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# SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48

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## Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2015



*Arizona's Most Excelling School District!*

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**

**PHOENIX, ARIZONA**

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

Issued by:  
Finance Department

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**

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## **INTRODUCTORY SECTION**



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Education Center  
3811 North 44th Street  
Phoenix, Arizona 85018-5420

Web site: [www.susd.org](http://www.susd.org)

November 23, 2015

Citizens and Governing Board  
Scottsdale Unified School District No. 48  
3811 North 44<sup>th</sup> Street  
Phoenix, Arizona 85018

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Scottsdale Unified School District No. 48 (District) for the fiscal year ended June 30, 2015.

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

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2015, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated Single Audit as required by the provisions of the Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the District's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Reporting Package.

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

## **PROFILE OF THE DISTRICT**

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from kindergarten through grade twelve. Enrollment has been relatively flat in the past four years but is expected to remain steady.

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

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

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, the component unit combined with the District for financial statement purposes and the District are not included in any other governmental entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, bookstore and athletic functions.

The Scottsdale Unified School District No. 48 Insurance Trust (Trust) is governed by a five-member board appointed by the District's Governing Board. Although legally separate from the District, the Trust is blended as an Internal Service Fund as if it were part of the District because its sole purpose is to provide self-insurance for losses up to certain limits and to purchase insurance for losses above the limits.

The District was founded in 1896 and encompasses approximately 115 square miles. The District is situated in the central portion of Maricopa County, Arizona in the east sector of the greater Phoenix metropolitan area. The estimated population within the District is 280,750.

The District has 31 schools on 30 sites with a 2014-15 average daily membership of 22,820, a decrease of four percent from the previous school year. Over 3,300 employees work in the District. The District has a sizable tax base of above-average income and housing values.

Sixty-four percent of the District lies in the City of Scottsdale, but does not include the entire City of Scottsdale. Almost all of the Town of Paradise Valley, a section of the City of Phoenix, and a small section of the City of Tempe are also included within the District boundaries. The District's Northeast section includes the fastest growing area in Scottsdale in both population and housing.

The City of Scottsdale was founded in 1888 and incorporated in 1951. It is located in the northeastern portion of the "Valley of the Sun". Scottsdale had a 1990 population of 130,075 and a 2011 estimated population of 283,918, an increase of 118 percent.

The Scottsdale economy today contains, in addition to its resorts, a diverse mix of financial services from banking to insurance and investment; business services from advertising and public relations to software development; computer services, professional services from major health care providers anchored by Scottsdale Memorial Health systems and the world renowned Mayo Clinic. Scottsdale boasts a highly educated population with 46% of individuals 25 or older having at least a bachelor degree which is significantly higher than State or National percentages. Additionally income levels in Scottsdale are among the highest in the State.

The major business areas in Scottsdale are the Scottsdale Airpark, Downtown Scottsdale, Southern Scottsdale and Midtown Scottsdale.

The Scottsdale Airpark is the 3rd largest employment center in the Valley. The Greater Scottsdale Airpark Area is home to over 30,000 employees and more than 2,000 businesses thirty-five of which are corporate headquarters like GoDaddy.com, Henkel Corporation, JDA Software, Hypercom and Taser International. Strategically located along the loop 101 freeway, the Airpark is home to the Scottsdale Airport, the busiest single-runway general aviation airport in the country and the largest corporate jet facility in Arizona.

Downtown Scottsdale is considered by many as the Central Business District, featuring a roughly 2 mile square area. An estimated 39,000 people work in downtown and more than 200 times that number take advantage of the four million square feet of retail, restaurants and entertainment venues. It is the corporate headquarters for businesses like Rural/Metro, Nighthawk Radiology and Trapeze Software. Visitors enjoy the close proximity to Scottsdale's Downtown district which is home to world class shopping at Scottsdale Fashion Square, vibrant nightlife, and luxury resorts like the Hotel Valley Ho and the W Hotel.

Southern Scottsdale has experienced a renaissance. As the city's oldest commercial corridor, the southern portion of the city has seen an influx of economic activity and neighborhood revitalization. At the center of this redevelopment is SkySong, ASU Scottsdale Innovation Center, a research, technology and innovation center at the site of the former Los Arcos Mall. At build out, SkySong is anticipated to have approximately 1.2 million square feet of space (about 90% office); 3,000-4,000 parking spaces; open space/public plazas; and could support as many as 4,000 relatively high paying jobs. Only 10 miles from Sky Harbor International Airport, this employment area is also located in close proximity to the Loop 101 freeway and Arizona State University.

The City of Phoenix is the capital and largest city of Arizona and is the county seat as well. The city encompasses an area of over 600 square miles. Phoenix is the sixth most populous city in the United States and according to the 2010 census estimate, the population of the city was 1,445,632. The Phoenix metropolitan area is the population and economic activity center of the entire state. Phoenix is one of the leaders in the economics of the Southwestern area of the United States and is currently home to six Fortune 500 companies: waste management company Allied Waste, electronics corporation Avnet, Apollo Group (which operates the University of Phoenix), mining company Freeport-McMoRan (recently merged with Phoenix based Phelps Dodge), retailer PetSmart and energy supplier Pinnacle West. Honeywell's Aerospace division is headquartered in Phoenix, and the valley hosts many of their avionics and mechanical facilities. Intel has one of their largest sites here, employing about 10,000 employees and 7 chip manufacturing fabs. American Express hosts their financial transactions, customer information and their entire website in Phoenix.

As a result of the population boom, the economy of Phoenix has taken on new dimensions in recent decades by moving into technology and service industries. Tourism and business services in particular now account for nearly 77 percent of the area's total employment. Another sector of growth has been financial services and banking, as several significant processing and/or regional headquarters operations call Phoenix home: American Express, Chase Bank, Bank of America, Discover Card Services, and Wells Fargo Bank. High technology and aerospace firms hold a considerable share of the manufacturing jobs throughout the state (56 percent).

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

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

## **FACTORS AFFECTING FINANCIAL CONDITION**

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

**Local Economy.** Despite the national economic recession and foreclosure crisis, the City of Scottsdale retains fundamental economic strength due to its diversified employment base, attractiveness to new business, retail base, and strong tourism attraction. The City has seen continued growth in the housing and commercial sector in 2015. In 2015, the City has seen increase in the redevelopment of the Southern part of the City. Interest remains high in the community because of its quality of life, value as a business location, its status as a premier tourism destination, and the economic and public infrastructure that have been put in place.

**Long-term Financial Planning.** The Scottsdale Unified School District has seen student counts remain flat over the past 10 years. The primary assessed value has grown at an average rate of 5.0 percent in the past eleven years. This recognized growth has allowed the District to utilize bond sale proceeds from past voter authorized bond issues. Under Arizona's "Students FIRST" school capital finance system enacted in 1998, the State of Arizona is to provide funding for the school district school capital needs. "Students FIRST" minimizes bonding for school construction, requiring a state school facilities board to approve any new school construction.

The District has completed a \$118 million bond initiative that is being used to rebuild and remodel all 7 of our middle schools, create more energy efficiencies and improve security district wide. As part of our ongoing efforts to "go green" and produce additional revenue for the District, we've entered into a partnership with SunPower that is providing solar power generating parking and playground shades at 11 schools and a positive cash flow to the District. We have successfully negotiated a zero percent interest rate for the solar power generating project, and we have a 17 year lease/purchase agreement. The positive cash flow this has created to the District is \$450,000 that can be used for maintenance, operations and energy projects. The 25 year positive cash flow to SUSD is estimated at more than \$22,000,000. The schools receiving the elevated solar structures include Anasazi Elementary, Cheyenne Traditional School, Cherokee Elementary, Cochise Elementary, Laguna Elementary, Redfield Elementary, Sequoya Elementary, Copper Ridge School, Mountainside Middle, Chaparral High and Desert Mountain High. These are all A.P.S. served campuses. The average age of school buildings is 26 years.

## **AWARDS AND ACKNOWLEDGMENT**

**Awards.** The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2014. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2014. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2015 certificates.

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

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

Respectfully submitted,



Dr. David Peterson  
Superintendent



Daniel O'Brien  
CFO

# Association of School Business Officials International



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

## Scottsdale Unified School District No. 48

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

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



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

Mark C. Pepera, MBA, RSBO, SFO

President

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

John D. Musso, CAE, RSBA

Executive Director





Government Finance Officers Association

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

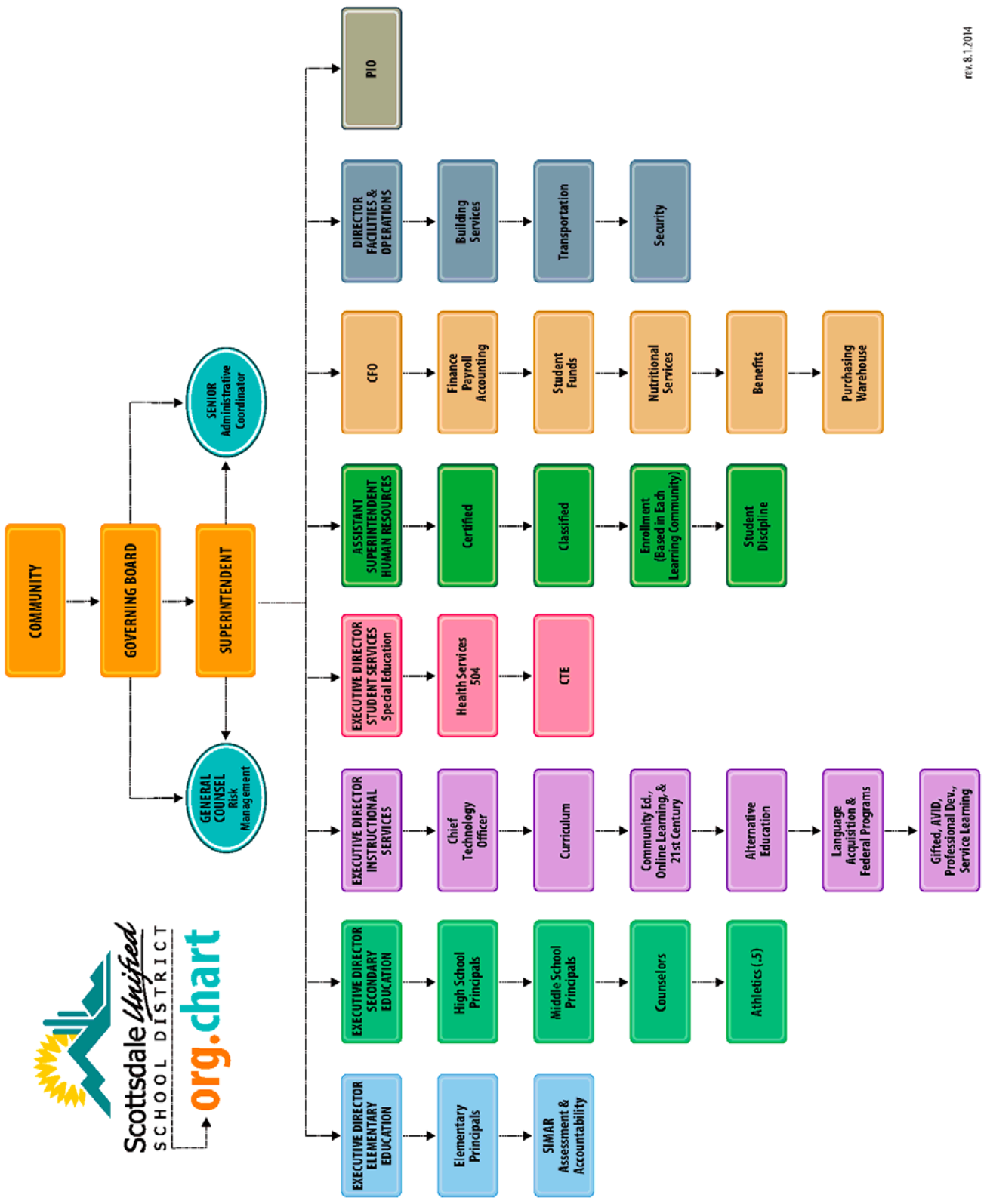
Presented to

**Scottsdale Unified School  
District No. 48, Arizona**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**

**LIST OF PRINCIPAL OFFICIALS  
AS OF JUNE 30, 2015**

**GOVERNING BOARD**

Bonnie Sneed, President

George Jackson, Vice President

Barbara Perleberg, Member

Pam Kirby, Member

Kim Hartmann, Member

**ADMINISTRATIVE STAFF**

Dr. David Peterson, Superintendent

Terry Worcester, Executive Director of Facilities and Operations

Daniel O'Brien, Chief Financial Officer

Dr. Andi Furlis, Director of Instructional Services

Michelle Marshall, General Counsel

Clif McKenzie, Executive Director for K-12 Athletics

Dr. Milissa Sackos, Executive Director for Student Services and CTE

Dr. Pam Sitton, Assistant Superintendent for Human Resources

Dr. Mitch von Gnechten, Executive Director of Secondary Education and Assessment

Dr. David McNeil, Executive Director of Elementary Education and Assessment

Dr. Chris Thuman, Executive Director of Community Education and On-Line Learning

Tom Clark, Chief Technology Officer

Kristine Harrington, Public Information and Marketing Officer

## **FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Scottsdale Unified School District No. 48

### **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 Scottsdale Unified School District No. 48 (District), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

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

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Scottsdale Unified School District No. 48, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Change in Accounting Principle***

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, for the year ended June 30, 2015, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

### ***Other Matters***

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

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

#### ***Other Information***

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

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

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

#### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2015, on our consideration of Scottsdale Unified School District No. 48's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Scottsdale Unified School District No. 48's internal control over financial reporting and compliance.

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

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

November 23, 2015

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



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**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2015**

As management of the Scottsdale Unified School District No. 48 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2015. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

**FINANCIAL HIGHLIGHTS**

- The District's total net position of governmental activities increased \$13.7 million, which represents a 20 percent increase from the prior fiscal year, as a result of the decrease in instruction expenditures related to the phase out of the maintenance and operations override.
- General revenues accounted for \$193.4 million in revenue, or 83 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$38.6 million or 17 percent of total current fiscal year revenues.
- The District had approximately \$218.2 million in expenses related to governmental activities, a decrease of 3 percent from the prior fiscal year.
- Among major funds, the General Fund had \$148.2 million in current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$146.6 million in expenditures. The General Fund's fund balance increase from \$15.5 million at the prior fiscal year end to \$16.2 million at the end of the current fiscal year was primarily due to the decrease in instruction expenditures related to the phase out of the maintenance and operations override and an increase in additional state aid revenue.
- Net position for the Internal Service Funds increased \$1.1 million from the prior fiscal year. Operating revenues of \$2.8 million exceeded operating expenses of \$1.8 million at the end of the current fiscal year.

**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**OVERVIEW OF FINANCIAL STATEMENTS**

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business. The accrual basis of accounting is used for the government-wide financial statements.

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

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues. The governmental activities of the District include instruction, support services, operation and maintenance of plant services, student transportation services, operation of non-instructional services and interest on long-term debt.

**Fund financial statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**OVERVIEW OF FINANCIAL STATEMENTS**

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decision. 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.

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

**Proprietary funds.** The District maintains one type of proprietary fund. The internal service funds are accounting devices used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service funds to account for its Insurance Trust activity. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements. The Insurance Trust, although a legally separate component unit, functions for all employees of the District, and therefore has been included as an internal service fund. Other internal service funds include (1) the Print Shop Fund, which accounts for District charges to other departments for printing and copying services, and (2) the Intergovernmental Agreements Fund, which accounts for financial activities relating to agreements with other governments not required to be accounted for elsewhere. Because these activities predominately benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2015**

**OVERVIEW OF FINANCIAL STATEMENTS**

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

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for all governmental funds. A schedule of revenues, expenditures and changes in fund balances – budget and actual has been provided for the General Fund as required supplementary information.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$82.9 million at the current fiscal year end.

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

	As of June 30, 2015	As of June 30, 2014
Current assets	\$ 116,601,775	\$ 115,988,729
Capital assets, net	464,582,301	484,764,956
Total assets	<u>581,184,076</u>	<u>600,753,685</u>
Deferred outflows	<u>23,085,157</u>	<u>2,327,653</u>
Current liabilities	10,471,559	13,493,714
Long-term liabilities	465,104,099	306,906,459
Total liabilities	<u>475,575,658</u>	<u>320,400,173</u>
Deferred inflows	<u>45,812,889</u>	<u>                    </u>
Net position:		
Net investment in capital assets	195,006,815	192,343,223
Restricted	33,068,218	26,778,930
Unrestricted	(145,194,347)	63,559,012
Total net position	<u>\$ 82,880,686</u>	<u>\$ 282,681,165</u>

At the end of the current fiscal year the District reported positive balances in two net position categories. Unrestricted net position was negative due to the implementation of new pension reporting standards. The District reported positive balances in all the net position categories in the prior fiscal year.

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

- The principal retirement of \$22.1 million of bonds.
- The addition of \$4.0 million in capital assets.
- The principal retirement of \$2.4 million of capital leases.
- The addition of \$183.1 million in pension liabilities due to the implementation of new pension reporting standards.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

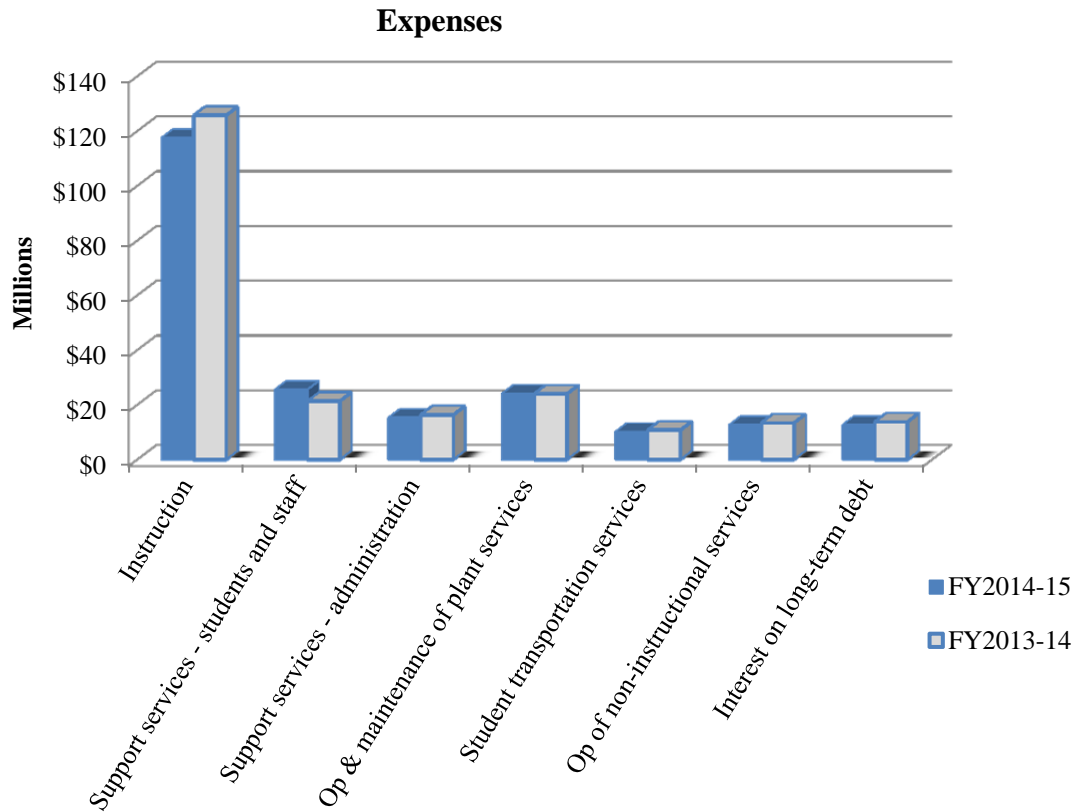
**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Changes in net position.** The District's total revenues for the current fiscal year were \$231.9 million. The total cost of all programs and services was \$218.2 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2015 and June 30, 2014.

