$26,304</u>

The amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB's will be recognized in OPEB expense as follows:

<b>Year ended June 30:</b>	
2022	\$(420)
2023	\$(420)
2024	\$(420)
2025	\$(420)
Thereafter	\$490

### Actuarial assumptions

**Valuation Date** June 30, 2020

**Measurement Date** June 30, 2021

**Interest/Discount Rate** 2.27%

**Projected Payroll Increases** 3.75%

**Health Care Cost Trend Rate** Medical: between 3.8% and 7.3%  
Dental: between 2.0% and 3.9%  
Prescription Drugs: between 3.8% and 7.3%



## NOTE 11 Other Post-Employment Benefits (Continued)

**Retiree Contributions** Retiree contributions are assumed to increase to match the health care cost trends.

### **Participation**

For future retirees, participation rates were assumed to be 40% for medical coverage. Future retired members who elect to participate in the plan are assumed to be married. 70.0% of the future retirees who elect medical or dental coverage and married are assumed to elect spousal coverage. Males are assumed to be three years older than females. Actual spouse information is used for current retirees.

### **Mortality**

For active members, inactive members and healthy retirees, mortality rates were based on the RP2000 Healthy Combined Mortality Table adjusted with generational mortality adjustments using Scale AA, set back three years for both males and females. For disabled retirees, mortality rates were based on the RP2000 Disabled Mortality Table adjusted with generational mortality adjustments using Scale AA, set back one year for males and set forward two years for females.

### **Interest/Discount rate**

The interest rate is based on the average of multiple June 30, 2021 municipal bond rate sources.

### **Sensitivity Disclosures**

The following presents the net OPEB liability of the Plan as of June 30, 2021, calculated using the discount rate of 2.27%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.27%) or 1-percentage-point higher (3.27%) than the current rate:

	<u>1% Decrease (1.27%)</u>	<u>Current Discount Rate (2.27%)</u>	<u>1% Increase (3.27%)</u>
Net OPEB liability	\$311,197	\$291,719	\$273,482

The following presents the net OPEB liability of the Plan as of June 30, 2020, calculated using the assumed health care cost trend rate, as well as what the net OPEB liability would be if it were calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB liability	\$260,507	\$291,719	\$328,359

## NOTE 11 Other Post-Employment Benefits (Continued)

### Summary of the Change in OPEB Liability

<b>Total OPEB Liability – Beginning of Year</b>	\$259,862
Service Cost	32,295
Interest	6,980
Plan Design Changes	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	5,134
Benefit Payments (Estimated)	<u>(12,552)</u>
<b>Total OPEB Liability – End of Year</b>	<u><u>\$291,719</u></u>

## NOTE 12 Other Post-Employment Benefit Plan – Sick Leave Plan

In accordance with GASB 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*, which became effective for the year ended June 30, 2018, the financial reporting and note disclosures are based off the most recent audited financial statements of PERSI, which was completed for the period ended June, 30, 2020. All amounts are as of June 30, 2020 unless otherwise noted.

### *Plan Description*

The District contributes to the Sick Leave Insurance Reserve Fund (Sick Leave Plan) which is a cost-sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI 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 the Sick Leave Plan. That report may be obtained on the PERSI website at [www.persi.idaho.gov](http://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.

### *OPEB Benefits*

Group retiree health, dental, accident, and life insurance premiums may qualify as a benefit. Retirees who have a sick leave account can use their balance as a credit towards these premiums paid directly to the applicable insurance company.

## NOTE 12 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

### *Employer Contributions*

The contribution rate for employees are set by statute at .065% of covered compensation for state members. Covered school members contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate of 1.16% for school members with nine or ten sick days, 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave then the contribution rate will be set by the PERSI Retirement Board based on current cost and actuarial data and reviewed annually. Beginning January 1, 2020 PERSI approved an 18-month rate holiday. During the rate holiday, all sick leave contribution rates are 0%.

### *OPEB Liabilities, OPEB Expense (Expenses Offset), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB*

At June 30, 2021, the District reported an asset for its proportionate share of the net OPEB asset as of June 30, 2020. The net OPEB asset was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB asset was based on the District's share of contributions relative to the total contributions of all participating Sick Leave employers. At June 30, 2020, the District's proportion was 0.3895689 percent.

The District's OPEB expense (expense offset) is calculated and made available as part of PERSI's annual audit. PERSI's audit for the year ended June 30, 2021 has not been completed at the time of issuance. The OPEB expense (expense offset) for the year ending June 30, 2020 was calculated at \$3,712.

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	50,434	-
Changes in assumptions or other inputs	1,126	122,707
Net difference between projected and actual earning on pension plan investments	15,139	-
Change in proportionate share	<u>-</u>	<u>33,656</u>
Total	<u>\$66,699</u>	<u>\$156,363</u>

## NOTE 12 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

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

<u>For the Year Ending June 30:</u>	<u>Amount to be Recognized</u>
2021	(5,301)
2022	(5,301)
2023	(503)
2024	1,290
2025	(9,820)
Thereafter	(36,374)

### *Actuarial Assumptions*

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. The Sick Leave Plan amortizes any net OPEB asset based on a level percentage of payroll. The maximum amortization period for the Sick Leave Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The following are the actuarial assumptions and the entry age normal cost method, 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%
Health care trend rate	N/A*

\*Health care trend rate is not applicable as the benefit is based on the unused sick leave hours at retirement and is calculated as a fixed dollar amount that can be applied to premiums

\*\*Net of OPEB plan investment expenses.

The long-term expected rate of return on OPEB 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 (expected returns, net of OPEB 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 approach used builds upon the latest capital market assumptions. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is 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.

## NOTE 12 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

### Capital Market Assumptions from Callen 2020

Asset Class	Target Allocation	Long - Term	Long - Term
		Expected Nominal Rate of (Arithmetic)	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, Net of Investment Expenses		5.85%	3.49%

### Investment Policy Assumptions from PERSI November 2019

Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses	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, Net of Investment Expenses	4.05%
Assumed Inflation	3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	7.05%

#### Discount Rate

Discount rate – The discount rate used to measure the total OEPB 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 Fund’s 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 Fund investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

#### Sensitivity of the net OPEB asset to changes in the discount rate

The following presents the District’s proportionate share of net OPEB asset calculated using the discount rate of 7.05 percent, as well as what the District’s proportionate share of the net OPEB asset 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 <u>(6.05%)</u>	Current Discount Rate <u>(7.05%)</u>	1% Increase <u>(8.05%)</u>
Employer’s proportionate share of the net OPEB liability (asset)	\$(417,047)	\$(479,678)	\$(537,638)

## **NOTE 12 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)**

### *OPEB plan fiduciary net position*

Detailed information about the OPEB plan's fiduciary net position is available in a 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](http://www.persi.idaho.gov).

