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# PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1

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## Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2020



**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**

**PRESCOTT, ARIZONA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Issued by:  
Business Services Department

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**

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## **INTRODUCTORY SECTION**

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# PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1

300 E. Gurley, Prescott, Arizona 86301

(928) 445-5400



December 11, 2020

Citizens and Governing Board  
Prescott Unified School District No. 1  
300 East Gurly Street  
Prescott, Arizona 86301

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 Prescott Unified School District No. 1 (District) for the fiscal year ended June 30, 2020.

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, 2020, 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, 2020, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated Single Audit as required by the provisions of the Single Audit Act Amendments of 1996 and 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 twenty-three public school districts located in Yavapai County, Arizona. It provides a program of public education from preschool through grade twelve, with an estimated current enrollment of 3,862 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 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.

The District is located in Central Yavapai County, Arizona. Its boundaries encompass an area of approximately 283 square miles. The City of Prescott, which is the Yavapai County seat, is located entirely within the District. The average age of the District's school buildings is 70 years.

The District's complexion is primarily rural in nature. The economy of the area is based on governmental activity, manufacturing, lumbering, agriculture, commerce, construction, and tourism. Governmental activity includes the City of Prescott as the County seat, the Veterans Administration Center and headquarters for the Prescott National Forest. Lumbering involves a portion of a 1.25 million acre tract of forest managed by the Prescott National Forest. Agricultural activities consist of cattle and sheep ranching. Commerce includes Prescott as a regional trade center for North Central Arizona. Construction activity continues at a steady pace each year. Tourism is encouraged by many historic and scenic landmarks. In addition, tourists may enjoy the many hiking trails and lakes for fishing and picnicking. Major annual events include Prescott Frontier Days, the Bluegrass Festival, Fourth of July Parade, as well as arts and craft shows on the Courthouse Plaza throughout the summer months, and the annual Courthouse Lighting Ceremony at Christmas time.

Yavapai County is the second fastest growing county in Arizona. The City of Prescott is the largest urban area within the county with a 2019 estimated population of about 44,299. The city's growth has been steady at about 4 percent for the past decade and is expected to continue at that rate. More than 100,000 people reside in the tri-city area which includes Prescott, Prescott Valley and Chino Valley. The majority of these residents live within a 10-mile radius of downtown Prescott.

The following is a list of major initiatives achieved by the District through fiscal year 2019-20:

- During fiscal year 2019-20 conducted initial planning for fiscal year 2020-21's PUSD Outreach Program. We will collaborate with school districts in Arizona to customize professional development that meets the needs of their teachers and schools.
- Developed and adopted Early Literacy Frameworks.
- Finished a major bond project which transformed Prescott High School's track into one of the best tracks in the state.
- Finished a major projected using land sale monies which transformed Prescott High School's football field into one of the synthetic fields in the state.
- Using bond monies, Taylor Hicks Elementary School and Mile High Middle School's parking lot were repaved.
- Using bond monies, Prescott High School and Abia Judd Elementary school parking lots were started being repaved.
- Not only were teachers given a 5% raise using 20X2020 monies, but all staff members in the district were given a 5% raise.
- The District will continue to follow and hone its strategic plan, which included input from community members, parents, schools, and leadership.
- The District continues to partner with the Prescott Unified School District No. 1 Educational Foundation, which to date has raised \$800,000 for PUSD initiatives.
- Continue our technology goal for one-to-one technology devices.
- Implemented Governing Board evaluation tool which mirrors the District's strategic plan.

The following is a list of projects that the District is working on for future fiscal years:

- Continue our technology goal for one-to-one technology devices.
- Continue to use Capturing Kids Hearts to set our schools' cultures
- Continue to use Classroom Instruction that Works as PUSD's instructional model
- Continue to follow and hone its strategic plan, which included input from community members, parents, schools, and leadership
- Continue to partner with the Prescott Unified School District No. 1 Educational Foundation

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.** The unemployment rate in Prescott is 4.4 percent whereas the national average is 6.9 percent. The total new residential permits issued are 420, which is greater from one year ago. Gross taxable sales in Prescott are also up by almost .9 percent.

**Long-term Financial Planning.** The Prescott Unified School District No. 1 had a student population of 3,862. Student populations are expected to remain flat in the upcoming year.

District Administration works closely with the Governing Board, Interest Based Team and the community in financial planning. Those groups helped pass the District's override and bond to supplement the budget. They also work in communicating to various Arizona Legislators the financial needs of the District. The District has a three year plan for the maintenance of facilities.

## AWARDS AND ACKNOWLEDGMENTS

**Awards.** The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. This was the 28th consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. 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, 2020 certificates.

- Mark Goligoski, Prescott High School's principal, won the Chamber of Commerce Business Awards - 2020 Educator of the Year
- Rachel Chunglo earned her National Board teaching credentials making her the first National Board certified teacher in PUSD
- Christa Simmons won ASPAA Human Resource Director of the Year for Arizona
- For the Yavapai Teacher-of-the-Year award, PUSD had seven finalists. Unfortunately, due to the COVID virus, the banquet was cancelled and all finalists were recognized as Teacher-of-the-Year recipients
- Brian Moore was named the Financial Executives International's Chief Financial Officer of the year
- Andy Binder, Mile High Middle School's principals, won the ASA Middle Level Administrator of the Year
- Prescott High Schools girl's cross country team won the State Championship
- Mountain biking and boy's cross country teams were State Champion Runner Ups

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

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

Respectfully submitted,



Joe Howard  
Superintendent



Brian Moore  
Chief Financial Officer



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

## **Prescott Unified School District No. 1**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.



A handwritten signature in black ink that reads 'Claire Hertz'.

**Claire Hertz, SFO**  
President

A handwritten signature in black ink that reads 'David J. Lewis'.

**David J. Lewis**  
Executive Director



Government Finance Officers Association

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

Presented to

**Prescott Unified School District No. 1  
Arizona**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

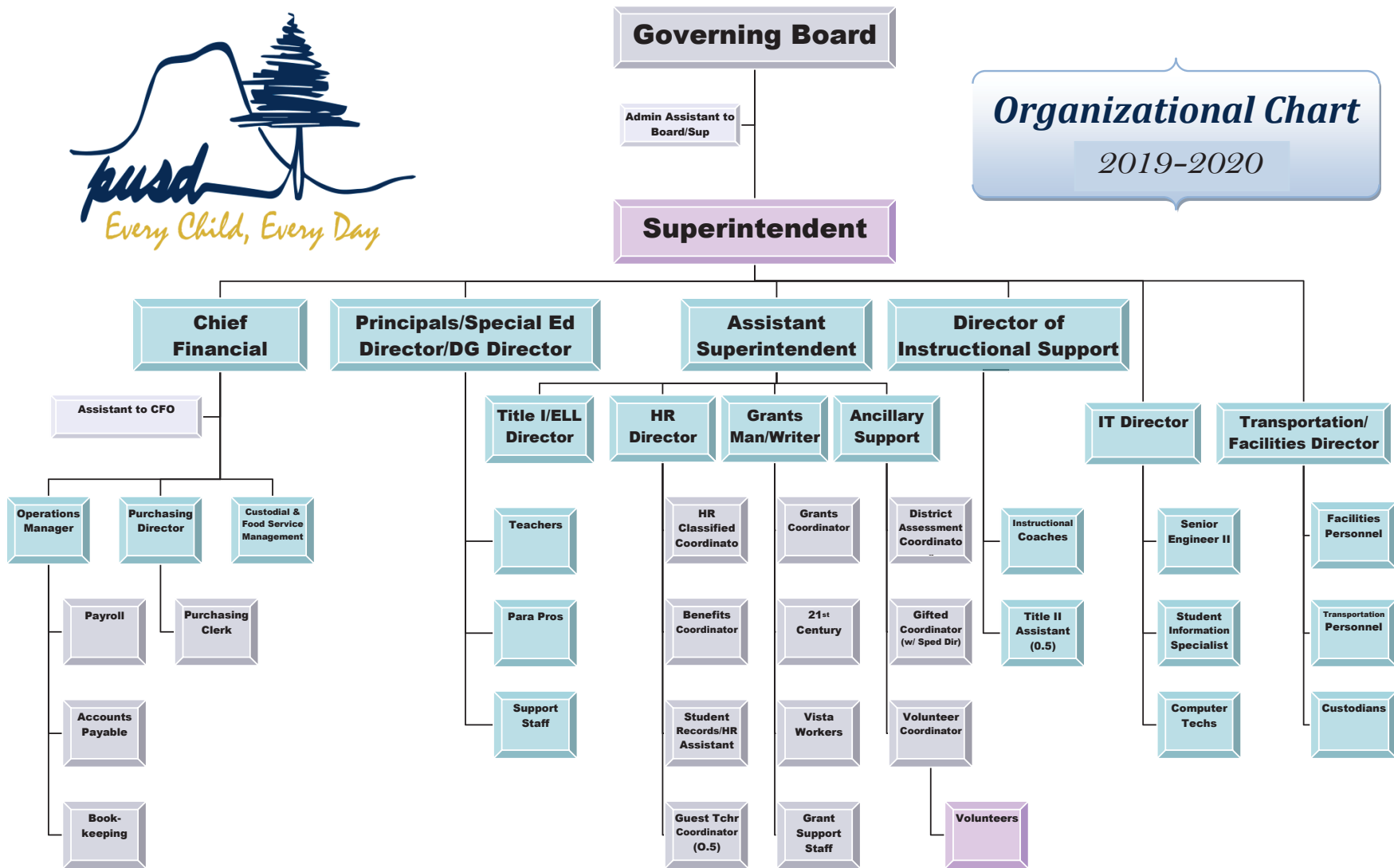
*Christopher P. Morill*

Executive Director/CEO



# Organizational Chart

2019-2020



**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**

**LIST OF PRINCIPAL OFFICIALS**

**GOVERNING BOARD**

Dr. Scott Hicks, President

Deb Dillon, Vice President

Tina Seeley, Member

Dr. Connie Donovan, Member

John Mackin, Member

Arden Cherry, Student Representative

**ADMINISTRATIVE STAFF**

Joe Howard, Superintendent

Mardi Read, Assistant Superintendent

Brian Moore, Chief Financial Officer

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## **FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Prescott Unified School District No. 1

### **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 Prescott Unified School District No. 1 (District), as of and for the year ended June 30, 2020, 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 Prescott Unified School District No. 1, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*, for the year ended June 30, 2020, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

### ***Other Matters***

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

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

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

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2020, on our consideration of Prescott Unified School District No. 1'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Prescott Unified School District No. 1's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Prescott Unified School District No. 1's internal control over financial reporting and compliance.