	Fiscal Year Ended <u>June 30, 2015</u>	Fiscal Year Ended <u>June 30, 2014</u>
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 19,681,188	\$ 18,934,927
Operating grants and contributions	18,437,093	17,700,029
Capital grants and contributions	455,734	482,642
General revenues:		
Property taxes	156,639,720	167,267,632
Investment income	404,459	493,122
Unrestricted state aid	35,007,040	34,191,280
Unrestricted federal aid	1,300,326	667,006
<b>Total revenues</b>	<u>231,925,560</u>	<u>239,736,638</u>
<b>Expenses:</b>		
Instruction	117,541,974	125,817,758
Support services – students and staff	25,599,028	21,387,477
Support services – administration	15,332,132	16,360,490
Operation and maintenance of plant services	24,099,572	24,043,217
Student transportation services	10,208,578	10,812,339
Operation of non-instructional services	12,657,613	13,437,529
Interest on long-term debt	12,745,183	13,853,807
<b>Total expenses</b>	<u>218,184,080</u>	<u>225,712,617</u>
<b>Changes in net position</b>	<u>13,741,480</u>	<u>14,024,021</u>
<b>Net position, beginning (as restated)</b>	<u>69,139,206</u>	<u>268,657,144</u>
<b>Net position, ending</b>	<u>\$ 82,880,686</u>	<u>\$ 282,681,165</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**



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

- Instruction expense decreased \$8.3 million due to budget reductions related to the District being in the second year of the phase out of the maintenance and operations override.
- Property tax revenues decreased \$10.6 million primarily due to the decrease in property tax rates due to the phase out of the maintenance and operations override.



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table presents the cost of the functional activities. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

	<u>Year Ended June 30, 2015</u>		<u>Year Ended June 30, 2014</u>	
	<u>Total Expenses</u>	<u>Net (Expense)/ Revenue</u>	<u>Total Expenses</u>	<u>Net (Expense)/ Revenue</u>
Instruction	\$ 117,541,974	\$(103,497,588)	\$ 125,817,758	\$ (111,975,645)
Support services – students and staff	25,599,028	(21,030,827)	21,387,477	(16,974,129)
Support services – administration	15,332,132	(15,272,195)	16,360,490	(16,157,773)
Operation and maintenance of plant services	24,099,572	(22,298,052)	24,043,217	(22,855,108)
Student transportation services	10,208,578	(9,414,352)	10,812,339	(10,791,252)
Operation of non-instructional services	12,657,613	1,719,357	13,437,529	1,008,034
Interest on long-term debt	12,745,183	(9,816,408)	13,853,807	(10,849,146)
<b>Total</b>	<u>\$ 218,184,080</u>	<u>\$(179,610,065)</u>	<u>\$ 225,712,617</u>	<u>\$ (188,595,019)</u>

- The cost of all governmental activities this year was \$218.2 million.
- Federal and state governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$38.6 million.
- Net cost of governmental activities of \$179.6 million was financed by general revenues, which are made up of primarily property taxes of \$156.6 million and state aid of \$35.0 million.

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

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$47.4 million, an increase of \$4.6 million due primarily to a decrease in expenditures related to the maintenance and operations override phase out.

The General Fund comprises 34 percent of the total fund balance. Approximately \$15.6 million, or 96 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$723,266 to \$16.2 million as of fiscal year end was a result of a decrease in instructional expenditures. General Fund revenues decreased \$1.4 million. General Fund expenditures decreased \$1.5 million. The primary reason for the decreases is due to the District being required to reduce expenditures due to statutory mandates related to the loss of the maintenance and operations override.

The fund balance in the Debt Service Fund decreased \$926,434. Fund balance in this fund changes as resources needed to service the District's debt fluctuates.

Unrestricted net position of the Internal Service Funds increased \$1.1 million to \$15.3 million. Operating revenues increased \$1.2 million while operating expenses increased \$381,240.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in student counts. The difference between the original budget and the final amended budget was a \$258,234 decrease, or less than 1 percent.

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

- The favorable variance of \$8.8 million in instruction expenditures was due to a reduction in FTEs in the classroom.
- The unfavorable variance of \$5.6 million in support services students and staff was a result of changes made to coding of expenditures.
- The unfavorable variance of \$2.6 million in operation and maintenance of plant was also a result of changes made to coding of expenditures.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the District had invested \$697.7 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net decrease prior to depreciation of \$9.5 million from the prior fiscal year, primarily due to buildings being demolished. Total depreciation expense for the current fiscal year was \$21.8 million.

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

	As of <u>June 30, 2015</u>	As of <u>June 30, 2014</u>
Capital assets – non-depreciable	\$ 26,971,489	\$ 28,464,175
Capital assets – depreciable, net	<u>437,610,812</u>	<u>456,300,781</u>
<b>Total</b>	<u>\$ 464,582,301</u>	<u>\$ 484,764,956</u>

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

**Debt Administration.** At year-end, the District had \$272.2 million in long-term debt outstanding, \$21.2 million due within one year. Long-term debt decreased by \$25.0 million.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total secondary assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the secondary assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$1.4 billion and the Class B debt limit is \$911.3 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2015**

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

Many factors were considered by the District's administration during the process of developing the fiscal year 2015-15 budget. Among them:

- Fiscal year 2014-15 budget balance carry forward (\$1,300,000 for Maintenance and Operations)
- District student population (25,852)

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

Budgeted expenditures in the General Fund increased 3 percent to \$146.7 million in fiscal year 2015-16 due to the passage of the M&O override. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2015-16 budget.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Finance Department, Scottsdale Unified School District No. 48, 3811 North 44<sup>th</sup> Street, Phoenix, Arizona 85018.

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## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2015**

	Governmental Activities
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 75,504,496
Property taxes receivable	24,360,701
Accounts receivable	366,524
Deposits	200,000
Due from governmental entities	15,887,156
Inventory	282,898
Total current assets	116,601,775
Noncurrent assets:	
Capital assets not being depreciated	26,971,489
Capital assets, net of accumulated depreciation	437,610,812
Total noncurrent assets	464,582,301
<b>Total assets</b>	<b>581,184,076</b>
 <b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	
Deferred charge on refunding	2,094,888
Pension plan items	20,990,269
<b>Total deferred outflows of resources</b>	<b>23,085,157</b>
 <b><u>LIABILITIES</u></b>	
Current liabilities:	
Accounts payable	3,048,119
Accrued payroll and employee benefits	1,290,361
Compensated absences payable	982,873
Accrued interest payable	5,850,743
Unearned revenues	282,336
Obligations under capital leases	2,387,006
Bonds payable	18,801,250
Total current liabilities	32,642,688
Noncurrent liabilities:	
Non-current portion of long-term obligations	442,932,970
Total noncurrent liabilities	442,932,970
<b>Total liabilities</b>	<b>475,575,658</b>
 <b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	
Pension plan items	45,812,889
 <b><u>NET POSITION</u></b>	
Net investment in capital assets	195,006,815
Restricted for:	
Voter approved initiatives	4,989,922
Federal and state projects	660,739
Food service	1,906,505
Civic center	923,671
Community school	1,492,373
Extracurricular activities	3,428,208
Other local initiatives	1,264,724
Debt service	4,556,953
Capital outlay	13,845,123
Unrestricted	(145,194,347)
<b>Total net position</b>	<b>\$ 82,880,686</b>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2015**

<b>Functions/Programs</b>	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental activities:</b>					
Instruction	\$ 117,541,974	\$ 7,082,919	\$ 6,505,733	\$ 455,734	\$ (103,497,588)
Support services - students and staff	25,599,028		4,568,201		(21,030,827)
Support services - administration	15,332,132		59,937		(15,272,195)
Operation and maintenance of plant services	24,099,572	1,572,584	228,936		(22,298,052)
Student transportation services	10,208,578	732,490	61,736		(9,414,352)
Operation of non-instructional services	12,657,613	10,293,195	4,083,775		1,719,357
Interest on long-term debt	12,745,183		2,928,775		(9,816,408)
<b>Total governmental activities</b>	<u>\$ 218,184,080</u>	<u>\$ 19,681,188</u>	<u>\$ 18,437,093</u>	<u>\$ 455,734</u>	<u>(179,610,065)</u>

**General revenues:**

Taxes:

Property taxes, levied for general purposes	118,007,744
Property taxes, levied for debt service	28,540,922
Property taxes, levied for capital outlay	10,091,054
Investment income	404,459
Unrestricted state aid	35,007,040
Unrestricted federal aid	1,300,326
<b>Total general revenues</b>	<u>193,351,545</u>

**Changes in net position** 13,741,480

**Net position, beginning of year, as restated** 69,139,206

**Net position, end of year** \$ 82,880,686

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

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**FUND FINANCIAL STATEMENTS**

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2015**

	General	Debt Service	Non-Major Governmental Funds
<b><u>ASSETS</u></b>			
Cash and investments	\$ 7,475,580	\$ 26,963,950	\$ 25,866,317
Property taxes receivable	23,561,233	470,528	328,940
Accounts receivable	196,592		99,646
Deposits			200,000
Due from governmental entities	8,486,459	1,774,468	5,626,229
Due from other funds	2,354,472		
Inventory	86,878		196,020
<b>Total assets</b>	<b>\$ 42,161,214</b>	<b>\$ 29,208,946</b>	<b>\$ 32,317,152</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 2,296,382	\$	\$ 751,737
Due to other funds			2,354,472
Accrued payroll and employee benefits	1,000,676		289,685
Unearned revenues			282,336
Bonds payable		18,801,250	
Bond interest payable		5,850,743	
<b>Total liabilities</b>	<b>3,297,058</b>	<b>24,651,993</b>	<b>3,678,230</b>
Deferred inflows of resources:			
Unavailable revenues - property taxes	22,670,994	255,209	265,086
Unavailable revenues - intergovernmental		887,234	596,734
<b>Total deferred inflows of resources</b>	<b>22,670,994</b>	<b>1,142,443</b>	<b>861,820</b>
Fund balances (deficits):			
Nonspendable	86,878		196,020
Restricted	555,684	3,414,510	27,615,915
Unassigned	15,550,600		(34,833)
<b>Total fund balances</b>	<b>16,193,162</b>	<b>3,414,510</b>	<b>27,777,102</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 42,161,214</b>	 <b>\$ 29,208,946</b>	 <b>\$ 32,317,152</b>

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

Total  
Governmental  
Funds

---

\$ 60,305,847  
24,360,701  
296,238  
200,000  
15,887,156  
2,354,472  
282,898  

---

\$ 103,687,312

\$ 3,048,119  
2,354,472  
1,290,361  
282,336  
18,801,250  
5,850,743  

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31,627,281

23,191,289  
1,483,968  

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24,675,257

282,898  
31,586,109  
15,515,767  

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47,384,774

\$ 103,687,312

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**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2015**

**Total governmental fund balances** **\$ 47,384,774**

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

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

Governmental capital assets	\$ 697,671,340	
Less accumulated depreciation	<u>(233,089,039)</u>	464,582,301

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

Property taxes	23,191,289	
Intergovernmental	<u>1,483,968</u>	24,675,257

Deferred items related to the net cost of issuance of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds. 2,094,888

Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions	20,990,269	
Deferred inflows of resources related to pensions	<u>(45,812,889)</u>	(24,822,620)

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The assets and liabilities of the Internal Service Fund are included in the Statement of Net Position. 15,268,935

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

Compensated absences payable	(9,828,731)	
Obligations under capital leases	(28,466,699)	
Net pension liability	(183,082,840)	
Bonds payable	<u>(224,924,579)</u>	<u>(446,302,849)</u>

**Net position of governmental activities** **\$ 82,880,686**

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



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<u>General</u>	<u>Debt Service</u>	<u>Non-Major Governmental Funds</u>
<b>Revenues:</b>			
Other local	\$ 4,968,385	\$ 63,781	\$ 16,094,095
Property taxes	117,374,270	28,558,840	10,799,136
State aid and grants	24,598,190		10,498,135
Federal aid, grants and reimbursements	1,300,326	887,234	15,366,947
<b>Total revenues</b>	<u>148,241,171</u>	<u>29,509,855</u>	<u>52,758,313</u>
<b>Expenditures:</b>			
Current -			
Instruction	78,078,686		16,363,243
Support services - students and staff	20,683,415		5,112,056
Support services - administration	14,990,362		91,138
Operation and maintenance of plant services	23,670,657		348,896
Student transportation services	7,636,919		622,884
Operation of non-instructional services	380,647		12,339,059
Capital outlay	938,583		10,533,687
Debt service -			
Principal retirement	221,585	18,801,250	2,183,383
Interest and fiscal charges	20,716	11,638,295	1,366,850
<b>Total expenditures</b>	<u>146,621,570</u>	<u>30,439,545</u>	<u>48,961,196</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,619,601</u>	<u>(929,690)</u>	<u>3,797,117</u>
<b>Other financing sources (uses):</b>			
Transfers in	1,441,890	3,256	2,399,329
Transfers out	(2,399,329)		(1,445,146)
<b>Total other financing sources (uses):</b>	<u>(957,439)</u>	<u>3,256</u>	<u>954,183</u>
<b>Changes in fund balances</b>	<u>662,162</u>	<u>(926,434)</u>	<u>4,751,300</u>
<b>Fund balances, beginning of year</b>	15,469,896	4,340,944	23,015,929
Increase (decrease) in reserve for inventory	61,104		9,873
<b>Fund balances, end of year</b>	<u>\$ 16,193,162</u>	<u>\$ 3,414,510</u>	<u>\$ 27,777,102</u>

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

Total  
Governmental  
Funds

---

\$ 21,126,261  
156,732,246  
35,096,325  
17,554,507  

---

230,509,339

94,441,929  
25,795,471  
15,081,500  
24,019,553  
8,259,803  
12,719,706  
11,472,270

21,206,218  
13,025,861  

---

226,022,311

---

4,487,028

3,844,475  

---

(3,844,475)

---

4,487,028

42,826,769

70,977

---

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\$ 47,384,774

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2015**

**Net changes in fund balances - total governmental funds** **\$ 4,558,005**

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

Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense.

Expenditures for capitalized assets	\$ 3,962,060	
Less current year depreciation	<u>(21,766,234)</u>	(17,804,174)

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

Property taxes	(92,526)	
Intergovernmental	<u>1,335,953</u>	1,243,427

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

Capital lease principal retirement	2,404,968	
Bond principal retirement	<u>18,801,250</u>	21,206,218

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

Current year pension contributions	11,685,463	
Pension expense	<u>(6,048,964)</u>	5,636,499

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

Deferred charges on issuance of debt	(232,765)	
Loss on disposal of assets	(2,378,481)	
Amortization of issuance premium	513,443	
Compensated absences	<u>(149,461)</u>	(2,247,264)

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The changes in net position of the Internal Service Fund is reported with governmental activities in the Statement of Activities.

1,148,769

**Changes in net position in governmental activities** **\$ 13,741,480**

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2015**

	<u>Governmental Activities: Internal Service Funds</u>
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 15,198,649
Accounts receivable	70,286
Total current assets	<u>15,268,935</u>
<b>Total assets</b>	<u><u>15,268,935</u></u>
 <b><u>NET POSITION</u></b>	
Unrestricted	<u>15,268,935</u>
<b>Total net position</b>	<u><u>\$ 15,268,935</u></u>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	Governmental Activities: Internal Service Funds
<b>Operating revenues:</b>	
Contributions	\$ 2,030,203
Other	785,762
<b>Total operating revenues</b>	<b>2,815,965</b>
<b>Operating expenses:</b>	
Other	717,809
Claims	105,711
Premiums	901,589
Administrative fees	114,881
<b>Total operating expenses</b>	<b>1,839,990</b>
<b>Operating income (loss)</b>	<b>975,975</b>
<b>Nonoperating revenues (expenses):</b>	
Investment income	172,794
<b>Total nonoperating revenues (expenses)</b>	<b>172,794</b>
<b>Changes in net position</b>	<b>1,148,769</b>
<b>Total net position, beginning of year</b>	14,120,166
<b>Total net position, end of year</b>	<b>\$ 15,268,935</b>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<b>Governmental Activities: Internal Service Funds</b>
<b><u>Increase in Cash and Cash Equivalents</u></b>	
<b>Cash flows from operating activities:</b>	
Cash received from contributions	\$ 2,030,203
Cash received from charges for services	774,684
Cash payments to suppliers for goods and services	(1,734,279)
Cash payments for claims	<u>(105,711)</u>
<b>Net cash provided by operating activities</b>	<u>964,897</u>
<b>Cash flows from investing activities:</b>	
Proceeds from sale of investments	2,491,000
Purchase of investments	(1,405,831)
Investment income	<u>172,794</u>
<b>Net cash provided by investing activities</b>	<u>1,257,963</u>
<b>Net increase in cash and cash equivalents</b>	<u>2,222,860</u>
<b>Cash and cash equivalents, beginning of year</b>	<u>2,201,057</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ 4,423,917</u>
<b><u>Reconciliation of Cash and Cash Equivalents to the Statement of Net Position</u></b>	
Cash and investments	\$ 15,198,649
Less investments not maturing in less than three months	<u>10,774,732</u>
<b>Total cash and cash equivalents</b>	<u>\$ 4,423,917</u>
<b><u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u></b>	
Operating income	\$ 975,975
Adjustments to reconcile operating income to net cash used for operating activities:	
Changes in assets and liabilities:	
Increase in accounts receivable	<u>(11,078)</u>
Total adjustments	<u>(11,078)</u>
<b>Net cash provided by operating activities</b>	<u>\$ 964,897</u>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2015**

	Agency
<b><u>ASSETS</u></b>	
Cash and investments	\$ 20,971,429
<b>Total assets</b>	<b>\$ 20,971,429</b>
 <b><u>LIABILITIES</u></b>	
Deposits held for others	\$ 19,577,906
Due to student groups	1,393,523
<b>Total liabilities</b>	<b>\$ 20,971,429</b>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

The financial statements of the Scottsdale Unified School District No. 48 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2015, the District implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. This Statement requires governments providing defined benefit pensions to recognize the long-term obligation for pension benefits as a liability, and to more comprehensively and comparably measure the annual costs of pension benefits. This Statement also enhances accountability and transparency through revised note disclosures and new required supplementary information.