### *Payable to the OPEB plan*

At June 30, 2021, the District reported payables to the defined benefit OPEB plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

## **NOTE 13 Deficit Fund Balance**

The District had the following deficit fund balances at June 30, 2021:

State Driver Education	5,873
------------------------	-------

It is the District's intent to eliminate the deficit over the next five years in the State Driver Education Fund.

## **NOTE 14 COVID-19 Pandemic**

In March 2020, the World Health Organization declared the outbreak of the novel coronavirus (COVID-19) as a pandemic, which continues to spread throughout the United States. There have been mandates from governing authorities requiring forced closures of schools, businesses, and other facilities and organizations. While the disruption is expected to be temporary, the current circumstances are evolving and dynamic. The full extent and duration of the impact of COVID-19 on the District's operations and financial performance is currently unknown, and depends on future developments that are uncertain and unpredictable. Because of this, it may have a material adverse impact on the District's business, results of operations, financial position, and cash flows.

## **NOTE 15 Change in Accounting Principles**

During the year ended June 30, 2021, the District adopted new accounting guidance by implementing the provisions of GASB Statement No. 84, Fiduciary Activities, which establishes criteria for identifying and reporting fiduciary activities. The implementation of this statement has resulted in a change in the presentation of the financial statements for the following activities:

- The student activity was previously reported as an agency fund and has been restated as a restricted special revenue fund of the District.
- The Scholarship Fund was previously reported as a fiduciary fund and has been restated as a restricted special revenue fund of the District.

The beginning governmental activities net position and other governmental funds fund balance has been increased by \$173,249 to reflect this change.

## REQUIRED SUPPLEMENTARY INFORMATION



**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
For the Year Ended June 30, 2021**

	Original Budget	Final Budget	Actual	Variances Favorable (Unfavorable)	
				Original to Actual	Final to Actual
<b>REVENUES</b>					
Local:					
Taxes	2,111,441	2,116,696	2,138,730	27,289	22,034
Earnings on investments	56,300	17,600	16,607	(39,693)	(993)
Tuition from individuals	30,000	34,500	32,901	2,901	(1,599)
Other	122,000	122,000	147,498	25,498	25,498
<b>Total local</b>	<b>2,319,741</b>	<b>2,290,796</b>	<b>2,335,736</b>	<b>15,995</b>	<b>44,940</b>
State:					
Base support	4,845,786	4,776,238	4,783,101	(62,685)	6,863
Transportation	543,362	557,484	569,071	25,709	11,587
Tuition equivalency	-	-	7,486	7,486	7,486
Benefit apportionment	668,420	702,366	701,208	32,788	(1,158)
Other state support	214,028	312,180	293,852	79,824	(18,328)
Revenue in lieu of taxes	46,332	46,332	46,333	1	1
Other state revenue	-	-	18,360	18,360	18,360
<b>Total state</b>	<b>6,317,928</b>	<b>6,394,600</b>	<b>6,419,411</b>	<b>101,483</b>	<b>24,811</b>
Federal:					
Restricted	-	-	12,053	12,053	12,053
<b>Total revenues</b>	<b>8,637,669</b>	<b>8,685,396</b>	<b>8,767,200</b>	<b>129,531</b>	<b>81,804</b>
<b>EXPENDITURES</b>					
Instruction:					
Salaries	3,337,905	3,373,224	3,355,247	(17,342)	17,977
Benefits	1,545,538	1,565,884	1,520,754	24,784	45,130
Purchased services	35,218	35,218	30,676	4,542	4,542
Supplies/materials	219,507	215,577	158,629	60,878	56,948
Capital objects	2,721	-	-	2,721	-
<b>Total instruction</b>	<b>5,140,889</b>	<b>5,189,903</b>	<b>5,065,306</b>	<b>75,583</b>	<b>124,597</b>
Support:					
Salaries	1,672,754	1,653,068	1,660,424	12,330	(7,356)
Benefits	811,519	834,832	820,545	(9,026)	14,287
Purchased services	559,618	568,118	526,746	32,872	41,372
Supplies/materials	274,384	290,484	270,289	4,095	20,195
Capital objects	66,990	30,000	41,012	25,978	(11,012)
Insurance	80,168	80,168	80,168	-	-
<b>Total support</b>	<b>3,465,433</b>	<b>3,456,670</b>	<b>3,399,184</b>	<b>66,249</b>	<b>57,486</b>
Debt service:					
Debt services - principal	42,000	53,500	56,498	(14,498)	(2,998)
Debt services - interest	18,300	6,800	2,746	15,554	4,054
<b>Total debt services</b>	<b>60,300</b>	<b>60,300</b>	<b>59,244</b>	<b>1,056</b>	<b>1,056</b>
<b>Total expenditures</b>	<b>8,666,622</b>	<b>8,706,873</b>	<b>8,523,734</b>	<b>142,888</b>	<b>183,139</b>
Excess (deficiency) of revenues over (under) expenditures	(28,953)	(21,477)	243,466	272,419	264,943
Other financing sources (uses):					
Proceeds from sale of capital assets	-	4,825	1,841	1,841	(2,984)
Transfers out	(120,474)	(162,764)	(173,548)	(53,074)	(10,784)
<b>Total other financing sources (uses)</b>	<b>(120,474)</b>	<b>(157,939)</b>	<b>(171,707)</b>	<b>(51,233)</b>	<b>(13,768)</b>
<b>Net change in fund balance</b>	<b>\$ (149,427)</b>	<b>\$ (179,416)</b>	<b>71,759</b>	<b>\$ 221,186</b>	<b>\$ 251,175</b>
Fund balance-beginning of year			924,009		
Fund balance-end of year			<u>\$ 995,768</u>		