*Heinfeld Meech & Co. PC*

Heinfeld, Meech & Co., P.C.  
Phoenix, Arizona  
December 11, 2020

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

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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

As management of the Prescott Unified School District No. 1 (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, 2020. 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 \$1.5 million which represents an eight percent increase from the prior fiscal year as a result of the issuance of \$3.4 million in school improvement bonds.
- General revenues accounted for \$28.7 million in revenue, or 79 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$7.5 million or 21 percent of total current fiscal year revenues.
- The District had approximately \$34.7 million in expenses related to governmental activities, an increase of 11 percent from the prior fiscal year primarily due to an increase in the net pension liability due to current year changes in estimates and payments.
- Among major funds, the General Fund had \$25.6 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$26.8 million in expenditures. The General Fund's fund balance decrease from \$9.7 million at the prior fiscal year end to \$8.7 million at the end of the current fiscal year was primarily due to a reallocation of property tax revenue to the Unrestricted Capital Outlay Fund.
- Net position for the Internal Service Fund increased \$1,429 from the prior fiscal year. There were no operating revenues or expenses during the current fiscal year.

### **OVERVIEW OF FINANCIAL STATEMENTS**

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

**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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

**OVERVIEW OF FINANCIAL STATEMENTS**

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

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

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

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

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

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, Bond Building and Building Renewal Grant 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2020**

**OVERVIEW OF FINANCIAL STATEMENTS**

**Proprietary funds.** 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 uses its internal service fund to account for its employee benefit trust. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements. The Employee Benefit Trust, although a legally separate component unit, functions for all employees of the District, and therefore has been included as an internal service fund.

**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 and pension 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 as required supplementary information. Schedules for the pension and other postemployment benefit plans have been provided as required supplementary information.

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 \$20.3 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	As of June 30, 2020	As of June 30, 2019
Current assets	\$ 18,679,811	\$ 16,437,381
Capital assets, net	38,505,234	37,557,988
Total assets	<u>57,185,045</u>	<u>53,995,369</u>
Deferred outflows	<u>3,112,865</u>	<u>3,374,560</u>
Current and other liabilities	406,061	1,329,624
Long-term liabilities	37,738,036	33,644,450
Total liabilities	<u>38,144,097</u>	<u>34,974,074</u>
Deferred inflows	<u>1,805,399</u>	<u>4,077,126</u>
Net position:		
Net investment in capital assets	29,273,651	28,392,696
Restricted	8,330,228	7,874,613
Unrestricted	(17,255,465)	(17,948,580)
Total net position	<u>\$ 20,348,414</u>	<u>\$ 18,318,729</u>

At the end of the current fiscal year, the District reported a negative unrestricted net position of \$17.3 million due primarily to the District's proportionate share of the state pension plan's unfunded liability. Positive net position was reported in the other two categories. The same situation held true for the prior fiscal year.

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

- The issuance of \$3.4 million in school improvement bonds.
- The principal retirement of \$1.0 million of bonds.
- The addition of \$3.7 million in capital assets through school improvements and purchases of vehicles, furniture and equipment.
- The increase of \$1.8 million in pension liabilities due to current year changes in estimates and payments.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

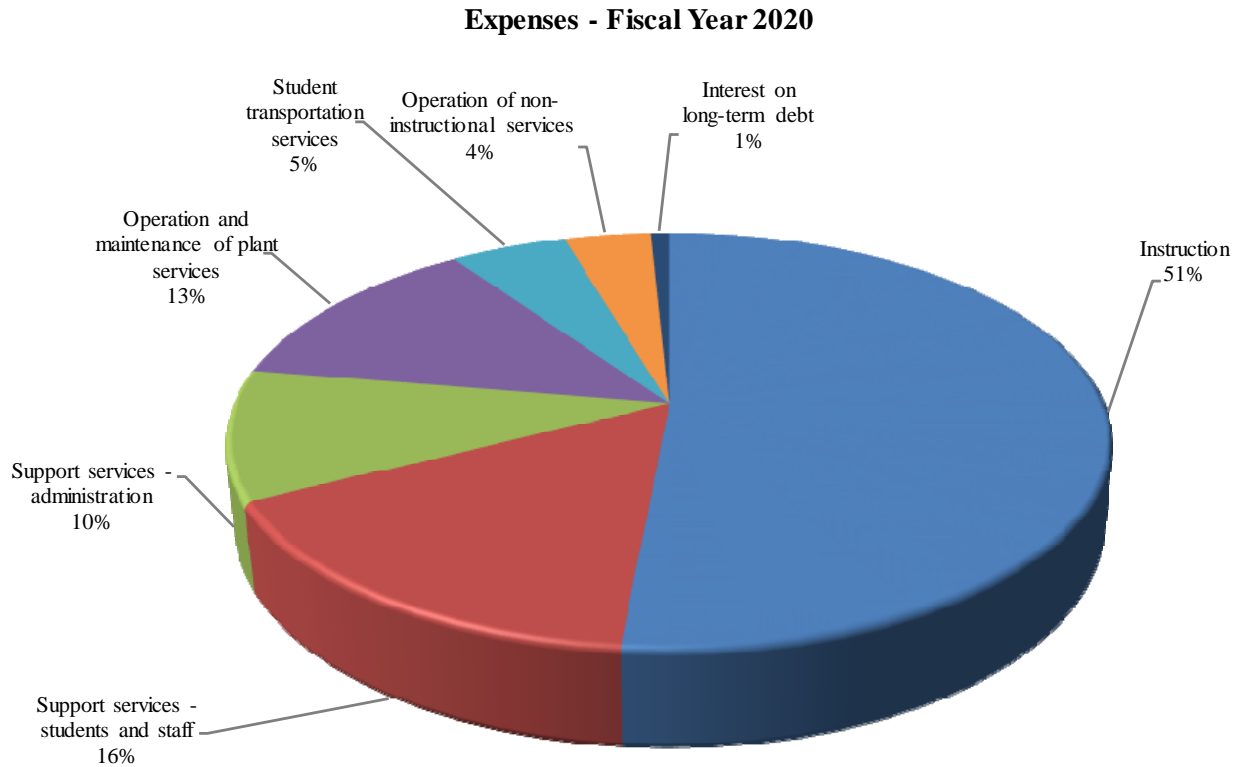
**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Changes in net position.** The District's total revenues for the current fiscal year were \$36.2 million. The total cost of all programs and services was \$34.7 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2020 and June 30, 2019.

	Fiscal Year Ended June 30, 2020	Fiscal Year Ended June 30, 2019
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 2,239,483	\$ 2,342,536
Operating grants and contributions	4,226,576	4,138,813
Capital grants and contributions	1,037,429	95,307
General revenues:		
Property taxes	19,691,453	19,940,887
Investment income	271,234	279,116
Unrestricted county aid		
Unrestricted state aid	8,113,003	8,034,142
Unrestricted federal aid	579,975	505,294
<b>Total revenues</b>	36,159,153	35,336,095
<b>Expenses:</b>		
Instruction	17,850,162	15,669,863
Support services - students and staff	5,591,414	4,581,036
Support services - administration	3,498,549	2,995,050
Operation and maintenance of plant services	4,415,200	4,501,794
Student transportation services	1,757,579	1,731,198
Operation of non-instructional services	1,306,040	1,376,321
Interest on long-term debt	270,532	324,698
<b>Total expenses</b>	34,689,476	31,179,960
<b>Excess before special items</b>	1,469,677	4,156,135
Special item - gain on sale of capital assets		447,528
<b>Changes in net position</b>	1,469,677	4,603,663
<b>Net position, beginning</b>	18,878,737	13,715,066
<b>Net position, ending</b>	\$ 20,348,414	\$ 18,318,729

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**



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

- Instruction expenses increased \$2.2 million primarily as a result of increase in the net pension liability due to current year changes in estimates and payments.
- Support services – students and staff expenses increased \$1.0 million primarily as a result of an increase in the net pension liability due to current year changes in estimates and payments.
- Capital grants and contributions increased \$942,122 million primarily due to additional funding from the School Facilities Board.

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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

	Year Ended June 30, 2020		Year Ended June 30, 2019	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 17,850,162	\$ (13,444,872)	\$ 15,669,863	\$ (12,162,214)
Support services - students and staff	5,591,414	(3,997,412)	4,581,036	(3,312,319)
Support services - administration	3,498,549	(3,424,776)	2,995,050	(2,745,726)
Operation and maintenance of plant services	4,415,200	(4,181,938)	4,501,794	(4,332,921)
Student transportation services	1,757,579	(1,730,415)	1,731,198	(1,688,460)
Operation of non-instructional services	1,306,040	(215,294)	1,376,321	(122,323)
Interest on long-term debt	270,532	(191,281)	324,698	(239,341)
<b>Total</b>	<b>\$ 34,689,476</b>	<b>\$ (27,185,988)</b>	<b>\$ 31,179,960</b>	<b>\$ (24,603,304)</b>

- The cost of all governmental activities this year was \$34.7 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$7.5 million.
- Net cost of governmental activities of \$27.2 million was financed by general revenues, which are made up of primarily property taxes of \$19.7 million and state and federal aid of \$8.7 million. Investment earnings accounted for \$271,234 of funding.

**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 \$17.8 million, an increase of \$2.6 million primarily due to the issuance of \$3.4 million in school improvement bonds.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

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

The General Fund comprises 49 percent of the total fund balance. Approximately \$6.0 million, or 69 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The decrease in fund balance of \$1.0 million to \$8.7 million as of fiscal year end was due to a reallocation of property tax revenue the Unrestricted Capital Outlay Fund. General Fund revenues decreased \$1.1 million primarily as a result of a reallocation of property tax revenue the Unrestricted Capital Outlay Fund. General Fund expenditures increased \$1.3 million due to an increase in instruction expenditures as a result of a five percent raise to all instructional staff and a 10 percent increase in health insurance costs.

The Bond Building Fund's fund balance increased \$2.2 million due primarily to the issuance of \$3.4 million in school improvement bonds.