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

**A. Reporting Entity**

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

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

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

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, the component unit combined with the District for financial statement presentation purposes, and the District, are not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, bookstore and athletic functions.



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

**Blended Component Unit** – Blended component units, although legally separate entities, are, in substance, part of the District’s operations. The Scottsdale Unified School District No. 48 Insurance Trust is responsible for providing self-insurance losses up to certain limits and to purchase insurance for losses above the limits. The District’s Governing Board appoints the Trust’s Board of Directors. The Scottsdale Unified School District No. 48 Insurance Trust provides services entirely to the District and therefore has been included as an Internal Service Fund in accordance with the criteria established by GASB.

The component unit is an internal service fund and does not issue separate financial statements.

**B. Government-Wide and Fund Financial Statements**

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

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

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

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

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

The District reports the following major governmental funds:

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

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

Additionally, the District reports the following fund types:

Proprietary Funds – The Proprietary Funds are Internal Service Funds that account for activities related to the District’s self-insurance program, (2) the operation of District functions that provide goods and services to other District departments on a cost reimbursement basis and (3) for the financial activities relating to agreements with other governments not required to be accounted for elsewhere.

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

The proprietary fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting and are presented in a single column.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for insurance and other goods and services. Operating expenses for internal service funds include the cost of insurance, claims, other goods and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

**D. Cash and Investments**

For purposes of the Statement of Cash Flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents at year-end were cash in bank and cash and investments held by the County Treasurer.

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

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

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

**E. Investment Income**

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

**F. Receivables and Payables**

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

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

**G. Property Tax Calendar**

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

**H. Inventory**

All inventories are valued at cost using the average cost and first-in/first-out (FIFO) method. Inventories consist of expendable supplies held for consumption. Inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements.

The United States Department of Agriculture (USDA) commodity portion of the food services inventory consists of food donated by the USDA. It is valued at estimated market prices paid by the USDA.

**I. Prepaid Items**

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

**J. Capital Assets**

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

Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life of more than one year. Such assets are recorded at historical cost, or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at the estimated fair market value at the date of donation.

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

Land improvements	7 - 40 years
Buildings and improvements	5 - 40 years
Vehicles, furniture and equipment	3 - 20 years

**K. Deferred Outflows/Inflows of Resources**

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

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

**L. Compensated Absences**

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

**M. Pensions**

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

**N. Long-term Obligations**

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts, as well as the difference between the reacquisition price and the net carrying amount of the old debt, are deferred and amortized over the life of the bonds using the straight-line method over the term of the related debt.

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

**O. Interfund Activity**

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

**P. Net Position Flow Assumption**

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

**Q. Estimates**

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



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

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

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

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

***Assigned.*** Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Governing Board or a management official delegated that authority by the formal Governing Board action. The District does not have a formal policy or procedures for the utilization of assigned fund balance, accordingly, no assigned fund balance amounts are reported.

***Unassigned.*** Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

The table below provides detail of the major components of the District’s fund balance classifications at year end.

	General Fund	Debt Service Fund	Non-Major Governmental Funds
Fund Balances:			
Nonspendable:			
Inventory	\$ 86,878		\$ 196,020
Restricted:			
Debt service		3,414,510	
Capital projects	555,684		12,507,122
Bond building projects			522,154
Voter approved initiatives			4,989,922
E-rate			581,236
Food service			1,906,505
Civic center			923,671
Community school			1,492,373
Extracurricular activities			3,428,208
Joint technical education			624,075
Other purposes			640,649
Unassigned	15,550,600		(34,833)
Total fund balances	\$ 16,193,162	\$ 3,414,510	\$ 27,777,102

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

**Individual Deficit Fund Balances** – At year end, the Other Federal Projects Fund, a non-major governmental fund, reported a deficit fund balance of \$34,833.

The deficit arose because of operations during prior years. Additional revenues received in fiscal year 2015-16 are expected to eliminate the deficit in the Other Federal Projects Fund.

**Excess Expenditures Over Budget** – At year end, District had expenditures in several funds that exceeded the budgets, or, in some instances the funds were budgeted for no expenditures. This does not constitute a violation of any legal provisions.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 4 – CASH AND INVESTMENTS**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$24,903,768 and the bank balance was \$26,727,007. At year end, \$25,698,717 of the District’s deposits were covered by collateral held by the pledging financial institution’s trust department or agent but not in the District’s name. In addition, the District had \$650 of cash on hand at year end.

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

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

Investment Type	Fair Value	Investment Maturities (in Years)		
		Less than 1	1-5	6-10
Corporate Bonds	\$ 6,200,888	\$ 1,785,243	\$ 4,415,645	\$
Certificates of Deposit	2,552,279	932,657	1,619,622	
U.S. Agencies	1,916,019		1,253,216	662,803
Taxable Municipal Bonds	105,546		105,546	
		<u>\$ 2,717,900</u>	<u>\$ 7,394,029</u>	<u>\$ 662,803</u>
County Treasurer’s investment pool	60,796,775	367 days average maturities		
<b>Total</b>	<u><u>\$ 71,571,507</u></u>			

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

*Credit Risk.* The District has no investment policy that would further limit its investment choices. As of year end, the District’s investment in the County Treasurer’s investment pool did not receive a credit quality rating from a national rating agency. The District’s investments in Corporate Bonds were rated from Baa2 to A1 by Moody’s Investors Service and from BBB to A+ by Standard and Poor’s. The District’s investments in Government Bonds were rated Aaa by Moody’s Investors Service and AA+ by Standard & Poor’s. The District’s investments in Taxable Municipal Bonds were rated Aaa by Moody’s Investors Service and AAA by Standard & Poor’s. The District’s investments in Certificates of Deposits were unrated by both Moody’s Investors Service and Standard & Poor’s.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 4 – CASH AND INVESTMENTS**

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

*Concentration of Credit Risk.* The District places no limit on the amount the District may invest in any one issuer.

**NOTE 5 – RECEIVABLES**

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

	General Fund	Debt Service Fund	Non-Major Governmental Funds
	<u>          </u>	<u>          </u>	<u>          </u>
Due from governmental entities:			
Due from federal government	\$ 126,859	\$1,774,468	\$ 3,595,748
Due from state government	8,359,600		1,561,626
Due from other districts			468,855
Net due from governmental entities	<u>\$ 8,486,459</u>	<u>\$1,774,468</u>	<u>\$ 5,626,229</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 6 – CAPITAL ASSETS**

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

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 26,951,811	\$	\$	\$ 26,951,811
Construction in progress	1,512,364	17,559	1,510,245	19,678
Total capital assets, not being depreciated	<u>28,464,175</u>	<u>17,559</u>	<u>1,510,245</u>	<u>26,971,489</u>
Capital assets, being depreciated:				
Land improvements	19,116,345	785,765		19,902,110
Buildings and improvements	620,000,155	4,252,679	12,489,765	611,763,069
Vehicles, furniture and equipment	39,639,071	416,302	1,020,701	39,034,672
Total capital assets being depreciated	<u>678,755,571</u>	<u>5,454,746</u>	<u>13,510,466</u>	<u>670,699,851</u>
Less accumulated depreciation for:				
Land improvements	(7,474,059)	(913,406)		(8,387,465)
Buildings and improvements	(191,758,644)	(18,394,857)	(10,123,232)	(200,030,269)
Vehicles, furniture and equipment	(23,222,087)	(2,457,971)	(1,008,753)	(24,671,305)
Total accumulated depreciation	<u>(222,454,790)</u>	<u>(21,766,234)</u>	<u>(11,131,985)</u>	<u>(233,089,039)</u>
Total capital assets, being depreciated, net	<u>456,300,781</u>	<u>(16,311,488)</u>	<u>2,378,481</u>	<u>437,610,812</u>
Governmental activities capital assets, net	<u>\$ 484,764,956</u>	<u>\$ (16,293,929)</u>	<u>\$ 3,888,726</u>	<u>\$ 464,582,301</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 19,792,699
Support services – students and staff	4,140
Support services – administration	41,448
Operation and maintenance of plant services	218,017
Student transportation services	1,560,269
Operation of non-instructional services	149,661
Total depreciation expense – governmental activities	<u>\$ 21,766,234</u>

**Construction Commitments** – At year end, the District had contractual commitments related to a capital project for the New Education Center. At year end, the District had spent \$19,678 on the project and had estimated remaining contractual commitments of \$495,322. This project is being funded with bond proceeds.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 7 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT**

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

	Beginning Balance	Issued	Redeemed	Ending Balance
Revolving line of credit	\$	\$ 3,558,000	\$ 3,558,000	\$

**NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES**

The District has acquired copiers, artificial turf, solar equipment and energy saving building improvements under the provisions of long-term lease agreements classified as capital leases. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the School Plant Fund and Energy and Water Savings Fund are used to pay the capital lease obligations. The District receives a federal interest subsidy to fund the interest payments for the District-wide energy project. Depreciation of assets held under capital leases is included with depreciation expense.

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

	Governmental Activities
Asset:	
Land improvements	\$ 305,866
Building improvements	35,857,389
Vehicles, furniture and equipment	810,019
Less: Accumulated depreciation	(6,246,210)
Total	\$ 30,727,064

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES**

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

Year Ending June 30:	<u>Governmental Activities</u>
2016	\$ 3,662,031
2017	3,323,136
2018	3,226,397
2019	3,165,710
2020	3,104,860
2021-2025	13,818,761
2026-2029	<u>6,727,601</u>
Total minimum lease payments	37,028,496
Less: amount representing interest	<u>8,561,797</u>
Present value of minimum lease payments	<u>28,466,699</u>
Due within one year	<u>\$ 2,387,006</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE**

Bonds payable at year end, consisted of the following outstanding general obligation bonds. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. In addition, a portion of the District's school improvement bonds are Qualified Build America Bonds and Qualified School Construction Bonds, as such the District will receive direct subsidy payments from the United States of America for a portion of the interest due on the bonds.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2015	Due Within One Year
<b>Governmental activities:</b>					
Refunding Bonds, Series 2003A	\$ 75,935,000	5.0%	7/1/15	\$ 8,160,000	\$ 8,160,000
School Improvement Bonds, Project 2004, Series A (2005)	100,000,000	4.0-5.0%	7/1/15-24	19,500,000	3,750,000
School Improvement Bonds, Project 2004, Series B (2006)	117,000,000	4.0-4.75%	7/1/16-19	24,300,000	
Refunding Bonds, Series 2007	100,600,000	4.0-5.0%	7/1/15-23	68,265,000	1,060,000
Refunding Bonds, Series 2010	31,000,000	5.0%	7/1/23-24	10,000,000	
School Improvement Bonds, Project 2010, Series A-1 (2010)	10,000,000	3.0-4.0%	7/1/15-16	6,000,000	3,000,000
School Improvement Bonds, Project 2010, Series A-2 (2010)	25,000,000	6.21%	7/1/15-28	20,737,500	1,481,250
School Improvement Bonds, Project 2010, Series A-3 (2010)	24,000,000	5.7-6.4%	7/1/25-30	24,000,000	
School Improvement Bonds, Project 2010, Series B (2012)	59,000,000	2.0-4.75%	7/1/15-31	59,000,000	1,350,000
Total				<u>\$ 239,962,500</u>	<u>\$18,801,250</u>



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE**

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

Year ending June 30:	Governmental Activities	
	Principal	Interest
2016	\$ 18,801,250	\$ 11,366,135
2017	18,281,250	10,691,785
2018	15,976,250	10,026,660
2019	16,156,250	9,348,410
2020	16,866,250	8,649,785
2021-25	78,031,250	33,567,363
2026-30	56,325,000	16,519,675
2031-32	19,525,000	853,055
<b>Total</b>	<b>\$ 239,962,500</b>	<b>\$ 101,022,868</b>

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the defeased bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At year end, \$121,100,000 of defeased bonds are still outstanding.

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

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 262,078,750	\$	\$22,116,250	\$ 239,962,500	\$ 18,801,250
Premium payable	4,276,772		513,443	3,763,329	
Total bonds payable	<u>266,355,522</u>		<u>22,629,693</u>	<u>243,725,829</u>	<u>18,801,250</u>
Obligations under capital leases	30,871,667		2,404,968	28,466,699	2,387,006
Net pension liability	213,541,959		30,459,119	183,082,840	
Compensated absences payable	9,679,270	2,475,284	2,325,823	9,828,731	982,873
Governmental activity long-term liabilities	<u>\$ 520,448,418</u>	<u>\$ 2,475,284</u>	<u>\$57,819,603</u>	<u>\$ 465,104,099</u>	<u>\$ 22,171,129</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

At year end, interfund balances were as follows:

**Due to/from other funds:**

	Non-Major Governmental Funds
General Fund	\$ 2,354,472
Total	\$ 2,354,472

At year end several funds had negative cash balances in the Treasurer’s pooled cash accounts. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

**Interfund transfers:**

	Transfers in			
	General Fund	Debt Service Fund	Non-Major Governmental Funds	Total
Transfers out				
General Fund	\$	\$	\$ 2,399,329	\$ 2,399,329
Non-Major Governmental Funds	1,441,890	3,256		1,445,146
Total	\$ 1,441,890	\$ 3,256	\$ 2,399,329	\$ 3,844,475

Transfers between funds were used to (1) move investment income earned in the Bond Building Fund that is required by statute to be expended in the Debt Service Fund, (2) charge indirect costs to the applicable federal programs fund, (3) transfer savings from companies providing utility, energy and water services as required by statute and (4) close out inactive funds.

**NOTE 12 – CONTINGENT LIABILITIES**

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 12 – CONTINGENT LIABILITIES**

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

**Arbitrage** – Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense or expenditure prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year-end.

**NOTE 13 – RISK MANAGEMENT**

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

The District was unable to obtain general property and liability insurance at a cost it considered to be economically justifiable. Therefore, the District became self-insured for property and liability claims up to \$10,000 and for claims in varying amounts, the District joined the Arizona School Risk Retention Trust, Inc. (ASRRT). ASRRT is a public entity risk pool currently operating as a common risk management and insurance program for school districts and community colleges in the State. The District pays an annual premium to ASRRT for its general insurance coverage. The agreement provides that ASRRT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District joined the Valley Schools Employee Benefit Trust (VSEBT) for risks of loss related to employee health and accident claims. VSEBT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to VSEBT for employees' health and accident insurance coverage. The agreement provides that VSEBT will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 13 – RISK MANAGEMENT**

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

The District established the Insurance Trust Fund (an Internal Service Fund) to account for risk financing of certain benefits and losses through combinations of cost-reimbursement, self-insurance for losses up to certain limits, and the purchase of insurance for losses above the limits. Under this program, the Fund provides coverage for up to a maximum of \$10,000 for each claim, not to exceed an annual aggregate of \$10,000,000. Settled claims have not exceeded this coverage in any of the past three fiscal years.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Changes in the balances of claims liabilities during the past two years are as follows:

<u>Insurance Trust</u>	<u>Claims Payable Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Claims Payable at End of Year</u>
2014-15	\$	\$ 105,711	\$ 105,711	\$
2013-14		91,241	91,241	

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

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

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

\*With actuarially reduced benefits

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Contributions.** In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.60 percent (11.48 percent for retirement and 0.12 percent for long-term disability) of the members’ annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 11.60 percent (10.89 percent for retirement, 0.59 percent for health insurance premium benefit, and 0.12 percent for long-term disability) of the active members’ annual covered payroll. The District’s contributions to the pension plan for the year ended June 30, 2015 were \$11,685,463.

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

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

		Health Benefit Supplement Fund		Long-Term Disability Fund
Year ending June 30:				
2015	\$	633,097	\$	128,765
2014		671,401		268,561
2013		781,474		288,544

**Pension Liability.** At June 30, 2015, the District reported a liability of \$183.1 million for its proportionate share of the net pension liability of the ASRS. The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2013, to the measurement date of June 30, 2014. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2014, the District’s proportion was 1.24 percent.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

**Pension Expense and Deferred Outflows/Inflows of Resources.** For the year ended June 30, 2015, the District recognized pension expense of \$6.0 million and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 9,304,806	\$
Changes of assumptions or other inputs		
Net difference between projected and actual earnings on pension plan investments		32,015,536
Changes in proportion and differences between contributions and proportionate share of contributions		13,797,353
Contributions subsequent to the measurement date	11,685,463	
Total	<u>\$20,990,269</u>	<u>\$45,812,889</u>

The deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:		
2016	\$	(9,957,165)
2017		(9,957,165)
2018		(8,589,868)
2019		(8,003,885)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

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

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.79 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

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

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

**Discount Rate.** The discount rate used to measure the ASRS total pension liability was 8.0 percent, which is less than the long-term expected rate of return of 8.79 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.** The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 8.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (7.0%)	Current Discount Rate (8.0%)	1% Increase (9.0%)
Proportionate share of the net pension liability	\$231,407,32	\$183,082,840	\$156,864,383

**Pension Plan Fiduciary Net Position.** Detailed information about the pension plan’s fiduciary net position is available in the separately issued ASRS financial report. The report is available on the ASRS website at [www.azasrs.gov](http://www.azasrs.gov).

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

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

	Statement of Activities
Net position, June 30, 2014, as previously reported	\$ 282,681,165
Net pension liability	(225,476,380)
Deferred outflows – contributions during fiscal year 2014	11,934,421
Net position, July 1, 2014, as restated	\$ 69,139,206

**NOTE 15 – SUBSEQUENT EVENT**

In June 2015, the District agreed to sell a portion of land and property to the City of Scottsdale for approximately \$2.261 million. In addition, the District agreed to purchase land and property from the City of Scottsdale to relocate District administration services.