**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**PLANT FACILITIES**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2021**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	
				<u>Original to Actual</u>	<u>Final to Actual</u>
<b>REVENUES</b>					
Local:					
Earnings on investments	-	-	3	3	3
Total revenues	-	-	3	3	3
<b>EXPENDITURES</b>					
Capital asset programs:					
Purchased services	506,000	440,762	-	506,000	440,762
Total expenditures	506,000	440,762	-	506,000	440,762
Excess (deficiency) of revenues over (under) expenditures	(506,000)	(440,762)	3	506,003	440,765
Other financing sources (uses)					
Transfer in	56,000	56,000	56,000	-	-
Net change in fund balance	<u>\$ (450,000)</u>	<u>\$ (384,762)</u>	56,003	<u>\$ 506,003</u>	<u>\$ 440,765</u>
Fund balance - beginning of year			384,763		
Fund balance - end of year			<u>\$ 440,766</u>		

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**NET PENSION LIABILITY RELATED SCHEDULES**

**Schedule of the District's Share of Net Pension Liability\***

**PERSI - Base Plan**

**As of June 30,**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Employer's portion of the net pension liability	Unavailable	0.1487777%	0.1486866%	0.1510857%	0.1445448%	0.1492027%	0.1466438%	0.1512820%
Employer's proportionate share of the net pension liability	Unavailable	3,454,815	1,697,216	2,228,540	2,271,996	3,024,568	1,931,060	1,113,672
Employer's covered payroll	5,359,204	5,297,797	5,050,000	4,860,972	4,489,461	4,364,067	4,107,451	4,098,428
Employer's proportional share of the net pension liability as a percentage of its covered payroll	Unavailable	65.21%	33.61%	45.85%	50.61%	69.31%	47.01%	27.17%
Plan fiduciary net position as a percentage of the total	Unavailable	88.22%	93.79%	91.69%	90.68%	87.26%	91.38%	94.95%

**Schedule of the District's Contributions\***

**PERSI - Base Plan**

**As of June 30,**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Statutorily required contribution	639,889	632,557	571,660	550,262	508,207	493,974	464,963	463,942
Contributions in relation to the statutorily required contribution	(639,889)	(632,557)	(571,660)	(550,262)	(508,207)	(493,974)	(464,963)	(463,942)
Contribution (deficiency) excess	-	-	-	-	-	-	-	-
Employer's covered payroll	5,359,204	5,297,797	5,050,000	4,860,972	4,489,461	4,364,067	4,107,451	4,098,428
Contributions as a percentage of covered payroll	11.94%	11.94%	11.32%	11.32%	11.32%	11.32%	11.32%	11.32%

\*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

**As of June 30, 2020 (most recently issued PERSI information)**

Change of Assumptions. There were no change of assumptions as of June 30, 2020.

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**OTHER POST EMPLOYMENT BENEFIT LIABILITY SCHEDULE**

As of June 30,

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Service Cost	32,295	23,167	Unavailable	54,074	51,066
Interest	6,980	8,318	Unavailable	22,484	22,468
Changes of benefit terms	-	-	Unavailable	-	-
Differences between expected and actual experience	-	(9,164)	Unavailable	-	(18,397)
Changes of assumptions or other inputs	5,134	30,808	Unavailable	438	(9,445)
Benefit payments	<u>(12,552)</u>	<u>(19,434)</u>	Unavailable	<u>(36,666)</u>	<u>(46,756)</u>
Net change in total OPEB Liability	31,857	33,695	-	40,330	(1,064)
Total OPEB liability - beginning	<u>259,862</u>	<u>226,167</u>	<u>594,544</u>	<u>554,214</u>	<u>555,278</u>
Total OPEB liability-ending	<u>\$ 291,719</u>	<u>\$ 259,862</u>	<u>\$ 226,167</u>	<u>\$ 594,544</u>	<u>\$ 554,214</u>
Covered-employee payroll	5,194,062	5,006,325	Unavailable	4,529,922	4,366,190
Total OPEB liability as a percentage of covered-employee payroll	5.62%	5.19%	Unavailable	13.12%	12.69%

\*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

As of June 30, 2021

Change of Assumptions. Actuarial assumptions were adjusted for the year ended June 30, 2021 as follows:

\* Interest/discount rate changed to 2.27% from 2.53%

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**NET OPEB ASSET - SICK LEAVE PLAN RELATED SCHEDULES**

**Schedule of the District's Share of Net OPEB Asset - Sick Leave Plan**  
**PERSI - OPEB Plan**  
**As of June 30,**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Employer's portion of the net OPEB asset	Unavailable	0.3895689%	0.3571315%	0.3615406%	0.3524528%
Employer's proportionate share of the net OPEB asset	Unavailable	479,678	342,062	299,880	270,553
Employer's covered payroll	5,359,204	5,297,797	5,050,000	4,860,972	4,489,461
Employer's proportional share of the net OPEB asset as a percentage of its covered payroll	Unavailable	9.05%	6.77%	6.17%	6.03%
Plan fiduciary net position as a percentage of the total OPEB asset	Unavailable	152.87%	138.51%	135.69%	136.78%

**Schedule of the District's Contributions\***  
**PERSI - OPEB Plan**  
**As of June 30,**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Statutorily required contribution	-	34,930	58,581	56,387	52,078
Contributions in relation to the statutorily required contribution	-	(34,930)	(58,581)	(56,387)	(52,078)
Contribution (deficiency) excess	-	-	-	-	-
Employer's covered payroll	5,359,204	5,297,797	5,050,000	4,860,972	4,489,461
Contributions as a percentage of covered payroll	0.00%	0.66%	1.16%	1.16%	1.16%

\*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
**As of June 30, 2020 (most recently issued PERSI information)**

Change of Assumptions. Actuarial assumptions were adjusted for the year ended June 30, 2020 as follows:

\*Contribution rates were adjusted for the 18-month rate holiday

## **SUPPLEMENTARY INFORMATION**



**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

**St. Maries, Idaho**

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**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2021**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>INSTRUCTION</b>			
Elementary school program:			
Salaries	1,374,520	1,373,689	(831)
Benefits	653,350	669,845	16,495
Purchased services	9,758	10,350	592
Supplies/materials	47,821	100,651	52,830
Total elementary school program	<u>2,085,449</u>	<u>2,154,535</u>	<u>69,086</u>
Secondary school program:			
Salaries	1,339,670	1,322,885	(16,785)
Benefits	575,968	576,729	761
Purchased services	9,349	13,600	4,251
Supplies/materials	80,373	79,437	(936)
Total secondary school program	<u>2,005,360</u>	<u>1,992,651</u>	<u>(12,709)</u>
Alternative school program:			
Salaries	68,157	58,650	(9,507)
Benefits	29,872	26,893	(2,979)
Purchased services	212	580	368
Supplies/materials	833	2,989	2,156
Total alternative school program	<u>99,074</u>	<u>89,112</u>	<u>(9,962)</u>
Special education program:			
Salaries	383,402	428,930	45,528
Benefits	213,635	243,823	30,188
Supplies/materials	1,442	3,000	1,558
Total special education program	<u>598,479</u>	<u>675,753</u>	<u>77,274</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**GENERAL FUND  
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2021**

