
TEMPE UNION HIGH SCHOOL DISTRICT NO. 213

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2017



TEMPE UNION HIGH SCHOOL DISTRICT NO. 213

TEMPE, ARIZONA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

Issued by:
Finance Department

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213

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INTRODUCTORY SECTION

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500 West Guadalupe Road • Tempe, Arizona • 85283-3599 • (480) 839-0292 • www.tempeunion.org

Dr. Kenneth R. Baca
Superintendent

December 22, 2017

Governing Board and Citizens
Tempe Union High School District No. 213
500 West Guadalupe Road
Tempe, Arizona 85283

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 Tempe Union High School District No. 213 (District) for the fiscal year ended June 30, 2017.

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, 2017, 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, 2017, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditors' report is presented as the first component of the financial section of this report.

Governing Board

Michelle I. Helm

Berdetta B. Hodge

Sandy Lowe

DeeAnne McClenahan

Brandon Schmoll

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

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

PROFILE OF THE DISTRICT

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education for grade nine through grade twelve, with an estimated current enrollment of 13,532 students.

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

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

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement purposes and the

District is 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 District was formed in 1908, encompasses approximately 162 square miles and is situated in the southeastern portion of Maricopa County. Located within the greater Phoenix metropolitan area, the District lies about ten miles southeast of downtown Phoenix. The principal city within the District is the City of Tempe, Arizona, which represents approximately 53% of the District's population. The cities of Chandler, Guadalupe, Mesa, Scottsdale and Phoenix, Arizona, overlap other portions of the District. The southwestern portion of the District lies within the Gila River Indian Reservation and the Maricopa/Pinal County line forms the southern boundary. Two elementary school districts are contained within the District. The District's projected enrollment for the 2017-18 school year is 13,615. The District employs 54 principals and administrators, 744 certified personnel and 567 classified personnel. The District currently has one alternative high school and six comprehensive high schools, one of which includes a program for gifted students. The average age of the buildings in the District is approximately 40 years.

The District's mission is "Excellence in Teaching and Learning." The District goals are to: increase student achievement; optimize the use of all resources to accomplish District goals; recruit and retain highly-effective, diverse staff; and nurture positive relationships with our communities to support and advocate for District goals. The District continues to provide an excellent education to students with innovative programming, outstanding faculty and staff, and exceptional facilities and equipment. Tempe Union students consistently score above state and national average in standardized tests such as Stanford 9, AIMS, SAT, and ACT. The District is working toward meeting the needs of all of our students by offering an academy for gifted students and an International Baccalaureate World School, increasing career and technical education opportunities, and expanding our alternative learning environment for students who feel that the traditional high school setting does not meet their academic needs. Our higher education partners, Arizona State University and Maricopa Community College District, allow our students to take dual enrollment classes in Biotechnology and Engineering Programs, ASU's W.P. Carey School of Business and many other courses offered at the college level.

Each year many Tempe Union students are recognized for achievements with scholarships, grants, awards, and selection to competitive programs. Our students earned more than \$76.0 million in scholarships in 2016. Tempe Union is home to 27 2017 National Merit scholarship semi-finalists. The Class of 2016 included seven candidates for the U.S. Presidential Scholars Program. Many of the District's sports teams advanced to the state playoffs; our student-athletes earned 20 state championships in 2015-16. Five of Tempe Union's six marching bands qualified for state competition with Desert Vista bringing home the title. Coronado del Sol's "We the People" team and percussion team each won impressive fifth straight state titles and a JROTC student won a national title in armed drill solo. Many Tempe Union High School District faculty and staff members have been recognized locally, statewide and nationally for excellence. Sixty-six percent of teachers hold a master's degree or above and 68 percent of teachers have 10 or more years of experience.

All teachers are certified by the Arizona Department of Education. The District's schools meet stringent accreditation criteria from AdvanceED. The District earned the State 'A' rating with all six comprehensive schools receiving an 'A' rating. Five of our schools also earned the Arizona Educational Foundation A+ award of excellence.

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. Maricopa County is located in the south-central portion of Arizona and encompasses an area of approximately 9,226 square miles. Its boundaries encompass the cities of Phoenix, Scottsdale, Mesa, Tempe, Glendale, Chandler, and such towns as Gilbert, Paradise Valley and Fountain Hills. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14th in land area. The County's 2011 population was estimated at 3,884,705 and expected to reach 6.2 million by 2030.

Service is still the largest employment sector in the County, partly fueled by the tourist industry. The County has excellent accommodations, diverse cultural and recreational activities, and a favorable climate attracting millions to the area annually. Wholesale and retail trade is the second largest employment category, employing over a quarter million people.

Manufacturing consisting primarily of high technology companies is the third largest employer. Other factors aiding economic growth include major expansions of the international airport serving the area, a favorable business climate and the presence of a well-developed and expanding transportation infrastructure.

A few of the major companies represented in the Phoenix metropolitan area include Wal-Mart Stores, Inc., Banner Health Systems, Wells Fargo, Honeywell, and Intel. In addition, the metropolitan area continues to provide excellent educational and training opportunities through seven community colleges, four private colleges and graduate schools, and one state university.

Long-term Financial Planning. The District student population was stable in 2016-17. The stability is a result of our continuing academic success and marketing plan. Current school facilities are of adequate size to meet student needs.

In November 2015, District voters approved a seven year capital override of \$6.5 million per year. Fiscal year 2017-18 will be year two of seven of the capital override at \$6.5 million per year.

Fiscal year 2017-18 will be year four of seven of the 10 percent maintenance and operations override.

In November 2017, District voters approved increasing the maintenance and operations override up to 15 percent starting in fiscal year 2018-19.

Major Initiatives.

- Increase the number of students going on to higher education.
- Continue efforts to close the achievement gap among all students.
- Continue to promote the District through our marketing and communication plan.
- Continue to expand educational opportunities for our students through alternative programs, academies and on-line courses.
- Continue a business partnership program to increase opportunities for additional resources.
- Continue research and identify non-traditional revenue resources.
- Development of a community education program.
- Continue energy management project.
- Continue to solicit and utilize recommendations from community, business and education partners to create cost-saving opportunities for all entities.
- Recruiting and retaining highly-effective and diverse staff.
- Preparing for implementation of Arizona's College and Career Ready Standards
- Initiated a three-year partnership with Arizona State University Preparatory Academy for collaboration with the District alternative high school (Compadre Academy).
- Continue exploration of sale, lease, or exchange of our District owned properties.

To learn more about our District, please visit our website located at <http://www.tuhsd.k12.az.us>.

AWARDS AND ACKNOWLEDGMENTS

Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2016. 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, 2016. 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,

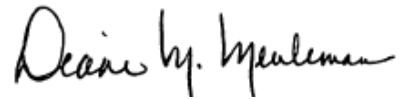
Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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,

A handwritten signature in black ink, appearing to read 'Kenneth R. Baca', with a long, sweeping horizontal line extending to the right.

Dr. Kenneth R. Baca
Superintendent

A handwritten signature in black ink, appearing to read 'Diane M. Meulemans', with a stylized, cursive script.

Diane M. Meulemans, CPA
Assistant Superintendent for
Business Services



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Tempe Union High School District No. 213

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2016.**

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



A handwritten signature in black ink, reading 'Anthony N. Dragona'.

Anthony N. Dragona, Ed.D., RSBA
President

A handwritten signature in black ink, reading 'John D. Musso'.

John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

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

Presented to

**Tempe Union High School
District No. 213, Arizona**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

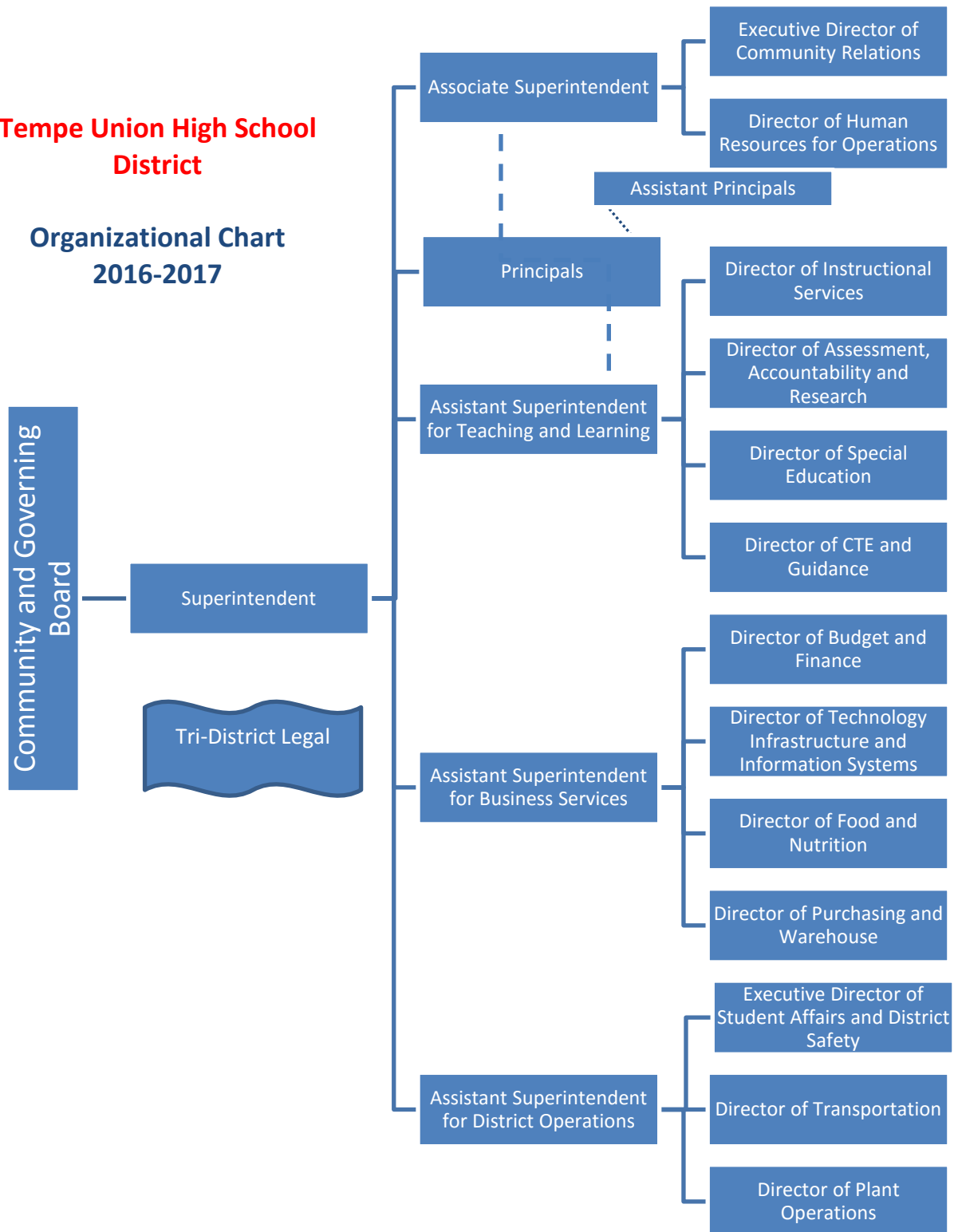
June 30, 2016

A handwritten signature in black ink, reading "Jeffrey R. Emer". The signature is written in a cursive, flowing style.

Executive Director/CEO

**Tempe Union High School
District**

**Organizational Chart
2016-2017**



TEMPE UNION HIGH SCHOOL DISTRICT NO. 213

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

DeeAnne McClenahan, President

Michelle Helm, Vice President

Sandy Lowe, Member

Berdetta Hodge, Member

Brandon Schmoll, Member

ADMINISTRATIVE STAFF

Dr. Kenneth R. Baca, Superintendent

Dr. Kevin J. Mendivil, Associate Superintendent

Diane M. Meulemans, CPA, Assistant Superintendent for Business Services

Roland Carranza, Director of Finance and Budget

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Tempe Union High School District No. 213

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 Tempe Union High School District No. 213 (District), as of and for the year ended June 30, 2017, 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 Tempe Union High School District No. 213, as of June 30, 2017, 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.

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

Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2017, on our consideration of Tempe Union High School District No. 213'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 Tempe Union High School District No. 213's internal control over financial reporting and compliance.

Heinfeld, Meech & Co., P.C.

Heinfeld, Meech & Co., P.C.
Phoenix, Arizona
December 22, 2017

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

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**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

As management of the Tempe Union High School District No. 213 (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, 2017. 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 \$6.6 million which represents a seven percent increase from the prior fiscal year as a result of an increase in property tax revenues due to an increase in assessed valuations.
- General revenues accounted for \$109.2 million in revenue, or 83 percent of all current fiscal year revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$22.9 million or 17 percent of total current fiscal year revenues.
- The District had approximately \$125.6 million in expenses related to governmental activities, an increase of three percent from the prior fiscal year.
- Among major funds, the General Fund had \$88.8 million in current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$87.6 million in expenditures. Revenues of the General Fund increased \$3.5 million from the prior fiscal year primarily due to an increase in property tax revenue, however, expenditures increased by \$6.1 million primarily due to compensation increases granted to employees as a result of the carryforward of Proposition 123 monies. The General Fund's fund balance was \$21.9 million in the current fiscal year which represents an increase of \$1.6 million from the prior fiscal year.
- The Title I Grants Fund had \$1.7 million of expenditures in the current fiscal year, an increase of \$223,656 from the prior fiscal year.
- The Debt Service Fund had \$7.6 million in current fiscal year revenues, which primarily consisted of property taxes, and \$7.6 million in expenditures. The Debt Service Fund's fund balance increased from \$468,701 at the prior fiscal year end to \$981,512 at the end of the current fiscal year.
- The Unrestricted Capital Outlay Fund had \$9.4 million in current year revenues, which primarily consisted of property taxes, and \$7.9 million in expenditures. The Unrestricted Capital Outlay Fund's fund balance increased from \$10.5 million at the prior fiscal year end to \$12.0 million at the end of the current fiscal year.
- Net position for the Internal Service Fund decreased \$337,508 from the prior fiscal year. Operating expenses of \$10.3 million exceeded operating revenues of \$9.9 million at the end of the current fiscal year.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

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 decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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

Proprietary fund. The District maintains one type of proprietary fund. The internal service fund is an accounting device used to accumulate and allocate costs internally among the District's various functions. The District established its internal service fund to account for the financing of the District's self-insurance for employee benefits. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements.

Fiduciary fund. 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 this fund is not available to support the District's own programs. Due to their custodial nature, fiduciary funds do not have a measurement focus.

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

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

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

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 \$97.3 million at the current fiscal year end.

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

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2017 and June 30, 2016.

	As of June 30, 2017	As of June 30, 2016
Current and other assets	\$ 93,585,223	\$ 94,481,715
Capital assets, net	215,932,700	219,893,360
Total assets	<u>309,517,923</u>	<u>314,375,075</u>
Deferred outflows	<u>21,722,297</u>	<u>10,436,805</u>
Current and other liabilities	4,381,256	9,474,780
Long-term liabilities	214,912,777	213,870,402
Total liabilities	<u>219,294,033</u>	<u>223,345,182</u>
Deferred inflows	<u>14,608,685</u>	<u>10,707,791</u>
Net position:		
Net investment in capital assets	122,646,680	125,889,982
Restricted	40,077,775	33,794,459
Unrestricted	(65,386,953)	(68,925,534)
Total net position	<u>\$ 97,337,502</u>	<u>\$ 90,758,907</u>

At the end of the current fiscal year, the District reported positive balances in two categories of net position. Unrestricted net position, which is normally used to meet the District's mission, reported a deficit of \$65.4 million. The deficit is due to District's proportionate share of the state pension plan's unfunded liability. The same situation held true for the prior fiscal year.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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.