**Proprietary funds.** Unrestricted net position of the Internal Service Funds at the end of the fiscal year amounted to \$127,703. The increase of \$1,429 from the prior fiscal year was not significant.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in changes in student enrollment, anticipated costs, and budget capacity. The difference between the original budget and the final amended budget was a \$1.4 million increase, or five 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 variance of \$2.7 million in instruction expenditures was a result of a higher than expected end-of-the-year maintenance and operation carryforward which was applied to the instruction expenditures budget line items for the final budget revision.
- The favorable variance of \$502,114 in operation and maintenance of plant services expenditures was a result of mirroring the final budget revision with fiscal year 2019-20's actual expenditures. Due to a higher skilled facilities staff, the District did not need to outsource a significant amount of preventative maintenance and equipment repairs, which in turn saved the District money.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the District had invested \$77.4 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$3.7 million from the prior fiscal year, primarily due to the repaving of school parking lots and track and field renovations. Total depreciation expense for the current fiscal year was \$2.7 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2020 and June 30, 2019.

	As of June 30, 2020	As of June 30, 2019
Capital assets - non-depreciable	\$ 1,843,727	\$ 1,876,919
Capital assets - depreciable, net	36,661,507	35,681,069
Total	\$ 38,505,234	\$ 37,557,988

The estimated cost to complete current construction projects is \$3.1 million.

Additional information on the District's capital assets can be found in Note 7.

**Debt Administration.** At year end, the District had \$13.0 million in long-term debt outstanding, \$1.3 million due within one year. Long-term debt increased by \$2.3 million primarily due to the issuance of school improvement bonds.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$352.2 million and the Class B debt limit is \$234.8 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 9 through 11.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2020**

**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 2020-21 budget. Among them:

- Fiscal year 2019-20 budget balance carry forward (estimated \$2.3 million).
- District student population (estimated 3,590).
- Employee salaries (estimated \$953,674).

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

Budgeted expenditures in the General Fund increased three percent to \$28.0 million in fiscal year 2020-21. A five percent raise to all employees and a 10 percent increase in health insurance costs were the primary reason for the increase. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2020-21 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 Business Services Department, Prescott Unified School District No. 1, 300 East Gurley Street, Prescott, Arizona, 86301.

## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

	Governmental Activities
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 15,918,935
Property taxes receivable	341,953
Accounts receivable	186,077
Due from governmental entities	2,232,846
Total current assets	18,679,811
Noncurrent assets:	
Capital assets not being depreciated	1,843,727
Capital assets, net of accumulated depreciation	36,661,507
Total noncurrent assets	38,505,234
<b>Total assets</b>	<b>57,185,045</b>
 <b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	
Pension plan items	3,112,865
 <b><u>LIABILITIES</u></b>	
Current liabilities:	
Accounts payable	307,220
Construction contracts payable	37,302
Compensated absences payable	133,333
Unearned revenues	61,539
Obligations under capital leases	187,000
Bonds payable	1,120,000
Total current liabilities	1,846,394
Noncurrent liabilities:	
Non-current portion of long-term obligations	36,297,703
Total noncurrent liabilities	36,297,703
<b>Total liabilities</b>	<b>38,144,097</b>
 <b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	
Pension plan items	1,805,399
 <b><u>NET POSITION</u></b>	
Net investment in capital assets	29,273,651
Restricted	8,330,228
Unrestricted	(17,255,465)
<b>Total net position</b>	<b>\$ 20,348,414</b>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2020**

<b>Functions/Programs</b>	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental activities:</b>					
Instruction	\$ 17,850,162	\$ 1,360,020	\$ 2,007,841	\$ 1,037,429	\$ (13,444,872)
Support services - students and staff	5,591,414	315,988	1,278,014		(3,997,412)
Support services - administration	3,498,549		73,773		(3,424,776)
Operation and maintenance of plant services	4,415,200	233,262			(4,181,938)
Student transportation services	1,757,579		27,164		(1,730,415)
Operation of non-instructional services	1,306,040	330,213	760,533		(215,294)
Interest on long-term debt	270,532		79,251		(191,281)
<b>Total governmental activities</b>	<u>\$ 34,689,476</u>	<u>\$ 2,239,483</u>	<u>\$ 4,226,576</u>	<u>\$ 1,037,429</u>	<u>(27,185,988)</u>

**General revenues:**

Taxes:

Property taxes, levied for general purposes	17,767,687
Property taxes, levied for debt service	1,171,445
Property taxes, levied for capital outlay	752,321
Investment income	271,234
Unrestricted state aid	8,113,003
Unrestricted federal aid	579,975
<b>Total general revenues</b>	<u>28,655,665</u>

**Changes in net position**

1,469,677

**Net position, beginning of year, as restated**

18,878,737

**Net position, end of year**

\$ 20,348,414

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

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**FUND FINANCIAL STATEMENTS**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2020**

	General	Bond Building	Building Renewal Grant
<b><u>ASSETS</u></b>			
Cash and investments	\$ 6,910,173	\$ 3,722,150	\$
Property taxes receivable	310,712		
Accounts receivable			
Due from governmental entities	1,487,913		247,639
Due from other funds	326,212		
<b>Total assets</b>	<b>\$ 9,035,010</b>	<b>\$ 3,722,150</b>	<b>\$ 247,639</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 192,732	\$	\$
Construction contracts payable			37,302
Due to other funds			240,403
Unearned revenues			
<b>Total liabilities</b>	<b>192,732</b>		<b>277,705</b>
Deferred inflows of resources:			
Unavailable revenues - property taxes	149,425		
Unavailable revenues - intergovernmental			
<b>Total deferred inflows of resources</b>	<b>149,425</b>		
Fund balances (deficits):			
Restricted	2,718,543	3,722,150	
Unassigned	5,974,310		(30,066)
<b>Total fund balances</b>	<b>8,692,853</b>	<b>3,722,150</b>	<b>(30,066)</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 9,035,010</b>	 <b>\$ 3,722,150</b>	 <b>\$ 247,639</b>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 5,158,909	\$ 15,791,232
31,241	341,953
186,077	186,077
497,294	2,232,846
	326,212
<u>\$ 5,873,521</u>	<u>\$ 18,878,320</u>
\$ 114,488	\$ 307,220
	37,302
85,809	326,212
61,539	61,539
<u>261,836</u>	<u>732,273</u>
27,947	177,372
124,916	124,916
<u>152,863</u>	<u>302,288</u>
5,545,833	11,986,526
(87,011)	5,857,233
<u>5,458,822</u>	<u>17,843,759</u>
<u>\$ 5,873,521</u>	<u>\$ 18,878,320</u>

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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

<b>Total governmental fund balances</b>		<b>\$ 17,843,759</b>
<p>Amounts reported for <i>governmental activities</i> in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>		
Governmental capital assets	\$ 77,410,375	
Less accumulated depreciation	<u>(38,905,141)</u>	38,505,234
<p>Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.</p>		
Property taxes	177,372	
Intergovernmental	<u>124,916</u>	302,288
<p>Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.</p>		
Deferred outflows of resources related to pensions	3,112,865	
Deferred inflows of resources related to pensions	<u>(1,805,399)</u>	1,307,466
<p>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.</p>		
		127,703
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.</p>		
Compensated absences payable	(795,255)	
Obligations under capital leases	(1,757,000)	
Net pension liability	(23,989,048)	
Bonds payable	<u>(11,196,733)</u>	<u>(37,738,036)</u>
<b>Net position of governmental activities</b>		<b>\$ <u><u>20,348,414</u></u></b>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	General	Bond Building	Building Renewal Grant
<b>Revenues:</b>			
Other local	\$ 1,540,469	\$ 14,931	\$
Property taxes	17,770,625		
State aid and grants	5,750,295		495,866
Federal aid, grants and reimbursements	579,975		
<b>Total revenues</b>	25,641,364	14,931	495,866
<b>Expenditures:</b>			
Current -			
Instruction	13,232,219		
Support services - students and staff	4,316,803		
Support services - administration	3,085,779		
Operation and maintenance of plant services	3,346,300		
Student transportation services	1,284,676		
Operation of non-instructional services	146,238		
Capital outlay	1,360,005	1,222,267	543,900
Debt service -			
Principal retirement	824		
Interest and fiscal charges	17		
Bond issuance costs		116,324	
<b>Total expenditures</b>	26,772,861	1,338,591	543,900
<b>Excess (deficiency) of revenues over expenditures</b>	(1,131,497)	(1,323,660)	(48,034)
<b>Other financing sources (uses):</b>			
Transfers in	78,770		
Transfers out		(14,931)	
Issuance of school improvement bonds		3,365,000	
Premium on sale of bonds		214,650	
Insurance recoveries	23,173		
<b>Total other financing sources (uses)</b>	101,943	3,564,719	
<b>Changes in fund balances</b>	(1,029,554)	2,241,059	(48,034)
<b>Fund balances, beginning of year, as restated</b>	9,722,407	1,481,091	17,968
<b>Fund balances, end of year</b>	\$ 8,692,853	\$ 3,722,150	\$ (30,066)

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 2,190,066	\$ 3,745,466
1,904,144	19,674,769
2,752,435	8,998,596
3,118,606	3,698,581
<u>9,965,251</u>	<u>36,117,412</u>
3,203,340	16,435,559
1,261,369	5,578,172
169,380	3,255,159
61,932	3,408,232
76,757	1,361,433
1,115,827	1,262,065
999,455	4,125,627
1,210,303	1,211,127
331,688	331,705
	116,324
<u>8,430,051</u>	<u>37,085,403</u>
<u>1,535,200</u>	<u>(967,991)</u>
14,931	93,701
(78,770)	(93,701)
	3,365,000
	214,650
	23,173
<u>(63,839)</u>	<u>3,602,823</u>
<u>1,471,361</u>	<u>2,634,832</u>
3,987,461	15,208,927
<u>\$ 5,458,822</u>	<u>\$ 17,843,759</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2020**

**Changes in fund balances - total governmental funds** **\$ 2,634,832**

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

Governmental funds report the portion of capital outlay for capitalized assets as expenditures.

However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives as depreciation expense.

Expenditures for capitalized assets	\$ 3,667,942	
Less current year depreciation	<u>(2,711,863)</u>	956,079

Issuance of long-term debt provides current financial resources to governmental funds, but the issuance increases long term liabilities in the Statement of Net Position.