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**REQUIRED SUPPLEMENTARY INFORMATION**

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL**  
**YEAR ENDED JUNE 30, 2015**

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues:</b>				
Other local	\$	\$	\$ 265,010	\$ 265,010
Property taxes			117,374,270	117,374,270
State aid and grants			24,141,385	24,141,385
<b>Total revenues</b>			<u>141,780,665</u>	<u>141,780,665</u>
<b>Expenditures:</b>				
Current -				
Instruction	84,793,123	84,217,398	75,384,681	8,832,717
Support services - students and staff	14,339,001	14,232,690	19,880,338	(5,647,648)
Support services - administration	14,739,104	14,699,611	14,330,875	368,736
Operation and maintenance of plant services	21,030,590	21,426,418	24,029,051	(2,602,633)
Student transportation services	7,833,332	7,887,194	7,546,070	341,124
Operation of non-instructional services	345,945	359,550	334,414	25,136
<b>Total expenditures</b>	<u>143,081,095</u>	<u>142,822,861</u>	<u>141,505,429</u>	<u>1,317,432</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(143,081,095)</u>	<u>(142,822,861)</u>	<u>275,236</u>	<u>143,098,097</u>
<b>Other financing sources (uses):</b>				
Transfers out			(2,399,329)	(2,399,329)
<b>Total other financing sources (uses):</b>			<u>(2,399,329)</u>	<u>(2,399,329)</u>
<b>Changes in fund balances</b>	<u>(143,081,095)</u>	<u>(142,822,861)</u>	<u>(2,124,093)</u>	<u>140,698,768</u>
<b>Fund balances, beginning of year</b>			1,796,943	1,796,943
Increase (decrease) in reserve for prepaid items			2,071,078	2,071,078
Increase (decrease) in reserve for inventory			61,104	61,104
<b>Fund balances (deficits), end of year</b>	<u>\$ (143,081,095)</u>	<u>\$ (142,822,861)</u>	<u>\$ 1,805,032</u>	<u>\$ 144,627,893</u>

See accompanying notes to this schedule.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**YEAR ENDED JUNE 30, 2015**

**2015**

District's proportion of the net pension liability (asset)	1.24%
District's proportionate share of the net pension liability (asset)	\$ 183,082,840
District's covered-employee payroll	\$ 108,881,202
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	168.15%
Plan fiduciary net position as a percentage of the total pension liability	69.49%

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

**2015**

Actuarially determined contribution	\$ 11,685,463
Contributions in relation to the actuarially determined contribution	<u>11,685,463</u>
Contribution deficiency (excess)	<u><u>\$</u></u>
District's covered-employee payroll	\$ 104,188,123
Contributions as a percentage of covered-employee payroll	11.22%

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2015**

**NOTE 1 – BUDGETARY BASIS OF ACCOUNTING**

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

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

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 146,621,570	\$ 16,193,162
Activity budgeted as special revenue funds	(5,037,366)	(13,832,446)
Activity budgeted as capital projects funds		(555,684)
Current-year prepaid items	2,071,078	
Prior year prepaid items	(2,149,853)	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 141,505,429	\$ 1,805,032

**NOTE 2 – PENSION PLAN SCHEDULES**

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

**Factors that Affect Trends.** The actuarial assumptions used in the June 30, 2013, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

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



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**GOVERNMENTAL FUNDS**

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**JUNE 30, 2015**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Fund</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 13,113,092	\$ 12,753,225	\$ 25,866,317
Property taxes receivable		328,940	328,940
Accounts receivable	99,646		99,646
Deposits	200,000		200,000
Due from governmental entities	4,369,965	1,256,264	5,626,229
Inventory	196,020		196,020
<b>Total assets</b>	<u>\$ 17,978,723</u>	<u>\$ 14,338,429</u>	<u>\$ 32,317,152</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 224,901	\$ 526,836	\$ 751,737
Due to other funds	2,354,472		2,354,472
Accrued payroll and employee benefits	289,685		289,685
Unearned revenues	282,336		282,336
<b>Total liabilities</b>	<u>3,151,394</u>	<u>526,836</u>	<u>3,678,230</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		265,086	265,086
Unavailable revenues - intergovernmental	79,503	517,231	596,734
<b>Total deferred inflows of resources</b>	<u>79,503</u>	<u>782,317</u>	<u>861,820</u>
Fund balances (deficits):			
Nonspendable	196,020		196,020
Restricted	14,586,639	13,029,276	27,615,915
Unassigned	(34,833)		(34,833)
<b>Total fund balances</b>	<u>14,747,826</u>	<u>13,029,276</u>	<u>27,777,102</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 17,978,723</u>	<u>\$ 14,338,429</u>	<u>\$ 32,317,152</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**YEAR ENDED JUNE 30, 2015**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<b>Revenues:</b>			
Other local	\$ 15,410,118	\$ 683,977	\$ 16,094,095
Property taxes		10,799,136	10,799,136
State aid and grants	9,677,738	820,397	10,498,135
Federal aid, grants and reimbursements	<u>14,729,871</u>	<u>637,076</u>	<u>15,366,947</u>
<b>Total revenues</b>	<u>39,817,727</u>	<u>12,940,586</u>	<u>52,758,313</u>
<b>Expenditures:</b>			
Current -			
Instruction	16,363,243		16,363,243
Support services - students and staff	5,112,056		5,112,056
Support services - administration	91,138		91,138
Operation and maintenance of plant services	348,896		348,896
Student transportation services	622,884		622,884
Operation of non-instructional services	12,339,059		12,339,059
Capital outlay	453,690	10,079,997	10,533,687
Debt service -			
Principal retirement		2,183,383	2,183,383
Interest and fiscal charges		<u>1,366,850</u>	<u>1,366,850</u>
<b>Total expenditures</b>	<u>35,330,966</u>	<u>13,630,230</u>	<u>48,961,196</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>4,486,761</u>	<u>(689,644)</u>	<u>3,797,117</u>
<b>Other financing sources (uses):</b>			
Transfers in	3,403	2,395,926	2,399,329
Transfers out	<u>(1,441,890)</u>	<u>(3,256)</u>	<u>(1,445,146)</u>
<b>Total other financing sources (uses):</b>	<u>(1,438,487)</u>	<u>2,392,670</u>	<u>954,183</u>
<b>Changes in fund balances</b>	<u>3,048,274</u>	<u>1,703,026</u>	<u>4,751,300</u>
<b>Fund balances, beginning of year</b>	11,689,679	11,326,250	23,015,929
Increase (decrease) in reserve for inventory	9,873		9,873
<b>Fund balances, end of year</b>	<u>\$ 14,747,826</u>	<u>\$ 13,029,276</u>	<u>\$ 27,777,102</u>

## **SPECIAL REVENUE FUNDS**

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

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

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

**Student Success** - to account for student success monies.

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

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

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

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

**Indian Education** - to account for financial assistance received for Indian education at preschool, elementary, secondary and adult levels.

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

**Johnson-O'Malley** - to account for financial assistance received to meet the unique educational needs of eligible Indian children.

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

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

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

**Other Federal Projects** - to account for financial assistance received for other supplemental federal projects.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS**  
**JUNE 30, 2015**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b><u>ASSETS</u></b>			
Cash and investments	\$ 3,180,354	\$ 674,339	\$ 14,294
Accounts receivable			
Deposits			
Due from governmental entities	718,250	416,979	
Inventory			
<b>Total assets</b>	<b>\$ 3,898,604</b>	<b>\$ 1,091,318</b>	<b>\$ 14,294</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues			
<b>Total liabilities</b>			
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Nonspendable			
Restricted	3,898,604	1,091,318	14,294
Unassigned			
<b>Total fund balances</b>	<b>3,898,604</b>	<b>1,091,318</b>	<b>14,294</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 3,898,604</b>	<b>\$ 1,091,318</b>	<b>\$ 14,294</b>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English &amp; Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>
\$	\$	\$	\$	\$	\$
697,413	154,563	522,463	7,932	68,625	1,001,126
<u>\$ 697,413</u>	<u>\$ 154,563</u>	<u>\$ 522,463</u>	<u>\$ 7,932</u>	<u>\$ 68,625</u>	<u>\$ 1,001,126</u>
\$ 19,823 677,590	\$ 154,563	\$ 54,530 398,489 69,444	\$ 7,932	\$ 68,625	\$ 22,380 978,746
<u>697,413</u>	<u>154,563</u>	<u>522,463</u>	<u>7,932</u>	<u>68,625</u>	<u>1,001,126</u>
<u>\$ 697,413</u>	<u>\$ 154,563</u>	<u>\$ 522,463</u>	<u>\$ 7,932</u>	<u>\$ 68,625</u>	<u>\$ 1,001,126</u>

(Continued)



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS**  
**JUNE 30, 2015**

	Johnson O'Malley	Vocational Education	E-Rate
<b><u>ASSETS</u></b>			
Cash and investments	\$	\$	\$ 557,942
Accounts receivable			
Deposits			
Due from governmental entities	3,562	41,584	102,797
Inventory			
<b>Total assets</b>	<b>\$ 3,562</b>	<b>\$ 41,584</b>	<b>\$ 660,739</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds		41,584	
Accrued payroll and employee benefits			
Unearned revenues	3,562		
<b>Total liabilities</b>	<b>3,562</b>	<b>41,584</b>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			79,503
Fund balances (deficits):			
Nonspendable			
Restricted			581,236
Unassigned			
<b>Total fund balances</b>			<b>581,236</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 3,562</b>	 <b>\$ 41,584</b>	 <b>\$ 660,739</b>

<u>Other Federal Projects</u>	<u>State Vocational Education</u>	<u>Academic Contests</u>	<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>
\$	\$ 72,252	\$ 12,563	\$ 2,833	\$ 1,747,723	\$ 895,035
				71,010	28,636
16,294				200,000	
				149,522	
				196,020	
<u>\$ 16,294</u>	<u>\$ 72,252</u>	<u>\$ 12,563</u>	<u>\$ 2,833</u>	<u>\$ 2,364,275</u>	<u>\$ 923,671</u>
\$	\$	\$	\$	\$ 20,109	\$
26,943				50,515	
24,184	72,252	12,563	2,833	191,126	
<u>51,127</u>	<u>72,252</u>	<u>12,563</u>	<u>2,833</u>	<u>261,750</u>	
				196,020	
				1,906,505	923,671
(34,833)					
<u>(34,833)</u>				<u>2,102,525</u>	<u>923,671</u>
\$ 16,294	\$ 72,252	\$ 12,563	\$ 2,833	\$ 2,364,275	\$ 923,671

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS**  
**JUNE 30, 2015**

	Community School	Extracurricular Activities Fees Tax Credit	Fingerprint
<b><u>ASSETS</u></b>			
Cash and investments	\$ 1,718,195	\$ 3,445,740	\$ 10,768
Accounts receivable			
Deposits			
Due from governmental entities			
Inventory			
<b>Total assets</b>	<b>\$ 1,718,195</b>	<b>\$ 3,445,740</b>	<b>\$ 10,768</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 90,527	\$ 17,532	\$
Due to other funds			
Accrued payroll and employee benefits	135,295		
Unearned revenues			
<b>Total liabilities</b>	<b>225,822</b>	<b>17,532</b>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Nonspendable			
Restricted	1,492,373	3,428,208	10,768
Unassigned			
<b>Total fund balances</b>	<b>1,492,373</b>	<b>3,428,208</b>	<b>10,768</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 1,718,195</b>	 <b>\$ 3,445,740</b>	 <b>\$ 10,768</b>

<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Joint Technical Education</u>	<u>Totals</u>
\$ 478,528	\$ 137,059	\$ 165,467	\$ 13,113,092
			99,646
			200,000
		468,855	4,369,965
			196,020
<u>\$ 478,528</u>	<u>\$ 137,059</u>	<u>\$ 634,322</u>	<u>\$ 17,978,723</u>
\$	\$	\$	\$ 224,901
			2,354,472
		10,247	289,685
			282,336
		<u>10,247</u>	<u>3,151,394</u>
			<u>79,503</u>
478,528	137,059	624,075	196,020
			14,586,639
			(34,833)
<u>478,528</u>	<u>137,059</u>	<u>624,075</u>	<u>14,747,826</u>
<u>\$ 478,528</u>	<u>\$ 137,059</u>	<u>\$ 634,322</u>	<u>\$ 17,978,723</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b>Revenues:</b>			
Other local	\$ 9,433	\$ 3,859	\$ 5,000
State aid and grants	8,618,997	969,456	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	8,628,430	973,315	5,000
<b>Expenditures:</b>			
Current -			
Instruction	7,818,236	735,905	
Support services - students and staff		181,502	5,000
Support services - administration		8,868	
Operation and maintenance of plant services			
Student transportation services		1,500	
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	7,818,236	927,775	5,000
<b>Excess (deficiency) of revenues over expenditures</b>	810,194	45,540	
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	810,194	45,540	
<b>Fund balances (deficits), beginning of year</b>	3,088,410	1,045,778	14,294
Increase (decrease) in reserve for inventory			
<b>Fund balances, end of year</b>	\$ 3,898,604	\$ 1,091,318	\$ 14,294

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English &amp; Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>
\$	\$	\$	\$	\$	\$
2,889,434	507,859	1,564,246	108,367	108,120	3,885,462
<u>2,889,434</u>	<u>507,859</u>	<u>1,564,246</u>	<u>108,367</u>	<u>108,120</u>	<u>3,885,462</u>
1,430,059		821,903	54,352	96,925	1,784,325
1,193,203	471,995	545,160	52,415		1,822,348
32,095		18,204	1,300	108	3,810
7,356		11,856	300	1,117	399
26,550		24,675		2,333	
		36,179			902
<u>2,689,263</u>	<u>471,995</u>	<u>1,457,977</u>	<u>108,367</u>	<u>100,483</u>	<u>3,611,784</u>
<u>200,171</u>	<u>35,864</u>	<u>106,269</u>		<u>7,637</u>	<u>273,678</u>
					750
<u>(200,171)</u>	<u>(35,864)</u>	<u>(106,269)</u>		<u>(7,637)</u>	<u>(274,428)</u>
<u>(200,171)</u>	<u>(35,864)</u>	<u>(106,269)</u>		<u>(7,637)</u>	<u>(273,678)</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Johnson O'Malley	Vocational Education	E-Rate
<b>Revenues:</b>			
Other local	\$	\$	\$ 675
State aid and grants			
Federal aid, grants and reimbursements	10,403	295,954	1,077,638
<b>Total revenues</b>	<u>10,403</u>	<u>295,954</u>	<u>1,078,313</u>
<b>Expenditures:</b>			
Current -			
Instruction	9,978	92,997	666,368
Support services - students and staff		78,287	
Support services - administration			
Operation and maintenance of plant services			212,239
Student transportation services			
Operation of non-instructional services			
Capital outlay		116,847	12,705
<b>Total expenditures</b>	<u>9,978</u>	<u>288,131</u>	<u>891,312</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>425</u>	<u>7,823</u>	<u>187,001</u>
<b>Other financing sources (uses):</b>			
Transfers in		566	
Transfers out	(425)	(8,389)	
<b>Total other financing sources (uses):</b>	<u>(425)</u>	<u>(7,823)</u>	
<b>Changes in fund balances</b>			<u>187,001</u>
<b>Fund balances (deficits), beginning of year</b>			394,235
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$</u>	<u>\$</u>	<u>\$ 581,236</u>

Other Federal Projects	State Vocational Education	Other State Projects	Food Service	Civic Center	Community School
\$	\$	\$	\$	\$	\$
	88,685	600	4,348,697	84,867	5,954,138
62,930			4,219,458		
<u>62,930</u>	<u>88,685</u>	<u>600</u>	<u>8,568,155</u>	<u>84,867</u>	<u>5,954,138</u>
	50,502	600			14,830
50,145	11,214				19,738
	4,942				21,193
	3,625				523
			7,351,324		4,914,286
	18,402		135,683		72,052
<u>50,145</u>	<u>88,685</u>	<u>600</u>	<u>7,487,007</u>		<u>5,042,622</u>
<u>12,785</u>			<u>1,081,148</u>	<u>84,867</u>	<u>911,516</u>
2,087					
<u>(3,811)</u>			<u>(804,896)</u>		
<u>(1,724)</u>			<u>(804,896)</u>		
<u>11,061</u>			<u>276,252</u>	<u>84,867</u>	<u>911,516</u>
(45,894)			1,816,400	838,804	580,857
			9,873		
<u>\$ (34,833)</u>	<u>\$</u>	<u>\$</u>	<u>\$ 2,102,525</u>	<u>\$ 923,671</u>	<u>\$ 1,492,373</u>

(Continued)



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Extracurricular Activities Fees Tax Credit	Fingerprint	Textbooks
<b>Revenues:</b>			
Other local	\$ 2,930,001	\$ 6,751	\$ 50,091
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	2,930,001	6,751	50,091
<b>Expenditures:</b>			
Current -			
Instruction	1,559,733		4,508
Support services - students and staff	437,446		10,198
Support services - administration		4,972	
Operation and maintenance of plant services	74,940		2,935
Student transportation services	463,818		
Operation of non-instructional services	73,449		
Capital outlay	27,962		
<b>Total expenditures</b>	2,637,348	4,972	17,641
<b>Excess (deficiency) of revenues over expenditures</b>	292,653	1,779	32,450
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	292,653	1,779	32,450
<b>Fund balances (deficits), beginning of year</b>	3,135,555	8,989	446,078
Increase (decrease) in reserve for inventory			
<b>Fund balances, end of year</b>	\$ 3,428,208	\$ 10,768	\$ 478,528

Insurance Refund	Joint Technical Education	Totals
\$ 125,117	\$ 1,891,489	\$ 15,410,118
		9,677,738
		14,729,871
<u>125,117</u>	<u>1,891,489</u>	<u>39,817,727</u>
	1,222,022	16,363,243
	233,405	5,112,056
	588	91,138
	32,289	348,896
	100,383	622,884
		12,339,059
	32,958	453,690
	<u>1,621,645</u>	<u>35,330,966</u>
<u>125,117</u>	<u>269,844</u>	<u>4,486,761</u>
		3,403
		<u>(1,441,890)</u>
		<u>(1,438,487)</u>
<u>125,117</u>	<u>269,844</u>	<u>3,048,274</u>
11,942	354,231	11,689,679
		9,873
<u>\$ 137,059</u>	<u>\$ 624,075</u>	<u>\$ 14,747,826</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 9,433	\$ 9,433
State aid and grants		8,618,997	8,618,997
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>8,628,430</u>	<u>8,628,430</u>
<b>Expenditures:</b>			
Current -			
Instruction	11,711,706	7,818,236	3,893,470
Support services - students and staff	127,406		127,406
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>11,839,112</u>	<u>7,818,236</u>	<u>4,020,876</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(11,839,112)</u>	<u>810,194</u>	<u>12,649,306</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(11,839,112)</u>	<u>810,194</u>	<u>12,649,306</u>
<b>Fund balances (deficits), beginning of year</b>		3,088,410	3,088,410
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (11,839,112)</u>	<u>\$ 3,898,604</u>	<u>\$ 15,737,716</u>

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,859	\$ 3,859	\$	\$ 5,000	\$ 5,000
	969,456	969,456			
	<u>973,315</u>	<u>973,315</u>		<u>5,000</u>	<u>5,000</u>
1,748,645	735,905	1,012,740			
250,000	181,502	68,498	25,000	5,000	20,000
11,000	8,868	2,132			
2,000	1,500	500			
<u>2,011,645</u>	<u>927,775</u>	<u>1,083,870</u>	<u>25,000</u>	<u>5,000</u>	<u>20,000</u>
<u>(2,011,645)</u>	<u>45,540</u>	<u>2,057,185</u>	<u>(25,000)</u>		<u>25,000</u>
<u>(2,011,645)</u>	<u>45,540</u>	<u>2,057,185</u>	<u>(25,000)</u>		<u>25,000</u>
	1,045,778	1,045,778		14,294	14,294
<u>\$ (2,011,645)</u>	<u>\$ 1,091,318</u>	<u>\$ 3,102,963</u>	<u>\$ (25,000)</u>	<u>\$ 14,294</u>	<u>\$ 39,294</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Student Success		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
<b>Revenues:</b>			
Other local	\$	\$ 1,170	\$ 1,170
State aid and grants		456,805	456,805
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>457,975</u>	<u>457,975</u>
<b>Expenditures:</b>			
Current -			
Instruction	100,000	88,061	11,939
Support services - students and staff	356,800	369,914	(13,114)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>456,800</u>	<u>457,975</u>	<u>(1,175)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(456,800)</u>		<u>456,800</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(456,800)</u>		<u>456,800</u>
<b>Fund balances (deficits), beginning of year</b>			
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (456,800)</u>	<u>\$</u>	<u>\$ 456,800</u>