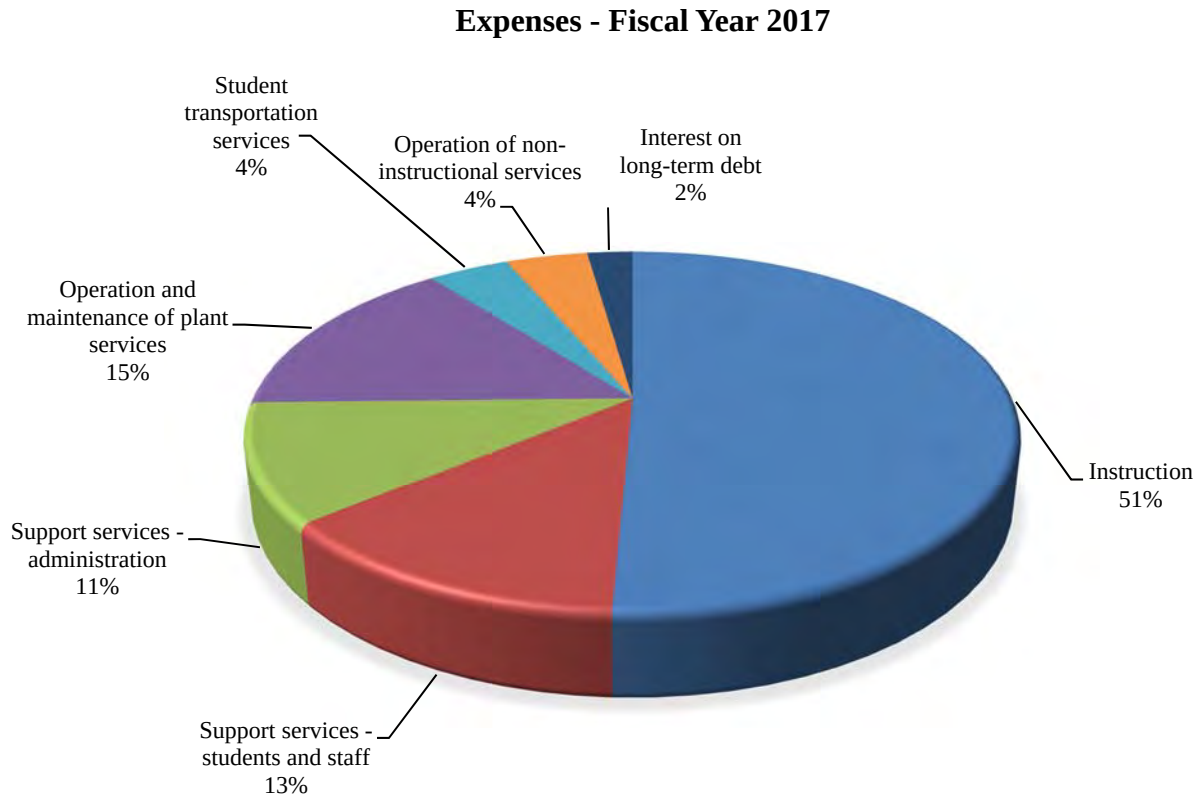
- The addition of \$5.7 million in capital assets primarily through purchases of vehicles, furniture, and equipment, land and building improvements, and the addition of \$8.2 million in accumulated depreciation through current year depreciation expense.
- The principal retirement of \$4.3 million of school improvement bonds.
- The increase of \$3.7 million in pension liabilities.

Changes in net position. The District's total revenues for the current fiscal year were \$133.6 million. The total cost of all programs and services was \$125.6 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2017 and June 30, 2016.

	<u>Fiscal Year Ended June 30, 2017</u>	<u>Fiscal Year Ended June 30, 2016</u>
Revenues:		
Program revenues:		
Charges for services	\$ 13,212,680	\$ 14,504,768
Operating grants and contributions	8,814,710	8,507,270
Capital grants and contributions	900,822	621,881
General revenues:		
Property taxes	85,002,497	79,209,977
Investment income	379,359	342,793
Unrestricted county aid	545,411	906,864
Unrestricted state aid	24,296,667	25,367,286
Unrestricted federal aid	485,763	307,847
Total revenues	<u>133,637,909</u>	<u>129,768,686</u>
Expenses:		
Instruction	63,672,750	61,859,899
Support services – students and staff	16,536,185	15,759,262
Support services – administration	13,519,813	13,082,671
Operation and maintenance of plant services	18,688,571	17,986,522
Student transportation services	5,133,149	4,755,985
Operation of non-instructional services	5,163,844	5,040,156
Interest on long-term debt	2,866,676	3,439,341
Total expenses	<u>125,580,988</u>	<u>121,923,836</u>
Excess (deficiency) before special items	<u>8,056,921</u>	
Special item – loss on sales of assets	<u>(1,478,326)</u>	
Changes in net position	6,578,595	7,844,850
Net position, beginning	90,758,907	82,914,057
Net position, ending	<u>\$ 97,337,502</u>	<u>\$ 90,758,907</u>

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- An increase of \$5.8 million in property tax revenue due to an increase in assessed valuations.
- A loss on sale of assets of \$1.5 million due to the assets being disposed of before being fully depreciated.
- An increase of \$1.8 million in instruction expenses due to utilization of Proposition 123 funding for compensation increases.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

	Year Ended June 30, 2017		Year Ended June 30, 2016	
	Total Expenses	Net (Expense)/ Revenue	Total Expenses	Net (Expense)/ Revenue
Instruction	\$ 63,672,750	\$ (49,840,975)	\$ 61,859,899	\$ (48,552,125)
Support services – students and staff	16,536,185	(14,112,146)	15,759,262	(12,375,465)
Support services – administration	13,519,813	(13,263,400)	13,082,671	(12,445,853)
Operation and maintenance of plant services	18,688,571	(17,540,249)	17,986,522	(17,100,546)
Student transportation services	5,133,149	(5,131,108)	4,755,985	(4,754,085)
Operation of non-instructional services	5,163,844	101,778	5,040,156	377,498
Interest on long-term debt	2,866,676	(2,866,676)	3,439,341	(3,439,341)
Total	<u>\$125,580,988</u>	<u>\$ (102,652,776)</u>	<u>\$121,923,836</u>	<u>\$ (98,289,917)</u>

- The cost of all governmental activities this year was \$125.6 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$22.9 million.
- Net cost of governmental activities of \$102.7 million was financed by general revenues, which are made up of primarily property taxes of \$85.0 million and state aid of \$24.3 million.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$66.6 million, an increase of \$4.7 million due primarily to an increase of \$3.4 million in property tax revenue.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 33 percent of the total fund balance. Approximately \$20.7 million, or 94 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$1.6 million to \$21.9 million as of fiscal year end because revenues exceeded expenditures in the current year. Revenues of the General Fund increased \$3.5 million from the prior fiscal year, however, expenditures increased by \$6.1 million. The increase in revenues was primarily due to increased property tax revenue as a result of increased assessed valuations in the District property base. Increased expenditures were primarily due to utilization of Proposition 123 funding for compensation increases.

The Debt Service Fund had \$7.6 million in fiscal year revenues, which consisted primarily of property taxes and \$7.6 million in expenditures. The Debt Service Fund's fund balance increased \$512,811 to \$981,512 at current fiscal year end.

The Unrestricted Capital Outlay Fund's fund balance increased from \$10.5 million at the prior fiscal year end to \$12.0 million at the end of the current fiscal year in an effort to maximize the carryforward funds for the planned fiscal year 2017-18 technology purchases and upgrades.

Proprietary funds. Unrestricted net position of the Internal Service Fund at the end of the fiscal year amounted to \$12.5 million. Net position decreased \$337,508 from the prior year.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget to account for the passage of Proposition 123. The difference between the original budget and the final amended budget was a \$924,161 increase, or one percent.

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

- The favorable variances of \$4.1 million in instruction and \$1.7 million in support services – administration were a result of efforts to grow and maintain the budget carryover for reserve purposes.
- The unfavorable variance of \$1.2 million in support service – students and staff was due to a reclassification of expenditures for guidance counselor positions after the final budget revision.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$326.1 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net in/decrease prior to depreciation of \$294,771 million from the prior fiscal year. Total depreciation expense for the current fiscal year was \$8.2 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2017 and June 30, 2016.

	As of June 30, 2017	As of June 30, 2016
Capital assets – non-depreciable	\$ 14,401,430	\$ 17,742,087
Capital assets – depreciable, net	201,531,270	202,151,273
Total	<u>\$ 215,932,700</u>	<u>\$ 219,893,360</u>

The estimated cost to complete current construction projects is \$309,902.

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

Debt Administration. At year end, the District had \$100.0 million in long-term debt outstanding, \$4.3 million due within one year. The long-term debt decreased by \$2.4 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 15 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 10 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$592.8 million and the Class B debt limit is \$395.2 million, which is more than the respective outstanding debt.

Additional information on the District's long-term debt can be found in Notes 7 and 8.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2017**

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 2017-18 budget. Among them:

- Fiscal year 2016-17 budget balance carry forward (estimated \$5.6 million).
- District student population (estimated 13,614).

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

Budgeted expenditures in the General Fund decreased less than one percent to \$92.7 million in fiscal year 2017-18. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2017-18 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, Tempe Union High School District No. 213, 500 West Guadalupe Road, Tempe, Arizona 85283.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF NET POSITION
JUNE 30, 2017

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 75,568,669
Property taxes receivable	6,083,013
Deposits held by others	856,225
Accounts receivable	361,833
Due from governmental entities	9,460,546
Prepaid items	1,254,937
Total current assets	<u>93,585,223</u>
Noncurrent assets:	
Land held for sale	4,500,000
Capital assets not being depreciated	9,901,430
Capital assets, net of accumulated depreciation	201,531,270
Total noncurrent assets	<u>215,932,700</u>
Total assets	<u>309,517,923</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	1,567,194
Pension plan items	20,155,103
Total deferred outflows of resources	<u>21,722,297</u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	1,292,644
Construction contracts payable	171,522
Claims payable	570,127
Accrued payroll and employee benefits	781,990
Compensated absences payable	834,722
Accrued interest payable	1,564,973
Bonds payable	4,305,000
Total current liabilities	<u>9,520,978</u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	209,773,055
Total noncurrent liabilities	<u>209,773,055</u>
Total liabilities	<u>219,294,033</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	14,608,685
<u>NET POSITION</u>	
Net investment in capital assets	122,646,680
Restricted for:	
Voter approved initiatives	5,258,665
Federal and state projects	1,323,617
Food service	360,338
Civic center	2,026,055
Community school	4,164,940
Auxiliary operations	2,363,393
Extracurricular activities	1,108,675
Joint technical education	8,110,077
Other local initiatives	1,247,261
Debt service	1,070,121
Capital outlay	13,044,633
Unrestricted	(65,386,953)
Total net position	<u>\$ 97,337,502</u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 63,672,750	\$ 8,839,170	\$ 4,091,783	\$ 900,822	\$ (49,840,975)
Support services - students and staff	16,536,185		2,424,039		(14,112,146)
Support services - administration	13,519,813	138,001	118,412		(13,263,400)
Operation and maintenance of plant services	18,688,571	238,785	909,537		(17,540,249)
Student transportation services	5,133,149		2,041		(5,131,108)
Operation of non-instructional services	5,163,844	3,996,724	1,268,898		101,778
Interest on long-term debt	2,866,676				(2,866,676)
Total governmental activities	<u>\$ 125,580,988</u>	<u>\$ 13,212,680</u>	<u>\$ 8,814,710</u>	<u>\$ 900,822</u>	<u>(102,652,776)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	68,401,163
Property taxes, levied for debt service	7,641,926
Property taxes, levied for capital outlay	8,959,408
Investment income	379,359
Unrestricted county aid	545,411
Unrestricted state aid	24,296,667
Unrestricted federal aid	485,763

Special item - Loss on sale of assets (1,478,326)

Total general revenues and special items 109,231,371

Changes in net position 6,578,595

Net position, beginning of year 90,758,907

Net position, end of year \$ 97,337,502

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

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FUND FINANCIAL STATEMENTS

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2017

	<u>General</u>	<u>Title I Grants</u>	<u>Debt Service</u>
<u>ASSETS</u>			
Cash and investments	\$ 13,295,386	\$	\$ 6,822,109
Property taxes receivable	5,511,027		117,985
Accounts receivable	125,694		
Deposits held with others			
Due from governmental entities	5,793,489	1,766,157	
Due from other funds	2,574,893		
Prepaid items	1,254,937		
Total assets	<u><u>\$ 28,555,426</u></u>	<u><u>\$ 1,766,157</u></u>	<u><u>\$ 6,940,094</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 839,205	\$ 16,411	\$
Construction contracts payable			
Due to other funds		1,749,746	
Accrued payroll and employee benefits	533,465		
Bonds payable			4,305,000
Bond interest payable			1,564,973
Total liabilities	<u><u>1,372,670</u></u>	<u><u>1,766,157</u></u>	<u><u>5,869,973</u></u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	<u>5,239,314</u>		<u>88,609</u>
Fund balances:			
Nonspendable	1,254,937		
Restricted			981,512
Unassigned	20,688,505		
Total fund balances	<u><u>21,943,442</u></u>		<u><u>981,512</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 28,555,426</u></u>	<u><u>\$ 1,766,157</u></u>	<u><u>\$ 6,940,094</u></u>

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

Unrestricted Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
\$ 11,959,540	\$ 31,200,686	\$ 63,277,721
454,001		6,083,013
	152,214	277,908
	45,007	45,007
109,573	1,791,327	9,460,546
		2,574,893
		1,254,937
<u>\$ 12,523,114</u>	<u>\$ 33,189,234</u>	<u>\$ 82,974,025</u>

\$ 150,468	\$ 197,202	\$ 1,203,286
	171,522	171,522
	825,147	2,574,893
	248,525	781,990
		4,305,000
		1,564,973
<u>150,468</u>	<u>1,442,396</u>	<u>10,601,664</u>

<u>422,453</u>		<u>5,750,376</u>
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		1,254,937
11,950,193	31,746,838	44,678,543
		20,688,505
<u>11,950,193</u>	<u>31,746,838</u>	<u>66,621,985</u>

<u>\$ 12,523,114</u>	<u>\$ 33,189,234</u>	<u>\$ 82,974,025</u>
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TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2017

Total governmental fund balances	\$	66,621,985
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Amounts reported for *governmental activities* in the Statement of Net Position are different because:

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

Land held for sale	\$ 4,500,000	
Governmental capital assets	321,557,365	
Less accumulated depreciation	<u>(110,124,665)</u>	215,932,700

Some property tax receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.	5,750,376
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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.	(2,097,850)
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Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions	20,155,103	
Deferred inflows of resources related to pensions	<u>(14,608,685)</u>	5,546,418

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.	12,526,606
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Other postemployment benefits payable	(582,772)	
Compensated absences payable	(2,995,258)	
Net pension liability	(111,369,703)	
Bonds payable	<u>(91,995,000)</u>	<u>(206,942,733)</u>

Net position of governmental activities	\$	<u>97,337,502</u>
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The notes to the basic financial statements are an integral part of this statement.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2017

	<u>General</u>	<u>Title I Grants</u>	<u>Debt Service</u>
Revenues:			
Other local	\$ 2,543,563	\$	\$ 5,762
Property taxes	68,643,409		7,642,895
State aid and grants	17,085,853		
Federal aid, grants and reimbursements	485,763	1,783,470	
Total revenues	<u>88,758,588</u>	<u>1,783,470</u>	<u>7,648,657</u>
Expenditures:			
Current -			
Instruction	46,263,808	912,307	
Support services - students and staff	11,630,747	432,966	
Support services - administration	11,471,791	54,102	
Operation and maintenance of plant services	13,786,701		
Student transportation services	3,813,811	203	
Operation of non-instructional services	655,663		
Capital outlay	10,723	325,472	
Debt service -			
Principal retirement			4,305,000
Interest and fiscal charges			3,016,784
Bond issuance costs			259,450
Total expenditures	<u>87,633,244</u>	<u>1,725,050</u>	<u>7,581,234</u>
Excess (deficiency) of revenues over expenditures	<u>1,125,344</u>	<u>58,420</u>	<u>67,423</u>
Other financing sources (uses):			
Transfer in	174,924		57,569
Transfer out		(58,420)	
Issuance of refunding bonds			23,400,000
Premium on sale of bonds			2,097,485
Payment to refunding escrow agent			(25,109,666)
Proceeds from sale of capital assets	214,820		
Total other financing sources (uses):	<u>389,744</u>	<u>(58,420)</u>	<u>445,388</u>
Changes in fund balances	<u>1,515,088</u>		<u>512,811</u>
Fund balances, beginning of year	20,310,839		468,701
Increase (decrease) in reserve for prepaid items	117,515		
Fund balances, end of year	<u>\$ 21,943,442</u>	<u>\$</u>	<u>\$ 981,512</u>

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

Unrestricted Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
\$ 118,977	\$ 12,797,475	\$ 15,465,777
8,918,752		85,205,056
345,605	8,417,463	25,848,921
	4,875,696	7,144,929
<u>9,383,334</u>	<u>26,090,634</u>	<u>133,664,683</u>
	10,097,479	57,273,594
	3,941,943	16,005,656
	962,567	12,488,460
	1,199,331	14,986,032
	179,100	3,993,114
	4,455,064	5,110,727
7,911,010	4,026,959	12,274,164
		4,305,000
		3,016,784
		259,450
<u>7,911,010</u>	<u>24,862,443</u>	<u>129,712,981</u>
<u>1,472,324</u>	<u>1,228,191</u>	<u>3,951,702</u>
		232,493
	(174,073)	(232,493)
		23,400,000
		2,097,485
		(25,109,666)
		214,820
	<u>(174,073)</u>	<u>602,639</u>
<u>1,472,324</u>	<u>1,054,118</u>	<u>4,554,341</u>
10,477,869	30,692,720	61,950,129
		117,515
<u>\$ 11,950,193</u>	<u>\$ 31,746,838</u>	<u>\$ 66,621,985</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2017

Changes in fund balances - total governmental funds **\$ 4,554,341**

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	\$ 5,678,717	
Less current year depreciation	<u>(8,161,051)</u>	(2,482,334)

Issuance of refunding debt provides current financial resources to governmental funds, but the issuance increases long term liabilities in the Statement of Net Position.		(2,097,485)
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Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	(202,559)	
Intergovernmental	<u>(39,757)</u>	(242,316)

Repayments of bond principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		4,305,000
--	--	-----------

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	7,296,769	
Pension expense	<u>(5,132,897)</u>	2,163,872

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.