Issuance of school improvement bonds		(3,365,000)
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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	16,684	
Intergovernmental	<u>9,288</u>	25,972

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

Capital lease principal retirement	186,127	
Bond principal retirement	<u>1,025,000</u>	1,211,127

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

Current year pension contributions	2,014,165	
Pension expense	<u>(1,785,807)</u>	228,358

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

Loss on disposal of capital assets	(8,833)	
Amortization of deferred bond items	(153,477)	
Compensated absences	<u>(60,810)</u>	(223,120)

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>1,429</u>
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**Changes in net position in governmental activities** **\$ 1,469,677**

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2020**

	<u>Governmental Activities: Internal Service Funds</u>
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 127,703
Total current assets	<u>127,703</u>
<b>Total assets</b>	<u>127,703</u>
<b><u>NET POSITION</u></b>	
Unrestricted	<u>127,703</u>
<b>Total net position</b>	<u><u>\$ 127,703</u></u>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Governmental Activities: Internal Service Funds
<b>Nonoperating revenues (expenses):</b>	
Investment income	\$ 1,429
<b>Total nonoperating revenues (expenses)</b>	<u>1,429</u>
<b>Changes in net position</b>	<u>1,429</u>
<b>Total net position, beginning of year</b>	126,274
<b>Total net position, end of year</b>	<u><u>\$ 127,703</u></u>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2020**

	Governmental Activities: Internal Service Funds
<b><u>Increase in Cash and Cash Equivalents</u></b>	
<b>Cash flows from investing activities:</b>	
Investment income	1,429
Investment activity	255
	1,684
<b>Net cash provided by for investing activities</b>	<b>1,684</b>
<b>Net increase in cash and cash equivalents</b>	<b>1,684</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>124,058</b>
<b>Cash and cash equivalents, end of year</b>	<b>125,742</b>
<b><u>Reconciliation of Cash and Cash Equivalents to the Statement of Net Position</u></b>	
Cash and investments	127,703
Less investments not maturing within three months	1,961
	125,742
<b>Total cash and cash equivalents</b>	<b>125,742</b>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

The financial statements of the Prescott Unified School District No. 1 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2020, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. This Statement establishes criteria for identifying fiduciary activities for accounting and financial reporting purposes, and provides guidance as to how those activities should be reported. Student Activities and employee withholding accounts reported in the prior year as fiduciary activities do not meet these new fiduciary activities criteria and have been reclassified as special revenue governmental funds and the General Fund. Beginning balances of the governmental funds and governmental activities have been restated by \$560,010 accordingly.

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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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 or fiduciary 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 and state aid, and other items not included among program revenues are reported instead as general revenues.

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

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

**Fund Financial Statements** – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

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.

Property taxes, 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.

Separate financial statements are presented for governmental funds and proprietary funds. 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.

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 the 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.

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

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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

Additionally, the District reports the following fund type:

Proprietary Fund – The Proprietary Fund is an Internal Service Fund that accounts for activities related to the District’s insurance program.

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 funds are charges for health and welfare benefits and charges to District departments for goods and services. Operating expenses for internal service funds 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.

**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.

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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

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

**E. Investment Income**

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

**F. Receivables and Payables**

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

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

**G. Property Tax Calendar**

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

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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

**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.

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 - 30 years
Buildings and improvements	5 - 80 years
Vehicles, furniture and equipment	5 - 50 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

**K. Compensated Absences**

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

**L. Pensions**

For purposes of measuring the net pension liability, related deferred outflows of resources and deferred inflows of resources, 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 and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

**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.

**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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

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

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

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

	<u>General Fund</u>	<u>Bond Building Fund</u>	<u>Building Renewal Grant Fund</u>	<u>Non-Major Governmental Funds</u>
Fund Balances:				
Restricted:				
Debt service	\$	\$	\$	\$ 117,001
Capital projects	2,718,543			1,106,982
Bond building projects		3,722,150		
Voter approved initiatives				1,095,534
Federal and state projects				282,741
Food service				241,743
Civic center				286,325
Career technical education				284,344
Extracurricular activities				1,025,394
Gifts and donations				960,391
Student activities				125,355
Other purposes				20,023
Unassigned	<u>5,974,310</u>		<u>(30,066)</u>	<u>(87,011)</u>
Total fund balances	<u>\$ 8,692,853</u>	<u>\$ 3,722,150</u>	<u>\$ (30,066)</u>	<u>\$ 5,458,822</u>

**NOTE 3 – RESTRICTED NET POSITION**

The table below provides detail of the major components of the District’s restricted net position at year end.

	<u>Governmental Activities</u>
Restricted Net Position:	
Debt service	\$ 135,295
Capital projects	3,835,178
Voter approved initiatives	1,095,534
Federal and state projects	320,646
Food service	241,743
Civic center	286,325
Extracurricular activities	1,025,394
Gifts and donations	960,391
Career technical education	284,344
Student activities	125,355
Other purposes	20,023
Total	<u>\$ 8,330,228</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 4 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Individual Deficit Fund Balances** – At year end, the following individual non-major governmental funds reported deficits in fund balance.

	Deficit
Non-Major Governmental Funds:	
Title I Grants	\$ 4,163
Professional Development and Technology Grants	5,932
Title IV Grants	34,163
Special Education Grants	14
Vocational Education	666
Other Federal Projects	42,073

The deficits arose because of pending grant reimbursements. Additional revenues received in fiscal year 2020-21 are expected to eliminate the deficits.

**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 5 – 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 \$426,337 and the bank balance was \$586,646. At year end, \$316,648 of the District’s deposits was covered by collateral held by the pledging financial institution’s trust department or agent but not 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

*Valuation Techniques.* Equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 of the fair value hierarchy are valued using matrix pricing techniques. Matrix pricing is used to value securities based on the securities’ relationship to benchmark quoted prices. Real estate assets classified in Level 3 are valued by external appraisals and are generally obtained at least annually. The appraisals are performed using generally accepted valuation approaches by an independent appraiser.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 5 – CASH AND INVESTMENTS**

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

All investments in which the fair value hierarchy is applicable are measured at fair value on a recurring basis. At year end, the District’s investments consisted of the following:

Investment Type	Category	Fair Value	Investment Maturities (in Years)	
			Less than 1	More than 10
Fixed Income Securities	Level 1	\$ 1,961	\$	\$ 1,961
Mutual Funds	Level 1	105,744	105,744	
			<u>\$ 105,744</u>	<u>\$ 1,961</u>
County Treasurer’s investment pool	Not applicable	<u>15,384,893</u>	1.137 years average maturities	
Total		<u>\$ 15,492,598</u>		

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

*Credit Risk.* The District has no investment policy that would further limit its investment choices. As of the year end, the District’s investment in the County Treasurer’s investment pool and mutual funds and government-asset backed securities did not receive a credit quality rating from a national rating agency. The District’s investments were unrated.

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

*Concentration of Credit Risk.* The District places no limit on the amount the District may invest in any one issuer. No more than five percent of the District’s investments are in with any one issuer.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 6 – RECEIVABLES**

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

	<u>General Fund</u>	<u>Building Renewal Grant Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:			
Due from federal government	\$	\$	\$ 164,428
Due from state government	1,487,913	247,639	332,866
Net due from governmental entities	<u>\$ 1,487,913</u>	<u>\$ 247,639</u>	<u>\$ 497,294</u>

**NOTE 7 – CAPITAL ASSETS**

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

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 969,866	\$	\$	\$ 969,866
Construction in progress	907,053	3,089,342	3,122,534	873,861
Total capital assets, not being depreciated	<u>1,876,919</u>	<u>3,089,342</u>	<u>3,122,534</u>	<u>1,843,727</u>
Capital assets, being depreciated:				
Land improvements	4,519,707	2,991,512		7,511,219
Buildings and improvements	59,766,676	373,082		60,139,758
Vehicles, furniture and equipment	7,589,131	336,540	10,000	7,915,671
Total capital assets being depreciated	<u>71,875,514</u>	<u>3,701,134</u>	<u>10,000</u>	<u>75,566,648</u>
Less accumulated depreciation for:				
Land improvements	(2,716,989)	(293,306)		(3,010,295)
Buildings and improvements	(29,273,790)	(1,932,967)		(31,206,757)
Vehicles, furniture and equipment	(4,203,666)	(485,590)	(1,167)	(4,688,089)
Total accumulated depreciation	<u>(36,194,445)</u>	<u>(2,711,863)</u>	<u>(1,167)</u>	<u>(38,905,141)</u>
Total capital assets, being depreciated, net	<u>35,681,069</u>	<u>989,271</u>	<u>8,833</u>	<u>36,661,507</u>
Governmental activities capital assets, net	<u>\$ 37,557,988</u>	<u>\$ 4,078,613</u>	<u>\$ 3,131,367</u>	<u>\$ 38,505,234</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 7 – CAPITAL ASSETS**

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 1,232,717
Support services – students and staff	4,748
Support services – administration	120,661
Operation and maintenance of plant services	1,004,316
Student transportation services	322,373
Operation of non-instructional services	27,048
Total depreciation expense – governmental activities	<u>\$ 2,711,863</u>

**Construction Commitments** – At year end, the District had contractual commitments related to various capital projects at Prescott Mile High Middle School, Prescott High School, and Abia Judd Elementary School. At year end the District had spent \$873,861 on the projects and had estimated remaining contractual commitments of \$3,108,169. The projects are being funded with Bond Building, Building Renewal Grant and General Funds monies.

**NOTE 8 – REVOLVING LINE OF CREDIT**

The District has a \$5,000,000 million revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$5,000,000 million in unused line of credit.