Title I Grants			Professional Development and Technology Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	2,889,434	2,889,434		507,859	507,859
	2,889,434	2,889,434		507,859	507,859
2,053,812	1,430,059	623,753			
1,220,000	1,193,203	26,797	608,536	471,995	136,541
35,000	32,095	2,905			
10,000	7,356	2,644			
30,000	26,550	3,450			
<u>3,348,812</u>	<u>2,689,263</u>	<u>659,549</u>	<u>608,536</u>	<u>471,995</u>	<u>136,541</u>
<u>(3,348,812)</u>	<u>200,171</u>	<u>3,548,983</u>	<u>(608,536)</u>	<u>35,864</u>	<u>644,400</u>
	<u>(200,171)</u>	<u>(200,171)</u>		<u>(35,864)</u>	<u>(35,864)</u>
	<u>(200,171)</u>	<u>(200,171)</u>		<u>(35,864)</u>	<u>(35,864)</u>
<u>(3,348,812)</u>		<u>3,348,812</u>	<u>(608,536)</u>		<u>608,536</u>
<u>\$ (3,348,812)</u>	<u>\$</u>	<u>\$ 3,348,812</u>	<u>\$ (608,536)</u>	<u>\$</u>	<u>\$ 608,536</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Title IV Grants		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		1,564,246	1,564,246
<b>Total revenues</b>		<u>1,564,246</u>	<u>1,564,246</u>
<b>Expenditures:</b>			
Current -			
Instruction	1,153,216	821,903	331,313
Support services - students and staff	550,000	545,160	4,840
Support services - administration	20,500	18,204	2,296
Operation and maintenance of plant services	15,000	11,856	3,144
Student transportation services	25,000	24,675	325
Operation of non-instructional services			
Capital outlay	40,000	36,179	3,821
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>1,803,716</u>	<u>1,457,977</u>	<u>345,739</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,803,716)</u>	<u>106,269</u>	<u>1,909,985</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(106,269)	(106,269)
<b>Total other financing sources (uses):</b>		<u>(106,269)</u>	<u>(106,269)</u>
<b>Changes in fund balances</b>	<u>(1,803,716)</u>		<u>1,803,716</u>
<b>Fund balances (deficits), beginning of year</b>			
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,803,716)</u>	<u>\$</u>	<u>\$ 1,803,716</u>

Limited English & Immigrant Students			Indian Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	108,367	108,367		108,120	108,120
	108,367	108,367		108,120	108,120
317,821	54,352	263,469	104,619	96,925	7,694
56,000	52,415	3,585			
1,500	1,300	200	200	108	92
500	300	200	2,000	1,117	883
			3,000	2,333	667
375,821	108,367	267,454	109,819	100,483	9,336
(375,821)		375,821	(109,819)	7,637	117,456
				(7,637)	(7,637)
				(7,637)	(7,637)
(375,821)		375,821	(109,819)		109,819
\$ (375,821)	\$	\$ 375,821	\$ (109,819)	\$	\$ 109,819



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Special Education Grants		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		3,885,462	3,885,462
<b>Total revenues</b>		<u>3,885,462</u>	<u>3,885,462</u>
<b>Expenditures:</b>			
Current -			
Instruction	3,292,507	1,784,325	1,508,182
Support services - students and staff	2,000,000	1,822,348	177,652
Support services - administration	5,000	3,810	1,190
Operation and maintenance of plant services	1,000	399	601
Student transportation services			
Operation of non-instructional services			
Capital outlay	1,000	902	98
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>5,299,507</u>	<u>3,611,784</u>	<u>1,687,723</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(5,299,507)</u>	<u>273,678</u>	<u>5,573,185</u>
<b>Other financing sources (uses):</b>			
Transfers in		750	750
Transfers out		(274,428)	(274,428)
<b>Total other financing sources (uses):</b>		<u>(273,678)</u>	<u>(273,678)</u>
<b>Changes in fund balances</b>	<u>(5,299,507)</u>		<u>5,299,507</u>
<b>Fund balances (deficits), beginning of year</b>			
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (5,299,507)</u>	<u>\$</u>	<u>\$ 5,299,507</u>

Johnson O'Malley			Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	10,403	10,403		295,954	295,954
	10,403	10,403		295,954	295,954
22,766	9,978	12,788	210,569	92,997	117,572
			100,000	78,287	21,713
			150,000	116,847	33,153
22,766	9,978	12,788	460,569	288,131	172,438
(22,766)	425	23,191	(460,569)	7,823	468,392
	(425)	(425)		566	566
	(425)	(425)		(8,389)	(8,389)
(22,766)		22,766	(460,569)	(7,823)	(7,823)
\$ (22,766)	\$	\$ 22,766	\$ (460,569)	\$	\$ 460,569

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Medicaid Reimbursement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 835	\$ 835
State aid and grants			
Federal aid, grants and reimbursements		1,300,326	1,300,326
<b>Total revenues</b>		<u>1,301,161</u>	<u>1,301,161</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff	1,156,077	1,512	1,154,565
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>1,156,077</u>	<u>1,512</u>	<u>1,154,565</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,156,077)</u>	<u>1,299,649</u>	<u>2,455,726</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(1,156,077)</u>	<u>1,299,649</u>	<u>2,455,726</u>
<b>Fund balances (deficits), beginning of year</b>		572,521	572,521
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,156,077)</u>	<u>\$ 1,872,170</u>	<u>\$ 3,028,247</u>

E-Rate			Other Federal Projects		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 675	\$ 675	\$	\$	\$
	1,077,638	1,077,638		62,930	62,930
	1,078,313	1,078,313		62,930	62,930
	666,368	(666,368)	61,720	50,145	11,575
	212,239	(212,239)			
	12,705	(12,705)			
	891,312	(891,312)	61,720	50,145	11,575
	187,001	187,001	(61,720)	12,785	74,505
				2,087	2,087
				(3,811)	(3,811)
				(1,724)	(1,724)
	187,001	187,001	(61,720)	11,061	72,781
	394,235	394,235		(45,894)	(45,894)
\$	\$ 581,236	\$ 581,236	\$ (61,720)	\$ (34,833)	\$ 26,887

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		88,685	88,685
Federal aid, grants and reimbursements			
<b>Total revenues</b>	_____	88,685	88,685
<b>Expenditures:</b>			
Current -			
Instruction	118,902	50,502	68,400
Support services - students and staff	12,000	11,214	786
Support services - administration			
Operation and maintenance of plant services	5,000	4,942	58
Student transportation services	5,000	3,625	1,375
Operation of non-instructional services			
Capital outlay	20,000	18,402	1,598
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	160,902	88,685	72,217
<b>Excess (deficiency) of revenues over expenditures</b>	(160,902)	_____	160,902
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>	_____	_____	_____
<b>Changes in fund balances</b>	(160,902)	_____	160,902
<b>Fund balances (deficits), beginning of year</b>			
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (160,902)	\$ _____	\$ 160,902

Other State Projects			School Plant		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	600	600		1,500,407	1,500,407
	<u>600</u>	<u>600</u>		<u>1,500,407</u>	<u>1,500,407</u>
1,800	600	1,200	15,000	10,627	4,373
			4,000	3,099	901
			7,000	6,152	848
			2,255,669	232,495	2,023,174
			175,000	162,799	12,201
			221,585	221,585	
			20,716	20,716	
<u>1,800</u>	<u>600</u>	<u>1,200</u>	<u>2,698,970</u>	<u>657,473</u>	<u>2,041,497</u>
<u>(1,800)</u>		<u>1,800</u>	<u>(2,698,970)</u>	<u>842,934</u>	<u>3,541,904</u>
<u>(1,800)</u>		<u>1,800</u>	<u>(2,698,970)</u>	<u>842,934</u>	<u>3,541,904</u>
				2,311,784	2,311,784
<u>\$ (1,800)</u>	<u>\$</u>	<u>\$ 1,800</u>	<u>\$ (2,698,970)</u>	<u>\$ 3,154,718</u>	<u>\$ 5,853,688</u>

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Food Service		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 4,348,697	\$ 4,348,697
State aid and grants			
Federal aid, grants and reimbursements		4,219,458	4,219,458
<b>Total revenues</b>		<u>8,568,155</u>	<u>8,568,155</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services	11,073,710	7,351,324	3,722,386
Capital outlay	150,000	135,683	14,317
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>11,223,710</u>	<u>7,487,007</u>	<u>3,736,703</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(11,223,710)</u>	<u>1,081,148</u>	<u>12,304,858</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(804,896)	(804,896)
<b>Total other financing sources (uses):</b>		<u>(804,896)</u>	<u>(804,896)</u>
<b>Changes in fund balances</b>	<u>(11,223,710)</u>	<u>276,252</u>	<u>11,499,962</u>
<b>Fund balances (deficits), beginning of year</b>		1,816,400	1,816,400
Increase (decrease) in reserve for inventory		9,873	9,873
<b>Fund balances (deficits), end of year</b>	<u>\$ (11,223,710)</u>	<u>\$ 2,102,525</u>	<u>\$ 13,326,235</u>

Civic Center			Community School		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 84,867	\$ 84,867	\$	\$ 5,954,138	\$ 5,954,138
	<u>84,867</u>	<u>84,867</u>		<u>5,954,138</u>	<u>5,954,138</u>
			15,000	14,830	170
			23,000	19,738	3,262
			25,000	21,193	3,807
			1,000	523	477
750,000		750,000	6,039,941	4,914,286	1,125,655
			75,000	72,052	2,948
<u>750,000</u>	<u></u>	<u>750,000</u>	<u>6,178,941</u>	<u>5,042,622</u>	<u>1,136,319</u>
<u>(750,000)</u>	<u>84,867</u>	<u>834,867</u>	<u>(6,178,941)</u>	<u>911,516</u>	<u>7,090,457</u>
<u>(750,000)</u>	<u>84,867</u>	<u>834,867</u>	<u>(6,178,941)</u>	<u>911,516</u>	<u>7,090,457</u>
	838,804	838,804		580,857	580,857
<u>\$ (750,000)</u>	<u>\$ 923,671</u>	<u>\$ 1,673,671</u>	<u>\$ (6,178,941)</u>	<u>\$ 1,492,373</u>	<u>\$ 7,671,314</u>

(Continued)



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Auxiliary Operations		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
<b>Revenues:</b>			
Other local	\$	\$ 1,820,519	\$ 1,820,519
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>                    </u>	<u>1,820,519</u>	<u>1,820,519</u>
<b>Expenditures:</b>			
Current -			
Instruction	768,329	751,023	17,306
Support services - students and staff	310,000	301,825	8,175
Support services - administration	70,000	62,619	7,381
Operation and maintenance of plant services	255,000	251,687	3,313
Student transportation services	80,000	76,070	3,930
Operation of non-instructional services	50,000	46,233	3,767
Capital outlay	90,000	86,614	3,386
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>1,623,329</u>	<u>1,576,071</u>	<u>47,258</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,623,329)</u>	<u>244,448</u>	<u>1,867,777</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Changes in fund balances</b>	<u>(1,623,329)</u>	<u>244,448</u>	<u>1,867,777</u>
<b>Fund balances (deficits), beginning of year</b>		2,173,129	2,173,129
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,623,329)</u>	<u>\$ 2,417,577</u>	<u>\$ 4,040,906</u>

Extracurricular Activities Fees Tax Credit			Gifts and Donations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 2,930,001	\$ 2,930,001	\$	\$ 1,214,434	\$ 1,214,434
	<u>2,930,001</u>	<u>2,930,001</u>		<u>1,214,434</u>	<u>1,214,434</u>
1,780,000	1,559,733	220,267	1,180,000	822,894	357,106
500,000	437,446	62,554	150,000	122,967	27,033
			135,000	89,200	45,800
100,000	74,940	25,060	50,000	30,254	19,746
500,000	463,818	36,182	20,000	13,750	6,250
100,000	73,449	26,551			
50,000	27,962	22,038	225,000	203,204	21,796
<u>3,030,000</u>	<u>2,637,348</u>	<u>392,652</u>	<u>1,760,000</u>	<u>1,282,269</u>	<u>477,731</u>
<u>(3,030,000)</u>	<u>292,653</u>	<u>3,322,653</u>	<u>(1,760,000)</u>	<u>(67,835)</u>	<u>1,692,165</u>
<u>(3,030,000)</u>	<u>292,653</u>	<u>3,322,653</u>	<u>(1,760,000)</u>	<u>(67,835)</u>	<u>1,692,165</u>
	3,135,555	3,135,555		1,604,664	1,604,664
<u>\$ (3,030,000)</u>	<u>\$ 3,428,208</u>	<u>\$ 6,458,208</u>	<u>\$ (1,760,000)</u>	<u>\$ 1,536,829</u>	<u>\$ 3,296,829</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Fingerprint		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 6,751	\$ 6,751
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>5,000</u>	<u>6,751</u>	<u>6,751</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	5,000	4,972	28
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>5,000</u>	<u>4,972</u>	<u>28</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(5,000)</u>	<u>1,779</u>	<u>6,779</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(5,000)</u>	<u>1,779</u>	<u>6,779</u>
<b>Fund balances (deficits), beginning of year</b>		8,989	8,989
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (5,000)</u>	<u>\$ 10,768</u>	<u>\$ 15,768</u>

Textbooks			Litigation Recovery		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 50,091	\$ 50,091	\$	\$ 7,753	\$ 7,753
	<u>50,091</u>	<u>50,091</u>		<u>7,753</u>	<u>7,753</u>
400,000	4,508	395,492			
15,000	10,198	4,802	80,000	3,223	76,777
5,000	2,935	2,065			
<u>420,000</u>	<u>17,641</u>	<u>402,359</u>	<u>80,000</u>	<u>3,223</u>	<u>76,777</u>
<u>(420,000)</u>	<u>32,450</u>	<u>452,450</u>	<u>(80,000)</u>	<u>4,530</u>	<u>84,530</u>
<u>(420,000)</u>	<u>32,450</u>	<u>452,450</u>	<u>(80,000)</u>	<u>4,530</u>	<u>84,530</u>
	446,078	446,078		91,689	91,689
<u>\$ (420,000)</u>	<u>\$ 478,528</u>	<u>\$ 898,528</u>	<u>\$ (80,000)</u>	<u>\$ 96,219</u>	<u>\$ 176,219</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Indirect Costs		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
<b>Revenues:</b>			
Other local	\$	\$ 18,080	\$ 18,080
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>18,080</u>	<u>18,080</u>
<b>Expenditures:</b>			
Current -			
Instruction	100,000	69,795	30,205
Support services - students and staff	10,000	3,760	6,240
Support services - administration	2,050,000	460,571	1,589,429
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	3,389,661	485,966	2,903,695
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>5,549,661</u>	<u>1,020,092</u>	<u>4,529,569</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(5,549,661)</u>	<u>(1,002,012)</u>	<u>4,547,649</u>
<b>Other financing sources (uses):</b>			
Transfers in		1,441,890	1,441,890
Transfers out			
<b>Total other financing sources (uses):</b>		<u>1,441,890</u>	<u>1,441,890</u>
<b>Changes in fund balances</b>	<u>(5,549,661)</u>	<u>439,878</u>	<u>5,989,539</u>
<b>Fund balances (deficits), beginning of year</b>		4,240,765	4,240,765
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (5,549,661)</u>	<u>\$ 4,680,643</u>	<u>\$ 10,230,304</u>

Insurance Refund			Advertisement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 125,117	\$ 125,117	\$	\$ 44,149	\$ 44,149
	<u>125,117</u>	<u>125,117</u>		<u>44,149</u>	<u>44,149</u>
12,000		12,000			
			40,000	37,722	2,278
			2,000	1,029	971
<u>12,000</u>	<u></u>	<u>12,000</u>	<u>42,000</u>	<u>38,751</u>	<u>3,249</u>
<u>(12,000)</u>	<u>125,117</u>	<u>137,117</u>	<u>(42,000)</u>	<u>5,398</u>	<u>47,398</u>
<u>(12,000)</u>	<u>125,117</u>	<u>137,117</u>	<u>(42,000)</u>	<u>5,398</u>	<u>47,398</u>
	11,942	11,942		68,892	68,892
<u>\$ (12,000)</u>	<u>\$ 137,059</u>	<u>\$ 149,059</u>	<u>\$ (42,000)</u>	<u>\$ 74,290</u>	<u>\$ 116,290</u>

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Joint Technical Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 1,891,489	\$ 1,891,489
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>1,891,489</u>	<u>1,891,489</u>
<b>Expenditures:</b>			
Current -			
Instruction	1,694,865	1,222,022	472,843
Support services - students and staff	300,000	233,405	66,595
Support services - administration	1,000	588	412
Operation and maintenance of plant services	50,000	32,289	17,711
Student transportation services	150,000	100,383	49,617
Operation of non-instructional services			
Capital outlay	50,000	32,958	17,042
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>2,245,865</u>	<u>1,621,645</u>	<u>624,220</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(2,245,865)</u>	<u>269,844</u>	<u>2,515,709</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(2,245,865)</u>	<u>269,844</u>	<u>2,515,709</u>
<b>Fund balances (deficits), beginning of year</b>		354,231	354,231
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (2,245,865)</u>	<u>\$ 624,075</u>	<u>\$ 2,869,940</u>

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 20,017,465	\$ 20,017,465
	10,134,543	10,134,543
	16,030,197	16,030,197
	<u>46,182,205</u>	<u>46,182,205</u>
26,801,557	18,105,643	8,695,914
7,835,539	5,915,133	1,920,406
2,486,200	750,625	1,735,575
2,750,169	863,332	1,886,837
817,000	713,733	103,267
18,013,651	12,385,292	5,628,359
4,415,661	1,392,273	3,023,388
221,585	221,585	
20,716	20,716	
<u>63,362,078</u>	<u>40,368,332</u>	<u>22,993,746</u>
<u>(63,362,078)</u>	<u>5,813,873</u>	<u>69,175,951</u>
	1,445,293	1,445,293
	(1,441,890)	(1,441,890)
	<u>3,403</u>	<u>3,403</u>
<u>(63,362,078)</u>	<u>5,817,276</u>	<u>69,179,354</u>
	22,753,123	22,753,123
	9,873	9,873
<u>\$ (63,362,078)</u>	<u>\$ 28,580,272</u>	<u>\$ 91,942,350</u>



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## **DEBT SERVICE FUND**

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL DEBT SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 63,781	\$ 63,781
Property taxes		28,558,840	28,558,840
Federal aid, grants and reimbursements		887,234	887,234
<b>Total revenues</b>		<u>29,509,855</u>	<u>29,509,855</u>
<b>Expenditures:</b>			
Debt service -			
Principal retirement	18,801,250	18,801,250	
Interest and fiscal charges	15,495,285	11,638,295	3,856,990
<b>Total expenditures</b>	<u>34,296,535</u>	<u>30,439,545</u>	<u>3,856,990</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(34,296,535)</u>	<u>(929,690)</u>	<u>33,366,845</u>
<b>Other financing sources (uses):</b>			
Transfers in		3,256	3,256
<b>Total other financing sources (uses):</b>		<u>3,256</u>	<u>3,256</u>
<b>Changes in fund balances</b>	<u>(34,296,535)</u>	<u>(926,434)</u>	<u>33,370,101</u>
<b>Fund balances, beginning of year</b>		4,340,944	4,340,944
<b>Fund balances (deficits), end of year</b>	<u>\$ (34,296,535)</u>	<u>\$ 3,414,510</u>	<u>\$ 37,711,045</u>

## CAPITAL PROJECTS FUNDS

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

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

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

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

**Energy and Water Savings** - to account for capital investment monies, energy related rebate, or grant monies, and monies from other funding sources to fund energy or water savings projects in school facilities in accordance with A.R.S. §15-910.02.