Prepaid items	117,515	
Other postemployment benefits	185,519	
Deferred charges on issuance of debt	1,567,194	
Loss on disposal of assets	(1,478,326)	
Amortization of deferred bond items	292,580	
Compensated absences	<u>30,543</u>	715,025

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.		<u>(337,508)</u>
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Changes in net position in governmental activities **\$ 6,578,595**

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2017

	Governmental Activities: Internal Service Funds
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 12,290,948
Deposits held by others	811,218
Accounts receivable	83,925
Total current assets	<u>13,186,091</u>
Total assets	<u><u>13,186,091</u></u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	89,358
Claims payable	570,127
Total current liabilities	<u>659,485</u>
Total liabilities	<u><u>659,485</u></u>
<u>NET POSITION</u>	
Unrestricted	<u>12,526,606</u>
Total net position	<u><u>\$ 12,526,606</u></u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2017

	Governmental Activities: Internal Service Funds
Operating revenues:	
Contributions	\$ 9,945,674
Total operating revenues	<u>9,945,674</u>
Operating expenses:	
Claims	8,127,311
Premiums	1,146,029
Administrative Fees	1,010,564
Total operating expenses	<u>10,283,904</u>
Operating income (loss)	<u>(338,230)</u>
Nonoperating revenues (expenses):	
Investment income	722
Total nonoperating revenues (expenses)	<u>722</u>
Changes in net position	<u>(337,508)</u>
Total net position, beginning of year	12,864,114
Total net position, end of year	<u><u>\$ 12,526,606</u></u>

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

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
YEAR ENDED JUNE 30, 2017**

	<u>Governmental Activities: Internal Service Fund</u>
<u>Decrease in Cash and Cash Equivalents</u>	
Cash flows from operating activities:	
Cash received from contributions	\$ 9,915,209
Cash payments to suppliers for goods and services	(2,537,659)
Cash payments for claims	<u>(7,923,656)</u>
Net cash used for operating activities	<u>(546,106)</u>
 Cash flows from investing activities:	
Investment income	<u>722</u>
Net cash provided by investing activities	<u>722</u>
Net decrease in cash and cash equivalents	<u>(545,384)</u>
Cash and cash equivalents, beginning of year	<u>12,836,332</u>
Cash and cash equivalents, end of year	<u><u>\$ 12,290,948</u></u>
 <u>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</u>	
Operating loss	\$ (338,230)
Adjustments to reconcile operating loss to net cash used for operating activities:	
Changes in assets and liabilities:	
(Increase) in deposits	(341,125)
(Increase) in accounts receivable	(30,465)
(Decrease) in accounts payable	(39,941)
Increase in claims payable	<u>203,655</u>
Total adjustments	<u>(207,876)</u>
Net cash used for operating activities	<u><u>\$ (546,106)</u></u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2017

	<u>Agency</u>
<u>ASSETS</u>	
Cash and investments	\$ 1,506,925
Total assets	<u>\$ 1,506,925</u>
<u>LIABILITIES</u>	
Accounts payable	\$ 45,351
Due to student groups	1,461,574
Total liabilities	<u>\$ 1,506,925</u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Tempe Union High School District No. 213 (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.

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

A. Reporting Entity

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

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

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds, 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.

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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Title I Grants Fund – Title I Grants Fund accounts 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.

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.

Unrestricted Capital Outlay Fund – The Unrestricted Capital Outlay Fund accounts for transactions relating to the acquisition of capital items.

Additionally, the District reports the following fund types:

Proprietary Fund – The Proprietary Fund is an Internal Service Fund that accounts for the financing of the District's self-insurance for employee benefits.

Fiduciary Fund – The Fiduciary Fund is an Agency Fund, 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.

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.

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 fund are charges for health and welfare benefits. Operating expenses for the internal service fund include the cost of goods and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Agency Fund is custodial in nature and does not have a measurement focus and is reported on the accrual basis of accounting. The Agency Fund is 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, money market accounts and certificates of deposit.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk. 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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. Receivables and Payables

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

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

G. Property Tax Calendar

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

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

H. Prepaid Items

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

I. Capital Assets

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Land improvements	10 - 75 years
Buildings and improvements	5 - 75 years
Vehicles, furniture and equipment	5 - 25 years

J. Deferred Outflows/Inflows of Resources

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

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

K. Compensated Absences

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

L. Pensions

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

M. Long-term Obligations

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

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

N. Interfund Activity

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

O. 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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

P. Estimates

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

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

	General Fund	Debt Service Fund	Unrestricted Capital Outlay Fund	Non-Major Governmental Funds
Fund Balances:				
Nonspendable:				
Prepaid items	\$ 1,254,937	\$	\$	\$
Restricted:				
Debt service		981,512		
Capital projects			11,950,193	671,987
Bond building projects				5,111,830
Voter approved initiatives				5,258,665
Federal projects				1,323,617
Auxiliary operations				2,363,393
Food service				360,338
Civic center				2,026,055
Community schools				4,164,940
Extracurricular activities				1,108,675
Joint technical education				8,110,077
Other purposes				1,247,261
Unassigned	20,688,505			
Total fund balances	<u>\$21,943,442</u>	<u>\$ 981,512</u>	<u>\$11,950,193</u>	<u>\$ 31,746,838</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

NOTE 4 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$12,903,539, and the bank balance was \$13,190,163. At year end, \$12,940,163 of the District's deposits were covered by collateral held by the pledging financial institution in the District's name.

Fair Value Measurements. The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- Level 1 inputs are quoted prices in active markets for identical assets
- Level 2 inputs are significant other observable inputs
- Level 3 inputs are significant unobservable inputs

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

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer's investment pool	457 days	\$64,172,055

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

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 5 – RECEIVABLES

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

	General Fund	Title I Grants Fund	Unrestricted Capital Outlay Fund	Non-Major Governmental Funds
Due from other governmental entities:				
Due from federal government	\$ 48,201	\$ 1,766,157	\$	\$ 911,056
Due from state government	5,745,288		109,573	38,346
Due from other districts				841,925
Net due from governmental entities	<u>\$ 5,793,489</u>	<u>\$ 1,766,157</u>	<u>\$ 109,573</u>	<u>\$ 1,791,327</u>

NOTE 6 – CAPITAL ASSETS

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

<u>Governmental Activities</u>	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 13,929,735	\$	\$	\$ 13,929,735
Construction in progress	3,812,352	2,495,812	5,836,469	471,695
Total capital assets, not being depreciated	<u>17,742,087</u>	<u>2,495,812</u>	<u>5,836,469</u>	<u>14,401,430</u>
Capital assets, being depreciated:				
Land improvements	28,181,255	2,119,165		30,300,420
Buildings and improvements	240,214,935	4,924,810	669,676	244,470,069
Vehicles, furniture and equipment	39,624,317	1,975,399	4,714,270	36,885,446
Total capital assets being depreciated	<u>308,020,507</u>	<u>9,019,374</u>	<u>5,383,946</u>	<u>311,655,935</u>
Less accumulated depreciation for:				
Land improvements	(15,846,558)	(1,127,670)		(16,974,228)
Buildings and improvements	(68,689,420)	(5,023,403)	(566,898)	(73,145,925)
Vehicles, furniture and equipment	(21,333,256)	(2,009,978)	(3,338,722)	(20,004,512)
Total accumulated depreciation	<u>(105,869,234)</u>	<u>(8,161,051)</u>	<u>(3,905,620)</u>	<u>(110,124,665)</u>
Total capital assets, being depreciated, net	<u>202,151,273</u>	<u>858,323</u>	<u>1,478,326</u>	<u>201,531,270</u>
Governmental activities capital assets, net	<u>\$219,893,360</u>	<u>\$ 3,354,135</u>	<u>\$ 7,314,795</u>	<u>\$215,932,700</u>

At year end, \$4.5 million of the District's land was being held for sale. In addition, the loss on disposal of assets of \$1.5 million is presented as a special item on the Statement of Activities due to the significant balance.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 6 – CAPITAL ASSETS

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 3,060,310
Support services – students and staff	50,299
Support services – administration	774,971
Operation and maintenance of plant services	3,639,573
Student transportation services	607,123
Operation of non-instructional services	28,775
Total depreciation expense – governmental activities	<u>\$ 8,161,051</u>

Construction Commitments – At year end, the District had contractual commitments related to various school renovation and energy efficiency projects. At year end the District had spent \$471,695 on the projects and had estimated remaining contractual commitments of \$309,902. These projects are being funded with bond proceeds.

NOTE 7 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end, consisted of the following outstanding general obligation bonds. The bonds are callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay the bonded debt.

<u>Purpose</u>	<u>Original Amount Issued</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2017</u>	<u>Due Within One Year</u>
Governmental activities:					
School Improvement Bonds, Project of 2008, Series 2009 (Class B)	\$ 30,000,000	3.25-4.75%	7/1/17-28	\$ 3,500,000	\$ 1,700,000
School Improvement Bonds, Project of 2012, Series A (Class B)	33,000,000	2.0-3.0%	7/1/17-32	30,000,000	1,000,000
School Improvement Bonds, Project of 2012, Series B (Class B)	12,475,000	2.0-3.38%	7/1/17-32	10,900,000	555,000
School Improvement Bonds, Project of 2012, Series C (Class B)	29,525,000	2.0-4.0%	7/1/17-33	28,500,000	1,050,000
Refunding bonds, Series 2016	23,400,000	1.75-4%	7/1/19-28	23,400,000	
Total				<u>\$ 96,300,000</u>	<u>\$ 4,305,000</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 7 – 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
2018	\$ 4,305,000	\$ 3,076,271
2019	4,415,000	2,964,496
2020	4,655,000	2,854,345
2021	4,755,000	2,739,770
2022	4,905,000	2,619,270
2023-27	26,665,000	10,764,098
2028-32	31,940,000	5,952,473
2033-34	14,660,000	559,987
Total	<u>\$ 96,300,000</u>	<u>\$ 31,530,710</u>

During the year ended June 30, 2017, the District issued \$23,400,000 in refunding bonds with an effective interest rate of 2.98 percent, to advance refund \$23,400,000 of outstanding general obligation bonds, with an average interest rate of 4.4 percent. The net proceeds of \$25,109,666, which includes \$2,097,485 of bond premium, (after payment of \$259,450 in underwriting fees, insurance, and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent, to provide for all future debt service payments of the refunded general obligation bonds. As a result, the refunded general obligation bonds are considered to be defeased, and the liability for those bonds has been removed from the government-wide financial statements. The reacquisition price exceeded the net carrying amount of the old debt by \$1,709,666. This amount is reported as deferred charges and amortized over the new debt's life. This advance refunding was undertaken to reduce total debt service payments over the next 12 years by \$2,786,241 and resulted in an economic gain of \$2,550,395.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 8 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$100,500,000	\$ 23,400,000	\$ 27,600,000	\$ 96,300,000	\$ 4,305,000
Premium	1,860,139	2,097,485	292,580	3,665,044	
Total bonds payable	<u>102,360,139</u>	<u>25,497,485</u>	<u>27,892,580</u>	<u>99,965,044</u>	<u>4,305,000</u>
Other postemployment benefits	768,291	59,034	244,553	582,772	
Net pension liability	107,716,171	3,653,532		111,369,703	
Compensated absences payable	<u>3,025,801</u>	<u>739,626</u>	<u>770,169</u>	<u>2,995,258</u>	<u>834,722</u>
Governmental activity long-term liabilities	<u>\$213,870,402</u>	<u>\$ 29,949,677</u>	<u>\$ 28,907,302</u>	<u>\$214,912,777</u>	<u>\$ 5,139,722</u>

Generally, resources from the General Fund are used to liquidate the pension liability.

NOTE 9 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Due to/from other funds – At year end, the Title I Grants Fund and several non-major governmental funds had negative cash balances of \$2,574,893 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	Total
Transfers out			
Title I Grants Fund	\$ 58,420	\$	\$ 58,420
Non-Major Governmental Funds	116,504	57,569	174,073
Total	<u>\$ 174,924</u>	<u>\$ 57,569</u>	<u>\$ 232,493</u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 10 – 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.

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 11 – 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 also continues to carry commercial insurance for dental, life, and short-term disability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 11 – RISK MANAGEMENT

The District established an Employee Benefits Trust Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to health claims. The Fund was established in 1986, however in recent years the District was not self-insured for employee health claims. As of July 1, 2012, the District became self-insured for such claims. Under this program, the Fund provides coverage for up to a maximum of \$150,000 for each claim not to exceed an annual aggregate of \$11,321,490. The Fund purchases commercial insurance for claims in excess of this coverage. Settled claims did not exceed this coverage in the current fiscal year.

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:

	Claims Payable Beginning of Year	Current Year Claims and Changes in Estimates	Claim Payments	Claims Payable at End of Year
<u>Employee Benefit Trust</u>				
2016-17	\$ 366,472	\$ 8,127,311	\$ 7,923,656	\$ 570,127
2015-16	719,842	7,962,753	8,316,123	366,472

NOTE 12 – 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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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

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

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

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.48 percent (11.34 percent for retirement and 0.14 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 11.48 percent (10.78 percent for retirement, 0.56 percent for health insurance premium benefit, and 0.14 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, 2017 were \$7,296,769.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

In addition, the District was required by statute to contribute at the actuarially determined rate of 9.47 percent (9.17 for retirement, 0.21 percent for health insurance premium benefit, and 0.09 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:			
2017	\$	379,053	\$ 94,763
2016		322,984	77,516
2015		375,873	76,449

Pension Liability. At June 30, 2017, the District reported a liability of \$111.4 million for its proportionate share of the net pension liability of the ASRS. The net pension liability was measured as of June 30, 2016. 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, 2015, to the measurement date of June 30, 2016. 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, 2016, the District's proportion was 0.69 percent, which was the same as its proportion measured as of June 30, 2015.

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability of retirement benefits. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. For the year ended June 30, 2017, the District recognized pension expense of \$5,132,897 and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 676,786	\$ 7,661,422
Changes of assumptions or other inputs		5,892,347
Net difference between projected and actual earnings on pension plan investments	12,068,769	
Changes in proportion and differences between contributions and proportionate share of contributions	112,779	1,054,916
Contributions subsequent to the measurement date	7,296,769	
Total	<u>\$ 20,155,103</u>	<u>\$ 14,608,685</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. 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:

2018	\$ (5,940,090)
2019	(4,095,817)
2020	4,901,509
2021	3,384,048

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

Actuarial valuation date	June 30, 2015
Actuarial roll forward date	June 30, 2016
Actuarial cost method	Entry age normal
Investment rate of return	8.0%
Projected salary increases	3.0-6.75%
Inflation	3.0%
Permanent base increases	Included
Mortality rates	1994 GAM Scale BB

The actuarial assumptions used in the June 30, 2015 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 8.75 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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 12 – 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	58%	6.73%
Fixed income	25	3.70
Real estate	10	4.25
Multi-asset	5	3.41
Commodities	2	3.84
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the ASRS total pension liability was 8.0 percent, which is less than the long-term expected rate of return of 8.75 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	\$142,004,829	\$111,369,703	\$86,807,029

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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER PLAN

Plan Description. Under authority of the Governing Board, the District provides postretirement insurance (medical, prescription drugs, and vision) benefits, for certain retirees and their dependents, in accordance with the plan. The plan is a single-employer defined benefit plan administered by the District. The District contributes various percentages of these premiums based on the employees' consecutive years of service, date of declaration of intent to retire, age, and ASRS retirement eligibility status. In June 2008, the Governing Board passed a resolution to freeze the plan, as a result employees who meet eligibility requirements must have declared intent to retire on or before June 30, 2008 to participate. For the current fiscal year, the District contributed \$244,553 for these benefits, which was net of retiree contributions. The District's regular insurance providers underwrite the retiree policies. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans. A separate financial report is not issued for the plan. The number of participants as of the effective date of the triannual OPEB valuation was 44 retirees.

Funding Policy. The District currently pays for postemployment benefits on a pay-as-you-go basis. Generally, resources from the General Fund are used to pay for post employment benefits. The District is studying the establishment of a trust that would be used to accumulate and invest assets necessary to pay for the accumulated liability. The District has set aside \$1.4 million in certificates of deposit, recorded in the Internal Service Fund; however, the trust account has not been established as an irrevocable trust; therefore, these financial statements assume that pay-as-you-go funding will continue.

Annual OPEB Cost and Net OPEB Obligation. The District's annual OPEB cost is calculated based on the annual required contribution (ARC) of the District, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the District's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the District's net OPEB obligation.