**NOTE 9 – OBLIGATIONS UNDER CAPITAL LEASES**

The District has acquired copiers, software, and energy retrofits and other energy savings items under the provisions of long-term lease agreements classified as capital leases. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the General, E-Rate, Unrestricted Capital Outlay, and the Energy and Water Savings Funds are used to pay the capital lease obligations. The District receives a federal interest subsidy to fund the interest payments for the District-wide energy project. Amortization of assets recorded under capital leases is included with depreciation expense.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 9 – OBLIGATIONS UNDER CAPITAL LEASES**

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

	Governmental Activities
Asset:	
Building improvements	\$ 2,149,830
Vehicles, furniture and equipment	715,321
Less: Accumulated depreciation	<u>(1,136,707)</u>
Total	<u>\$ 1,728,444</u>

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

		Governmental Activities
Year Ending June 30:		
	2021	\$ 261,910
	2022	210,039
	2023	203,933
	2024	197,827
	2025	191,721
	2026-30	866,012
	2031-34	<u>302,190</u>
Total minimum lease payments		2,233,632
Less: amount representing interest		<u>476,632</u>
Present value of minimum lease payments		<u>\$ 1,757,000</u>
Due within one year		<u>\$ 187,000</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 10 – GENERAL OBLIGATION BONDS PAYABLE**

Bonds payable at year end consisted of the following outstanding general obligation bonds. The bonds are both callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. The District’s legal debt limit is \$352.2 million and the available margin is \$341.1 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2020	Due Within One Year
<b>Governmental activities:</b>					
School Improvement Bonds, Project of 2015, Series A 2016 (Class B)	\$ 7,500,000	2.0-3.5%	7/1/20-30	\$ 4,350,000	\$ 400,000
School Improvement Bonds, Project of 2015, Series B 2018 (Class B)	3,895,000	3.0-4.0%	7/1/20-30	2,870,000	350,000
School Improvement Bonds, Project of 2015, Series C 2020 (Class B)	3,365,000	3.00%	7/1/20-33	3,365,000	370,000
Total				<u>\$ 10,585,000</u>	<u>\$ 1,120,000</u>

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
2021	\$ 1,120,000	\$ 331,830
2022	1,320,000	292,976
2023	1,400,000	257,376
2024	665,000	217,376
2025	695,000	199,076
2026-30	4,100,000	612,926
2031-34	1,285,000	78,750
Total	<u>\$ 10,585,000</u>	<u>\$ 1,990,310</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 11 – CHANGES IN LONG-TERM LIABILITIES**

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 8,245,000	\$ 3,365,000	\$ 1,025,000	\$ 10,585,000	\$ 1,120,000
Premium	458,256	214,650	61,173	611,733	
Total bonds payable	<u>8,703,256</u>	<u>3,579,650</u>	<u>1,086,173</u>	<u>11,196,733</u>	<u>1,120,000</u>
Obligations under capital leases	1,943,127		186,127	1,757,000	187,000
Net pension liability	22,180,483	1,808,565		23,989,048	
Compensated absences payable	<u>734,445</u>	<u>164,879</u>	<u>104,069</u>	<u>795,255</u>	<u>133,333</u>
Governmental activity long-term liabilities	<u>\$ 35,561,311</u>	<u>\$ 5,553,094</u>	<u>\$ 1,376,369</u>	<u>\$ 37,738,036</u>	<u>\$ 1,440,333</u>

**NOTE 12 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

At year end, interfund balances were as follows:

**Due to/from other funds** – At year end, Bond Building Fund and several non-major governmental funds had negative cash balances in the Treasurer’s pooled cash accounts of \$240,403 and \$85,809, respectively, for a total of \$326,212. 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 between funds were used to (1) move investment income and premium of \$14,931 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 of \$78,770 restricted for indirect costs.

**NOTE 13 – 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 14 – RISK MANAGEMENT**

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

The District's employees have health and accident insurance coverage with Kairos Health Arizona, Inc. Kairos is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to Kairos for employees' health and accident insurance coverage. The agreement provides that Kairos 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.

**NOTE 15 – PENSIONS**

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

The ASRS OPEB plans are not further disclosed because of their relative insignificance to the District's financial statements.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 15 – PENSIONS**

**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 12.11 percent (11.94 percent for retirement and 0.17 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 12.11 percent (11.45 percent for retirement, 0.49 percent for health insurance premium benefit, and 0.17 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, 2020 were \$2,014,165.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 15 – PENSIONS**

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.41 percent (10.29 for retirement, 0.05 percent for health insurance premium benefit, and 0.07 percent for long-term disability). ACR contributions are included in employer contributions presented above.

The District’s pension plan contributions are paid by the same funds as the employee’s salary, with the largest component coming from the General Fund.

**Pension Liability.** The net pension liability was measured as of June 30, 2019. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2018, to the measurement date of June 30, 2019. The District’s proportion of the net liability was based on the District’s actual contributions to the applicable plan relative to the total of all participating employers’ contributions to the plan for the year ended June 30, 2019.

At June 30, 2020, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2019, the District’s percentage proportion for the plan and the related change from its proportion measured as of June 30, 2018 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 23,989,048	0.165	0.006

**Pension Expense and Deferred Outflows/Inflows of Resources.** The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District’s pension expense for the year ended June 30, 2020 was \$1,785,807.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 15 – PENSIONS**

The District 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	\$ 433,368	\$ 4,510
Changes of assumptions or other inputs	101,402	955,291
Net difference between projected and actual earnings		539,191
Changes in proportion and differences between	563,930	306,407
Contributions subsequent to the measurement date	2,014,165	
Total	\$ 3,112,865	\$ 1,805,399

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2021. 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:	
2021	\$ (375,636)
2022	(371,925)
2023	(103,548)
2024	144,410

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

Actuarial valuation date	June 30, 2018
Actuarial roll forward date	June 30, 2019
Actuarial cost method	Entry age normal
Investment rate of return	7.5%
Inflation	2.3%
Projected salary increases	2.7-7.2%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 15 – PENSIONS**

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. 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, 2017, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of 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, excluding any expected inflation.

On June 29, 2018, the ASRS Board approved updated strategic asset allocation targets, to be effective July 2018. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
Equity	50%	6.09%
Credit	20	5.36
Interest rate sensitive bonds	10	1.62
Real estate	20	5.85
Total	100%	

**Discount Rate.** The discount rate used to measure the total pension liability was 7.5 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 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 investments was applied to all periods of projected benefit payments to determine the total pension liability.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**NOTE 15 – PENSIONS**

**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 7.5 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	Current Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Net liability	\$ 34,141,972	\$ 23,989,048	\$ 15,503,817

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

**REQUIRED SUPPLEMENTARY INFORMATION**

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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL**  
**YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Other local	\$	\$	\$ 451,075	\$ 451,075
Property taxes			17,770,625	17,770,625
State aid and grants			5,749,504	5,749,504
<b>Total revenues</b>			<u>23,971,204</u>	<u>23,971,204</u>
<b>Expenditures:</b>				
Current -				
Instruction	13,731,425	15,159,585	12,442,077	2,717,508
Support services - students and staff	3,563,771	3,476,207	3,661,894	(185,687)
Support services - administration	2,694,749	2,924,201	2,847,574	76,627
Operation and maintenance of plant services	4,020,812	3,689,235	3,187,121	502,114
Student transportation services	1,690,988	1,634,934	1,284,636	350,298
Operation of non-instructional services	144,248	324,895	123,444	201,451
<b>Total expenditures</b>	<u>25,845,993</u>	<u>27,209,057</u>	<u>23,546,746</u>	<u>3,662,311</u>
<b>Changes in fund balances</b>	<u>(25,845,993)</u>	<u>(27,209,057)</u>	<u>424,458</u>	<u>27,633,515</u>
<b>Fund balances, beginning of year</b>			4,101,604	4,101,604
<b>Fund balances (deficits), end of year</b>	<u>\$ (25,845,993)</u>	<u>\$ (27,209,057)</u>	<u>\$ 4,526,062</u>	<u>\$ 31,735,119</u>

See accompanying notes to this schedule.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**LAST SIX FISCAL YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Measurement date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
District's proportion of the net pension (assets) liability	0.17%	0.16%	0.16%	0.17%	0.19%
District's proportionate share of the net pension (assets) liability	\$ 23,989,048	\$ 22,180,483	\$ 25,323,679	\$ 28,159,597	\$ 29,963,692
District's covered payroll	\$ 17,355,572	\$ 15,748,844	\$ 15,788,302	\$ 16,329,152	\$ 17,681,616
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	138.22%	140.84%	160.40%	172.45%	169.46%
Plan fiduciary net position as a percentage of the total pension liability	73.24%	73.40%	69.92%	67.06%	68.35%

**SCHEDULE OF PENSION CONTRIBUTIONS**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**LAST SIX FISCAL YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Actuarially determined contribution	\$ 2,014,165	\$ 1,940,353	\$ 1,716,624	\$ 1,701,979	\$ 1,771,713
Contributions in relation to the actuarially determined contribution	<u>2,014,165</u>	<u>1,940,353</u>	<u>1,716,624</u>	<u>1,701,979</u>	<u>1,771,713</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 17,590,961	\$ 17,355,572	\$ 15,748,844	\$ 15,788,302	\$ 16,329,152
Contributions as a percentage of covered payroll	11.45%	11.18%	10.90%	10.78%	10.85%

NOTE: The pension and OPEB 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.

**2015**

June 30, 2014

0.20%

\$ 29,054,798

\$ 17,758,636

163.61%

69.49%

**2015**

\$ 1,925,528

1,925,528

\$

\$ 17,681,616

10.89%

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2020**

**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.
- Employee insurance expenditures are budgeted in the year the employee insurance account is funded.

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 26,772,861	\$ 8,692,853
Activity budgeted as special revenue funds	(1,839,152)	(1,054,132)
Activity budgeted as capital projects funds	(1,238,966)	(2,849,917)
Employee insurance account	(147,997)	(262,742)
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 23,546,746	\$ 4,526,062

**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, 2018, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. 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, 2017, actuarial valuation.