**Building Renewal Grant** - to account for building renewal grant monies requested from the School Facilities Board that are used for infrastructure or for major upgrades, repairs, or renovations to areas, systems, or buildings that will maintain or extend their useful life.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING BALANCE SHEET - ALL CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2015**

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 9,182,311	\$ 2,783,940	\$ 522,154
Property taxes receivable	161,885	167,055	
Due from governmental entities			
<b>Total assets</b>	<u>\$ 9,344,196</u>	<u>\$ 2,950,995</u>	<u>\$ 522,154</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 438,150	\$ 88,686	\$
<b>Total liabilities</b>	<u>438,150</u>	<u>88,686</u>	
Deferred inflows of resources:			
Unavailable revenues - property taxes	106,044	159,042	
Unavailable revenues - intergovernmental			
<b>Total deferred inflows of resources</b>	<u>106,044</u>	<u>159,042</u>	
Fund balances:			
Restricted	<u>8,800,002</u>	<u>2,703,267</u>	<u>522,154</u>
<b>Total fund balances</b>	<u>8,800,002</u>	<u>2,703,267</u>	<u>522,154</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 9,344,196</u>	<u>\$ 2,950,995</u>	<u>\$ 522,154</u>

<u>Energy and Water Savings</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 193,950	\$ 70,870	\$ 12,753,225
		328,940
829,867	426,397	1,256,264
<u>\$ 1,023,817</u>	<u>\$ 497,267</u>	<u>\$ 14,338,429</u>
<u>\$</u>	<u>\$</u>	<u>\$ 526,836</u>
 	 	<u>526,836</u>
 	 	265,086
<u>517,231</u>	<u></u>	<u>517,231</u>
<u>517,231</u>	<u></u>	<u>782,317</u>
<u>506,586</u>	<u>497,267</u>	<u>13,029,276</u>
<u>506,586</u>	<u>497,267</u>	<u>13,029,276</u>
<u>\$ 1,023,817</u>	<u>\$ 497,267</u>	<u>\$ 14,338,429</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Bond Building</u>
<b>Revenues:</b>			
Other local	\$ 38,046	\$ 10,670	\$ 66,929
Property taxes	9,835,591	963,545	
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>9,873,637</u>	<u>974,215</u>	<u>66,929</u>
<b>Expenditures:</b>			
Capital outlay	7,208,348	261,132	2,019,322
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>7,208,348</u>	<u>261,132</u>	<u>2,019,322</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>2,665,289</u>	<u>713,083</u>	<u>(1,952,393)</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			(3,256)
<b>Total other financing sources (uses):</b>			<u>(3,256)</u>
<b>Changes in fund balances</b>	<u>2,665,289</u>	<u>713,083</u>	<u>(1,955,649)</u>
<b>Fund balances, beginning of year</b>	6,134,713	1,990,184	2,477,803
<b>Fund balances, end of year</b>	<u>\$ 8,800,002</u>	<u>\$ 2,703,267</u>	<u>\$ 522,154</u>

<u>Energy and Water Savings</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 568,073	\$ 259	\$ 683,977
		10,799,136
	820,397	820,397
637,076		637,076
<u>1,205,149</u>	<u>820,656</u>	<u>12,940,586</u>
187,152	404,043	10,079,997
2,183,383		2,183,383
1,366,850		1,366,850
<u>3,737,385</u>	<u>404,043</u>	<u>13,630,230</u>
<u>(2,532,236)</u>	<u>416,613</u>	<u>(689,644)</u>
2,395,926		2,395,926
<u>2,395,926</u>		<u>(3,256)</u>
		<u>2,392,670</u>
<u>(136,310)</u>	<u>416,613</u>	<u>1,703,026</u>
642,896	80,654	11,326,250
<u>\$ 506,586</u>	<u>\$ 497,267</u>	<u>\$ 13,029,276</u>



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Insurance Proceeds		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
<b>Revenues:</b>			
Other local	\$	\$ 96,028	\$ 96,028
Property taxes			
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>96,028</u>	<u>96,028</u>
<b>Expenditures:</b>			
Capital outlay	400,000		400,000
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>400,000</u>		<u>400,000</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(400,000)</u>	<u>96,028</u>	<u>496,028</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses):</b>			
<b>Changes in fund balances</b>	<u>(400,000)</u>	<u>96,028</u>	<u>496,028</u>
<b>Fund balances, beginning of year</b>		459,656	459,656
<b>Fund balances (deficits), end of year</b>	<u>\$ (400,000)</u>	<u>\$ 555,684</u>	<u>\$ 955,684</u>

Unrestricted Capital Outlay			Adjacent Ways		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 38,046	\$ 38,046	\$	\$ 10,670	\$ 10,670
	9,835,591	9,835,591		963,545	963,545
	<u>9,873,637</u>	<u>9,873,637</u>		<u>974,215</u>	<u>974,215</u>
15,619,646	7,208,348	8,411,298	3,000,000	261,132	2,738,868
<u>15,619,646</u>	<u>7,208,348</u>	<u>8,411,298</u>	<u>3,000,000</u>	<u>261,132</u>	<u>2,738,868</u>
<u>(15,619,646)</u>	<u>2,665,289</u>	<u>18,284,935</u>	<u>(3,000,000)</u>	<u>713,083</u>	<u>3,713,083</u>
<u>(15,619,646)</u>	<u>2,665,289</u>	<u>18,284,935</u>	<u>(3,000,000)</u>	<u>713,083</u>	<u>3,713,083</u>
	6,134,713	6,134,713		1,990,184	1,990,184
<u>\$ (15,619,646)</u>	<u>\$ 8,800,002</u>	<u>\$ 24,419,648</u>	<u>\$ (3,000,000)</u>	<u>\$ 2,703,267</u>	<u>\$ 5,703,267</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Bond Building		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 66,929	\$ 66,929
Property taxes			
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	2,541,476	66,929	66,929
<b>Expenditures:</b>			
Capital outlay	2,541,476	2,019,322	522,154
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	2,541,476	2,019,322	522,154
<b>Excess (deficiency) of revenues over expenditures</b>	(2,541,476)	(1,952,393)	589,083
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(3,256)	(3,256)
<b>Total other financing sources (uses):</b>	(2,541,476)	(3,256)	(3,256)
<b>Changes in fund balances</b>	(2,541,476)	(1,955,649)	585,827
<b>Fund balances, beginning of year</b>		2,477,803	2,477,803
<b>Fund balances (deficits), end of year</b>	\$ (2,541,476)	\$ 522,154	\$ 3,063,630

Energy and Water Savings			Building Renewal Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 568,073	\$ 568,073	\$	\$ 259	\$ 259
	637,076	637,076		820,397	820,397
	<u>1,205,149</u>	<u>1,205,149</u>		<u>820,656</u>	<u>820,656</u>
(465,001)	187,152	(652,153)		404,043	(404,043)
2,183,383	2,183,383				
1,366,850	1,366,850				
<u>3,085,232</u>	<u>3,737,385</u>	<u>(652,153)</u>		<u>404,043</u>	<u>(404,043)</u>
<u>(3,085,232)</u>	<u>(2,532,236)</u>	<u>552,996</u>		<u>416,613</u>	<u>416,613</u>
	2,395,926	2,395,926			
	<u>2,395,926</u>	<u>2,395,926</u>			
<u>(3,085,232)</u>	<u>(136,310)</u>	<u>2,948,922</u>		<u>416,613</u>	<u>416,613</u>
	642,896	642,896		80,654	80,654
<u>\$ (3,085,232)</u>	<u>\$ 506,586</u>	<u>\$ 3,591,818</u>	<u>\$</u>	<u>\$ 497,267</u>	<u>\$ 497,267</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 780,005	\$ 780,005
Property taxes		10,799,136	10,799,136
State aid and grants		820,397	820,397
Federal aid, grants and reimbursements		637,076	637,076
<b>Total revenues</b>		<u>13,036,614</u>	<u>13,036,614</u>
<b>Expenditures:</b>			
Capital outlay	21,096,121	10,079,997	11,016,124
Debt service -			
Principal retirement	2,183,383	2,183,383	
Interest and fiscal charges	1,366,850	1,366,850	
<b>Total expenditures</b>	<u>24,646,354</u>	<u>13,630,230</u>	<u>11,016,124</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(24,646,354)</u>	<u>(593,616)</u>	<u>24,052,738</u>
<b>Other financing sources (uses):</b>			
Transfers in		2,395,926	2,395,926
Transfers out		(3,256)	(3,256)
<b>Total other financing sources (uses):</b>		<u>2,392,670</u>	<u>2,392,670</u>
<b>Changes in fund balances</b>	<u>(24,646,354)</u>	<u>1,799,054</u>	<u>26,445,408</u>
<b>Fund balances, beginning of year</b>		11,785,906	11,785,906
<b>Fund balances (deficits), end of year</b>	<u>\$ (24,646,354)</u>	<u>\$ 13,584,960</u>	<u>\$ 38,231,314</u>

## **INTERNAL SERVICE FUNDS**

**Print Shop** - to account for charges to other departments for printing and copying services.

**Intergovernmental Agreements** - to account for the financial activities relating to agreements with other governments not required to be accounted for elsewhere.

**Insurance Trust** - to account for the financial activity associated with the District's self-insurance program for employee workers' compensation and for property and casualty losses.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF NET POSITION -**  
**ALL INTERNAL SERVICE FUNDS**  
**JUNE 30, 2015**

	<u>Print Shop</u>	<u>Intergovernmental Agreements</u>	<u>Insurance Trust</u>
<b><u>ASSETS</u></b>			
Current assets:			
Cash and investments	\$ 179,220	\$ 598,591	\$ 14,420,838
Accounts receivable		70,286	
Total current assets	<u>179,220</u>	<u>668,877</u>	<u>14,420,838</u>
<b>Total assets</b>	<u>179,220</u>	<u>668,877</u>	<u>14,420,838</u>
 <b><u>NET POSITION</u></b>			
Unrestricted	<u>179,220</u>	<u>668,877</u>	<u>14,420,838</u>
<b>Total net position</b>	<u>\$ 179,220</u>	<u>\$ 668,877</u>	<u>\$ 14,420,838</u>

Totals

\$ 15,198,649  
70,286  
15,268,935  
15,268,935

15,268,935  
\$ 15,268,935



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -**  
**ALL INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Print Shop</u>	<u>Intergovernmental Agreements</u>	<u>Insurance Trust</u>
<b>Operating revenues:</b>			
Contributions	\$	\$	\$ 2,030,203
Other	124,983	660,779	
<b>Total operating revenues</b>	<u>124,983</u>	<u>660,779</u>	<u>2,030,203</u>
<b>Operating expenses:</b>			
Other	74,795	561,516	81,498
Claims			105,711
Premiums			901,589
Administrative fees			114,881
<b>Total operating expenses</b>	<u>74,795</u>	<u>561,516</u>	<u>1,203,679</u>
<b>Operating income (loss)</b>	<u>50,188</u>	<u>99,263</u>	<u>826,524</u>
<b>Nonoperating revenues (expenses):</b>			
Investment income	585	2,068	170,141
<b>Total nonoperating revenues (expenses)</b>	<u>585</u>	<u>2,068</u>	<u>170,141</u>
<b>Changes in net position</b>	<u>50,773</u>	<u>101,331</u>	<u>996,665</u>
<b>Total net position, beginning of year</b>	128,447	567,546	13,424,173
<b>Total net position, end of year</b>	<u>\$ 179,220</u>	<u>\$ 668,877</u>	<u>\$ 14,420,838</u>

Totals

\$ 2,030,203  
785,762  
2,815,965

717,809  
105,711  
901,589  
114,881  
1,839,990

975,975

172,794  
172,794

1,148,769

14,120,166

\$ 15,268,935

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF CASH FLOWS - ALL INTERNAL SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<u>Print Shop</u>	<u>Intergovernmental Agreements</u>	<u>Insurance Trust</u>	<u>Totals</u>
<b><u>Increase in Cash and Cash Equivalents</u></b>				
<b>Cash flows from operating activities:</b>				
Cash received from contributions	\$	\$	\$ 2,030,203	\$ 2,030,203
Cash received from charges for services	124,983	649,701		774,684
Cash payments to suppliers for goods and services	(74,795)	(561,516)	(1,097,968)	(1,734,279)
Cash payments for claims			(105,711)	(105,711)
<b>Net cash provided by operating activities</b>	<u>50,188</u>	<u>88,185</u>	<u>826,524</u>	<u>964,897</u>
<b>Cash flows from investing activities:</b>				
Proceeds from sale of investments			2,491,000	2,491,000
Purchase of investments			(1,405,831)	(1,405,831)
Investment income	585	2,068	170,141	172,794
<b>Net cash provided by investing activities</b>	<u>585</u>	<u>2,068</u>	<u>1,255,310</u>	<u>1,257,963</u>
<b>Net increase in cash and cash equivalents</b>	<u>50,773</u>	<u>90,253</u>	<u>2,081,834</u>	<u>2,222,860</u>
<b>Cash and cash equivalents, beginning of year</b>	<u>128,447</u>	<u>508,338</u>	<u>1,564,272</u>	<u>2,201,057</u>
<b>Cash and cash equivalents, end of year</b>	<u>\$ 179,220</u>	<u>\$ 598,591</u>	<u>\$ 3,646,106</u>	<u>\$ 4,423,917</u>
<b><u>Reconciliation of Cash and Cash Equivalents to the Statement of Net Position</u></b>				
Cash and investments	\$ 179,220	\$ 598,591	\$ 14,420,838	\$ 15,198,649
Less investments not maturing in less than three months			10,774,732	10,774,732
Total cash and cash equivalents	<u>\$ 179,220</u>	<u>\$ 598,591</u>	<u>\$ 3,646,106</u>	<u>\$ 4,423,917</u>
<b><u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u></b>				
Operating income	\$ 50,188	\$ 99,263	\$ 826,524	\$ 975,975
Adjustments to reconcile operating income to net cash provided by operating activities:				
Changes in assets and liabilities:				
Increase in accounts receivable		(11,078)		(11,078)
Total adjustments		<u>(11,078)</u>		<u>(11,078)</u>
<b>Net cash provided by operating activities</b>	<u>\$ 50,188</u>	<u>\$ 88,185</u>	<u>\$ 826,524</u>	<u>\$ 964,897</u>

## **AGENCY FUNDS**

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

**Employee Insurance** - to account for voluntary deductions and employee payroll checks temporarily held by the District as an agent.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**JUNE 30, 2015**

	Student Activities	Employee Insurance	Totals
<b><u>ASSETS</u></b>			
Cash and investments	\$ 1,393,523	\$ 19,577,906	\$ 20,971,429
<b>Total assets</b>	\$ 1,393,523	\$ 19,577,906	\$ 20,971,429
 <b><u>LIABILITIES</u></b>			
Deposits held for others	\$	\$ 19,577,906	\$ 19,577,906
Due to student groups	1,393,523		1,393,523
<b>Total liabilities</b>	\$ 1,393,523	\$ 19,577,906	\$ 20,971,429

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS**  
**YEAR ENDED JUNE 30, 2015**

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deductions</b>	<b>Ending Balance</b>
<b><u>STUDENT ACTIVITIES FUND</u></b>				
	<u>Assets</u>			
Cash and investments	\$ 1,374,186	\$ 2,141,967	\$ 2,122,630	\$ 1,393,523
Total assets	\$ 1,374,186	\$ 2,141,967	\$ 2,122,630	\$ 1,393,523
	<u>Liabilities</u>			
Due to student groups	\$ 1,374,186	\$ 2,141,967	\$ 2,122,630	\$ 1,393,523
Total liabilities	\$ 1,374,186	\$ 2,141,967	\$ 2,122,630	\$ 1,393,523
<b><u>EMPLOYEE WITHHOLDING FUND</u></b>				
	<u>Assets</u>			
Cash and investments	\$ 16,429,835	\$ 18,517,476	\$ 15,369,405	\$ 19,577,906
Total assets	\$ 16,429,835	\$ 18,517,476	\$ 15,369,405	\$ 19,577,906
	<u>Liabilities</u>			
Deposits held for others	\$ 16,429,835	\$ 18,517,476	\$ 15,369,405	\$ 19,577,906
Total liabilities	\$ 16,429,835	\$ 18,517,476	\$ 15,369,405	\$ 19,577,906
<b><u>TOTAL AGENCY FUNDS</u></b>				
	<u>Assets</u>			
Cash and investments	\$ 17,804,021	\$ 20,659,443	\$ 17,492,035	\$ 20,971,429
Total assets	\$ 17,804,021	\$ 20,659,443	\$ 17,492,035	\$ 20,971,429
	<u>Liabilities</u>			
Deposits held for others	\$ 16,429,835	\$ 18,517,476	\$ 15,369,405	\$ 19,577,906
Due to student groups	1,374,186	2,141,967	2,122,630	1,393,523
Total liabilities	\$ 17,804,021	\$ 20,659,443	\$ 17,492,035	\$ 20,971,429