Annual required contribution	\$ 77,797
Interest on net OPEB obligation	34,573
Adjustment to annual required contribution	<u>(53,336)</u>
Annual OPEB cost (expense)	59,034
Contributions made	<u>244,553</u>
Decrease in net OPEB obligation	<u>(185,519)</u>
Net OPEB obligation – beginning of year	<u>768,291</u>
Net OPEB obligation – end of year	<u>\$ 582,772</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER PLAN

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year ended June 30, 2017 and the two preceding years is as follows:

<u>Fiscal Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Annual OPEB Cost Contributed</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
June 30, 2017	\$ 59,034	\$244,553	414%	\$ 582,772
June 30, 2016	53,503	178,690	334	768,291
June 30, 2015	199,964	256,293	128	893,478

Funded Status and Funding Progress. As of June 30, 2017, the most recent actuarial valuation date, the plan was zero percent funded. The actuarial accrued liability for benefits was \$1,072,382, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of \$1,072,382. The District did not have any covered payroll. The Schedule of Funding Progress for the postemployment defined benefit plan is disclosed immediately following the notes to the financial statements and includes multi-year trend information.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017

NOTE 13 – OTHER POSTEMPLOYMENT BENEFITS – SINGLE EMPLOYER PLAN

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit cost between the employer and plan members to that point. The projection of the future benefit payments involves estimates of the value of reported amounts and assumptions about the probability of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. Amounts determined the funded status of the plan and the annual required contributions of the District are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The more significant actuarial assumptions and methods used in the calculation of the employer contributions for the current fiscal year were as follows:

Valuation date	July 1, 2015
Actuarial cost method	Entry age normal
Amortization method for actuarial accrued liabilities	30 year amortization closed
Remaining amortization period	22 years as of July 1, 2015
Interest rate	4.50%
Inflation rate	N/A
Projected salary increases	N/A
Health care cost trend rate:	
Medical and Prescription Drug	8.0% graded down to an ultimate rate of 5% over 7 years
Retiree contribution increase	Consistent with medical/drug trends
ASRS subsidy increases	None
Cost of living adjustments	N/A

The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of regular contractual funding limitations.

NOTE 14 – SUBSEQUENT EVENTS

In November 2017, voters of the District authorized a Maintenance and Operations override of 15 percent, to begin in fiscal year 2018-19.

In August 2017, the District entered into a contract to sell an undeveloped parcel of land for an estimated \$24.0 million. Voters had previously authorized the sale in November 2016. The sale is scheduled to close during fall 2018.

REQUIRED SUPPLEMENTARY INFORMATION

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 1,800,869	\$ 1,800,869
Property taxes			68,643,409	68,643,409
State aid and grants			17,085,853	17,085,853
Total revenues			<u>87,530,131</u>	<u>87,530,131</u>
Expenditures:				
Current -				
Instruction	51,045,772	50,318,667	46,213,895	4,104,772
Support services - students and staff	9,611,851	10,411,623	11,613,495	(1,201,872)
Support services - administration	12,394,157	12,967,663	11,223,803	1,743,860
Operation and maintenance of plant services	14,408,093	14,252,690	13,785,935	466,755
Student transportation services	3,938,304	4,133,594	3,627,706	505,888
Operation of non-instructional services	598,108	836,209	549,071	287,138
Total expenditures	<u>91,996,285</u>	<u>92,920,446</u>	<u>87,013,905</u>	<u>5,906,541</u>
Changes in fund balances	<u>(91,996,285)</u>	<u>(92,920,446)</u>	<u>516,226</u>	<u>93,436,672</u>
Fund balances, beginning of year			15,319,440	15,319,440
Increase (decrease) in reserve for prepaid items			117,515	117,515
Fund balances (deficits), end of year	<u>\$ (91,996,285)</u>	<u>\$ (92,920,446)</u>	<u>\$ 15,953,181</u>	<u>\$ 108,873,627</u>

See accompanying notes to this schedule.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
TITLE I GRANTS
YEAR ENDED JUNE 30, 2017

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal aid, grants and reimbursements	\$	\$	\$ 1,783,470	\$ 1,783,470
Total revenues			<u>1,783,470</u>	<u>1,783,470</u>
Expenditures:				
Current -				
Instruction	1,266,266	1,208,248	912,307	295,941
Support services - students and staff	600,949	573,414	432,966	140,448
Support services - administration	75,093	71,652	54,102	17,550
Student transportation services	282	269	203	66
Capital outlay	451,749	431,051	325,472	105,579
Total expenditures	<u>2,394,339</u>	<u>2,284,634</u>	<u>1,725,050</u>	<u>559,584</u>
Excess (deficiency) of revenues over expenditures	<u>(2,394,339)</u>	<u>(2,284,634)</u>	<u>58,420</u>	<u>2,343,054</u>
Other financing sources (uses):				
Transfer out			(58,420)	(58,420)
Total other financing sources (uses):			<u>(58,420)</u>	<u>(58,420)</u>
Changes in fund balances	<u>(2,394,339)</u>	<u>(2,284,634)</u>		<u>2,284,634</u>
Fund balances, beginning of year				
Fund balances (deficits), end of year	<u>\$ (2,394,339)</u>	<u>\$ (2,284,634)</u>	<u>\$</u>	<u>\$ 2,284,634</u>

See accompanying notes to this schedule.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST THREE FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension liability (asset)	0.69%	0.69%	0.71%
District's proportionate share of the net pension liability (asset)	\$ 111,369,703	\$ 107,716,171	\$ 104,397,847
District's covered payroll	\$ 64,596,839	\$ 63,707,208	\$ 63,683,243
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	172.41%	169.08%	163.93%
Plan fiduciary net position as a percentage of the total pension liability	67.06%	68.35%	69.49%

SCHEDULE OF CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM
LAST THREE FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 7,296,769	\$ 7,008,757	\$ 6,937,715
Contributions in relation to the actuarially determined contribution	<u>7,296,769</u>	<u>7,008,757</u>	<u>6,937,715</u>
Contribution deficiency (excess)	<u><u>\$</u></u>	<u><u>\$</u></u>	<u><u>\$</u></u>
District's covered payroll	\$ 67,688,024	\$ 64,596,839	\$ 63,707,208
Contributions as a percentage of covered payroll	10.78%	10.85%	10.89%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to this schedule.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS PLAN
LAST THREE ACTUARIAL VALUATIONS

Actuarial Valuation Date	Actuarial Valuation of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll	
2015	\$	\$ 1,072,382	\$1,072,382	%	N/A	N/A	%
2012		3,240,240	3,240,240		N/A	N/A	
2009		5,208,264	5,208,264		N/A	N/A	

See accompanying notes to this schedule.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2017

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 item.

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

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

	<u>Total Expenditures</u>	<u>Fund Balances End of Year</u>
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 87,633,244	\$ 21,943,442
Activity budgeted as special revenue funds	(422,859)	(5,411,330)
Activity budgeted as capital projects funds	<u>(196,480)</u>	<u>(578,931)</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	<u>\$ 87,013,905</u>	<u>\$ 15,953,181</u>

NOTE 2 – PENSION PLAN SCHEDULES

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

Factors that Affect Trends. The actuarial assumptions used in the June 30, 2015, 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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2017

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Fund</u>
<u>ASSETS</u>			
Cash and investments	\$ 25,245,347	\$ 5,955,339	\$ 31,200,686
Accounts receivable	152,214		152,214
Deposits held with others	45,007		45,007
Due from governmental entities	1,791,327		1,791,327
Total assets	<u><u>\$ 27,233,895</u></u>	<u><u>\$ 5,955,339</u></u>	<u><u>\$ 33,189,234</u></u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 197,202	\$	\$ 197,202
Construction contracts payable		171,522	171,522
Due to other funds	825,147		825,147
Accrued payroll and employee benefits	248,525		248,525
Total liabilities	<u>1,270,874</u>	<u>171,522</u>	<u>1,442,396</u>
Fund balances:			
Restricted	25,963,021	5,783,817	31,746,838
Total fund balances	<u>25,963,021</u>	<u>5,783,817</u>	<u>31,746,838</u>
Total liabilities and fund balances	<u><u>\$ 27,233,895</u></u>	<u><u>\$ 5,955,339</u></u>	<u><u>\$ 33,189,234</u></u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2017

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 12,736,913	\$ 60,562	\$ 12,797,475
State aid and grants	8,354,271	63,192	8,417,463
Federal aid, grants and reimbursements	4,875,696		4,875,696
Total revenues	<u>25,966,880</u>	<u>123,754</u>	<u>26,090,634</u>
Expenditures:			
Current -			
Instruction	10,097,479		10,097,479
Support services - students and staff	3,941,943		3,941,943
Support services - administration	962,567		962,567
Operation and maintenance of plant services	1,199,331		1,199,331
Student transportation services	179,100		179,100
Operation of non-instructional services	4,455,064		4,455,064
Capital outlay	718,836	3,308,123	4,026,959
Total expenditures	<u>21,554,320</u>	<u>3,308,123</u>	<u>24,862,443</u>
Excess (deficiency) of revenues over expenditures	<u>4,412,560</u>	<u>(3,184,369)</u>	<u>1,228,191</u>
Other financing sources (uses):			
Transfer out	(116,504)	(57,569)	(174,073)
Total other financing sources (uses):	<u>(116,504)</u>	<u>(57,569)</u>	<u>(174,073)</u>
Changes in fund balances	<u>4,296,056</u>	<u>(3,241,938)</u>	<u>1,054,118</u>
Fund balances, beginning of year	21,666,965	9,025,755	30,692,720
Fund balances, end of year	<u><u>\$ 25,963,021</u></u>	<u><u>\$ 5,783,817</u></u>	<u><u>\$ 31,746,838</u></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.

Structured English Immersion - to account for monies received to provide for the incremental cost of instruction to English language learners.

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

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

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 monies received to reimburse the District for broadband internet and telecommunications 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.

Career and Technical Education and Vocational Education Projects - to account for activity related to the production and subsequent sale of items produced in an instructional program by career and technical and vocational education pupils.

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.

Grants and Gifts to Teachers - to account for grants and gifts under \$1,500 received from private sources that are designated for use by a teacher for instructional purposes.

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

Print Shop - to account for revenues of the print shop, which are not presently structured to recover full costs, including depreciation, through user charges.

Intergovernmental Agreements - to account for the financial activities relating to agreements with other governments.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Professional Development and Technology Grants</u>
<u>ASSETS</u>			
Cash and investments	\$ 3,021,350	\$ 2,246,280	\$
Accounts receivable			
Deposits held with others			
Due from governmental entities			377,855
Total assets	<u>\$ 3,021,350</u>	<u>\$ 2,246,280</u>	<u>\$ 377,855</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			377,855
Accrued payroll and employee benefits		8,965	
Total liabilities		<u>8,965</u>	<u>377,855</u>
Fund balances:			
Restricted	3,021,350	2,237,315	
Total fund balances	<u>3,021,350</u>	<u>2,237,315</u>	
Total liabilities and fund balances	<u>\$ 3,021,350</u>	<u>\$ 2,246,280</u>	<u>\$ 377,855</u>

Limited English and Immigrant Students	Indian Education	Special Education Grants	Vocational Education	E-Rate	Other Federal Projects
\$	\$	\$	\$	\$ 776,726	\$ 336,442
31,157	10,626	196,821	84,148	183,922	26,527
<u>\$ 31,157</u>	<u>\$ 10,626</u>	<u>\$ 196,821</u>	<u>\$ 84,148</u>	<u>\$ 960,648</u>	<u>\$ 362,969</u>
\$	\$	\$	\$	\$	\$
31,157	10,626	196,821	84,148		
<u>31,157</u>	<u>10,626</u>	<u>196,821</u>	<u>84,148</u>		
				960,648	362,969
				<u>960,648</u>	<u>362,969</u>
<u>\$ 31,157</u>	<u>\$ 10,626</u>	<u>\$ 196,821</u>	<u>\$ 84,148</u>	<u>\$ 960,648</u>	<u>\$ 362,969</u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	<u>State Vocational Education</u>	<u>Other State Projects</u>	<u>Food Service</u>
<u>ASSETS</u>			
Cash and investments	\$ 15,432	\$	\$ 315,331
Accounts receivable			
Deposits held with others			45,007
Due from governmental entities		38,346	
Total assets	<u>\$ 15,432</u>	<u>\$ 38,346</u>	<u>\$ 360,338</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 15,432	\$	\$
Due to other funds		38,346	
Accrued payroll and employee benefits			
Total liabilities	<u>15,432</u>	<u>38,346</u>	
Fund balances:			
Restricted			360,338
Total fund balances			<u>360,338</u>
Total liabilities and fund balances	<u>\$ 15,432</u>	<u>\$ 38,346</u>	<u>\$ 360,338</u>

<u>Civic Center</u>	<u>Community School</u>	<u>Auxiliary Operations</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>	<u>Career and Tech Ed and Vocational Ed Projects</u>
\$ 2,026,055	\$ 4,441,988	\$ 2,397,774	\$ 1,158,611	\$ 338,070	\$ 2,454
		37,000		29,020	
<u>\$ 2,026,055</u>	<u>\$ 4,441,988</u>	<u>\$ 2,434,774</u>	<u>\$ 1,158,611</u>	<u>\$ 367,090</u>	<u>\$ 2,454</u>
\$	\$ 60,453	\$ 71,381	\$ 49,936	\$	\$
	216,595				
<u></u>	<u>277,048</u>	<u>71,381</u>	<u>49,936</u>	<u></u>	<u></u>
2,026,055	4,164,940	2,363,393	1,108,675	367,090	2,454
<u>2,026,055</u>	<u>4,164,940</u>	<u>2,363,393</u>	<u>1,108,675</u>	<u>367,090</u>	<u>2,454</u>
<u>\$ 2,026,055</u>	<u>\$ 4,441,988</u>	<u>\$ 2,434,774</u>	<u>\$ 1,158,611</u>	<u>\$ 367,090</u>	<u>\$ 2,454</u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2017

	<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Grants and Gifts to Teachers</u>
<u>ASSETS</u>			
Cash and investments	\$ 532,422	\$ 194,572	\$ 1,625
Accounts receivable			
Deposits held with others			
Due from governmental entities			
Total assets	<u><u>\$ 532,422</u></u>	<u><u>\$ 194,572</u></u>	<u><u>\$ 1,625</u></u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Total liabilities	<u></u>	<u></u>	<u></u>
Fund balances:			
Restricted	<u>532,422</u>	<u>194,572</u>	<u>1,625</u>
Total fund balances	<u><u>532,422</u></u>	<u><u>194,572</u></u>	<u><u>1,625</u></u>
Total liabilities and fund balances	<u><u>\$ 532,422</u></u>	<u><u>\$ 194,572</u></u>	<u><u>\$ 1,625</u></u>

<u>Joint Technical Education</u>	<u>Print Shop</u>	<u>Intergovernment al Agreements</u>	<u>Totals</u>
\$ 7,291,117	\$ 149,098	\$ 86,194	\$ 25,245,347
			152,214
			45,007
841,925			1,791,327
<u>\$ 8,133,042</u>	<u>\$ 149,098</u>	<u>\$ 86,194</u>	<u>\$ 27,233,895</u>
\$	\$	\$	\$ 197,202
		86,194	825,147
22,965			248,525
<u>22,965</u>		<u>86,194</u>	<u>1,270,874</u>
8,110,077	149,098		25,963,021
<u>8,110,077</u>	<u>149,098</u>		<u>25,963,021</u>
<u>\$ 8,133,042</u>	<u>\$ 149,098</u>	<u>\$ 86,194</u>	<u>\$ 27,233,895</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Structured English Immersion</u>
Revenues:			
Other local	\$ 22,607	\$	\$
State aid and grants	6,202,292	599,725	4,843
Federal aid, grants and reimbursements			
Total revenues	<u>6,224,899</u>	<u>599,725</u>	<u>4,843</u>
Expenditures:			
Current -			
Instruction	5,716,552	339,271	
Support services - students and staff	524,718	29,009	4,843
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>6,241,270</u>	<u>368,280</u>	<u>4,843</u>
Excess (deficiency) of revenues over expenditures	<u>(16,371)</u>	<u>231,445</u>	
Other financing sources (uses):			
Transfer out			
Total other financing sources (uses):			
Changes in fund balances	<u>(16,371)</u>	<u>231,445</u>	
Fund balances (deficits), beginning of year	3,037,721	2,005,870	
Fund balances, end of year	<u>\$ 3,021,350</u>	<u>\$ 2,237,315</u>	<u>\$</u>

Professional Development and Technology Grants	Limited English and Immigrant Students	Indian Education	Special Education Grants	Johnson O'Malley	Vocational Education
\$	\$	\$	\$	\$	\$
377,856	31,155	140,305	1,836,103	4,673	603,746
377,856	31,155	140,305	1,836,103	4,673	603,746
	26,187	22,346	1,354,277	1,127	
325,538	4,418	105,312	409,002	3,200	525,370
37,332	460	5,331			6,813
		1,751			
					48,870
362,870	31,065	134,740	1,763,279	4,327	581,053
14,986	90	5,565	72,824	346	22,693
(14,986)	(90)	(5,565)	(72,824)	(346)	(22,693)
(14,986)	(90)	(5,565)	(72,824)	(346)	(22,693)
\$	\$	\$	\$	\$	\$