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

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**GOVERNMENTAL FUNDS**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**JUNE 30, 2020**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 4,000,216	\$ 117,001	\$ 1,041,692
Property taxes receivable		18,294	12,947
Accounts receivable	186,077		
Due from governmental entities	435,298		61,996
<b>Total assets</b>	<u><u>\$ 4,621,591</u></u>	<u><u>\$ 135,295</u></u>	<u><u>\$ 1,116,635</u></u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 114,488	\$	\$
Due to other funds	85,809		
Unearned revenues	61,539		
<b>Total liabilities</b>	<u>261,836</u>		
Deferred inflows of resources:			
Unavailable revenues - property taxes		18,294	9,653
Unavailable revenues - intergovernmental	124,916		
<b>Total deferred inflows of resources</b>	<u>124,916</u>	<u>18,294</u>	<u>9,653</u>
Fund balances (deficits):			
Restricted	4,321,850	117,001	1,106,982
Unassigned	(87,011)		
<b>Total fund balances</b>	<u>4,234,839</u>	<u>117,001</u>	<u>1,106,982</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u><u>\$ 4,621,591</u></u>	<u><u>\$ 135,295</u></u>	<u><u>\$ 1,116,635</u></u>

Total Non-Major  
Governmental  
Funds

\$ 5,158,909  
31,241  
186,077  
497,294  
\$ 5,873,521

\$ 114,488  
85,809  
61,539  
261,836

27,947  
124,916  
152,863

5,545,833  
(87,011)  
5,458,822

\$ 5,873,521

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**YEAR ENDED JUNE 30, 2020**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b>Revenues:</b>			
Other local	\$ 2,132,590	\$ 42,771	\$ 14,705
Property taxes		1,161,476	742,668
State aid and grants	2,519,717		232,718
Federal aid, grants and reimbursements	3,039,355		79,251
<b>Total revenues</b>	<u>7,691,662</u>	<u>1,204,247</u>	<u>1,069,342</u>
<b>Expenditures:</b>			
Current -			
Instruction	3,203,340		
Support services - students and staff	1,261,369		
Support services - administration	169,380		
Operation and maintenance of plant services	61,932		
Student transportation services	76,757		
Operation of non-instructional services	1,115,827		
Capital outlay	920,423		79,032
Debt service -			
Principal retirement		1,025,000	185,303
Interest and fiscal charges		248,975	82,713
<b>Total expenditures</b>	<u>6,809,028</u>	<u>1,273,975</u>	<u>347,048</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>882,634</u>	<u>(69,728)</u>	<u>722,294</u>
<b>Other financing sources (uses):</b>			
Transfers in		14,931	
Transfers out	(78,770)		
<b>Total other financing sources (uses)</b>	<u>(78,770)</u>	<u>14,931</u>	
<b>Changes in fund balances</b>	<u>803,864</u>	<u>(54,797)</u>	<u>722,294</u>
<b>Fund balances, beginning of year, as restated</b>	3,430,975	171,798	384,688
<b>Fund balances, end of year</b>	<u>\$ 4,234,839</u>	<u>\$ 117,001</u>	<u>\$ 1,106,982</u>

Total Non-Major  
Governmental  
Funds

\$ 2,190,066  
1,904,144  
2,752,435  
3,118,606  
9,965,251

3,203,340  
1,261,369  
169,380  
61,932  
76,757  
1,115,827  
999,455

1,210,303  
331,688  
8,430,051

1,535,200

14,931  
(78,770)  
(63,839)

1,471,361

3,987,461

\$ 5,458,822

## **SPECIAL REVENUE FUNDS**

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

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

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

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

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

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

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

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

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

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

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

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

**National Forest Fees** - to account for monies allocated for the purpose of benefiting public schools and public roads in counties where national forests are situated.

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

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

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

**Gifted** - to account for financial assistance received for programs for gifted students.

**College Credit Exam Incentives** - to account for financial assistance received for college credit exams.

**Results-based Funding** - to account for financial assistance received for academic performance results in accordance with A.R.S. §15-249.08.

**Rural Assistance** - to account for state assistance distributed to school districts located in a county with a population of less than 500,000.

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

**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.

**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 and Vocational Education** - 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.

**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.

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

**Student Activities** - to account for monies raised by students to finance student clubs and organizations.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2020**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b><u>ASSETS</u></b>			
Cash and investments	\$ 636,378	\$ 201,358	\$ 8,787
Accounts receivable			
Due from governmental entities	163,199	94,599	
<b>Total assets</b>	<b>\$ 799,577</b>	<b>\$ 295,957</b>	<b>\$ 8,787</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Unearned revenues	_____	_____	_____
<b>Total liabilities</b>	_____	_____	_____
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	_____	_____	_____
Fund balances (deficits):			
Restricted	799,577	295,957	8,787
Unassigned			
<b>Total fund balances</b>	<b>799,577</b>	<b>295,957</b>	<b>8,787</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 799,577</b>	<b>\$ 295,957</b>	<b>\$ 8,787</b>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English and Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>
\$	\$	\$	\$	\$	\$ 1,562
4,163	5,932	34,163	2,993	1,665	
<u>\$ 4,163</u>	<u>\$ 5,932</u>	<u>\$ 34,163</u>	<u>\$ 2,993</u>	<u>\$ 1,665</u>	<u>\$ 1,562</u>
\$	\$	\$ 6,631	\$	\$	\$
4,163	5,932	27,532	2,993	1,665	
<u>4,163</u>	<u>5,932</u>	<u>34,163</u>	<u>2,993</u>	<u>1,665</u>	<u>1,562</u>
					<u>1,562</u>
<u>4,163</u>	<u>5,932</u>	<u>34,163</u>		<u>14</u>	
(4,163)	(5,932)	(34,163)		(14)	
<u>(4,163)</u>	<u>(5,932)</u>	<u>(34,163)</u>		<u>(14)</u>	
<u>\$ 4,163</u>	<u>\$ 5,932</u>	<u>\$ 34,163</u>	<u>\$ 2,993</u>	<u>\$ 1,665</u>	<u>\$ 1,562</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2020**

	Johnson O'Malley	Vocational Education	E-Rate
<b><u>ASSETS</u></b>			
Cash and investments	\$ 120	\$	\$ 78,664
Accounts receivable			
Due from governmental entities		666	37,905
<b>Total assets</b>	\$ 120	\$ 666	\$ 116,569
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$ 31,050
Due to other funds		666	
Unearned revenues	120		
<b>Total liabilities</b>	120	666	31,050
Deferred inflows of resources:			
Unavailable revenues - intergovernmental		666	37,905
Fund balances (deficits):			
Restricted			47,614
Unassigned		(666)	
<b>Total fund balances</b>		(666)	47,614
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 \$ 120	 \$ 666	 \$ 116,569

<u>Other Federal Projects</u>	<u>College Credit Exam Incentives</u>	<u>Results-based Funding</u>	<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>
\$	\$ 22,341	\$ 56,587	\$ 147,895	\$ 308,576	\$ 291,280 6,815
47,305			13,072	29,636	
<u>\$ 47,305</u>	<u>\$ 22,341</u>	<u>\$ 56,587</u>	<u>\$ 160,967</u>	<u>\$ 338,212</u>	<u>\$ 298,095</u>
\$ 4,447 42,858	\$ 4,768	\$	\$	\$ 36,612	\$ 11,770
<u>47,305</u>	<u>4,768</u>			<u>59,857</u> <u>96,469</u>	<u>11,770</u>
<u>42,073</u>					
(42,073)	17,573	56,587	160,967	241,743	286,325
<u>(42,073)</u>	<u>17,573</u>	<u>56,587</u>	<u>160,967</u>	<u>241,743</u>	<u>286,325</u>
<u>\$ 47,305</u>	<u>\$ 22,341</u>	<u>\$ 56,587</u>	<u>\$ 160,967</u>	<u>\$ 338,212</u>	<u>\$ 298,095</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2020**

	Extracurricular Activities Fees Tax Credit	Gifts and Donations	Career and Technical and Vocational Education
<b><u>ASSETS</u></b>			
Cash and investments	\$ 1,044,604	\$ 781,129	\$ 29
Accounts receivable		179,262	
Due from governmental entities			
<b>Total assets</b>	<u>\$ 1,044,604</u>	<u>\$ 960,391</u>	<u>\$ 29</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 19,210	\$	\$
Due to other funds			
Unearned revenues			
<b>Total liabilities</b>	<u>19,210</u>		
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	1,025,394	960,391	29
Unassigned			
<b>Total fund balances</b>	<u>1,025,394</u>	<u>960,391</u>	<u>29</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 1,044,604</u>	<u>\$ 960,391</u>	<u>\$ 29</u>

<u>Fingerprint</u>	<u>Textbooks</u>	<u>Grants and Gifts to Teachers</u>	<u>Career Technical Education</u>	<u>Student Activities</u>	<u>Totals</u>
\$ 18	\$ 31	\$ 11,158	\$ 284,344	\$ 125,355	\$ 4,000,216
					186,077
					435,298
<u>\$ 18</u>	<u>\$ 31</u>	<u>\$ 11,158</u>	<u>\$ 284,344</u>	<u>\$ 125,355</u>	<u>\$ 4,621,591</u>
\$	\$	\$	\$	\$	\$ 114,488
					85,809
					61,539
					261,836
					124,916
18	31	11,158	284,344	125,355	4,321,850
					(87,011)
<u>18</u>	<u>31</u>	<u>11,158</u>	<u>284,344</u>	<u>125,355</u>	<u>4,234,839</u>
<u>\$ 18</u>	<u>\$ 31</u>	<u>\$ 11,158</u>	<u>\$ 284,344</u>	<u>\$ 125,355</u>	<u>\$ 4,621,591</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b>Revenues:</b>			
Other local	\$ 21,240	\$ 3,750	\$ 1,159
State aid and grants	1,958,380	171,610	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	1,979,620	175,360	1,159
<b>Expenditures:</b>			
Current -			
Instruction	1,497,502	101,358	488
Support services - students and staff	341,090		
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	1,838,592	101,358	488
<b>Excess (deficiency) of revenues over expenditures</b>	141,028	74,002	671
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	141,028	74,002	671
<b>Fund balances (deficits), beginning of year, as restated</b>	658,549	221,955	8,116
<b>Fund balances (deficits), end of year</b>	\$ 799,577	\$ 295,957	\$ 8,787

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Limited English and Immigrant Students</u>	<u>Indian Education</u>	<u>Special Education Grants</u>
\$	\$	\$	\$	\$	\$
586,441	97,806	379,339	7,216	13,932	855,529
<u>586,441</u>	<u>97,806</u>	<u>379,339</u>	<u>7,216</u>	<u>13,932</u>	<u>855,529</u>
480,173		208,800		1,493	578,556
57,890	89,878	49,268	7,040	11,564	170,163
30,111	9,976	39,905	176	392	10,368
		32,205			50,150
		3,456			
326		43,677			
<u>568,500</u>	<u>99,854</u>	<u>377,311</u>	<u>7,216</u>	<u>13,449</u>	<u>809,237</u>
17,941	(2,048)	2,028		483	46,292
(22,104)	(3,884)	(14,677)		(497)	(31,479)
<u>(22,104)</u>	<u>(3,884)</u>	<u>(14,677)</u>		<u>(497)</u>	<u>(31,479)</u>
(4,163)	(5,932)	(12,649)		(14)	14,813
		(21,514)			(14,813)
<u>\$ (4,163)</u>	<u>\$ (5,932)</u>	<u>\$ (34,163)</u>	<u>\$</u>	<u>\$ (14)</u>	<u>\$</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	<u>Johnson O'Malley</u>	<u>Vocational Education</u>	<u>E-Rate</u>
<b>Revenues:</b>			
Other local	\$	\$	\$ 2,662
State aid and grants			
Federal aid, grants and reimbursements	7,986	80,601	206,146
<b>Total revenues</b>	<u>7,986</u>	<u>80,601</u>	<u>208,808</u>
<b>Expenditures:</b>			
Current -			
Instruction		10,347	
Support services - students and staff	7,153	41,660	
Support services - administration	220	1,170	31,050
Operation and maintenance of plant services			
Student transportation services	318		
Operation of non-instructional services			
Capital outlay		25,043	345,321
<b>Total expenditures</b>	<u>7,691</u>	<u>78,220</u>	<u>376,371</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>295</u>	<u>2,381</u>	<u>(167,563)</u>
<b>Other financing sources (uses):</b>			
Transfers out	(295)	(2,948)	
<b>Total other financing sources (uses)</b>	<u>(295)</u>	<u>(2,948)</u>	
<b>Changes in fund balances</b>		<u>(567)</u>	<u>(167,563)</u>
<b>Fund balances (deficits), beginning of year, as restated</b>		(99)	215,177
<b>Fund balances (deficits), end of year</b>	<u>\$</u>	<u>\$ (666)</u>	<u>\$ 47,614</u>