	<u>Actual</u>	<u>Final Budget</u>	<b>Variance Favorable (Unfavorable)</b>
<b>INSTRUCTION (Continued)</b>			
Special education preschool program:			
Salaries	73,697	68,105	(5,592)
Benefits	29,574	28,405	(1,169)
Supplies/materials	1,160	2,500	1,340
Total special education preschool program	<u>104,431</u>	<u>99,010</u>	<u>(5,421)</u>
 School activity program:			
Salaries	115,801	120,965	5,164
Benefits	18,355	20,189	1,834
Purchased services	10,857	10,688	(169)
Supplies/materials	27,000	27,000	-
Total school activity program	<u>172,013</u>	<u>178,842</u>	<u>6,829</u>
 Summer school program:			
Purchased services	500	-	(500)
 <b>TOTAL INSTRUCTION</b>			
Salaries	3,355,247	3,373,224	17,977
Benefits	1,520,754	1,565,884	45,130
Purchased services	30,676	35,218	4,542
Supplies/materials	158,629	215,577	56,948
Total instruction	<u>\$ 5,065,306</u>	<u>\$ 5,189,903</u>	<u>\$ 124,597</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

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**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)**  
**For the Year Ended June 30, 2021**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT</b>			
Attendance-guidance-health program:			
Salaries	120,061	116,884	(3,177)
Benefits	50,043	49,877	(166)
Purchased services	60	1,246	1,186
Supplies/materials	2,718	2,350	(368)
Total attendance-guidance-health program	<u>172,882</u>	<u>170,357</u>	<u>(2,525)</u>
Special education support services program:			
Salaries	210,515	199,709	(10,806)
Benefits	85,370	84,359	(1,011)
Purchased services	5,926	3,865	(2,061)
Supplies/materials	1,372	2,000	628
Total special education support services program	<u>303,183</u>	<u>289,933</u>	<u>(13,250)</u>
Instruction improvement program:			
Salaries	40,925	34,940	(5,985)
Benefits	15,009	14,078	(931)
Purchased services	399	19,693	19,294
Supplies/materials	19,170	-	(19,170)
Total instruction improvement program	<u>75,503</u>	<u>68,711</u>	<u>(6,792)</u>
Educational media program:			
Salaries	44,488	50,325	5,837
Benefits	40,439	42,130	1,691
Supplies/materials	1,258	3,300	2,042
Total educational media program	<u>86,185</u>	<u>95,755</u>	<u>9,570</u>
Instruction-related technology program:			
Salaries	3,000	3,000	-
Benefits	577	613	36
Purchased services	2,881	2,500	(381)
Total instruction-related technology program	<u>6,458</u>	<u>6,113</u>	<u>(345)</u>



**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**GENERAL FUND  
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2021**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT (Continued)</b>			
Board of education program:			
Salaries	51,412	46,600	(4,812)
Benefits	25,302	24,321	(981)
Purchased services	43,826	42,676	(1,150)
Supplies/materials	1,815	2,379	564
Insurance	22,941	22,941	-
Total board of education program	<u>145,296</u>	<u>138,917</u>	<u>(6,379)</u>
District administration program:			
Salaries	139,903	137,580	(2,323)
Benefits	53,810	54,227	417
Purchased services	8,458	12,813	4,355
Supplies/materials	14,041	11,923	(2,118)
Total district administration program	<u>216,212</u>	<u>216,543</u>	<u>331</u>
School administration program:			
Salaries	404,938	392,830	(12,108)
Benefits	178,684	177,696	(988)
Purchased services	21,750	22,511	761
Supplies/materials	4,062	7,500	3,438
Total school administration program	<u>609,434</u>	<u>600,537</u>	<u>(8,897)</u>
Business operation program:			
Salaries	65,011	62,000	(3,011)
Benefits	23,990	23,660	(330)
Purchased services	12,539	5,101	(7,438)
Supplies/materials	479	810	331
Total business operation program	<u>102,019</u>	<u>91,571</u>	<u>(10,448)</u>
Administrative technology service:			
Purchased services	91,800	91,800	-
Supplies/materials	47,635	41,000	(6,635)
Total administrative technology service	<u>139,435</u>	<u>132,800</u>	<u>(6,635)</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)**  
**For the Year Ended June 30, 2021**