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	<u>E-Rate</u>	<u>Other Federal Projects</u>	<u>State Vocational Education</u>
Revenues:			
Other local	\$ 1,408	\$	\$
State aid and grants			835,318
Federal aid, grants and reimbursements	<u>212,123</u>	<u>400,837</u>	
Total revenues	<u>213,531</u>	<u>400,837</u>	<u>835,318</u>
Expenditures:			
Current -			
Instruction			324,236
Support services - students and staff		318,751	190,677
Support services - administration			8,745
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			<u>311,660</u>
Total expenditures		<u>318,751</u>	<u>835,318</u>
Excess (deficiency) of revenues over expenditures	<u>213,531</u>	<u>82,086</u>	
Other financing sources (uses):			
Transfer out			
Total other financing sources (uses):			
Changes in fund balances	<u>213,531</u>	<u>82,086</u>	
Fund balances (deficits), beginning of year	747,117	280,883	
Fund balances, end of year	<u>\$ 960,648</u>	<u>\$ 362,969</u>	<u>\$</u>

Other State Projects	Food Service	Civic Center	Community School	Auxiliary Operations	Extracurricular Activities Fees Tax Credit
\$ 712,093	\$ 1,862,989	\$ 247,434	\$ 2,535,294	\$ 2,162,045	\$ 1,033,697
	1,268,898				
<u>712,093</u>	<u>3,131,887</u>	<u>247,434</u>	<u>2,535,294</u>	<u>2,162,045</u>	<u>1,033,697</u>
4,782			261,775	427,076	415,748
891		657	105,692	375,329	532,808
594	150	41,527	26,745	5,238	
705,826	30,664	97,528	5,428	348,229	8,426
		10,920	7,626	6,200	134,330
	3,074,345	2,656	1,311,466	60,520	
	5,135		30,556	5,437	2,931
<u>712,093</u>	<u>3,110,294</u>	<u>153,288</u>	<u>1,749,288</u>	<u>1,228,029</u>	<u>1,094,243</u>
	21,593	94,146	786,006	934,016	(60,546)
	21,593	94,146	786,006	934,016	(60,546)
	338,745	1,931,909	3,378,934	1,429,377	1,169,221
<u>\$</u>	<u>\$ 360,338</u>	<u>\$ 2,026,055</u>	<u>\$ 4,164,940</u>	<u>\$ 2,363,393</u>	<u>\$ 1,108,675</u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Gifts and Donations	Career and Tech Ed and Vocational Ed Projects	Textbooks
Revenues:			
Other local	\$ 316,072	\$ 2,454	\$ 24,533
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	<u>316,072</u>	<u>2,454</u>	<u>24,533</u>
Expenditures:			
Current -			
Instruction	77,798		
Support services - students and staff	117,331		2,972
Support services - administration	11,006		
Operation and maintenance of plant services	2,782		
Student transportation services	12,463		
Operation of non-instructional services	4,077		
Capital outlay	39,157		
Total expenditures	<u>264,614</u>	<u></u>	<u>2,972</u>
Excess (deficiency) of revenues over expenditures	<u>51,458</u>	<u>2,454</u>	<u>21,561</u>
Other financing sources (uses):			
Transfer out			
Total other financing sources (uses):	<u></u>	<u></u>	<u></u>
Changes in fund balances	<u>51,458</u>	<u>2,454</u>	<u>21,561</u>
Fund balances (deficits), beginning of year	315,632		510,861
Fund balances, end of year	<u>\$ 367,090</u>	<u>\$ 2,454</u>	<u>\$ 532,422</u>

Insurance Refund	Grants and Gifts to Teachers	Joint Technical Education	Print Shop	Intergovernment al Agreements	Totals
\$ 26,815	\$ 504	\$ 3,393,042	\$ 138,001	\$ 970,018	\$ 12,736,913
					8,354,271
					4,875,696
<u>26,815</u>	<u>504</u>	<u>3,393,042</u>	<u>138,001</u>	<u>970,018</u>	<u>25,966,880</u>
		677,218		449,086	10,097,479
	200	89,225		276,000	3,941,943
		617,554		201,072	962,567
		448			1,199,331
		5,810			179,100
		2,000			4,455,064
		232,028		43,062	718,836
<u></u>	<u>200</u>	<u>1,624,283</u>	<u></u>	<u>969,220</u>	<u>21,554,320</u>
<u>26,815</u>	<u>304</u>	<u>1,768,759</u>	<u>138,001</u>	<u>798</u>	<u>4,412,560</u>
					(116,504)
<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u>(116,504)</u>
<u>26,815</u>	<u>304</u>	<u>1,768,759</u>	<u>138,001</u>	<u>798</u>	<u>4,296,056</u>
167,757	1,321	6,341,318	11,097	(798)	21,666,965
<u>\$ 194,572</u>	<u>\$ 1,625</u>	<u>\$ 8,110,077</u>	<u>\$ 149,098</u>	<u>\$</u>	<u>\$ 25,963,021</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Classroom Site		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 22,607	\$ 22,607
State aid and grants		6,202,292	6,202,292
Federal aid, grants and reimbursements			
Total revenues		<u>6,224,899</u>	<u>6,224,899</u>
Expenditures:			
Current -			
Instruction	10,375,731	5,716,552	4,659,179
Support services - students and staff		524,718	(524,718)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>10,375,731</u>	<u>6,241,270</u>	<u>4,134,461</u>
Excess (deficiency) of revenues over expenditures	<u>(10,375,731)</u>	<u>(16,371)</u>	<u>10,359,360</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(10,375,731)</u>	<u>(16,371)</u>	<u>10,359,360</u>
Fund balances (deficits), beginning of year		3,037,721	3,037,721
Fund balances (deficits), end of year	<u>\$ (10,375,731)</u>	<u>\$ 3,021,350</u>	<u>\$ 13,397,081</u>

Instructional Improvement			Structured English Immersion		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	599,725	599,725		4,843	4,843
	599,725	599,725		4,843	4,843
1,200,000	339,271	860,729			
400,000	29,009	370,991	4,843	4,843	
1,600,000	368,280	1,231,720	4,843	4,843	
(1,600,000)	231,445	1,831,445	(4,843)		4,843
(1,600,000)	231,445	1,831,445	(4,843)		4,843
	2,005,870	2,005,870			
\$ (1,600,000)	\$ 2,237,315	\$ 3,837,315	\$ (4,843)	\$	\$ 4,843

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		377,856	377,856
Total revenues		<u>377,856</u>	<u>377,856</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff	343,000	325,538	17,462
Support services - administration	38,987	37,332	1,655
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>381,987</u>	<u>362,870</u>	<u>19,117</u>
Excess (deficiency) of revenues over expenditures	<u>(381,987)</u>	<u>14,986</u>	<u>396,973</u>
Other financing sources (uses):			
Transfer in			
Transfer out		(14,986)	(14,986)
Proceeds from sale of capital assets			
Total other financing sources (uses):		<u>(14,986)</u>	<u>(14,986)</u>
Changes in fund balances	<u>(381,987)</u>		<u>381,987</u>
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	<u>\$ (381,987)</u>	<u>\$</u>	<u>\$ 381,987</u>

Limited English and Immigrant Students			Indian Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	31,155	31,155		140,305	140,305
	31,155	31,155		140,305	140,305
37,000	26,187	10,813		22,346	(22,346)
5,631	4,418	1,213	120,307	105,312	14,995
1,000	460	540	15,000	5,331	9,669
			5,000	1,751	3,249
43,631	31,065	12,566	140,307	134,740	5,567
(43,631)	90	43,721	(140,307)	5,565	145,872
	(90)	(90)		(5,565)	(5,565)
	(90)	(90)		(5,565)	(5,565)
(43,631)		43,631	(140,307)		140,307
\$ (43,631)	\$	\$ 43,631	\$ (140,307)	\$	\$ 140,307

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Special Education Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		1,836,103	1,836,103
Total revenues		<u>1,836,103</u>	<u>1,836,103</u>
Expenditures:			
Current -			
Instruction	1,452,702	1,354,277	98,425
Support services - students and staff	450,000	409,002	40,998
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,902,702</u>	<u>1,763,279</u>	<u>139,423</u>
Excess (deficiency) of revenues over expenditures	<u>(1,902,702)</u>	<u>72,824</u>	<u>1,975,526</u>
Other financing sources (uses):			
Transfer in			
Transfer out		(72,824)	(72,824)
Proceeds from sale of capital assets			
Total other financing sources (uses):		<u>(72,824)</u>	<u>(72,824)</u>
Changes in fund balances	<u>(1,902,702)</u>		<u>1,902,702</u>
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	<u>\$ (1,902,702)</u>	<u>\$</u>	<u>\$ 1,902,702</u>

Johnson O'Malley			Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	4,673	4,673		603,746	603,746
	4,673	4,673		603,746	603,746
1,473	1,127	346			
3,200	3,200		597,920	525,370	72,550
				6,813	(6,813)
				48,870	(48,870)
4,673	4,327	346	597,920	581,053	16,867
(4,673)	346	5,019	(597,920)	22,693	620,613
	(346)	(346)		(22,693)	(22,693)
	(346)	(346)		(22,693)	(22,693)
(4,673)		4,673	(597,920)		597,920
\$ (4,673)	\$	\$ 4,673	\$ (597,920)	\$	\$ 597,920

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Medicaid Reimbursement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 1,491	\$ 1,491
State aid and grants			
Federal aid, grants and reimbursements		485,763	485,763
Total revenues		<u>487,254</u>	<u>487,254</u>
Expenditures:			
Current -			
Instruction	500,000		500,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>500,000</u>		<u>500,000</u>
Excess (deficiency) of revenues over expenditures	<u>(500,000)</u>	<u>487,254</u>	<u>987,254</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(500,000)</u>	<u>487,254</u>	<u>987,254</u>
Fund balances (deficits), beginning of year		499,539	499,539
Fund balances (deficits), end of year	<u>\$ (500,000)</u>	<u>\$ 986,793</u>	<u>\$ 1,486,793</u>

E-Rate			Other Federal Projects		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,408	\$ 1,408	\$	\$	\$
	212,123	212,123		400,837	400,837
	213,531	213,531		400,837	400,837
300,000		300,000	475,500	318,751	156,749
300,000		300,000	475,500	318,751	156,749
(300,000)	213,531	513,531	(475,500)	82,086	557,586
(300,000)	213,531	513,531	(475,500)	82,086	557,586
	747,117	747,117		280,883	280,883
\$ (300,000)	\$ 960,648	\$ 1,260,648	\$ (475,500)	\$ 362,969	\$ 838,469

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		835,318	835,318
Federal aid, grants and reimbursements			
Total revenues		<u>835,318</u>	<u>835,318</u>
Expenditures:			
Current -			
Instruction	808,912	324,236	484,676
Support services - students and staff		190,677	(190,677)
Support services - administration		8,745	(8,745)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		311,660	(311,660)
Total expenditures	<u>808,912</u>	<u>835,318</u>	<u>(26,406)</u>
Excess (deficiency) of revenues over expenditures	<u>(808,912)</u>		<u>808,912</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(808,912)</u>		<u>808,912</u>
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	<u>\$ (808,912)</u>	<u>\$</u>	<u>\$ 808,912</u>

Other State Projects			School Plant		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	712,093	712,093		650,053	650,053
	712,093	712,093		650,053	650,053
	4,782	(4,782)	300,000	49,913	250,087
6,000	891	5,109	100,000	17,252	82,748
600	594	6	300,000	82,013	217,987
715,643	705,826	9,817			
			300,000	32,877	267,123
			50,000	540	49,460
722,243	712,093	10,150	1,050,000	182,595	867,405
(722,243)		722,243	(1,050,000)	467,458	1,517,458
				214,820	214,820
				214,820	214,820
(722,243)		722,243	(1,050,000)	682,278	1,732,278
				3,145,857	3,145,857
\$ (722,243)	\$	\$ 722,243	\$ (1,050,000)	\$ 3,828,135	\$ 4,878,135

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Food Service		Variance -
	Budget	Actual	Positive (Negative)
Revenues:			
Other local	\$	\$ 1,862,989	\$ 1,862,989
State aid and grants			
Federal aid, grants and reimbursements		1,268,898	1,268,898
Total revenues		<u>3,131,887</u>	<u>3,131,887</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration	1,000	150	850
Operation and maintenance of plant services	50,000	30,664	19,336
Student transportation services			
Operation of non-instructional services	3,839,000	3,074,345	764,655
Capital outlay	10,000	5,135	4,865
Total expenditures	<u>3,900,000</u>	<u>3,110,294</u>	<u>789,706</u>
Excess (deficiency) of revenues over expenditures	<u>(3,900,000)</u>	<u>21,593</u>	<u>3,921,593</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(3,900,000)</u>	<u>21,593</u>	<u>3,921,593</u>
Fund balances (deficits), beginning of year		338,745	338,745
Fund balances (deficits), end of year	<u>\$ (3,900,000)</u>	<u>\$ 360,338</u>	<u>\$ 4,260,338</u>

Civic Center			Community School		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 247,434	\$ 247,434	\$	\$ 2,535,294	\$ 2,535,294
	247,434	247,434		2,535,294	2,535,294
5,000	657	4,343	1,000,000	261,775	738,225
140,000	41,527	98,473	150,000	105,692	44,308
900,000	97,528	802,472	50,000	26,745	23,255
40,000	10,920	29,080	7,000	5,428	1,572
15,000	2,656	12,344	10,000	7,626	2,374
			2,343,000	1,311,466	1,031,534
			40,000	30,556	9,444
1,100,000	153,288	946,712	3,600,000	1,749,288	1,850,712
(1,100,000)	94,146	1,194,146	(3,600,000)	786,006	4,386,006
(1,100,000)	94,146	1,194,146	(3,600,000)	786,006	4,386,006
	1,931,909	1,931,909		3,378,934	3,378,934
\$ (1,100,000)	\$ 2,026,055	\$ 3,126,055	\$ (3,600,000)	\$ 4,164,940	\$ 7,764,940

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Auxiliary Operations		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 2,162,045	\$ 2,162,045
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>2,162,045</u>	<u>2,162,045</u>
Expenditures:			
Current -			
Instruction	2,000,000	427,076	1,572,924
Support services - students and staff	1,000,000	375,329	624,671
Support services - administration		5,238	(5,238)
Operation and maintenance of plant services		348,229	(348,229)
Student transportation services		6,200	(6,200)
Operation of non-instructional services		60,520	(60,520)
Capital outlay		5,437	(5,437)
Total expenditures	<u>3,000,000</u>	<u>1,228,029</u>	<u>1,771,971</u>
Excess (deficiency) of revenues over expenditures	<u>(3,000,000)</u>	<u>934,016</u>	<u>3,934,016</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(3,000,000)</u>	<u>934,016</u>	<u>3,934,016</u>
Fund balances (deficits), beginning of year		1,429,377	1,429,377
Fund balances (deficits), end of year	<u>\$ (3,000,000)</u>	<u>\$ 2,363,393</u>	<u>\$ 5,363,393</u>

Extracurricular Activities Fees Tax Credit			Gifts and Donations		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,033,697	\$ 1,033,697	\$	\$ 316,072	\$ 316,072
	1,033,697	1,033,697		316,072	316,072
650,000	415,748	234,252	103,000	77,798	25,202
550,000	532,808	17,192	155,000	117,331	37,669
			15,000	11,006	3,994
30,000	8,426	21,574	5,000	2,782	2,218
250,000	134,330	115,670	65,000	12,463	52,537
			7,000	4,077	2,923
20,000	2,931	17,069	100,000	39,157	60,843
1,500,000	1,094,243	405,757	450,000	264,614	185,386
(1,500,000)	(60,546)	1,439,454	(450,000)	51,458	501,458
(1,500,000)	(60,546)	1,439,454	(450,000)	51,458	501,458
	1,169,221	1,169,221		315,632	315,632
\$ (1,500,000)	\$ 1,108,675	\$ 2,608,675	\$ (450,000)	\$ 367,090	\$ 817,090

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Career and Tech Ed and Vocational Ed Projects		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 2,454	\$ 2,454
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		2,454	2,454
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures			
Excess (deficiency) of revenues over expenditures		2,454	2,454
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances		2,454	2,454
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$	\$ 2,454	\$ 2,454

Fingerprint			Textbooks		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 24,533	\$ 24,533
				24,533	24,533
20,000		20,000	500,000	2,972	497,028
20,000		20,000	500,000	2,972	497,028
(20,000)		20,000	(500,000)	21,561	521,561
(20,000)		20,000	(500,000)	21,561	521,561
				510,861	510,861
\$ (20,000)	\$	\$ 20,000	\$ (500,000)	\$ 532,422	\$ 1,032,422

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Litigation Recovery		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 3,561	\$ 3,561
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>3,561</u>	<u>3,561</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	110,000	574	109,426
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>110,000</u>	<u>574</u>	<u>109,426</u>
Excess (deficiency) of revenues over expenditures	<u>(110,000)</u>	<u>2,987</u>	<u>112,987</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(110,000)</u>	<u>2,987</u>	<u>112,987</u>
Fund balances (deficits), beginning of year		658,583	658,583
Fund balances (deficits), end of year	<u>\$ (110,000)</u>	<u>\$ 661,570</u>	<u>\$ 771,570</u>