<u>Other Federal Projects</u>	<u>State Vocational Education</u>	<u>Gifted</u>	<u>College Credit Exam Incentives</u>	<u>Results-based Funding</u>	<u>Other State Projects</u>
\$	\$	\$	\$	\$	\$
	16,996	3,512	14,381	102,086	252,752
<u>45,686</u>	<u>16,996</u>	<u>3,512</u>	<u>14,381</u>	<u>102,086</u>	<u>252,752</u>
3,988	172	626	17,197	45,499	24,747
35,945	3,610	2,886	893		3,709
6,741	5,427				1,528
24,101					
<u>9,409</u>	<u>7,787</u>				<u>110,000</u>
<u>80,184</u>	<u>16,996</u>	<u>3,512</u>	<u>18,090</u>	<u>45,499</u>	<u>139,984</u>
<u>(34,498)</u>			<u>(3,709)</u>	<u>56,587</u>	<u>112,768</u>
<u>(2,886)</u>					
<u>(2,886)</u>					
<u>(37,384)</u>			<u>(3,709)</u>	<u>56,587</u>	<u>112,768</u>
<u>(4,689)</u>			<u>21,282</u>		<u>48,199</u>
<u>\$ (42,073)</u>	<u>\$</u>	<u>\$</u>	<u>\$ 17,573</u>	<u>\$ 56,587</u>	<u>\$ 160,967</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Food Service	Civic Center	Extracurricular Activities Fees Tax Credit
<b>Revenues:</b>			
Other local	\$ 334,384	\$ 212,692	\$ 445,835
State aid and grants			
Federal aid, grants and reimbursements	758,673		
<b>Total revenues</b>	1,093,057	212,692	445,835
<b>Expenditures:</b>			
Current -			
Instruction			112,059
Support services - students and staff		14,100	229,672
Support services - administration		8,701	13,915
Operation and maintenance of plant services		1,224	1,840
Student transportation services		26,289	
Operation of non-instructional services	1,106,373	289	5,357
Capital outlay	19,792	94,325	95,372
<b>Total expenditures</b>	1,126,165	144,928	458,215
<b>Excess (deficiency) of revenues over expenditures</b>	(33,108)	67,764	(12,380)
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(33,108)	67,764	(12,380)
<b>Fund balances (deficits), beginning of year, as restated</b>	274,851	218,561	1,037,774
<b>Fund balances, end of year</b>	\$ 241,743	\$ 286,325	\$ 1,025,394

<u>Gifts and Donations</u>	<u>Career and Technical and Vocational Education</u>	<u>Fingerprint</u>	<u>Textbooks</u>	<u>Grants and Gifts to Teachers</u>	<u>Career Technical Education</u>
\$ 832,577	\$ 1	\$	\$	\$ 199	\$ 247,030
<u>832,577</u>	<u>1</u>			<u>199</u>	<u>247,030</u>
54,950					65,385
109,413					39,766
8,534					1,166
2,454					
352					
<u>136,073</u>					<u>24,098</u>
<u>311,776</u>					<u>130,415</u>
<u>520,801</u>	<u>1</u>			<u>199</u>	<u>116,615</u>
<u>520,801</u>	<u>1</u>			<u>199</u>	<u>116,615</u>
439,590	28	18	31	10,959	167,729
<u>\$ 960,391</u>	<u>\$ 29</u>	<u>\$ 18</u>	<u>\$ 31</u>	<u>\$ 11,158</u>	<u>\$ 284,344</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Student Activities	Totals
<b>Revenues:</b>		
Other local	\$ 31,061	\$ 2,132,590
State aid and grants		2,519,717
Federal aid, grants and reimbursements		3,039,355
<b>Total revenues</b>	31,061	7,691,662
<b>Expenditures:</b>		
Current -		
Instruction		3,203,340
Support services - students and staff	45,669	1,261,369
Support services - administration		169,380
Operation and maintenance of plant services	108	61,932
Student transportation services		76,757
Operation of non-instructional services		1,115,827
Capital outlay	9,200	920,423
<b>Total expenditures</b>	54,977	6,809,028
<b>Excess (deficiency) of revenues over expenditures</b>	(23,916)	882,634
<b>Other financing sources (uses):</b>		
Transfers out		(78,770)
<b>Total other financing sources (uses)</b>		(78,770)
<b>Changes in fund balances</b>	(23,916)	803,864
<b>Fund balances (deficits), beginning of year, as restated</b>	149,271	3,430,975
<b>Fund balances, end of year</b>	\$ 125,355	\$ 4,234,839

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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 21,240	\$ 21,240
State aid and grants		1,958,380	1,958,380
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>1,979,620</u>	<u>1,979,620</u>
<b>Expenditures:</b>			
Current -			
Instruction	2,252,503	1,497,502	755,001
Support services - students and staff	389,622	341,090	48,532
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>2,642,125</u>	<u>1,838,592</u>	<u>803,533</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(2,642,125)</u>	<u>141,028</u>	<u>2,783,153</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(2,642,125)</u>	<u>141,028</u>	<u>2,783,153</u>
<b>Fund balances (deficits), beginning of year, as restated</b>		658,549	658,549
<b>Fund balances (deficits), end of year</b>	<u>\$ (2,642,125)</u>	<u>\$ 799,577</u>	<u>\$ 3,441,702</u>

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,750	\$ 3,750	\$	\$ 1,159	\$ 1,159
	171,610	171,610			
	<u>175,360</u>	<u>175,360</u>		<u>1,159</u>	<u>1,159</u>
302,000	101,358	200,642	10,000	488	9,512
<u>302,000</u>	<u>101,358</u>	<u>200,642</u>	<u>10,000</u>	<u>488</u>	<u>9,512</u>
<u>(302,000)</u>	<u>74,002</u>	<u>376,002</u>	<u>(10,000)</u>	<u>671</u>	<u>10,671</u>
<u>(302,000)</u>	<u>74,002</u>	<u>376,002</u>	<u>(10,000)</u>	<u>671</u>	<u>10,671</u>
	221,955	221,955		8,116	8,116
<u>\$ (302,000)</u>	<u>\$ 295,957</u>	<u>\$ 597,957</u>	<u>\$ (10,000)</u>	<u>\$ 8,787</u>	<u>\$ 18,787</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Title I Grants		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		586,441	586,441
<b>Total revenues</b>		<u>586,441</u>	<u>586,441</u>
<b>Expenditures:</b>			
Current -			
Instruction	643,400	480,173	163,227
Support services - students and staff		57,890	(57,890)
Support services - administration		30,111	(30,111)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		326	(326)
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>643,400</u>	<u>568,500</u>	<u>74,900</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(643,400)</u>	<u>17,941</u>	<u>661,341</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(22,104)	(22,104)
<b>Total other financing sources (uses)</b>		<u>(22,104)</u>	<u>(22,104)</u>
<b>Changes in fund balances</b>	<u>(643,400)</u>	<u>(4,163)</u>	<u>639,237</u>
<b>Fund balances (deficits), beginning of year, as restated</b>			
<b>Fund balances (deficits), end of year</b>	<u>\$ (643,400)</u>	<u>\$ (4,163)</u>	<u>\$ 639,237</u>

Professional Development and Technology Grants			Title IV Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	97,806	97,806		379,339	379,339
	97,806	97,806		379,339	379,339
118,390	89,878	28,512	480,000	208,800	271,200
	9,976	(9,976)		49,268	(49,268)
				39,905	(39,905)
				32,205	(32,205)
				3,456	(3,456)
				43,677	(43,677)
118,390	99,854	18,536	480,000	377,311	102,689
(118,390)	(2,048)	116,342	(480,000)	2,028	482,028
	(3,884)	(3,884)		(14,677)	(14,677)
	(3,884)	(3,884)		(14,677)	(14,677)
(118,390)	(5,932)	112,458	(480,000)	(12,649)	467,351
				(21,514)	(21,514)
\$ (118,390)	\$ (5,932)	\$ 112,458	\$ (480,000)	\$ (34,163)	\$ 445,837

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Limited English and Immigrant Students		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		7,216	7,216
<b>Total revenues</b>		7,216	7,216
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff	9,800	7,040	2,760
Support services - administration		176	(176)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	9,800	7,216	2,584
<b>Excess (deficiency) of revenues over expenditures</b>	(9,800)		9,800
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(9,800)		9,800
<b>Fund balances (deficits), beginning of year, as restated</b>			
<b>Fund balances (deficits), end of year</b>	\$ (9,800)	\$	\$ 9,800

Indian Education			Special Education Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	13,932	13,932		855,529	855,529
	13,932	13,932		855,529	855,529
14,000	1,493	(1,493)	914,000	578,556	335,444
	11,564	2,436		170,163	(170,163)
	392	(392)		10,368	(10,368)
				50,150	(50,150)
14,000	13,449	551	914,000	809,237	104,763
(14,000)	483	14,483	(914,000)	46,292	960,292
	(497)	(497)		(31,479)	(31,479)
	(497)	(497)		(31,479)	(31,479)
(14,000)	(14)	13,986	(914,000)	14,813	928,813
				(14,813)	(14,813)
\$ (14,000)	\$ (14)	\$ 13,986	\$ (914,000)	\$	\$ 914,000