	<u>Actual</u>	<u>Final Budget</u>	<b>Variance Favorable (Unfavorable)</b>
<b>SUPPORT (Continued)</b>			
Buildings - care program (custodial):			
Salaries	88,434	82,400	(6,034)
Benefits	58,262	56,810	(1,452)
Purchased services	247,505	261,000	13,495
Supplies/materials	33,290	30,660	(2,630)
Insurance	33,607	33,607	-
Total building - care program (custodial)	<u>461,098</u>	<u>464,477</u>	<u>3,379</u>
Maintenance - non-student occupied:			
Purchased services	-	1,000	1,000
Supplies/materials	1,249	3,350	2,101
Total maintenance - non-student occupied	<u>1,249</u>	<u>4,350</u>	<u>3,101</u>
Maintenance - student occupied buildings :			
Salaries	142,706	155,000	12,294
Benefits	65,504	64,912	(592)
Purchased services	22,821	33,223	10,402
Supplies/materials	29,225	58,730	29,505
Capital objects	-	30,000	30,000
Total maintenance - student occupied buildings	<u>260,256</u>	<u>341,865</u>	<u>81,609</u>
Maintenance - grounds:			
Purchased services	1,489	4,647	3,158
Supplies/materials	8,356	4,000	(4,356)
Capital objects	36,584	-	(36,584)
Total maintenance - grounds	<u>46,429</u>	<u>8,647</u>	<u>(37,782)</u>
Security program:			
Purchased services	3,811	3,806	(5)
Supplies/materials	-	1,500	1,500
Total security program	<u>3,811</u>	<u>5,306</u>	<u>1,495</u>
Pupil-to-school transportation program:			
Salaries	330,171	348,800	18,629
Benefits	216,322	236,628	20,306
Purchased services	49,596	49,927	331
Supplies/materials	98,217	113,882	15,665
Capital objects	4,428	-	(4,428)
Insurance	16,013	16,012	(1)
Total pupil-to-school transportation program	<u>714,747</u>	<u>765,249</u>	<u>50,502</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**GENERAL FUND  
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2021**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT (Continued)</b>			
Pupil-activity transportation program:			
Salaries	18,587	21,000	2,413
Benefits	4,098	5,088	990
Purchased services	867	-	(867)
Total pupil-activity transportation program	<u>23,552</u>	<u>26,088</u>	<u>2,536</u>
General transportation program:			
Salaries	273	2,000	1,727
Benefits	95	433	338
Purchased services	1,333	1,000	(333)
Supplies/materials	7,402	7,100	(302)
Insurance	7,607	7,608	1
Total general transportation program	<u>16,710</u>	<u>18,141</u>	<u>1,431</u>
Other support services program:			
Benefits	3,040	-	(3,040)
Purchased services	11,685	11,310	(375)
Total other support services program	<u>14,725</u>	<u>11,310</u>	<u>(3,415)</u>
<b>TOTAL SUPPORT</b>			
Salaries	1,660,424	1,653,068	(7,356)
Benefits	820,545	834,832	14,287
Purchased services	526,746	568,118	41,372
Supplies/materials	270,289	290,484	20,195
Capital objects	41,012	30,000	(11,012)
Insurance	80,168	80,168	-
Total Support	<u>\$ 3,399,184</u>	<u>\$ 3,456,670</u>	<u>\$ 57,486</u>
<b>DEBT SERVICES PROGRAM</b>			
Debt services program			
Principal	56,632	53,500	(3,132)
Interest	2,612	6,800	4,188
<b>TOTAL DEBT SERVICES PROGRAM</b>	<u>\$ 59,244</u>	<u>\$ 60,300</u>	<u>\$ 1,056</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**NONMAJOR GOVERNMENTAL FUNDS  
BALANCE SHEET  
June 30, 2021**

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Project Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
Assets:			
Cash	240,552	-	240,552
Investments	132,311	-	132,311
Due from other funds	236,259	205,132	441,391
Other receivables:			
Due from other governmental units	255,916	-	255,916
Other receivables	28	-	28
Interest receivable	9	-	9
Inventories	16,655	-	16,655
Total assets	<u>881,730</u>	<u>205,132</u>	<u>1,086,862</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 881,730</u>	<u>\$ 205,132</u>	<u>\$ 1,086,862</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>			
Liabilities:			
Due to other funds	179,641	-	179,641
Accounts payable	8,411	-	8,411
Accrued payroll and benefits	96,769	-	96,769
Total liabilities	<u>284,821</u>	<u>-</u>	<u>284,821</u>
Deferred inflows of resources:	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:			
Nonspendable	16,655	-	16,655
Restricted	580,254	205,132	785,386
Total fund balance	<u>596,909</u>	<u>205,132</u>	<u>802,041</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 881,730</u>	<u>\$ 205,132</u>	<u>\$ 1,086,862</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**NONMAJOR GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2021**

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Project Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b>REVENUES</b>			
Local	249,894	-	249,894
State	149,858	78,952	228,810
Federal	1,535,858	-	1,535,858
Total revenues	<u>1,935,610</u>	<u>78,952</u>	<u>2,014,562</u>
<b>EXPENDITURES</b>			
Instruction	599,967	-	599,967
Support	582,570	51,339	633,909
Non-instruction	599,375	-	599,375
Capital asset program	-	3,286	3,286
Debt service	-	86,372	86,372
Total expenditures	<u>1,781,912</u>	<u>140,997</u>	<u>1,922,909</u>
Excess (deficiency) of revenue over (under) expenditures	<u>153,698</u>	<u>(62,045)</u>	<u>91,653</u>
Other financing sources (uses)			
Proceeds from sale of capital asset	-	2,984	2,984
Transfer in	21,384	96,164	117,548
Total other financing sources (uses)	<u>21,384</u>	<u>99,148</u>	<u>120,532</u>
Net change in fund balances	175,082	37,103	212,185
Fund balance - beginning of year, as restated (Note 15)	<u>421,827</u>	<u>168,029</u>	<u>589,856</u>
Fund balance - end of year	<u>\$ 596,909</u>	<u>\$ 205,132</u>	<u>\$ 802,041</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

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**NONMAJOR SPECIAL REVENUE FUNDS**

**Federal Forest Reserve Fund** - To account for unrestricted Federal revenue received from the U.S. Department of Agriculture. This Fund has been used for special capital outlay projects.

**KIC Heyburn Playground Fund** - To account for local project revenue related to the Heyburn playground.

**Student Utility Building Fund** - To account for local project revenue related to the student utility building.

**Donations Fund** – To account for donations received.

**Student Activity Fund** - To account for revenue and costs related to student activity funds.

**Driver Education - State Fund** - To account for costs of providing a driver education program. Financing for the program is provided through the Idaho State Department of Education.

**Professional Technical – State Fund** - To account for restricted State revenue to be spent on equipment and materials for vocational programs.

**Technology – State Fund** - To account for restricted State revenue to be spent on the technology program.

**Substance Abuse – State Fund** - To account for restricted State revenue to be spent on drug education in-service training for teachers and parents and materials for classroom.

**Title I-A, ESSA – Improving Basic Programs Fund** - To account for restricted Federal revenue to be spent on programs to provide special instruction to disadvantaged students.

**ESSER I (CARES) Coronavirus Aid, Relief and Economic Security Act** - To account for restricted Federal revenue to be spent on COVID-19 related expenditures.

**IDEA Part B (611 School Age 3-21) Fund** - To account for restricted Federal revenue to be spent on programs to provide for special testing, physical therapy, teacher aides, equipment and materials, etc. in special education.

**IDEA Part B (619 Pre-School 3-5) Fund** - To account for restricted Federal revenue to be spent on programs to provide for preschool handicapped (3-5 years old) in the same manner provided for school age children in the Title VI-B program.

**School-Based Medicaid Fund** - To account for Federal revenue reimbursement of qualified Medicaid expenditures.

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

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**NONMAJOR SPECIAL REVENUE FUNDS (Continued)**

**Title IV-A ESSA – Student Support and Academic Enrichment Fund** - To account for Federal revenue for student support and academic enrichment.

**Perkins IV – Professional Technical Act Fund** - To account for restricted Federal revenue to be spent on equipment for the vocational program.

**Title II-A, ESEA – Supporting Effective Instruction Fund** - To account for restricted Federal revenue to be spent on in-service training of math and/or science teachers.