Indirect Costs			Insurance Refund		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ (700)	\$ (700)	\$	\$ 26,815	\$ 26,815
	(700)	(700)		26,815	26,815
			15,000		15,000
400,000	165,975	234,025			
100,000	73,715	26,285			
500,000	239,690	260,310	15,000		15,000
(500,000)	(240,390)	259,610	(15,000)	26,815	41,815
	174,924	174,924			
	174,924	174,924			
(500,000)	(65,466)	434,534	(15,000)	26,815	41,815
	298	298		167,757	167,757
\$ (500,000)	\$ (65,168)	\$ 434,832	\$ (15,000)	\$ 194,572	\$ 209,572

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Grants and Gifts to Teachers		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 504	\$ 504
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>504</u>	<u>504</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff	15,000	200	14,800
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>15,000</u>	<u>200</u>	<u>14,800</u>
Excess (deficiency) of revenues over expenditures	<u>(15,000)</u>	<u>304</u>	<u>15,304</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(15,000)</u>	<u>304</u>	<u>15,304</u>
Fund balances (deficits), beginning of year		1,321	1,321
Fund balances (deficits), end of year	<u>\$ (15,000)</u>	<u>\$ 1,625</u>	<u>\$ 16,625</u>

Joint Technical Education			Print Shop		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,393,042	\$ 3,393,042	\$	\$ 138,001	\$ 138,001
	3,393,042	3,393,042		138,001	138,001
2,400,000	677,218	1,722,782			
1,020,000	89,225	930,775			
2,310,000	617,554	1,692,446			
5,000	448	4,552			
10,000	5,810	4,190			
5,000	2,000	3,000	150,000		150,000
250,000	232,028	17,972			
6,000,000	1,624,283	4,375,717	150,000		150,000
(6,000,000)	1,768,759	7,768,759	(150,000)	138,001	288,001
(6,000,000)	1,768,759	7,768,759	(150,000)	138,001	288,001
	6,341,318	6,341,318		11,097	11,097
\$ (6,000,000)	\$ 8,110,077	\$ 14,110,077	\$ (150,000)	\$ 149,098	\$ 299,098

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2017

	Intergovernmental Agreements		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 970,018	\$ 970,018
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>970,018</u>	<u>970,018</u>
Expenditures:			
Current -			
Instruction	674,596	449,086	225,510
Support services - students and staff	300,000	276,000	24,000
Support services - administration		201,072	(201,072)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		43,062	(43,062)
Total expenditures	<u>974,596</u>	<u>969,220</u>	<u>5,376</u>
Excess (deficiency) of revenues over expenditures	<u>(974,596)</u>	<u>798</u>	<u>975,394</u>
Other financing sources (uses):			
Transfer in			
Transfer out			
Proceeds from sale of capital assets			
Total other financing sources (uses):			
Changes in fund balances	<u>(974,596)</u>	<u>798</u>	<u>975,394</u>
Fund balances (deficits), beginning of year		(798)	(798)
Fund balances (deficits), end of year	<u>\$ (974,596)</u>	<u>\$</u>	<u>\$ 974,596</u>

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 13,391,318	\$ 13,391,318
	8,354,271	8,354,271
	5,361,459	5,361,459
	27,107,048	27,107,048
25,856,818	10,147,392	15,709,426
6,432,401	3,959,195	2,473,206
1,981,587	1,210,555	771,032
1,818,643	1,199,905	618,738
404,000	179,100	224,900
6,617,000	4,561,656	2,055,344
470,000	719,376	(249,376)
43,580,449	21,977,179	21,603,270
(43,580,449)	5,129,869	48,710,318
	174,924	174,924
	(116,504)	(116,504)
	214,820	214,820
	273,240	273,240
(43,580,449)	5,403,109	48,983,558
	25,971,242	25,971,242
\$ (43,580,449)	\$ 31,374,351	\$ 74,954,800

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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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET
AND ACTUAL
ALL DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2017

	Debt Service		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 5,762	\$ 5,762
Property taxes		7,642,895	7,642,895
Total revenues		<u>7,648,657</u>	<u>7,648,657</u>
Expenditures:			
Debt service -			
Principal retirement	4,305,000	4,305,000	
Interest and fiscal charges	3,605,332	3,016,784	588,548
Bond issuance costs		259,450	(259,450)
Total expenditures	<u>7,910,332</u>	<u>7,581,234</u>	<u>329,098</u>
Excess (deficiency) of revenues over expenditures	<u>(7,910,332)</u>	<u>67,423</u>	<u>7,977,755</u>
Other financing sources (uses):			
Transfer in		57,569	57,569
Issuance of refunding bonds		23,400,000	23,400,000
Premium on sale of bonds		2,097,485	2,097,485
Payment to refunding escrow agent		(25,109,666)	(25,109,666)
Total other financing sources (uses):		<u>445,388</u>	<u>445,388</u>
Changes in fund balances	<u>(7,910,332)</u>	<u>512,811</u>	<u>8,423,143</u>
Fund balances, beginning of year		468,701	468,701
Fund balances (deficits), end of year	<u>\$ (7,910,332)</u>	<u>\$ 981,512</u>	<u>\$ 8,891,844</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.

Condemnation - to account for monies received from sales proceeds for condemnation or right-of-way settlements.

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.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2017

	<u>Adjacent Ways</u>	<u>Bond Building</u>	<u>Condemnation</u>
<u>ASSETS</u>			
Cash and investments	\$ 510,564	\$ 5,283,352	\$ 161,423
Total assets	<u>\$ 510,564</u>	<u>\$ 5,283,352</u>	<u>\$ 161,423</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Construction contracts payable	\$	\$ 171,522	\$
Total liabilities	<u></u>	<u>171,522</u>	<u></u>
Fund balances:			
Restricted	510,564	5,111,830	161,423
Total fund balances	<u>510,564</u>	<u>5,111,830</u>	<u>161,423</u>
Total liabilities and fund balances	<u>\$ 510,564</u>	<u>\$ 5,283,352</u>	<u>\$ 161,423</u>

Totals	
\$	5,955,339
\$	5,955,339

\$	171,522
	171,522

	5,783,817
	5,783,817
\$	5,955,339

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2017

	<u>Adjacent Ways</u>	<u>Bond Building</u>	<u>Condemnation</u>
Revenues:			
Other local	\$ 2,993	\$ 57,569	\$
State aid and grants			
Total revenues	<u>2,993</u>	<u>57,569</u>	
Expenditures:			
Capital outlay		3,244,931	
Total expenditures		<u>3,244,931</u>	
Excess (deficiency) of revenues over expenditures	<u>2,993</u>	<u>(3,187,362)</u>	
Other financing sources (uses):			
Transfer out		(57,569)	
Total other financing sources (uses):		<u>(57,569)</u>	
Changes in fund balances	<u>2,993</u>	<u>(3,244,931)</u>	
Fund balances, beginning of year	507,571	8,356,761	161,423
Fund balances, end of year	<u>\$ 510,564</u>	<u>\$ 5,111,830</u>	<u>\$ 161,423</u>

Building Renewal Grant	Totals
\$	\$ 60,562
63,192	63,192
63,192	123,754
63,192	3,308,123
63,192	3,308,123
	(3,184,369)
	(57,569)
	(57,569)
	(3,241,938)
	9,025,755
\$	\$ 5,783,817

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2017

	Insurance Proceeds		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 88,289	\$ 88,289
Property taxes			
State aid and grants			
Total revenues		<u>88,289</u>	<u>88,289</u>
Expenditures:			
Current -			
Instruction	150,000		150,000
Operation and maintenance of plant services		192	(192)
Student transportation services		186,105	(186,105)
Capital outlay		10,183	(10,183)
Total expenditures	<u>150,000</u>	<u>196,480</u>	<u>(46,480)</u>
Excess (deficiency) of revenues over expenditures	<u>(150,000)</u>	<u>(108,191)</u>	<u>41,809</u>
Other financing sources (uses):			
Transfer out			
Total other financing sources (uses):			
Changes in fund balances	<u>(150,000)</u>	<u>(108,191)</u>	<u>41,809</u>
Fund balances, beginning of year		687,122	687,122
Fund balances (deficits), end of year	<u>\$ (150,000)</u>	<u>\$ 578,931</u>	<u>\$ 728,931</u>

Unrestricted Capital Outlay			Adjacent Ways		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 118,977	\$ 118,977	\$	\$ 2,993	\$ 2,993
	8,918,752	8,918,752			
	345,605	345,605			
	9,383,334	9,383,334		2,993	2,993
18,051,023	7,911,010	10,140,013	150,000		150,000
18,051,023	7,911,010	10,140,013	150,000		150,000
(18,051,023)	1,472,324	19,523,347	(150,000)	2,993	152,993
(18,051,023)	1,472,324	19,523,347	(150,000)	2,993	152,993
	10,477,869	10,477,869		507,571	507,571
\$ (18,051,023)	\$ 11,950,193	\$ 30,001,216	\$ (150,000)	\$ 510,564	\$ 660,564

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TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2017

	Bond Building		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 57,569	\$ 57,569
Property taxes			
State aid and grants			
Total revenues		<u>57,569</u>	<u>57,569</u>
Expenditures:			
Current -			
Instruction			
Operation and maintenance of plant services			
Student transportation services			
Capital outlay	8,734,832	3,244,931	5,489,901
Total expenditures	<u>8,734,832</u>	<u>3,244,931</u>	<u>5,489,901</u>
Excess (deficiency) of revenues over expenditures	<u>(8,734,832)</u>	<u>(3,187,362)</u>	<u>5,547,470</u>
Other financing sources (uses):			
Transfer out		(57,569)	(57,569)
Total other financing sources (uses):		<u>(57,569)</u>	<u>(57,569)</u>
Changes in fund balances	<u>(8,734,832)</u>	<u>(3,244,931)</u>	<u>5,489,901</u>
Fund balances, beginning of year		8,356,761	8,356,761
Fund balances (deficits), end of year	<u>\$ (8,734,832)</u>	<u>\$ 5,111,830</u>	<u>\$ 13,846,662</u>

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2017

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 267,828	\$ 267,828
Property taxes		8,918,752	8,918,752
State aid and grants		408,797	408,797
Total revenues		<u>9,595,377</u>	<u>9,595,377</u>
Expenditures:			
Current -			
Instruction	150,000		150,000
Operation and maintenance of plant services		192	(192)
Student transportation services		186,105	(186,105)
Capital outlay	27,002,055	11,229,316	15,772,739
Total expenditures	<u>27,152,055</u>	<u>11,415,613</u>	<u>15,736,442</u>
Excess (deficiency) of revenues over expenditures	<u>(27,152,055)</u>	<u>(1,820,236)</u>	<u>25,331,819</u>
Other financing sources (uses):			
Transfer out		(57,569)	(57,569)
Total other financing sources (uses):		<u>(57,569)</u>	<u>(57,569)</u>
Changes in fund balances	<u>(27,152,055)</u>	<u>(1,877,805)</u>	<u>25,274,250</u>
Fund balances, beginning of year		20,190,746	20,190,746
Fund balances (deficits), end of year	<u>\$ (27,152,055)</u>	<u>\$ 18,312,941</u>	<u>\$ 45,464,996</u>

AGENCY FUND

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
YEAR ENDED JUNE 30, 2017

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<u>STUDENT ACTIVITIES FUND</u>				
<u>Assets</u>				
Cash and investments	\$ 1,419,430	\$ 2,408,197	\$ 2,320,702	\$ 1,506,925
Total assets	<u>\$ 1,419,430</u>	<u>\$ 2,408,197</u>	<u>\$ 2,320,702</u>	<u>\$ 1,506,925</u>
<u>Liabilities</u>				
Accounts payable	\$ 136,614	\$ 45,351	\$ 136,614	\$ 45,351
Due to student groups	<u>1,282,816</u>	<u>2,362,846</u>	<u>2,184,088</u>	<u>1,461,574</u>
Total liabilities	<u>\$ 1,419,430</u>	<u>\$ 2,408,197</u>	<u>\$ 2,320,702</u>	<u>\$ 1,506,925</u>

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

Note: For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to 5 percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.

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TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net Position:					
Net investment in capital assets	\$ 122,646,680	\$ 125,889,982	\$ 127,758,710	\$ 130,314,587	\$ 129,831,578
Restricted	40,077,775	33,794,459	26,637,910	25,065,982	25,519,627
Unrestricted	(65,386,953)	(68,925,534)	(71,482,563)	26,623,318	29,480,761
Total net position	<u>\$ 97,337,502</u>	<u>\$ 90,758,907</u>	<u>\$ 82,914,057</u>	<u>\$ 182,003,887</u>	<u>\$ 184,831,966</u>
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net Position:					
Net investment in capital assets	\$ 105,875,208	\$ 89,384,724	\$ 68,025,798	\$ 57,618,229	\$ 39,691,197
Restricted	37,727,315	34,830,933	28,662,141	24,561,606	22,291,019
Unrestricted	49,969,908	61,381,934	63,936,241	53,470,968	48,213,467
Total net position	<u>\$ 193,572,431</u>	<u>\$ 185,597,591</u>	<u>\$ 160,624,180</u>	<u>\$ 135,650,803</u>	<u>\$ 110,195,683</u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses					
Instruction	\$ 63,672,750	\$ 61,859,899	\$ 61,429,367	\$ 60,109,750	\$ 62,186,090
Support services - students and staff	16,536,185	15,759,262	14,925,276	14,024,771	14,610,026
Support services - administration	13,519,813	13,082,671	13,269,868	12,965,829	12,470,013
Operation and maintenance of plant services	18,688,571	17,986,522	18,300,722	17,376,781	16,321,184
Student transportation services	5,133,149	4,755,985	5,196,208	5,113,397	5,016,725
Operation of non-instructional services	5,163,844	5,040,156	4,995,373	4,853,906	4,776,848
Interest on long-term debt	2,866,676	3,439,341	3,024,247	3,382,036	2,288,152
Total expenses	<u>125,580,988</u>	<u>121,923,836</u>	<u>121,141,061</u>	<u>117,826,470</u>	<u>117,669,038</u>
Program Revenues					
Charges for services:					
Instruction	8,839,170	9,840,296	10,477,286	8,148,852	8,582,437
Operation of non-instructional services	3,996,724	4,297,372	3,753,595	3,780,569	4,361,627
Other activities	376,786	367,100	314,803	320,857	878,685
Operating grants and contributions	8,814,710	8,507,270	8,289,281	8,538,052	7,951,441
Capital grants and contributions	900,822	621,881	447,094	121,897	431,573
Total program revenues	<u>22,928,212</u>	<u>23,633,919</u>	<u>23,282,059</u>	<u>20,910,227</u>	<u>22,205,763</u>
Net (Expense)/Revenue	<u>\$ (102,652,776)</u>	<u>\$ (98,289,917)</u>	<u>\$ (97,859,002)</u>	<u>\$ (96,916,243)</u>	<u>\$ (95,463,275)</u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Expenses					
Instruction	\$ 61,887,082	\$ 59,591,785	\$ 66,515,928	\$ 63,390,746	\$ 71,511,187
Support services - students and staff	13,508,070	14,822,289	14,429,897	13,246,465	11,908,804
Support services - administration	10,516,696	10,339,089	10,605,978	9,921,468	9,360,315
Operation and maintenance of plant services	14,232,487	14,993,585	13,881,686	14,467,336	13,033,113
Student transportation services	4,333,504	4,165,060	4,289,107	2,992,897	3,246,442
Operation of non-instructional services	5,315,715	4,570,286	4,176,508	3,593,877	4,209,647
Interest on long-term debt	2,726,898	3,585,486	4,789,141	3,994,186	4,864,530
Total expenses	<u>112,520,452</u>	<u>112,067,580</u>	<u>118,688,245</u>	<u>111,606,975</u>	<u>118,134,038</u>
Program Revenues					
Charges for services:					
Instruction	5,596,416	8,937,388	6,915,814	6,610,458	7,558,235
Operation of non-instructional services	4,444,213	4,127,075	8,613,109	6,008,530	6,058,733
Other activities	640,920	532,559	955,815	447,755	419,640
Operating grants and contributions	9,419,083	9,790,006	8,397,780	7,369,359	6,643,315
Capital grants and contributions	368,306	443,387	589,495	710,239	420,314
Total program revenues	<u>20,468,938</u>	<u>23,830,415</u>	<u>25,472,013</u>	<u>21,146,341</u>	<u>21,100,237</u>
Net (Expense)/Revenue	<u><u>\$ (92,051,514)</u></u>	<u><u>\$ (88,237,165)</u></u>	<u><u>\$ (93,216,232)</u></u>	<u><u>\$ (90,460,634)</u></u>	<u><u>\$ (97,033,801)</u></u>

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

(Concluded)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net (Expense)/Revenue	\$ (102,652,776)	\$ (98,289,917)	\$ (97,859,002)	\$ (96,916,243)	\$ (95,463,275)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	68,401,163	62,056,495	72,409,446	59,480,166	56,544,816
Property taxes, levied for debt service	7,641,926	7,569,968	7,089,589	6,040,746	7,120,488
Property taxes, levied for capital outlay	8,959,408	9,583,514	5,960,471	5,365,189	5,976,282
Investment income	379,359	342,793	219,209	213,632	177,920
Unrestricted county aid	545,411	906,864	812,938	994,455	725,751
Unrestricted state aid	24,296,667	25,367,286	21,891,503	20,264,106	15,907,946
Unrestricted federal aid	485,763	307,847	163,816	71,121	269,607
Special item	(1,478,326)				
Total general revenues	<u>109,231,371</u>	<u>106,134,767</u>	<u>108,546,972</u>	<u>92,429,415</u>	<u>86,722,810</u>
Changes in Net Position	<u>\$ 6,578,595</u>	<u>\$ 7,844,850</u>	<u>\$ 10,687,970</u>	<u>\$ (4,486,828)</u>	<u>\$ (8,740,465)</u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net (Expense)/Revenue	\$ (92,051,514)	\$ (88,237,165)	\$ (93,216,232)	\$ (90,460,634)	\$ (97,033,801)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	59,277,439	63,712,165	62,941,487	64,426,366	58,710,268
Property taxes, levied for debt service	23,486,448	27,010,562	27,015,448	23,128,864	26,774,825
Property taxes, levied for capital outlay	5,274,515	5,531,562	9,604,269	6,484,852	8,521,701
Investment income	317,483	711,455	839,427	1,843,222	2,142,758
Unrestricted county aid	655,473		582,151		
Unrestricted state aid	10,752,661	16,016,749	15,054,157	20,032,450	25,734,380
Total general revenues	<u>100,026,354</u>	<u>113,210,576</u>	<u>118,189,609</u>	<u>115,915,754</u>	<u>121,883,932</u>
Changes in Net Position	<u>\$ 7,974,840</u>	<u>\$ 24,973,411</u>	<u>\$ 24,973,377</u>	<u>\$ 25,455,120</u>	<u>\$ 24,850,131</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 2007-08 through 2008-09.