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## STATISTICAL SECTION

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

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 195,006,815	\$ 192,343,223	\$ 185,819,660	\$ 171,205,695	\$ 132,040,763
Restricted	33,068,218	26,778,930	21,654,982	38,009,432	34,824,511
Unrestricted	(145,194,347)	63,559,012	63,412,299	49,733,138	98,132,924
Total net position	<u>\$ 82,880,686</u>	<u>\$ 282,681,165</u>	<u>\$ 270,886,941</u>	<u>\$ 258,948,265</u>	<u>\$ 264,998,198</u>
	<b><u>2010</u></b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 119,641,050	\$ 91,163,244	\$ 48,192,458	\$ 28,216,895	\$ (3,844,072)
Restricted	21,350,236	18,163,103	27,247,992	18,271,392	31,303,375
Unrestricted	85,910,876	78,132,576	89,764,742	69,051,591	76,978,447
Total net position	<u>\$ 226,902,162</u>	<u>\$ 187,458,923</u>	<u>\$ 165,205,192</u>	<u>\$ 115,539,878</u>	<u>\$ 104,437,750</u>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Expenses</b>					
Instruction	\$ 117,541,974	\$ 125,817,758	\$ 131,532,492	\$ 145,322,440	\$ 133,239,099
Support services - students and staff	25,599,028	21,387,477	20,600,353	23,705,530	23,699,221
Support services - administration	15,332,132	16,360,490	18,881,552	19,752,995	17,478,195
Operation and maintenance of plant services	24,099,572	24,043,217	20,336,972	23,521,103	24,948,100
Student transportation services	10,208,578	10,812,339	10,525,225	12,543,222	11,353,011
Operation of non-instructional services	12,657,613	13,437,529	14,585,168	15,497,702	13,267,755
Interest on long-term debt	12,745,183	13,853,807	16,005,484	11,911,009	14,928,071
Total expenses	<u>218,184,080</u>	<u>225,712,617</u>	<u>232,467,246</u>	<u>252,254,001</u>	<u>238,913,452</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	7,082,919	7,601,228	8,214,022	11,142,937	8,416,951
Operation of non-instructional services	10,293,195	10,216,320	10,238,797	7,021,439	9,985,150
Other activities	2,305,074	1,117,379	1,111,312	965,113	39,608
Operating grants and contributions	18,437,093	17,700,029	18,459,174	17,597,115	21,362,077
Capital grants and contributions	455,734	482,642	1,134,264	741,507	998,268
Total program revenues	<u>38,574,015</u>	<u>37,117,598</u>	<u>39,157,569</u>	<u>37,468,111</u>	<u>40,802,054</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (179,610,065)</u>	<u>\$ (188,595,019)</u>	<u>\$ (193,309,677)</u>	<u>\$ (214,785,890)</u>	<u>\$ (198,111,398)</u>

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Expenses</b>					
Instruction	\$ 147,449,327	\$ 150,232,317	\$ 145,496,792	\$ 143,954,535	\$ 125,490,708
Support services - students and staff	23,564,220	30,423,170	28,109,615	24,790,839	23,197,071
Support services - administration	17,511,969	18,696,791	18,985,110	20,461,956	18,046,295
Operation and maintenance of plant services	23,374,438	19,134,847	17,914,152	19,046,976	16,544,450
Student transportation services	12,897,691	12,352,644	10,392,338	9,784,345	9,964,930
Operation of non-instructional services	14,916,136	14,187,121	12,901,527	9,332,698	9,570,555
Interest on long-term debt	15,545,637	15,314,478	16,893,641	14,244,381	15,503,270
Total expenses	<u>255,259,418</u>	<u>260,341,368</u>	<u>250,693,175</u>	<u>241,615,730</u>	<u>218,317,279</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	7,450,076	4,397,975	10,664,507	2,068,694	4,085,434
Operation of non-instructional services	11,105,694	11,458,984	7,708,709	13,175,203	9,378,869
Other activities	1,166,976	247,509	645,791	1,674,402	896,798
Operating grants and contributions	18,447,066	20,397,423	12,724,841	14,399,291	12,386,532
Capital grants and contributions	715,787	373,869	319,049	625,655	326,591
Total program revenues	<u>38,885,599</u>	<u>36,875,760</u>	<u>32,062,897</u>	<u>31,943,245</u>	<u>27,074,224</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (216,373,819)</u>	<u>\$ (223,465,608)</u>	<u>\$ (218,630,278)</u>	<u>\$ (209,672,485)</u>	<u>\$ (191,243,055)</u>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2015</b></u>	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
<b>Net (Expense)/Revenue</b>	\$ (179,610,065)	\$ (188,595,019)	\$ (193,309,677)	\$ (214,785,890)	\$ (198,111,398)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	118,007,744	120,551,271	129,017,671	127,589,580	124,543,508
Property taxes, levied for debt service	28,540,922	29,736,719	33,018,404	35,177,583	58,885,879
Property taxes, levied for capital outlay	10,091,054	16,979,642	9,476,376	11,078,942	15,037,946
Investment income	404,459	493,122	530,349	599,421	1,283,196
Unrestricted state aid	35,007,040	34,191,280	32,456,652	33,672,103	35,244,246
Unrestricted federal aid	1,300,326	667,006	748,901	618,328	1,212,659
<b>Total general revenues</b>	<u>193,351,545</u>	<u>202,619,040</u>	<u>205,248,353</u>	<u>208,735,957</u>	<u>236,207,434</u>
<b>Changes in Net Position</b>	<u>\$ 13,741,480</u>	<u>\$ 14,024,021</u>	<u>\$ 11,938,676</u>	<u>\$ (6,049,933)</u>	<u>\$ 38,096,036</u>

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Net (Expense)/Revenue</b>	\$ (216,373,819)	\$ (223,465,608)	\$ (218,630,278)	\$ (209,672,485)	\$ (191,243,055)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	135,372,331	138,501,230	131,582,423	117,420,864	114,142,175
Property taxes, levied for debt service	69,711,445	50,257,693	62,310,748	38,793,771	35,170,878
Property taxes, levied for capital outlay	16,272,119	17,859,641	17,760,121	10,697,664	7,725,283
Investment income	1,202,937	2,717,214	6,525,102	8,737,938	5,422,202
Unrestricted county aid	229,750			7,383	621,810
Unrestricted state aid	28,969,013	36,383,561	50,117,198	45,116,993	41,678,785
Unrestricted federal aid	4,059,463				
<b>Total general revenues</b>	<u>255,817,058</u>	<u>245,719,339</u>	<u>268,295,592</u>	<u>220,774,613</u>	<u>204,761,133</u>
<b>Changes in Net Position</b>	<u>\$ 39,443,239</u>	<u>\$ 22,253,731</u>	<u>\$ 49,665,314</u>	<u>\$ 11,102,128</u>	<u>\$ 13,518,078</u>

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
General Fund:					
Nonspendable	\$ 86,878	\$ 25,774	\$ 1,601,786	\$ 39,353	\$ 15,100,900
Restricted	555,684	459,656	411,173		
Unassigned	15,550,600	14,984,466	10,678,050	14,121,100	16,281,917
Total General Fund	\$ 16,193,162	\$ 15,469,896	\$ 12,691,009	\$ 14,160,453	\$ 31,382,817
All Other Governmental Funds:					
Nonspendable	\$ 196,020	\$ 186,147	\$ 171,918	\$ 230,174	\$ 168,596
Restricted	31,030,425	27,216,620	26,091,264	72,266,270	78,755,539
Unassigned	(34,833)	(45,894)	(49,051)	(265,064)	(1,319,162)
Total all other governmental funds	\$ 31,191,612	\$ 27,356,873	\$ 26,214,131	\$ 72,231,380	\$ 77,604,973

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
General Fund:					
Reserved	13,670,922	2,520,492	121,451	81,599	94,307
Unreserved	3,907,668	7,164,705	12,137,521	7,658,579	13,770,712
Total General Fund	<u>\$ 17,578,590</u>	<u>\$ 9,685,197</u>	<u>\$ 12,258,972</u>	<u>\$ 7,740,178</u>	<u>\$ 13,865,019</u>
All Other Governmental Funds:					
Reserved	194,383	1,319,395	203,641	126,061	122,710
Unreserved, reported in:					
Special revenue funds	13,707,372	20,986,930	27,079,146	29,549,369	31,511,380
Capital projects funds	10,023,791	12,781,771	23,252,334	88,135,713	60,378,532
Debt service fund	8,444,949	3,732,794	9,474,851	5,949,241	15,953,214
Total all other governmental funds	<u>\$ 32,370,495</u>	<u>\$ 38,820,890</u>	<u>\$ 60,009,972</u>	<u>\$ 123,760,384</u>	<u>\$ 107,965,836</u>

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

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

**(Concluded)**

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2015</b></u>	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>
<b>Federal sources:</b>					
Federal grants	\$ 13,335,049	\$ 12,844,506	\$ 15,938,257	\$ 14,017,649	\$ 13,460,104
State Fiscal Stabilization (ARRA)					317,354
Education Jobs					5,023,508
National School Lunch Program	4,219,458	4,229,244	4,296,561	4,263,960	4,370,328
Total federal sources	<u>17,554,507</u>	<u>17,073,750</u>	<u>20,234,818</u>	<u>18,281,609</u>	<u>23,171,294</u>
<b>State sources:</b>					
State equalization assistance	24,598,190	24,021,433	24,256,964	25,977,703	28,752,581
State grants	89,285	132,901	273,037	540,605	467,142
School Facilities Board	820,397	84,509			
Other revenues	9,588,453	10,169,847	8,104,875	7,694,400	7,451,345
Total state sources	<u>35,096,325</u>	<u>34,408,690</u>	<u>32,634,876</u>	<u>34,212,708</u>	<u>36,671,068</u>
<b>Local sources:</b>					
Property taxes	156,732,246	167,395,323	169,277,911	172,517,119	200,710,698
Food service sales	4,344,038	4,583,563	4,557,054	5,300,664	5,236,956
Investment income	231,665	210,236	301,051	278,734	1,004,963
Other revenues	16,550,558	15,846,567	15,007,077	13,828,760	13,204,753
Total local sources	<u>177,858,507</u>	<u>188,035,689</u>	<u>189,143,093</u>	<u>191,925,277</u>	<u>220,157,370</u>
<b>Total revenues</b>	<u>\$ 230,509,339</u>	<u>\$ 239,518,129</u>	<u>\$ 242,012,787</u>	<u>\$ 244,419,594</u>	<u>\$ 279,999,732</u>

(Continued)



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Federal sources:</b>					
Federal grants	\$ 15,437,856	\$ 11,763,005	\$ 9,446,124	\$ 10,521,632	\$ 10,080,194
State Fiscal Stabilization (ARRA)	4,059,463				
National School Lunch Program	4,077,528	3,109,392	2,829,134	2,568,175	2,251,152
Total federal sources	<u>23,574,847</u>	<u>14,872,397</u>	<u>12,275,258</u>	<u>13,089,807</u>	<u>12,331,346</u>
<b>State sources:</b>					
State equalization assistance	21,210,753	28,018,928	34,419,996	31,909,143	28,415,236
State grants	416,900	1,720,544	768,632	477,755	11,609,981
School Facilities Board			1,409,087	2,759,082	2,152,779
Other revenues	6,798,580	8,802,149	13,850,599	11,664,869	
Total state sources	<u>28,426,233</u>	<u>38,541,621</u>	<u>50,448,314</u>	<u>46,810,849</u>	<u>42,177,996</u>
<b>Local sources:</b>					
Property taxes	212,292,088	198,914,373	211,328,645	168,550,763	155,533,225
County aid	229,750			7,383	621,810
Food service sales	5,953,610	6,743,401	6,477,759	5,605,694	5,461,309
Investment income	772,592	2,165,185	5,886,443	8,112,267	5,422,202
Other revenues	13,769,136	13,025,569	12,541,248	11,312,605	8,899,792
Total local sources	<u>233,017,176</u>	<u>220,848,528</u>	<u>236,234,095</u>	<u>193,588,712</u>	<u>175,938,338</u>
<b>Total revenues</b>	<u>\$ 285,018,256</u>	<u>\$ 274,262,546</u>	<u>\$ 298,957,667</u>	<u>\$ 253,489,368</u>	<u>\$ 230,447,680</u>

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

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

**(Concluded)**

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 94,441,929	\$ 101,379,242	\$ 108,304,313	\$ 109,461,502	\$ 110,093,348
Support services - students and staff	25,795,471	20,455,887	20,278,372	20,375,974	22,167,880
Support services - administration	15,081,500	16,017,580	18,045,680	17,050,586	16,606,333
Operation and maintenance of plant services	24,019,553	22,147,180	21,445,449	21,444,896	24,192,366
Student transportation services	8,259,803	8,379,493	8,781,133	9,262,637	9,019,241
Operation of non-instructional services	12,719,706	13,215,555	14,244,468	14,123,546	13,842,184
Capital outlay	11,472,270	13,834,099	54,158,684	107,919,368	28,711,644
Debt service -					
Interest, premium and fiscal charges	13,025,861	14,134,485	16,005,484	14,486,720	13,026,538
Principal retirement	21,206,218	24,471,196	29,740,074	26,885,889	47,910,137
Payment to refunded bond escrow agent					2,085,933
Bond issuance costs				369,500	796,980
<b>Total expenditures</b>	<u>\$ 226,022,311</u>	<u>\$ 234,034,717</u>	<u>\$ 291,003,657</u>	<u>\$ 341,380,618</u>	<u>\$ 288,452,584</u>
Expenditures for capitalized assets	\$ 3,962,060	\$ 6,003,112	\$ 44,650,197	\$ 94,858,506	\$ 14,584,385
Debt service as a percentage of noncapital expenditures	15%	17%	19%	17%	23%

(Continued)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 122,750,360	\$ 127,153,635	\$ 120,381,294	\$ 117,678,953	\$ 105,288,856
Support services - students and staff	22,795,238	29,827,558	27,990,156	24,025,178	22,108,327
Support services - administration	17,027,190	17,573,126	18,852,748	18,845,652	16,604,220
Operation and maintenance of plant services	23,245,880	18,574,493	17,565,176	18,610,793	15,941,269
Student transportation services	9,147,622	8,781,402	8,821,119	8,325,830	7,437,871
Operation of non-instructional services	14,466,608	13,811,574	12,701,796	10,308,291	8,392,428
Capital outlay	25,897,304	28,265,833	90,509,728	108,363,299	62,256,553
Debt service -					
Interest, premium and fiscal charges	15,545,637	15,314,478	16,893,641	15,630,522	15,503,270
Principal retirement	51,876,240	42,208,349	45,658,288	40,696,264	22,131,108
Payment to refunded bond escrow agent				946,477	
Bond issuance costs					
<b>Total expenditures</b>	<u>\$ 302,752,079</u>	<u>\$ 301,510,448</u>	<u>\$ 359,373,946</u>	<u>\$ 363,431,259</u>	<u>\$ 275,663,902</u>
Expenditures for capitalized assets	\$ 8,322,513	\$ 15,287,498	\$ 75,919,035	\$ 93,375,356	\$ 50,898,850
Debt service as a percentage of noncapital expenditures	23%	20%	22%	21%	17%

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

**(Concluded)**

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ 4,487,028	\$ 5,483,412	\$ (48,990,870)	\$ (96,961,024)	\$ (8,452,852)
<b>Other financing sources (uses):</b>					
General obligation bonds issued				59,000,000	59,000,000
Refunding bonds issued					31,000,000
Premium on sale of bonds				2,991,292	2,154,160
Capital lease agreements				27,373,744	6,593,460
Transfers in	3,844,475	10,016,556	4,686,377	4,597,473	2,075,111
Transfers out	(3,844,475)	(10,016,556)	(4,686,377)	(4,597,473)	(2,075,111)
Payment to refunded bond escrow agent					(32,172,780)
Total other financing sources (uses)	\$ 4,487,028	\$ 5,483,412	\$ (48,990,870)	\$ (7,595,988)	\$ 58,121,988
<b>Changes in fund balances</b>	<b>\$ 4,487,028</b>	<b>\$ 5,483,412</b>	<b>\$ (48,990,870)</b>	<b>\$ (7,595,988)</b>	<b>\$ 58,121,988</b>
	<b><u>2010</u></b>	<b><u>2009</u></b>	<b><u>2008</u></b>	<b><u>2007</u></b>	<b><u>2006</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (17,733,823)	\$ (27,247,902)	\$ (60,416,279)	\$ (109,941,891)	\$ (45,216,222)
<b>Other financing sources (uses):</b>					
General obligation bonds issued				117,000,000	
Refunding bonds issued				100,600,000	
Premium on sale of bonds				10,140,670	
Capital lease agreements	9,151,403	1,007,861	1,067,229	288,337	89,133
Transfers in	6,409,941	3,441,638	1,903,033	6,293,185	2,371,905
Transfers out	(6,409,941)	(3,441,638)	(1,903,033)	(6,293,185)	(2,371,905)
Payment to refunded bond escrow agent				(108,408,052)	
Total other financing sources (uses)	\$ 9,151,403	\$ 1,007,861	\$ 1,067,229	\$ 119,620,955	\$ 89,133
<b>Changes in fund balances</b>	<b>\$ (8,582,420)</b>	<b>\$ (26,240,041)</b>	<b>\$ (59,349,050)</b>	<b>\$ 9,679,064</b>	<b>\$ (45,127,089)</b>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**PRIMARY ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 990,499,452	\$ 1,024,532,175	\$ 1,169,459,743	\$ 1,303,736,413	\$ 1,581,451,109
Agricultural and Vacant	140,688,195	148,742,499	167,914,822	218,927,564	280,602,532
Residential (Owner Occupied)	2,446,660,111	2,423,307,221	2,734,490,682	3,051,154,820	3,650,775,515
Residential (Rental)	779,123,703	588,050,363	326,706,771	364,010,143	419,053,354
Historical Property	849,921	809,815	812,610	541,040	436,781
Certain Government Property Improvements	67,399	68,646	78,581	50,238	-
<b>Total</b>	<b>\$ 4,357,888,781</b>	<b>\$ 4,185,510,719</b>	<b>\$ 4,399,463,209</b>	<b>\$ 4,938,420,218</b>	<b>\$ 5,932,319,291</b>
Estimated Actual Value (Full Cash Value)	\$ 43,446,311,231	\$ 39,594,749,637	\$ 40,960,626,918	\$ 45,973,224,668	\$ 57,348,835,479
Ratio of Primary Assessed Value to Estimated Actual Value	10%	11%	11%	11%	10%
Total Direct Rate	4.11	4.58	4.43	4.00	3.75

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Commercial, Industrial, Utilities and Mining	\$ 1,525,654,452	\$ 1,427,529,828	\$ 1,310,952,615	\$ 1,213,926,599	\$ 1,133,985,299
Agricultural and Vacant	291,448,753	247,668,199	198,356,772	193,371,805	148,541,967
Residential (Owner Occupied)	3,730,397,341	3,326,212,237	2,836,682,413	2,388,639,166	2,227,398,136
Residential (Rental)	400,675,506	359,324,304	303,773,760	264,276,730	237,110,252
Historical Property	496,451	1,577,460	1,471,903	1,622,543	1,057,725
<b>Total</b>	<b>\$ 5,948,672,503</b>	<b>\$ 5,362,312,028</b>	<b>\$ 4,651,237,463</b>	<b>\$ 4,061,836,843</b>	<b>\$ 3,748,093,379</b>
Estimated Actual Value (Full Cash Value)	\$ 65,521,183,653	\$ 65,628,952,152	\$ 55,670,082,475	\$ 37,133,132,154	\$ 34,914,943,036
Ratio of Primary Value to Estimated Actual Value	9%	8%	8%	11%	11%
Total Direct Rate	3.78	3.89	4.68	4.71	4.68