**Idaho Rebounds Coronavirus Relief Fund** – To account for restricted Federal revenue to be spent on COVID related expenditures.

**Summer Recreation Program Fund** - To account for restricted Federal revenue to be spent on summer activities for children.

**Child Nutrition Fund** - To account for restricted Federal revenue to be spent on child nutrition.

**Scholarship Fund** - To account for restricted donations to be spent on scholarships for students.

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
June 30, 2021

	Federal Forest Reserve	KIC Heyburn Playground	Student Utility Building	Donations	Student Activity	Driver Education - State	Professional Technical - State	Technology - State	Substance Abuse - State	Title I-A, ESSA - Improving Basic Programs	ESSER I (CARES) Coronavirus Aid, Relief and Economic Security Act
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>											
Assets:											
Cash	-	-	-	-	110,558	-	-	-	-	-	-
Investments	-	-	-	-	23,605	-	-	-	-	-	-
Due from other funds	25,640	6,999	3,593	3,085	-	-	1,151	171,615	21,827	-	-
Other receivables:											
Other receivables	-	-	-	-	-	-	-	-	-	-	-
State receivable	-	-	-	-	-	-	-	7,200	-	-	-
Interest receivable	-	-	-	-	3	-	-	-	-	-	-
Federal receivable	-	-	-	-	-	-	-	-	-	40,208	55,124
Inventories	-	-	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>25,640</b>	<b>6,999</b>	<b>3,593</b>	<b>3,085</b>	<b>134,166</b>	<b>-</b>	<b>1,151</b>	<b>178,815</b>	<b>21,827</b>	<b>40,208</b>	<b>55,124</b>
Deferred outflows of resources	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 25,640</b>	<b>\$ 6,999</b>	<b>\$ 3,593</b>	<b>\$ 3,085</b>	<b>\$ 134,166</b>	<b>\$ -</b>	<b>\$ 1,151</b>	<b>\$ 178,815</b>	<b>\$ 21,827</b>	<b>\$ 40,208</b>	<b>\$ 55,124</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>											
Liabilities:											
Due to other funds	-	-	-	-	-	5,586	-	-	-	8,450	55,004
Accounts payable	-	-	-	-	201	287	1,151	-	-	-	-
Accrued payroll and benefits	-	-	-	-	-	-	-	-	-	31,758	120
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>201</b>	<b>5,873</b>	<b>1,151</b>	<b>-</b>	<b>-</b>	<b>40,208</b>	<b>55,124</b>
Deferred inflows of resources	-	-	-	-	-	-	-	-	-	-	-
Fund balance:											
Nonspendable	-	-	-	-	-	-	-	-	-	-	-
Restricted	25,640	6,999	3,593	3,085	133,965	(5,873)	-	178,815	21,827	-	-
<b>Total fund balance</b>	<b>25,640</b>	<b>6,999</b>	<b>3,593</b>	<b>3,085</b>	<b>133,965</b>	<b>(5,873)</b>	<b>-</b>	<b>178,815</b>	<b>21,827</b>	<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 25,640</b>	<b>\$ 6,999</b>	<b>\$ 3,593</b>	<b>\$ 3,085</b>	<b>\$ 134,166</b>	<b>\$ -</b>	<b>\$ 1,151</b>	<b>\$ 178,815</b>	<b>\$ 21,827</b>	<b>\$ 40,208</b>	<b>\$ 55,124</b>



**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET (Continued)**  
June 30, 2021

	IDEA Part B (611 School Age 3-21)	IDEA Part B (619 Pre-School Age 3-5)	School-Based Medicaid	Title IV-A ESSA - Student Support and Academic Enrichment	Perkins IV - Professional Technical Act	Title II-A, ESEA - Supporting Effective Instruction	Idaho Rebounds Coronavirus Relief	Summer Recreation Program	Child Nutrition	Scholarship Fund	Total
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>											
Assets:											
Cash	-	-	-	-	-	-	-	-	99,039	30,955	240,552
Investments	-	-	-	-	-	-	-	-	859	107,847	132,311
Due from other funds	-	-	-	-	1,429	-	-	920	-	-	236,259
Other receivables:											
Other receivable	-	-	28	-	-	-	-	-	-	-	28
State receivable	-	-	-	-	-	-	-	-	-	-	7,200
Interest receivable	-	-	-	-	-	-	-	-	-	6	9
Federal receivable	124,247	5,491	10,945	3,933	-	8,768	-	-	-	-	248,716
Inventories	-	-	-	-	-	-	-	-	16,655	-	16,655
Total assets	<u>124,247</u>	<u>5,491</u>	<u>10,973</u>	<u>3,933</u>	<u>1,429</u>	<u>8,768</u>	<u>-</u>	<u>920</u>	<u>116,553</u>	<u>138,808</u>	<u>881,730</u>
Deferred outflows of resources	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 124,247</u>	<u>\$ 5,491</u>	<u>\$ 10,973</u>	<u>\$ 3,933</u>	<u>\$ 1,429</u>	<u>\$ 8,768</u>	<u>\$ -</u>	<u>\$ 920</u>	<u>\$ 116,553</u>	<u>\$ 138,808</u>	<u>\$ 881,730</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>											
Liabilities:											
Due to other funds	95,318	3,906	7,120	1,286	-	2,596	-	-	375	-	179,641
Accounts payable	-	-	3,825	2,647	300	-	-	-	-	-	8,411
Accrued payroll and benefits	28,929	1,585	-	-	1,129	6,172	-	-	27,076	-	96,769
Total liabilities	<u>124,247</u>	<u>5,491</u>	<u>10,945</u>	<u>3,933</u>	<u>1,429</u>	<u>8,768</u>	<u>-</u>	<u>-</u>	<u>27,451</u>	<u>-</u>	<u>284,821</u>
Deferred inflows of resources	-	-	-	-	-	-	-	-	-	-	-
Fund balance:											
Nonspendable	-	-	-	-	-	-	-	-	16,655	-	16,655
Restricted	-	-	28	-	-	-	-	920	72,447	138,808	580,254
Total fund balance	<u>-</u>	<u>-</u>	<u>28</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>920</u>	<u>89,102</u>	<u>138,808</u>	<u>596,909</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 124,247</u>	<u>\$ 5,491</u>	<u>\$ 10,973</u>	<u>\$ 3,933</u>	<u>\$ 1,429</u>	<u>\$ 8,768</u>	<u>\$ -</u>	<u>\$ 920</u>	<u>\$ 116,553</u>	<u>\$ 138,808</u>	<u>\$ 881,730</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
For the Year Ended June 30, 2021