(Concluded)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:					
Nondisposable	\$ 1,254,937	\$ 1,137,422	\$ 1,150,182	\$ 1,138,273	\$ 1,285,931
Unassigned	20,688,505	19,173,417	15,050,210	3,774,937	8,934,837
Total General Fund	<u>\$ 21,943,442</u>	<u>\$ 20,310,839</u>	<u>\$ 16,200,392</u>	<u>\$ 4,913,210</u>	<u>\$ 10,220,768</u>
All Other Governmental Funds:					
Nondisposable	\$	\$	\$	\$	\$ 63,910
Restricted	44,678,543	41,640,088	41,603,105	26,687,900	52,192,128
Unassigned		(798)			(637,900)
Total all other governmental funds	<u>\$ 44,678,543</u>	<u>\$ 41,639,290</u>	<u>\$ 41,603,105</u>	<u>\$ 26,687,900</u>	<u>\$ 51,618,138</u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Fund:					
Nonspendable	\$ 3,360,675	\$ 910,355	\$	\$	\$
Unassigned	10,795,232	25,046,751			
Reserved			2,529,175	191,463	923,138
Unreserved			7,743,525	9,541,760	3,997,760
Total General Fund	<u>\$ 14,155,907</u>	<u>\$ 25,957,106</u>	<u>\$ 10,272,700</u>	<u>\$ 9,733,223</u>	<u>\$ 4,920,898</u>
All Other Governmental Funds:					
Nonspendable	\$ 86,072	\$ 78,505	\$	\$	\$
Restricted	36,360,957	36,523,361			
Unassigned	(108,115)	(47,807)			
Reserved			72,108	67,292	63,283
Unreserved, reported in:					
Special revenue funds			23,916,489	21,910,396	22,612,800
Capital projects funds			34,384,152	39,236,944	19,277,540
Debt service fund			1,794,671	1,293,651	2,403,522
Total all other governmental funds	<u>\$ 36,338,914</u>	<u>\$ 36,554,059</u>	<u>\$ 60,167,420</u>	<u>\$ 62,508,283</u>	<u>\$ 44,357,145</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)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Federal sources:					
Federal grants	\$ 5,876,031	\$ 5,624,833	\$ 4,991,155	\$ 4,723,230	\$ 5,722,536
Education Jobs					
National School Lunch Program	1,268,898	1,120,191	1,136,912	930,548	906,753
Total federal sources	<u>7,144,929</u>	<u>6,745,024</u>	<u>6,128,067</u>	<u>5,653,778</u>	<u>6,629,289</u>
State sources:					
State equalization assistance	17,431,458	18,479,379	15,657,281	13,774,668	11,107,219
State grants	1,552,257	1,590,194	1,637,409	1,432,536	1,241,820
Other revenues	6,865,206	6,887,907	6,234,221	6,490,023	4,803,982
Total state sources	<u>25,848,921</u>	<u>26,957,480</u>	<u>23,528,911</u>	<u>21,697,227</u>	<u>17,153,021</u>
Local sources:					
Property taxes	85,205,056	81,771,743	85,633,367	70,686,459	69,551,857
County aid	545,411	906,864	812,938	994,455	725,751
Food service sales	1,866,225	1,845,413	1,904,838	1,977,377	2,107,033
Investment income	378,637	340,504	214,089	208,377	172,439
Other revenues	12,675,504	13,754,989	13,979,108	11,728,782	12,445,411
Total local sources	<u>100,670,833</u>	<u>98,619,513</u>	<u>102,544,340</u>	<u>85,595,450</u>	<u>85,002,491</u>
Total revenues	<u><u>\$ 133,664,683</u></u>	<u><u>\$ 132,322,017</u></u>	<u><u>\$ 132,201,318</u></u>	<u><u>\$ 112,946,455</u></u>	<u><u>\$ 108,784,801</u></u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Federal sources:					
Federal grants	\$ 5,667,066	\$ 6,545,450	\$ 6,642,337	\$ 5,537,442	\$ 4,286,369
State Fiscal Stabilization (ARRA)		228,083	2,152,670		
Education Jobs	1,282,140	1,381,297			
National School Lunch Program	567,858	224,128	91,647	98,703	19,471
Total federal sources	<u>7,517,064</u>	<u>8,378,958</u>	<u>8,886,654</u>	<u>5,636,145</u>	<u>4,305,840</u>
State sources:					
State equalization assistance	5,074,636	12,095,873	10,770,218	15,248,245	15,268,594
State grants	1,108,694	482,680	598,746	1,038,765	1,661,800
School Facilities Board					951,960
Other revenues	5,677,137	4,225,632	4,051,298	5,369,994	8,401,128
Total state sources	<u>11,860,467</u>	<u>16,804,185</u>	<u>15,420,262</u>	<u>21,657,004</u>	<u>26,283,482</u>
Local sources:					
Property taxes	88,178,915	94,685,405	97,910,610	90,713,382	93,306,744
County aid	655,473		582,151		(867)
Food service sales	2,542,887	2,801,851	2,838,506	3,194,465	3,307,040
Investment income	313,001	702,167	810,306	1,766,337	2,058,868
Other revenues	9,563,516	12,399,114	15,224,557	11,276,966	12,374,580
Total local sources	<u>101,253,792</u>	<u>110,588,537</u>	<u>117,366,130</u>	<u>106,951,150</u>	<u>111,046,365</u>
Total revenues	<u><u>\$ 120,631,323</u></u>	<u><u>\$ 135,771,680</u></u>	<u><u>\$ 141,673,046</u></u>	<u><u>\$ 134,244,299</u></u>	<u><u>\$ 141,635,687</u></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 2007-08 through 2008-09.

(Concluded)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenditures:					
Current -					
Instruction	\$ 57,273,594	\$ 55,696,977	\$ 53,993,320	\$ 54,161,253	\$ 54,342,987
Support services - students and staff	16,005,656	15,165,680	14,229,851	13,725,010	13,548,557
Support services - administration	12,488,460	12,072,301	11,796,612	12,424,405	11,316,962
Operation and maintenance of plant services	14,986,032	14,657,096	14,553,806	14,844,638	14,392,666
Student transportation services	3,993,114	3,694,513	4,003,984	4,219,144	3,824,477
Operation of non-instructional services	5,110,727	4,966,560	4,783,835	4,679,928	4,615,772
Capital outlay	12,274,164	14,152,368	24,699,875	32,450,692	19,358,589
Debt service -					
Claims and judgements					
Interest and fiscal charges	3,016,784	3,557,130	3,142,036	3,376,362	2,070,658
Principal retirement	4,305,000	4,200,000	4,500,000	4,750,000	5,993,369
Bond issuance costs	259,450		178,594		160,000
Total expenditures	<u>\$ 129,712,981</u>	<u>\$ 128,162,625</u>	<u>\$ 135,881,913</u>	<u>\$ 144,631,432</u>	<u>\$ 129,624,037</u>
Expenditures for capitalized assets	\$ 5,678,717	\$ 8,136,334	\$ 17,958,656	\$ 28,563,342	\$ 12,465,515
Debt service as a percentage of noncapital expenditures	6%	6%	6%	7%	7%

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Expenditures:					
Current -					
Instruction	\$ 56,990,778	\$ 53,704,911	\$ 58,499,122	\$ 53,964,171	\$ 59,073,389
Support services - students and staff	13,155,119	14,350,033	13,251,846	12,850,018	11,550,113
Support services - administration	10,079,684	9,725,142	9,463,534	9,214,128	8,837,230
Operation and maintenance of plant services	14,178,512	14,925,947	14,408,073	13,192,484	12,742,915
Student transportation services	3,318,164	3,165,396	2,813,664	2,418,493	2,205,371
Operation of non-instructional services	4,289,609	4,386,270	3,905,618	3,531,346	3,996,118
Capital outlay	20,817,147	15,419,653	16,655,588	20,284,047	10,428,785
Debt service -					
Claims and judgements				834,097	
Interest and fiscal charges	2,702,272	3,560,860	4,764,515	3,909,560	4,899,265
Principal retirement	22,090,000	22,850,000	22,055,000	20,535,000	19,540,000
Payment to refunded bond escrow agent					698,976
Bond issuance costs				456,615	194,190
Total expenditures	<u><u>\$ 147,621,285</u></u>	<u><u>\$ 142,088,212</u></u>	<u><u>\$ 145,816,960</u></u>	<u><u>\$ 141,189,959</u></u>	<u><u>\$ 134,166,352</u></u>
Expenditures for capitalized assets	\$ 14,899,697	\$ 8,833,631	\$ 14,216,407	\$ 13,745,600	\$ 1,408,101
Debt service as a percentage of noncapital expenditures	19%	20%	20%	20%	19%

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

(Concluded)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Excess (deficiency) of revenues over expenditures	\$ 3,951,702	\$ 4,159,392	\$ (3,680,595)	\$ (31,684,977)	\$ (20,839,236)
Other financing sources (uses):					
School improvement bond issued			29,525,000		45,475,000
Refunding bonds issued	23,400,000				
Premium on sale of bonds	2,097,485		886,359		1,280,497
Capital lease agreements					
Transfers in	232,493	395,881	1,078,899	301,828	9,548,736
Transfers out	(232,493)	(395,881)	(1,078,899)	(301,828)	(9,548,736)
Payment to refunded bond escrow agent	(25,109,666)				(12,475,270)
Proceeds from sale of capital assets	214,820				
Total other financing sources (uses)	<u>602,639</u>	<u></u>	<u>30,411,359</u>	<u></u>	<u>34,280,227</u>
Changes in fund balances	<u>\$ 4,554,341</u>	<u>\$ 4,159,392</u>	<u>\$ 26,730,764</u>	<u>\$ (31,684,977)</u>	<u>\$ 13,440,991</u>
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Excess (deficiency) of revenues over expenditures	\$ (26,989,962)	\$ (6,316,532)	\$ (4,143,914)	\$ (6,945,660)	\$ 7,469,335
Other financing sources (uses):					
School improvement bond issued				30,000,000	
Refunding bonds issued					35,765,000
Premium on sale of bonds				396,615	576,234
Transfers in	150,911	318,294	219,532	265,328	29,950
Transfers out	(150,911)	(318,294)	(219,532)	(265,328)	(29,950)
Payment to refunded bond escrow agent					(36,147,044)
Total other financing sources (uses)	<u>12,515,731</u>	<u></u>	<u></u>	<u>30,396,615</u>	<u>194,190</u>
Changes in fund balances	<u>\$ (14,474,231)</u>	<u>\$ (6,316,532)</u>	<u>\$ (4,143,914)</u>	<u>\$ 23,450,955</u>	<u>\$ 7,663,525</u>

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 1,411,961,258	\$ 1,369,931,990	\$ 1,344,952,918	\$ 1,375,228,054	\$ 1,574,745,806
Agricultural and Vacant	48,954,904	54,902,575	56,860,562	58,945,540	67,707,526
Residential (Owner Occupied)	1,164,099,881	1,114,603,844	1,076,970,077	1,007,930,407	1,156,618,558
Residential (Rental)	536,713,903	484,955,016	443,939,153	373,698,414	328,037,957
Railroad, Private Cars and Airlines	2,991,645	3,328,436	3,568,144	3,582,002	3,825,243
Historical Property	5,507,068	5,496,547	5,666,131	5,509,907	5,635,456
Certain Government Property Improvements	71,128	64,793	114,263	113,186	79,981
Total	<u>\$ 3,170,299,787</u>	<u>\$ 3,033,283,201</u>	<u>\$ 2,932,071,248</u>	<u>\$ 2,825,007,510</u>	<u>\$ 3,136,650,527</u>
Gross Full Cash Value	\$ 39,953,300,474	\$ 35,736,891,953	\$ 30,499,334,599	\$ 27,996,793,620	\$ 28,760,346,473
Ratio of Net Limited Assessed Value to Gross Full Cash Value	8%	8%	10%	10%	11%
Total Direct Rate	2.91	2.87	3.06	2.66	2.42

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Commercial, Industrial, Utilities and Mining	\$ 1,748,519,619	\$ 2,222,001,023	\$ 2,213,628,087	\$ 2,066,762,088	\$ 1,970,164,042
Agricultural and Vacant	93,688,767	91,367,892	92,581,432	81,544,140	79,737,805
Residential (Owner Occupied)	1,370,279,537	1,605,545,969	1,728,016,334	1,566,297,297	1,379,193,342
Residential (Rental)	389,455,571	442,161,550	406,299,626	342,975,361	299,194,718
Railroad, Private Cars and Airlines	3,370,255	3,448,680	3,627,819	4,197,552	4,498,306
Historical Property	5,877,087	6,329,982	5,762,821	5,996,412	5,693,714
Certain Government Property Improvements	36,342	13,320	16,635	14,610	12,745
Total	<u>\$ 3,611,227,178</u>	<u>\$ 4,370,868,416</u>	<u>\$ 4,449,932,754</u>	<u>\$ 4,067,787,460</u>	<u>\$ 3,738,494,672</u>
Gross Full Cash Value	\$ 33,325,539,824	\$ 39,732,436,063	\$ 43,380,165,352	\$ 41,713,648,470	\$ 37,092,511,154
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	11%	10%	10%	10%
Total Direct Rate	2.57	2.29	2.22	2.28	2.50

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

Note: On November 6, 2012, voters approved Proposition 117, and amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value. Primary taxes are used for general District operations. Secondary taxes are used to service District bonded debt requirements and other voter-approved overrides.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 1,698,352,264	\$ 1,493,492,230	\$ 1,360,388,743	\$ 1,379,388,741	\$ 1,582,649,621
Agricultural and Vacant	64,155,256	66,215,014	59,501,866	60,526,613	69,316,147
Residential (Owner Occupied)	1,449,664,927	1,356,045,599	1,133,972,826	1,008,699,463	1,157,123,514
Residential (Rental)	729,978,170	627,612,627	502,084,882	384,459,642	328,114,802
Railroad, Private Cars and Airlines	3,211,825	3,394,858	3,603,253	3,616,683	3,900,144
Historical Property	6,501,809	6,446,828	7,125,835	7,197,393	7,158,425
Certain Government Property Improvements	78,765	67,979	114,263	113,186	79,981
Total	<u>\$ 3,951,943,016</u>	<u>\$ 3,553,275,135</u>	<u>\$ 3,066,791,668</u>	<u>\$ 2,844,001,721</u>	<u>\$ 3,148,342,634</u>
Gross Full Cash Value	\$ 39,953,300,474	\$ 35,736,891,953	\$ 30,499,334,599	\$ 27,996,793,620	\$ 28,760,346,473
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	11%
Estimated Net Full Cash Value	<u>\$ 30,331,442,167</u>	<u>\$ 26,791,664,296</u>	<u>\$ 22,631,583,137</u>	<u>\$ 20,349,028,030</u>	<u>\$ 22,321,339,604</u>
Total Direct Rate	2.91	2.87	3.06	2.66	2.42