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**SECONDARY ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 1,002,917,989	\$ 1,028,997,896	\$ 1,171,611,166	\$ 1,310,074,799	\$ 1,819,016,886
Agricultural and Vacant	159,863,729	152,661,736	170,198,253	227,044,993	342,770,214
Residential (Owner Occupied)	2,550,276,824	2,427,195,332	2,737,541,354	3,057,814,095	3,715,887,079
Residential (Rental)	842,264,959	596,144,005	327,329,732	364,685,348	441,222,136
Historical Property	928,541	851,441	813,028	541,040	458,123
Certain Government Property Improvements	67,399	68,646	78,581	50,238	-
<b>Total</b>	<b>\$ 4,556,319,441</b>	<b>\$ 4,205,919,056</b>	<b>\$ 4,407,572,114</b>	<b>\$ 4,960,210,513</b>	<b>\$ 6,319,354,438</b>
Ratio of Secondary Assessed Value to Estimated Actual Value	10%	11%	11%	11%	11%
Total Direct Rate	4.11	4.58	4.43	4.00	3.75

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Commercial, Industrial, Utilities and Mining	\$ 1,916,938,893	\$ 1,715,892,138	\$ 1,508,612,264	\$ 1,341,862,915	\$ 1,202,749,805
Agricultural and Vacant	435,895,590	400,386,649	314,361,475	275,693,837	190,739,661
Residential (Owner Occupied)	4,354,159,135	4,556,663,940	3,949,006,584	2,466,739,850	2,412,915,141
Residential (Rental)	494,065,266	484,830,683	409,290,421	276,878,715	254,471,506
Historical Property	620,721	2,009,774	1,809,373	1,970,312	1,531,651
<b>Total</b>	<b>\$ 7,201,679,605</b>	<b>\$ 7,159,783,184</b>	<b>\$ 6,183,080,117</b>	<b>\$ 4,363,145,629</b>	<b>\$ 4,062,407,764</b>
Ratio of Secondary Assessed Value to Estimated Actual Value	11%	11%	11%	12%	12%
Total Direct Rate	3.78	3.89	4.68	4.71	4.68

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**PROPERTY TAX ASSESSMENT RATIOS**  
**LAST TEN FISCAL YEARS**

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

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Commercial, Industrial, Utilities and Mining	22 %	23 %	24 %	25 %	25 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	18	20	21	22	21

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates									
	State Equalization	County	Community College District	City of Scottsdale	City of Phoenix	City of Tempe	East Valley Institute of Technology School District No. 401	District Direct Rates		
								Primary	Secondary	Total
2015	0.51	1.32	1.52	1.24	1.82	2.44	0.05	3.11	1.00	4.11
2014	0.51	1.28	1.53	1.29	1.82	2.49	0.05	3.35	1.22	4.58
2013	0.47	1.24	1.38	1.23	1.82	2.14	0.05	3.09	1.34	4.43
2012	0.43	1.24	1.21	1.09	1.82	1.79	0.05	2.75	1.25	4.00
2011	0.36	1.05	0.97	0.90	1.82	1.40	0.05	2.40	1.35	3.75
2010	0.33	0.99	0.88	0.74	1.82	1.40	0.05	2.44	1.34	3.78
2009		1.03	0.94	0.79	1.82	1.40	0.05	2.82	1.07	3.89
2008		1.10	0.98	0.79	1.82	1.40	0.05	3.42	1.26	4.68
2007		1.18	1.06	0.97	1.82	1.40	0.05	3.45	1.26	4.71
2006		1.20	1.03	1.04	1.82	1.40	0.06	3.46	1.22	4.68

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

**Note:** There was no state equalization tax rate overlap prior to 2010.



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2015</u>		<u>2006</u>	
	<u>Secondary Assessed Valuation</u>	<u>Percentage of District's Net Assessed Valuation</u>	<u>Secondary Assessed Valuation</u>	<u>Percentage of District's Net Assessed Valuation</u>
Scottsdale Fashion Square LLC	45,563,194	1.00	51,186,338	1.26 %
Arizona Public Service Company	42,829,403	0.94	45,092,726	1.11
Starwood Phoenician CMBA LLC	22,781,597	0.50		
Qwest Corporation	18,225,278	0.40		
General Dynamics System	14,124,590	0.31		
W J Small Grandchildren Trust	13,668,958	0.30		
Portales Corporation Center LLC	12,757,694	0.28		
M L Resort Holding LLC	12,302,062	0.27		
Scottsdale Fashion Square Partership	12,302,062	0.27		
Drug (AZ) QRS 14-42 Inc.	11,390,799	0.25		
Airtouch Cellular			45,498,967	1.12
Southwest Gas Co.			41,842,800	1.03
Branch Brook Garden LLC			31,686,781	0.78
Gilbert/Arizona Development			22,343,243	0.55
America Leasing Inc			21,937,002	0.54
Zimmerman Trust			21,124,520	0.52
Earnhardt Leasing Inc			19,093,316	0.47
Paramount JV			18,280,835	0.45
<b>Total</b>	<b><u>\$ 205,945,637</u></b>	<b><u>4.52</u></b>	<b><u>\$ 318,086,528</u></b>	<b><u>7.83 %</u></b>

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Fiscal Years</b>	<b>Collected to the End of the Current Fiscal Year</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2015	\$ 180,985,544	\$ 170,131,504	94.00 %	\$	\$ 170,131,504	94.00 %
2014	191,253,984	180,236,461	94.24	10,991,878	191,228,339	99.99
2013	194,571,811	182,955,919	94.03	11,607,058	194,562,977	100.00
2012	197,438,367	185,889,225	94.15	9,253,306	195,142,531	98.84
2011	227,752,165	217,680,125	95.58	10,055,821	227,735,946	99.99
2010	242,359,809	220,594,794	91.02	12,747,398	233,342,192	96.28
2009	227,393,423	212,062,159	93.26	12,955,136	225,017,295	98.96
2008	237,417,646	230,341,958	97.02	7,062,492	237,404,450	99.99
2007	193,926,037	188,685,468	97.30	5,232,627	193,918,095	100.00
2006	178,630,188	171,535,877	96.03	7,069,862	178,605,739	99.99

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

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**OUTSTANDING DEBT BY TYPE**  
**LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income	
2015	\$243,725,829	\$ 4,556,953	\$ 239,168,876	0.55 %	\$ 852	\$ 28,466,699	\$272,192,528	0.63 %	\$ 970	N/A %	
2014	262,078,750	4,340,944	257,737,806	0.65	920	30,871,667	292,950,417	0.74	1,046	0.20	
2013	287,045,000	7,266,459	279,778,541	0.68	985	33,226,613	320,271,613	0.78	1,128	0.22	
2012	311,050,000	11,064,863	299,985,137	0.65	1,057	38,000,437	349,050,437	0.76	1,229	0.24	
2011	252,550,000	8,442,094	244,107,906	0.43	858	13,007,582	265,557,582	0.46	934	0.19	
2010	271,585,000	31,955,000	239,630,000	0.37	911	8,244,259	279,829,259	0.43	1,064	0.19	
2009	321,805,000	32,990,000	288,815,000	0.44	1,097	1,784,096	323,589,096	0.49	1,229	0.23	
2008	375,460,000	45,155,000	330,305,000	0.59	1,397	1,494,584	376,954,584	0.68	1,595	0.28	
2007	402,600,000	27,140,000	375,460,000	1.01	1,235	930,643	403,530,643	1.09	1,327	0.33	
2006	320,655,000	21,855,000	298,800,000	0.86	1,183	998,570	321,653,570	0.92	1,274	0.29	

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

**Note:** N/A indicates that the information is not available.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2015**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Maricopa Community College District	\$ 712,735,000	12.80 %	\$ 91,230,080
City of Scottsdale	967,224,000	60.98	589,813,195
City of Phoenix	1,183,180,000	5.55	65,666,490
City of Tempe	337,157,804	0.71	2,393,820
DC Ranch Communities Facilities District	13,315,000	100.00	13,315,000
McDowell Mountain Ranch Community Facilities District	9,460,000	100.00	9,460,000
Scottsdale Mountain Community Facilities District	1,475,000	100.00	1,475,000
Via Linda Road Community Facilities District	1,700,000	50.91	865,470
Waterfront Community Facilities District	3,445,000	100.00	3,445,000
Subtotal, Overlapping Debt			<u>777,664,055</u>
Direct:			
Scottsdale Unified School District No. 48			<u>272,192,528</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 1,049,856,583</u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Secondary Assessed Valuation		5.27 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 3,625	
As a Percentage of Net Secondary Assessed Valuation		22.33 %
As a Percentage of Estimated Actual Value (Full Cash Value)		2.34 %

**Source:** The source of this information is the District's records and the State and County Abstract of the Assessment Roll, Arizona Department of Revenue and the applicable governmental unit.

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on the District's secondary assessed valuation as a percentage of the secondary assessed valuation of the overlapping jurisdiction.  
2) Outstanding debt as of June 30, 2014 is presented for the overlapping governments as this is the most recent available information.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

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

Secondary assessed valuation	\$ 4,556,319,441
Debt limit (20% of assessed value)	911,263,888
Debt applicable to limit	<u>231,802,500</u>
Legal debt margin	<u>\$ 679,461,388</u>

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

Secondary assessed valuation	\$ 4,556,319,441
Debt limit (30% of assessed value)	1,366,895,832
Debt applicable to limit	<u>239,962,500</u>
Legal debt margin	<u>\$ 1,126,933,332</u>

**Fiscal Year Ended June 30**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Debt Limit	\$ 1,366,895,832	\$ 1,261,775,717	\$ 1,322,271,634	\$ 1,488,063,154	\$ 1,895,806,331
Total net debt applicable to limit	<u>239,962,500</u>	<u>262,078,750</u>	<u>287,045,000</u>	<u>311,050,000</u>	<u>252,550,000</u>
Legal debt margin	<u>\$ 1,126,933,332</u>	<u>\$ 999,696,967</u>	<u>\$ 1,035,226,634</u>	<u>\$ 1,177,013,154</u>	<u>\$ 1,643,256,331</u>
Total net debt applicable to the limit as a percentage of debt limit	18%	21%	22%	21%	13%
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Debt Limit	\$ 2,160,503,882	\$ 2,147,934,955	\$ 1,854,924,035	\$ 1,308,943,689	\$ 1,218,722,329
Total net debt applicable to limit	<u>271,585,000</u>	<u>321,805,000</u>	<u>375,460,000</u>	<u>402,600,000</u>	<u>320,655,000</u>
Legal debt margin	<u>\$ 1,888,918,882</u>	<u>\$ 1,826,129,955</u>	<u>\$ 1,479,464,035</u>	<u>\$ 906,343,689</u>	<u>\$ 898,067,329</u>
Total net debt applicable to the limit as a percentage of debt limit	13%	15%	20%	31%	26%

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

- Notes:** 1) The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds and the statutory debt limit on Class B bonds. The calculations of the debt margins are presented in detail for the current fiscal year only.
- 2) Bond premium is not subject to the statutory debt limit.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST 10 CALENDAR YEARS**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2014	4,008,651	\$ N/A	\$ N/A	5.1 %	280,750
2013	4,009,412	147,700,000	27,552	6.2	280,000
2012	3,824,058	147,374,500	38,238	9.1	283,918
2011	3,843,370	142,864,275	37,352	8.4	283,918
2010	4,023,331	142,091,618	35,319	9.1	284,440
2009	3,862,036	147,122,078	37,168	8.7	263,061
2008	3,987,942	139,665,253	36,135	4.9	263,192
2007	3,907,492	132,423,154	35,046	3.2	236,373
2006	3,792,675	120,716,738	33,178	3.5	304,000
2005	3,895,205	111,103,576	31,757	4.4	252,500

**Sources:** The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information from 2005 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2014, the source of the information is the Arizona Office of Employment and Population Statistics.

**Note:** N/A indicates that the information is not available.

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2015</u>		<u>2006</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
State of Arizona	49,800	2.71 %	49,958	2.61 %
Wal-Mart Stores Inc.	30,634	1.67	28,246	1.47
Banner Health Systems	24,825	1.35	19,250	1.00
City of Phoenix	15,100	0.82	13,844	0.72
Wells Fargo Company	13,308	0.72	11,553	0.60
Bank of America	13,300	0.72		
Maricopa County	12,792	0.70	13,002	0.68
Raytheon Co.	11,500	0.63		
Arizona State University	11,185	0.61	11,202	0.58
Apollo Group Inc.	11,000	0.60		
Honeywell			10,700	0.56
Intel Corp.			10,100	0.53
U.S. Postal Service			11,000	0.57
Total	<u>193,444</u>	<u>10.53</u>	<u>147,055</u>	<u>9.32 %</u>
Total employment	<u>1,836,600</u>		<u>1,916,003</u>	

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<b>Full-time Equivalent Employees as of June 30</b>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	15	15	18	14	15
Principals	29	30	30	30	29
Assistant principals	36	36	36	43	38
Total supervisory	<u>80</u>	<u>81</u>	<u>84</u>	<u>87</u>	<u>82</u>
<b>Instruction</b>					
Teachers	1,256	1,308	1,443	1,437	1,402
Other professionals (instructional)	48	51		193	118
Aides	353	368	329	305	353
Total instruction	<u>1,657</u>	<u>1,727</u>	<u>1,772</u>	<u>1,935</u>	<u>1,873</u>
<b>Student Services</b>					
Librarians	29	28	13	2	9
Technicians	60	60	22	43	27
Total student services	<u>89</u>	<u>88</u>	<u>35</u>	<u>45</u>	<u>36</u>
<b>Support and Administration</b>					
Service Workers	440	442	342	524	447
Other Laborers	384	402	708	341	353
Total support and administration	<u>824</u>	<u>844</u>	<u>1,050</u>	<u>865</u>	<u>800</u>
<b>Total</b>	<u><u>2,650</u></u>	<u><u>2,740</u></u>	<u><u>2,941</u></u>	<u><u>2,932</u></u>	<u><u>2,791</u></u>

(Continued)



**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	14	18	17	16	16
Principals	31	31	32	27	32
Assistant principals	38	45	43	35	36
Total supervisory	<u>83</u>	<u>94</u>	<u>92</u>	<u>78</u>	<u>84</u>
<b>Instruction</b>					
Teachers	1,480	1,590	1,608	1,580	1,462
Other professionals (instructional)	113	112	89	65	87
Aides	317	314	282	166	197
Total instruction	<u>1,910</u>	<u>2,016</u>	<u>1,979</u>	<u>1,811</u>	<u>1,746</u>
<b>Student Services</b>					
Librarians	11	11	31	37	27
Technicians	28	28	41	3	3
Total student services	<u>39</u>	<u>39</u>	<u>72</u>	<u>40</u>	<u>30</u>
<b>Support and Administration</b>					
Service Workers	569	613	618	595	600
Other Laborers	255	250	242	240	234
Total support and administration	<u>824</u>	<u>863</u>	<u>860</u>	<u>835</u>	<u>834</u>
<b>Total</b>	<u><u>2,856</u></u>	<u><u>3,012</u></u>	<u><u>3,003</u></u>	<u><u>2,764</u></u>	<u><u>2,694</u></u>

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

(Concluded)

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**OPERATING STATISTICS**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2015	22,820	\$ 180,317,962	\$ 7,902	3.40 %	\$ 218,184,080	\$ 9,561	0.65 %	1,657	13.8	27.5 %
2014	23,762	181,594,937	7,642	(3.29)	225,712,617	9,499	(1.18)	1,727	13.8	31.0
2013	24,184	191,099,415	7,902	0.58	232,467,246	9,612	(7.01)	1,772	13.6	27.9
2012	24,402	191,719,141	7,857	(0.54)	252,254,001	10,337	7.31	1,935	12.6	26.3
2011	24,802	195,921,352	7,899	(4.08)	238,913,452	9,633	(4.03)	1,873	13.2	25.7
2010	25,432	209,432,898	8,235	(2.11)	255,259,418	10,037	(1.14)	1,910	13.3	24.7
2009	25,642	215,721,788	8,413	2.10	260,341,368	10,153	1.40	2,016	12.7	22.1
2008	25,038	206,312,289	8,240	5.64	250,693,175	10,013	5.08	1,979	12.7	19.3
2007	25,358	197,794,697	7,800	13.31	241,615,730	9,528	11.44	1,811	14.0	19.9
2006	25,534	175,772,971	6,884	4.00	218,317,279	8,550	13.26	1,746	14.6	18.1

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

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

**SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48**  
**CAPITAL ASSETS INFORMATION**  
**LAST TEN FISCAL YEARS**

	<b>Fiscal Year Ended June 30</b>									
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b><u>Schools</u></b>										
<b><u>Elementary</u></b>										
Buildings	163	163	163	163	166	166	166	166	166	160
Square feet	1,427,918	1,427,918	1,427,918	1,427,918	1,399,949	1,399,949	1,399,949	1,399,949	1,399,949	1,389,364
Capacity	15,336	15,336	15,336	15,336	15,336	15,336	15,336	15,336	15,336	15,336
Enrollment	11,845	11,845	11,845	11,707	12,816	13,694	13,727	11,734	11,674	11,826
<b><u>Middle</u></b>										
Buildings	62	62	62	62	78	78	78	78	78	78
Square feet	960,988	960,988	960,988	852,118	859,360	859,360	859,360	859,360	859,360	859,360
Capacity	9,608	9,608	9,608	8,592	8,592	8,592	8,592	8,592	8,592	8,592
Enrollment	5,813	5,813	5,813	4,277	4,349	4,566	4,640	5,231	5,091	5,105
<b><u>High</u></b>										
Buildings	48	48	48	48	48	48	48	42	42	49
Square feet	1,729,392	1,729,392	1,729,392	1,729,392	1,729,392	1,729,392	1,729,392	1,665,520	1,405,247	1,424,419
Capacity	11,784	11,784	11,784	11,784	11,784	11,784	11,784	12,598	10,630	10,630
Enrollment	8,551	8,551	8,551	8,731	8,724	8,724	8,510	8,858	8,498	8,514
<b><u>Other</u></b>										
Buildings	4	4	4	4	4	4	4	4	4	1
Square feet	33,998	33,998	33,998	33,998	33,998	33,998	33,998	33,998	33,998	18,000
Capacity	250	250	250	250	250	250	250	250	250	250
Enrollment	59	59	59	59	82	98	115	100	100	72
<b><u>Administrative</u></b>										
Buildings	4	4	4	4	3	3	3	3	3	3
Square feet	36,651	36,651	36,651	36,651	35,000	35,000	35,000	35,000	35,000	35,000
<b><u>Transportation</u></b>										
Garages	2	2	2	2	2	2	2	2	2	2
Buses	226	226	226	218	211	202	202	202	202	202
<b><u>Athletics</u></b>										
Football fields	5	5	5	5	5	5	5	5	5	5
Soccer fields	7	7	7	7	7	7	7	7	7	7
Running tracks	5	5	5	5	5	5	5	5	5	5
Baseball/softball	62	62	62	62	63	63	63	63	63	59
Playgrounds	67	67	67	67	67	22	22	22	22	22

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