	Federal Forest Reserve	KIC Heyburn Playground	Student Utility Building	Donations	Student Activity	Driver Education - State	Professional Technical - State	Technology - State	Substance Abuse - State	Title I-A, ESSA - Improving Basic Programs	ESSER I (CARES) Coronavirus Aid, Relief and Economic Security Act
<b>REVENUES</b>											
Local:											
Lunch sales	-	-	-	-	-	-	-	-	-	-	-
Earnings on investment	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	815	3,700	126,547	10,567	-	14,400	-	-	-
Total local	-	-	815	3,700	126,547	10,567	-	14,400	-	-	-
State:											
Other state support	-	-	-	-	-	-	-	101,116	13,133	-	-
Driver education program	-	-	-	-	-	8,400	-	-	-	-	-
Professional technical program	-	-	-	-	-	-	27,209	-	-	-	-
Total state	-	-	-	-	-	8,400	27,209	101,116	13,133	-	-
Federal:											
Restricted	17,866	-	-	-	-	-	-	-	-	162,551	79,944
Total revenues	17,866	-	815	3,700	126,547	18,967	27,209	115,516	13,133	162,551	79,944
<b>EXPENDITURES</b>											
Instruction:											
Salaries	-	-	-	-	-	12,331	1,684	-	-	116,035	-
Benefits	-	-	-	-	-	2,395	320	-	-	44,486	-
Purchased services	24,850	-	-	-	-	92	-	-	-	195	2,325
Supplies/materials	-	-	-	480	-	1,234	20,843	-	-	1,835	127
Capital outlay	-	-	-	-	-	-	4,362	-	-	-	-
Total instruction	24,850	-	-	480	-	16,052	27,209	-	-	162,551	2,452
Support:											
Salaries	-	-	-	-	-	-	-	11,448	165	-	733
Benefits	-	-	-	-	-	-	-	2,290	26	-	104
Purchased services	-	-	-	-	-	-	-	68,890	-	-	5,181
Supplies/materials	-	-	-	135	-	-	-	18,214	1,183	-	56,296
Capital objects	-	-	-	-	-	-	-	-	-	-	10,263
Total support	-	-	-	135	-	-	-	100,842	1,374	-	72,577
Non-instruction:											
Salaries	-	-	-	-	-	-	-	-	-	-	-
Benefits	-	-	-	-	-	-	-	-	-	-	-
Purchased services	-	-	-	-	52,412	-	-	-	-	-	-
Supplies/materials	-	-	-	-	67,385	-	-	-	-	-	-
Capital objects	-	-	-	-	-	-	-	-	-	-	4,915
Total non-instruction	-	-	-	-	119,797	-	-	-	-	-	4,915
Total expenditures	24,850	-	-	615	119,797	16,052	27,209	100,842	1,374	162,551	79,944
Excess (deficiency) revenues over (under) expenditures	(6,984)	-	815	3,085	6,750	2,915	-	14,674	11,759	-	-
Other financing sources (uses)											
Transfer in	-	-	-	-	-	-	-	-	-	-	-
Net change in fund balance	(6,984)	-	815	3,085	6,750	2,915	-	14,674	11,759	-	-
Fund balance - beginning of year, as restated (Note 15)	32,624	6,999	2,778	-	127,215	(8,788)	-	164,141	10,068	-	-
Fund balance - end of year	\$ 25,640	\$ 6,999	\$ 3,593	\$ 3,085	\$ 133,965	\$ (5,873)	\$ -	\$ 178,815	\$ 21,827	\$ -	\$ -

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
St. Maries, Idaho

**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)**  
For the Year Ended June 30, 2021

	IDEA Part B (611 School Age 3-21)	IDEA Part B (619 Pre-School Age 3-5)	School-Based Medicaid	Title IV-A ESSA - Student Support and Academic Enrichment	Perkins IV - Professional Technical Act	Title II-A, ESEA - Supporting Effective Instruction	Idaho Rebounds Coronavirus Relief	Summer Recreation Program	Child Nutrition	Scholarship Fund	Total
<b>REVENUES</b>											
Local:											
Lunch sales	-	-	-	-	-	-	-	-	1,075	-	1,075
Earnings on investments	-	-	8	-	-	-	-	-	8	27	43
Other	-	-	-	-	-	-	-	-	-	92,747	248,776
Total local	-	-	8	-	-	-	-	-	1,083	92,774	249,894
State:											
Other state support	-	-	-	-	-	-	-	-	-	-	114,249
Driver education program	-	-	-	-	-	-	-	-	-	-	8,400
Professional technical program	-	-	-	-	-	-	-	-	-	-	27,209
Total state	-	-	-	-	-	-	-	-	-	-	149,858
Federal:											
Restricted	219,827	9,509	36,148	15,936	13,101	33,204	438,137	-	509,635	-	1,535,858
Total revenues	219,827	9,509	36,156	15,936	13,101	33,204	438,137	-	510,718	92,774	1,935,610
<b>EXPENDITURES</b>											
Instruction:											
Salaries	110,784	4,655	499	8,352	5,786	-	52,436	-	-	-	312,562
Benefits	103,563	4,854	102	7,549	4,435	-	10,002	-	-	-	177,706
Purchased services	-	-	46,302	-	810	-	3,825	-	-	-	78,399
Supplies/materials	349	-	-	-	2,070	-	-	-	-	-	26,938
Capital outlay	-	-	-	-	-	-	-	-	-	-	4,362
Total instruction	214,696	9,509	46,903	15,901	13,101	-	66,263	-	-	-	599,967
Support:											
Salaries	-	-	-	-	-	22,521	29,672	-	-	-	64,539
Benefits	-	-	-	35	-	9,520	8,721	-	-	-	20,696
Purchased services	934	-	-	-	-	304	2,300	-	-	-	77,609
Supplies/materials	4,197	-	-	-	-	859	233,225	-	-	-	314,109
Capital outlay	-	-	-	-	-	-	95,354	-	-	-	105,617
Total support	5,131	-	-	35	-	33,204	369,272	-	-	-	582,570
Non-instruction:											
Salaries	-	-	-	-	-	-	2,226	-	133,925	-	136,151
Benefits	-	-	-	-	-	-	376	-	92,835	-	93,211
Purchased services	-	-	-	-	-	-	-	-	1,916	-	54,328
Supplies/materials	-	-	-	-	-	-	-	-	235,102	-	302,487
Capital objects	-	-	-	-	-	-	-	-	8,283	-	13,198
Total non-instruction	-	-	-	-	-	-	2,602	-	472,061	-	599,375
Total expenditures	219,827	9,509	46,903	15,936	13,101	33,204	438,137	-	472,061	-	1,781,912
Excess (deficiency) revenues over (under) expenditures	-	-	(10,747)	-	-	-	-	-	38,657	92,774	153,698
Other financing sources (uses) Transfer in	-	-	10,775	-	-	-	-	-	10,609	-	21,384
Net change in fund balance	-	-	28	-	-	-	-	-	49,266	92,774	175,082
Fund balance - beginning of year, as restated (Note 15)	-	-	-	-	-	-	-	920	39,836	46,034	421,827
Fund balance - end of year	\$ -	\$ -	\$ 28	\$ -	\$ -	\$ -	\$ -	\$ 920	\$ 89,102	\$ 138,808	\$ 596,909