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Commercial, Industrial, Utilities and Mining	\$ 1,760,757,460	\$ 2,415,393,187	\$ 2,582,124,689	\$ 2,376,170,362	\$ 2,161,316,073
Agricultural and Vacant	100,091,144	111,187,280	129,249,765	117,059,927	110,727,243
Residential (Owner Occupied)	1,371,708,377	1,611,953,345	1,910,957,731	2,088,749,232	1,889,743,413
Residential (Rental)	390,480,501	469,469,813	501,011,137	451,071,909	370,195,119
Railroad, Private Cars and Airlines	3,771,696	4,133,715	4,297,367	4,750,356	4,980,766
Historical Property	8,013,466	9,230,861	7,489,991	8,140,496	7,001,422
Certain Government Property Improvements	36,359	13,320	16,635	14,610	12,745
Total	<u>\$ 3,634,859,003</u>	<u>\$ 4,621,381,521</u>	<u>\$ 5,135,147,315</u>	<u>\$ 5,045,956,892</u>	<u>\$ 4,543,976,781</u>
Gross Full Cash Value	\$ 33,325,539,824	\$ 39,732,436,063	\$ 43,380,165,352	\$ 41,713,648,470	\$ 37,092,511,154
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	12%	12%	12%	12%
Estimated Net Full Cash Value	<u>\$ 26,022,886,158</u>	<u>\$ 32,086,087,662</u>	<u>\$ 35,640,888,778</u>	<u>\$ 35,488,288,295</u>	<u>\$ 31,466,690,465</u>
Total Direct Rate	2.57	2.29	2.22	2.28	2.50

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

Note: On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value. The net full cash assessed value is used for determining the District's bonding capacity and as the ceiling for net limited assessed value.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	18 %	19 %	19 %	19 %	19 %
Agricultural and Vacant	15	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	14	15	16	16	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Commercial, Industrial, Utilities and Mining	20 %	21 %	22 %	23 %	24 %
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	15	17	18	20	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.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates													District Direct Rates		
	State	County	County	Flood	Community	Fire District	Central	City of	City of	City of	Tempe	Kyrene	East Valley			
	Equalization		Free	Control	College	Assistance	Arizona	Tempe	Phoenix	Chandler	School District	School District	Inst. of	Primary	Secondary	Total
			Library	District	District		Water				No. 3	No. 28	Technology			
2017	0.50	1.40	0.06	0.18	1.47	0.01	0.14	2.53	2.17	1.16	5.28	4.38	0.05	2.23	0.66	2.89
2016	0.51	1.36	0.06	0.16	1.49	0.01	0.14	2.52	1.82	1.18	5.47	4.01	0.05	2.22	0.66	2.88
2015	0.51	1.32	0.06	0.14	1.52	0.01	0.14	2.43	1.82	1.18	5.75	4.03	0.05	2.43	0.63	3.06
2014	0.51	1.28	0.04	0.14	1.53	0.01	0.14	2.66	1.82	N/A	6.16	4.28	0.05	2.01	0.64	2.66
2013	0.47	1.24	0.05	0.18	1.37	0.01	0.10	2.14	1.82	N/A	5.57	3.18	0.05	1.81	0.61	2.42
2012	N/A	1.24	0.05	0.18	1.21	0.01	0.10	1.79	1.82	N/A	3.99	3.35	0.05	1.61	0.96	2.57
2011	N/A	1.05	0.41	0.15	0.18	0.01	0.10	1.40	1.82	N/A	3.60	3.21	0.05	1.46	0.83	2.29
2010	N/A	0.99	0.04	0.14	0.16	0.01	0.10	1.40	1.82	N/A	3.28	2.27	0.05	1.71	0.51	2.22
2009	N/A	1.03	0.04	0.14	0.94	0.01	0.10	1.40	1.82	1.18	3.51	2.89	0.05	1.76	0.52	2.28
2008	N/A	1.10	0.04	0.14	0.94	0.01	0.10	1.40	1.82	1.20	3.82	3.49	0.05	1.74	0.76	2.50

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

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

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

Taxpayer	2017		2008	
	Net Limited Assessed Valuation	Percentage of District's Net Limited Assessed Valuation	Net Full Cash Assessed Valuation	Percentage of District's Net Full Cash Assessed Valuation
Intel Corporation	\$ 40,496,655	1.28 %	\$ 27,184,487	1.05 %
TWC-Chandler LLC	23,799,666	0.75	34,047,379	1.31
DDRA Ahwatukee Foothills LLC	12,472,867	0.39	20,529,698	0.79
Honeywell International Inc	9,734,509	0.31		
Target Corporation	8,907,988	0.28	16,482,358	0.63
Tempe Campus SPV LLC	7,909,650	0.25		
Qwest Corporation	6,373,840	0.20	18,216,381	0.70
Realty Associates Fund X L P	6,355,143	0.20		
Cars-DB10 LP	5,222,463	0.16		
Verizon Wireless	5,110,452	0.16		
Allied Signal			14,649,443	0.56
Freescale Semiconductor Inc.			13,813,044	0.53
Ikea Property Inc.			9,613,431	0.37
Total	<u>\$ 126,383,233</u>	<u>3.98 %</u>	<u>\$ 154,536,221</u>	<u>5.94 %</u>

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

Note: On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2017	\$ 92,133,809	\$ 87,366,631	94.83 %	\$	\$ 87,366,631	94.83 %
2016	87,906,676	86,483,051	98.38	1,380,366	87,863,417	99.95
2015	90,985,668	87,108,906	95.74	3,839,234	90,948,140	99.96
2014	75,484,758	71,528,341	94.76	3,928,887	75,457,228	99.96
2013	76,086,260	72,583,597	95.40	3,495,283	76,078,880	99.99
2012	93,031,771	88,830,837	95.48	3,431,299	92,262,136	99.17
2011	103,111,472	99,326,741	96.33	3,770,856	103,097,597	99.99
2010	104,461,819	96,677,562	92.55	4,547,255	101,224,817	96.90
2009	89,460,685	83,924,411	93.81	4,491,572	88,415,983	98.83
2008	91,593,527	89,346,476	97.55	2,247,051	91,593,527	100.00

Source: The source of this information is the 2015 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.

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less:	Total	Percentage of	Per Capita	Capital Leases	Total	Percentage of	Per Capita	Percentage of Personal Income	
		Amounts		Estimated				Estimated			
		Restricted for Principal		Actual Value (Full Cash Value)				Actual Value (Full Cash Value)			
2017	\$ 99,965,044	\$ 1,070,121	\$ 98,894,923	0.25 %	\$ 323	\$	\$ 99,965,044	0.25 %	\$ 326	0.04 %	
2016	102,360,139	558,279	101,801,860	0.28	336		102,360,139	0.29	338	0.06	
2015	106,977,928	656,269	106,321,659	0.35	337		106,977,928	0.35	339	0.06	
2014	81,434,358	377,221	81,057,137	0.29	273		81,434,358	0.29	274	0.05	
2013	87,148,684	2,338,601	84,810,083	0.29	288		87,148,684	0.30	296	0.06	
2012	62,560,000	1,359,299	61,200,701	0.18	206	12,515,731	75,075,731	0.23	253	0.05	
2011	85,410,000	3,363,982	82,046,018	0.21	278		85,410,000	0.21	290	0.06	
2010	107,465,000	2,465,286	104,999,714	0.24	274		107,465,000	0.25	280	0.08	
2009	128,000,000	1,969,905	126,030,095	0.30	394		128,000,000	0.31	400	0.09	
2008	117,540,000	2,826,238	114,713,762	0.31	381		117,540,000	0.32	390	0.08	

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2017

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Maricopa County Community College District	\$ 593,820,000	8.77 %	\$ 52,078,014
City of Chandler	302,595,000	20.95	63,393,653
City of Phoenix	1,428,097,000	8.68	123,958,820
City of Tempe	365,775,000	98.20	359,191,050
City of Mesa	350,560,000	0.34	1,191,904
Tempe Elementary School District No. 3	143,355,954	100.00	143,355,954
Kyrene Elementary School District No. 28	207,412,598	100.00	207,412,598
Subtotal, Overlapping Debt			<u>950,581,993</u>
Direct:			
Tempe Union High School District No. 213	100,500,000		<u>99,965,044</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 1,050,547,037</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt	
As a Percentage of Net Limited Assessed Valuation	3.12 %
Net Direct and Overlapping General Bonded Debt	
Per Capita	\$ 3,423
As a Percentage of Net Limited Assessed Valuation	33.10 %
As a Percentage of Gross Full Cash Value	2.63 %

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

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.
- 2) Outstanding debt as of June 30, 2016 is presented for the overlapping governments as this is the most recent available information.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2017:

Net full cash assessed valuation	\$ 3,951,943,016
Debt limit (10% of assessed value)	395,194,302
Debt applicable to limit	<u>98,397,485</u>
Legal debt margin	<u><u>\$ 296,796,817</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2017:

Net full cash assessed valuation	\$ 3,951,943,016
Debt limit (15% of assessed value)	592,791,452
Debt applicable to limit	<u>98,397,485</u>
Legal debt margin	<u><u>\$ 494,393,967</u></u>

	Fiscal Year Ended June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 592,791,452	\$ 532,991,270	\$ 460,018,750	\$ 426,600,258	\$ 472,251,395
Total net debt applicable to limit	<u>98,397,485</u>	<u>100,500,000</u>	<u>105,000,000</u>	<u>75,475,000</u>	<u>85,945,000</u>
Legal debt margin	<u><u>\$ 494,393,967</u></u>	<u><u>\$ 432,491,270</u></u>	<u><u>\$ 355,018,750</u></u>	<u><u>\$ 351,125,258</u></u>	<u><u>\$ 386,306,395</u></u>
Total net debt applicable to the limit as a percentage of debt limit	17%	19%	23%	18%	18%
	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Debt Limit	\$ 545,228,850	\$ 693,205,230	\$ 770,272,096	\$ 756,893,534	\$ 681,596,517
Total net debt applicable to limit	<u>62,560,000</u>	<u>85,410,000</u>	<u>107,465,000</u>	<u>128,000,000</u>	<u>117,540,000</u>
Legal debt margin	<u><u>\$ 482,668,850</u></u>	<u><u>\$ 607,795,230</u></u>	<u><u>\$ 662,807,096</u></u>	<u><u>\$ 628,893,534</u></u>	<u><u>\$ 564,056,517</u></u>
Total net debt applicable to the limit as a percentage of debt limit	11%	12%	14%	17%	17%

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

- Notes:** 1) The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds outstanding and the statutory debt limit on Class B bonds outstanding. The calculations of the debt margins are presented in detail for the current fiscal year only.
- 2) Prior to FY17, net bond premium was restricted by amount and not subject to the statutory debt limit. Beginning with FY17, any additional net premium used for capital projects, bond counsel, printing and preparation of offering documents, a financial advisor, paying agent costs or to pay down debt is counted against both debt limits with the exception of amounts of premium deposited into the Debt Service Fund or a refunding escrow to pay interest payments.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS

Year	Population	Personal Income (thousands)	Per Capita Income	Unemployment Rate	Estimated District Population
2016	4,137,076	\$ 280,120,037	\$ 40,415	4.5 %	306,630
2015	4,076,438	184,784,917	42,092	5.5	303,177
2014	4,087,191	168,483,421	41,222	5.9	315,198
2013	4,009,412	160,497,824	40,030	6.7	296,817
2012	3,884,705	154,926,697	39,300	7.1	294,788
2011	3,843,370	148,593,801	38,411	8.4	296,393
2010	4,192,887	142,864,275	37,352	9.2	294,889
2009	4,023,331	142,091,618	35,319	9.1	383,692
2008	3,958,263	147,122,078	37,168	4.9	320,000
2007	3,907,492	139,665,253	36,135	3.3	301,000

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 2007 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 and 2016, the source of the information is the Arizona Office of Employment and Population Statistics.

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

**TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

Employer	2017		2008	
	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Intel Corporation	11,300	9.42 %	11,400	9.59 %
Arizona State University	11,185	9.32	12,570	10.57
Maricopa Community College	4,611	3.84		
Salt River Project	4,374	3.65		
Safeway Inc	3,996	3.33		
Wells Fargo Bank	3,576	2.98	7,180	6.04
Honeywell	3,000	2.50	10,700	9.00
Motorola	3,000	2.50	1,200	1.01
Kyrene School District	2,401	2.00		
JP Morgan Chase	2,377	1.98	2,300	
The Boeing Co.			4,600	3.87
US Airways			3,915	3.29
General Dynamics C4 Systems			3,500	2.94
Cox Communications			3,235	2.72
Total	<u>49,820</u>	<u>41.52 %</u>	<u>60,600</u>	<u>49.03 %</u>
Total employment	<u>120,000</u>		<u>118,902</u>	

Source: The source of this information is City of Tempe, Community Development Department.

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Supervisory					
Superintendent	1	1	1	1	1
Assistant superintendents	3	3	3	3	2
Principals	7	7	7	7	7
Assistant principals	22	19	19	19	19
Total supervisory	<u>33</u>	<u>30</u>	<u>30</u>	<u>30</u>	<u>29</u>
Instruction					
Teachers	631	629	635	646	648
Other professionals (instructional)					21
Aides	71	73	76	85	97
Total instruction	<u>702</u>	<u>702</u>	<u>711</u>	<u>731</u>	<u>766</u>
Student Services					
Nurses	8	7	9	9	9
Counselors/Advisors	34	34	34	34	33
Librarians	6	6	6	6	6
Technicians					
Other instructional support	65	59	53	55	39
Total student services	<u>113</u>	<u>106</u>	<u>102</u>	<u>104</u>	<u>87</u>
Support and Administration					
Clerical workers	69	68	78	69	115
Maintenance workers	122	122	123	125	133
Bus Drivers	48	53	48	45	46
Food Service workers	36	36	36	40	67
Other classified	188	191	183	205	34
Service Workers					122
Total support and administration	<u>463</u>	<u>470</u>	<u>468</u>	<u>484</u>	<u>517</u>
Total	<u><u>1,311</u></u>	<u><u>1,308</u></u>	<u><u>1,311</u></u>	<u><u>1,349</u></u>	<u><u>1,399</u></u>

(Continued)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Supervisory					
Superintendent	1	1	1	1	1
Assistant superintendents	2				
Principals	7	7	7	7	7
Assistant principals	19	19	19	18	18
Total supervisory	<u>29</u>	<u>27</u>	<u>27</u>	<u>26</u>	<u>26</u>
Instruction					
Teachers	639	640	635	637	669
Other professionals (instructional)	19				
Aides	100	121	117	122	110
Total instruction	<u>758</u>	<u>761</u>	<u>752</u>	<u>759</u>	<u>779</u>
Student Services					
Nurses	9				
Counselors/Advisors	33				
Librarians	6	6	6	9	12
Technicians	18				
Other instructional support	58	107	101	98	100
Total student services	<u>124</u>	<u>113</u>	<u>107</u>	<u>107</u>	<u>112</u>
Support and Administration					
Clerical workers	124				
Maintenance workers	131				
Bus Drivers	53				
Food Service workers	51				
Other classified	23	282	244	243	251
Service Workers	71	170	186	180	177
Total support and administration	<u>453</u>	<u>452</u>	<u>430</u>	<u>423</u>	<u>428</u>
Total	<u>1,364</u>	<u>1,353</u>	<u>1,316</u>	<u>1,315</u>	<u>1,345</u>

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

(Concluded)

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil- Teacher Ratio	Percentage of Free/Reduced Students
2017	13,532	\$ 109,857,583	\$ 8,118	5.91 %	\$ 125,580,988	\$ 9,280	5.50 %	702	19.3	35.0 %
2016	13,861	106,253,127	7,666	1.79	121,923,836	8,796	(0.34)	702	19.7	34.0
2015	13,725	103,361,408	7,531	(0.04)	121,141,061	8,826	3.46	711	19.3	27.6
2014	13,811	104,054,378	7,534	1.06	117,826,470	8,531	(0.76)	731	18.9	32.4
2013	13,688	102,041,421	7,455	(0.76)	117,669,038	8,597	3.75	766	17.9	28.9
2012	13,580	102,011,866	7,512	1.58	112,520,452	8,286	0.24	758	17.9	22.2
2011	13,558	100,257,699	7,395	(7.20)	112,067,580	8,266	(10.55)	761	17.8	61.9
2010	12,844	102,341,857	7,968	2.43	118,688,245	9,241	1.29	752	17.1	72.2
2009	12,234	95,170,640	7,779	1.43	111,606,975	9,123	(0.91)	759	16.1	69.0
2008	12,831	98,405,136	7,669	5.37	118,134,038	9,207	7.12	779	16.5	65.7

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

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

TEMPE UNION HIGH SCHOOL DISTRICT NO. 213
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<u>2017</u>	<u>2016</u>	<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>Schools</u>										
<u>High</u>										
Buildings	77	77	77	77	75	75	75	75	75	75
Square feet	2,218,103	2,218,103	2,218,103	2,218,103	2,051,028	2,051,028	2,051,028	2,051,028	2,051,028	2,131,028
Capacity	18,511	18,511	18,511	18,511	18,511	18,511	18,511	18,511	18,511	25,675
Enrollment	13,561	13,827	13,747	13,789	13,643	13,545	13,636	13,242	12,701	13,116
<u>Administrative</u>										
Buildings	8	8	8	8	8	8	8	8	8	8
Square feet	176,300	176,300	176,300	176,300	176,300	176,300	176,300	176,300	176,300	195,000
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	108	109	99	99	99	103	111	107	107	108
<u>Athletics</u>										
Football fields	12	12	12	12	12	12	12	12	12	12
Soccer fields	6	6	6	6	6	6	6	6	6	6
Running tracks	6	6	6	6	6	6	6	6	6	6
Baseball/softball	24	24	24	24	24	24	24	24	24	24
Swimming pools	1	1	1	1	1	1	1	1	1	1

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

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