ST. MARIES JOINT SCHOOL DISTRICT NO. 41

St. Maries, Idaho

NONMAJOR CAPITAL PROJECTS FUNDS

COMBINING BALANCE SHEET

June 30, 2021

	<u>Plant Facilities - Bus Acquisition</u>	<u>Plant Facilities - Lottery</u>	<u>Total</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
Assets:			
Due from other funds	<u>69,905</u>	<u>135,227</u>	<u>205,132</u>
Total assets	<u>69,905</u>	<u>135,227</u>	<u>205,132</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>			
	<u>\$ 69,905</u>	<u>\$ 135,227</u>	<u>\$ 205,132</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>			
Liabilities:	-	-	-
Deferred inflows of resources:	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:			
Restricted	<u>69,905</u>	<u>135,227</u>	<u>205,132</u>
Total fund balance	<u>69,905</u>	<u>135,227</u>	<u>205,132</u>
<b>TOTAL LIABILITIES AND DEFERRED INFLOWS OF OF RESOURCES AND FUND BALANCE</b>			
	<u>\$ 69,905</u>	<u>\$ 135,227</u>	<u>\$ 205,132</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**  
**St. Maries, Idaho**

**NONMAJOR CAPITAL PROJECTS FUNDS**  
**COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**For the Year Ended June 30, 2021**

	<u>Plant Facilities - Bus Acquisition</u>	<u>Plant Facilities - Lottery</u>	<u>Total</u>
<b>REVENUES</b>			
State:			
Lottery/additional state maintenance	-	78,952	78,952
Total revenues	-	78,952	78,952
<b>EXPENDITURES</b>			
Support:			
Purchased services	-	3,738	3,738
Capital objects	-	47,601	47,601
Total support	-	51,339	51,339
Debt service:			
Principal	76,780	-	76,780
Interest	9,592	-	9,592
Total debt service	86,372	-	86,372
Capital asset program:			
Capital objects	-	3,286	3,286
Total expenditures	86,372	54,625	140,997
Excess (deficiency) of revenues over (under) expenditures	(86,372)	24,327	(62,045)
Other financing sources (uses)			
Transfer in	96,164	-	96,164
Proceeds from sale of capital assets	2,984	-	2,984
Total other financing sources (uses)	99,148	-	99,148
Net change in fund balance	12,776	24,327	37,103
Fund balance-beginning of year	57,129	110,900	168,029
Fund balance-end of year	<u>\$ 69,905</u>	<u>\$ 135,227</u>	<u>\$ 205,132</u>

**ST. MARIES JOINT SCHOOL DISTRICT NO. 41**

St. Maries, Idaho

**NONMAJOR FUNDS  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2021**

	<u>Final Budgeted Revenue</u>	<u>Actual Revenue</u>	<u>Final Budgeted Expenditures</u>	<u>Actual Expenditures</u>	<u>Transfers In (Out)</u>	<u>Beginning Fund Balance, as Restated (Note 15)</u>	<u>Ending Fund Balance</u>
Nonmajor special revenue funds:							
Federal Forest Reserve	17,866	17,866	25,000	24,850	-	32,624	25,640
KIC Heyburn Playground	-	-	-	-	-	6,999	6,999
Student Utility Building	-	815	-	-	-	2,778	3,593
Donations	-	3,700	-	615	-	-	3,085
Student Activity	-	126,547	-	119,797	-	127,215	133,965
Driver Education - State	18,000	18,967	15,810	16,052	-	(8,788)	(5,873)
Professional Technical - State	27,209	27,209	27,209	27,209	-	-	-
Technology - State	115,900	115,516	128,245	100,842	-	164,141	178,815
Substance Abuse - State	12,500	13,133	14,000	1,374	-	10,068	21,827
Title I-A, ESSA - Improving Basic Programs	178,444	162,551	178,444	162,551	-	-	-
ESSER I (CARES) Coronavirus Aid, Relief and Economic Security Act	-	79,944	-	79,944	-	-	-
IDEA Part B (611 School Age 3-21)	229,234	219,827	229,234	219,827	-	-	-
IDEA Part B (619 Pre-School Age 3-5)	9,509	9,509	9,509	9,509	-	-	-
School-Based Medicaid	20,000	36,156	20,000	46,903	10,775	-	28
Title IV-A ESSA - Student Support and Academic Enrichment	15,936	15,936	15,936	15,936	-	-	-
Perkins IV - Professional Technical Act	13,100	13,101	13,100	13,101	-	-	-
Title II-A, ESEA - Supporting Effective Instruction	33,746	33,204	33,746	33,204	-	-	-
Idaho Rebounds Coronavirus Relief	-	438,137	-	438,137	-	-	-
Summer Recreation Program	-	-	920	-	-	920	920
Child Nutrition	462,492	510,718	452,810	472,061	10,609	39,836	89,102
Scholarship	-	92,774	-	-	-	46,034	138,808
Nonmajor capital projects funds:							
Plant Facilities - Bus Acquisition	96,164	2,984	86,372	86,372	96,164	57,129	69,905
Plant Facilities - Lottery	78,952	78,952	189,852	54,625	-	110,900	135,227
<b>Total</b>	<u>\$ 1,329,052</u>	<u>\$ 2,017,546</u>	<u>\$ 1,440,187</u>	<u>\$ 1,922,909</u>	<u>\$ 117,548</u>	<u>\$ 589,856</u>	<u>\$ 802,041</u>