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Johnson O'Malley		Variance - Positive - (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		7,986	7,986
<b>Total revenues</b>		<u>7,986</u>	<u>7,986</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff	10,500	7,153	3,347
Support services - administration		220	(220)
Operation and maintenance of plant services			
Student transportation services		318	(318)
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>10,500</u>	<u>7,691</u>	<u>2,809</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(10,500)</u>	<u>295</u>	<u>10,795</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(295)	(295)
<b>Total other financing sources (uses)</b>		<u>(295)</u>	<u>(295)</u>
<b>Changes in fund balances</b>	<u>(10,500)</u>		<u>10,500</u>
<b>Fund balances (deficits), beginning of year, as restated</b>			
<b>Fund balances (deficits), end of year</b>	<u>\$ (10,500)</u>	<u>\$</u>	<u>\$ 10,500</u>

Vocational Education			Medicaid Reimbursement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 7,377	\$ 7,377
	80,601	80,601		309,109	309,109
	80,601	80,601		316,486	316,486
103,000	10,347	(10,347)	605,000	96,359	(96,359)
	41,660	61,340		272,457	332,543
	1,170	(1,170)		8,003	(8,003)
				101,966	(101,966)
	25,043	(25,043)		10,630	(10,630)
103,000	78,220	24,780	605,000	489,415	115,585
(103,000)	2,381	105,381	(605,000)	(172,929)	432,071
	(2,948)	(2,948)			
	(2,948)	(2,948)			
(103,000)	(567)	102,433	(605,000)	(172,929)	432,071
	(99)	(99)		334,815	334,815
\$ (103,000)	\$ (666)	\$ 102,334	\$ (605,000)	\$ 161,886	\$ 766,886

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	National Forest Fees		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 14,074	\$ 14,074
State aid and grants			
Federal aid, grants and reimbursements		270,866	270,866
<b>Total revenues</b>		284,940	284,940
<b>Expenditures:</b>			
Current -			
Instruction	234,408	124,911	109,497
Support services - students and staff		588	(588)
Support services - administration		9,223	(9,223)
Operation and maintenance of plant services		9,654	(9,654)
Student transportation services		40	(40)
Operation of non-instructional services			
Capital outlay		47,004	(47,004)
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	234,408	191,420	42,988
<b>Excess (deficiency) of revenues over expenditures</b>	(234,408)	93,520	327,928
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(234,408)	93,520	327,928
<b>Fund balances (deficits), beginning of year, as restated</b>		231,136	231,136
<b>Fund balances (deficits), end of year</b>	\$ (234,408)	\$ 324,656	\$ 559,064

E-Rate			Other Federal Projects		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 2,662	\$ 2,662	\$	\$	\$
	206,146	206,146		45,686	45,686
	208,808	208,808		45,686	45,686
	31,050	(31,050)	559,592	3,988	(3,988)
				35,945	523,647
				6,741	(6,741)
				24,101	(24,101)
275,000	345,321	(70,321)		9,409	(9,409)
<u>275,000</u>	<u>376,371</u>	<u>(101,371)</u>	<u>559,592</u>	<u>80,184</u>	<u>479,408</u>
<u>(275,000)</u>	<u>(167,563)</u>	<u>107,437</u>	<u>(559,592)</u>	<u>(34,498)</u>	<u>525,094</u>
				(2,886)	(2,886)
				(2,886)	(2,886)
<u>(275,000)</u>	<u>(167,563)</u>	<u>107,437</u>	<u>(559,592)</u>	<u>(37,384)</u>	<u>522,208</u>
	215,177	215,177		(4,689)	(4,689)
<u>\$ (275,000)</u>	<u>\$ 47,614</u>	<u>\$ 322,614</u>	<u>\$ (559,592)</u>	<u>\$ (42,073)</u>	<u>\$ 517,519</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	State Vocational Education		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		16,996	16,996
Federal aid, grants and reimbursements			
<b>Total revenues</b>		16,996	16,996
<b>Expenditures:</b>			
Current -			
Instruction		172	(172)
Support services - students and staff		3,610	(3,610)
Support services - administration		5,427	(5,427)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	90,000	7,787	82,213
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	90,000	16,996	73,004
<b>Excess (deficiency) of revenues over expenditures</b>	(90,000)		90,000
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(90,000)		90,000
<b>Fund balances (deficits), beginning of year, as restated</b>			
<b>Fund balances (deficits), end of year</b>	\$ (90,000)	\$	\$ 90,000

Gifted			College Credit Exam Incentives		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,512	\$ 3,512	\$	\$ 14,381	\$ 14,381
	<u>3,512</u>	<u>3,512</u>		<u>14,381</u>	<u>14,381</u>
2,500	626 2,886	(626) (386)	37,000	17,197 893	19,803 (893)
<u>2,500</u>	<u>3,512</u>	<u>(1,012)</u>	<u>37,000</u>	<u>18,090</u>	<u>18,910</u>
<u>(2,500)</u>		<u>2,500</u>	<u>(37,000)</u>	<u>(3,709)</u>	<u>33,291</u>
<u>(2,500)</u>		<u>2,500</u>	<u>(37,000)</u>	<u>(3,709)</u>	<u>33,291</u>
				21,282	21,282
<u>\$ (2,500)</u>	<u>\$</u>	<u>\$ 2,500</u>	<u>\$ (37,000)</u>	<u>\$ 17,573</u>	<u>\$ 54,573</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Results-based Funding		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		102,086	102,086
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>102,086</u>	<u>102,086</u>
<b>Expenditures:</b>			
Current -			
Instruction	110,000	45,499	64,501
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>110,000</u>	<u>45,499</u>	<u>64,501</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(110,000)</u>	<u>56,587</u>	<u>166,587</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(110,000)</u>	<u>56,587</u>	<u>166,587</u>
<b>Fund balances (deficits), beginning of year, as restated</b>			
<b>Fund balances (deficits), end of year</b>	<u>\$ (110,000)</u>	<u>\$ 56,587</u>	<u>\$ 166,587</u>

Rural Assistance			Other State Projects		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 791	\$ 791	\$	\$ 252,752	\$ 252,752
	<u>791</u>	<u>791</u>		<u>252,752</u>	<u>252,752</u>
				24,747	(24,747)
				3,709	(3,709)
				1,528	(1,528)
			302,000	110,000	192,000
			<u>302,000</u>	<u>139,984</u>	<u>162,016</u>
	<u>791</u>	<u>791</u>	<u>(302,000)</u>	<u>112,768</u>	<u>414,768</u>
	<u>791</u>	<u>791</u>	<u>(302,000)</u>	<u>112,768</u>	<u>414,768</u>
	43,504	43,504		48,199	48,199
<u>\$</u>	<u>\$ 44,295</u>	<u>\$ 44,295</u>	<u>\$ (302,000)</u>	<u>\$ 160,967</u>	<u>\$ 462,967</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Food Service		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 334,384	\$ 334,384
State aid and grants			
Federal aid, grants and reimbursements		758,673	758,673
<b>Total revenues</b>		<u>1,093,057</u>	<u>1,093,057</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services	1,317,000	1,106,373	210,627
Capital outlay		19,792	(19,792)
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>1,317,000</u>	<u>1,126,165</u>	<u>190,835</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,317,000)</u>	<u>(33,108)</u>	<u>1,283,892</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(1,317,000)</u>	<u>(33,108)</u>	<u>1,283,892</u>
<b>Fund balances (deficits), beginning of year, as restated</b>		274,851	274,851
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,317,000)</u>	<u>\$ 241,743</u>	<u>\$ 1,558,743</u>

Civic Center			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 212,692	\$ 212,692	\$	\$ 1,001,592	\$ 1,001,592
	<u>212,692</u>	<u>212,692</u>		<u>1,001,592</u>	<u>1,001,592</u>
	14,100	(14,100)	1,492,159	568,872	923,287
	8,701	(8,701)		381,469	(381,469)
	1,224	(1,224)		7,020	(7,020)
	26,289	(26,289)		47,559	(47,559)
	289	(289)		22,794	(22,794)
408,500	94,325	314,175		63,405	(63,405)
			824	824	
			17	17	
<u>408,500</u>	<u>144,928</u>	<u>263,572</u>	<u>1,493,000</u>	<u>1,091,960</u>	<u>401,040</u>
<u>(408,500)</u>	<u>67,764</u>	<u>476,264</u>	<u>(1,493,000)</u>	<u>(90,368)</u>	<u>1,402,632</u>
<u>(408,500)</u>	<u>67,764</u>	<u>476,264</u>	<u>(1,493,000)</u>	<u>(90,368)</u>	<u>1,402,632</u>
	218,561	218,561		518,819	518,819
<u>\$ (408,500)</u>	<u>\$ 286,325</u>	<u>\$ 694,825</u>	<u>\$ (1,493,000)</u>	<u>\$ 428,451</u>	<u>\$ 1,921,451</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 445,835	\$ 445,835
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		445,835	445,835
<b>Expenditures:</b>			
Current -			
Instruction		112,059	(112,059)
Support services - students and staff	1,390,000	229,672	1,160,328
Support services - administration		13,915	(13,915)
Operation and maintenance of plant services		1,840	(1,840)
Student transportation services			
Operation of non-instructional services		5,357	(5,357)
Capital outlay		95,372	(95,372)
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	1,390,000	458,215	931,785
<b>Excess (deficiency) of revenues over expenditures</b>	(1,390,000)	(12,380)	1,377,620
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(1,390,000)	(12,380)	1,377,620
<b>Fund balances (deficits), beginning of year, as restated</b>		1,037,774	1,037,774
<b>Fund balances (deficits), end of year</b>	\$ (1,390,000)	\$ 1,025,394	\$ 2,415,394

Gifts and Donations			Career and Technical and Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 832,577	\$ 832,577	\$	\$ 1	\$ 1
	<u>832,577</u>	<u>832,577</u>		<u>1</u>	<u>1</u>
	54,950	(54,950)			
	109,413	(109,413)			
	8,534	(8,534)			
	2,454	(2,454)			
	352	(352)			
1,062,000	136,073	925,927			
<u>1,062,000</u>	<u>311,776</u>	<u>750,224</u>			
<u>(1,062,000)</u>	<u>520,801</u>	<u>1,582,801</u>		<u>1</u>	<u>1</u>
<u>(1,062,000)</u>	<u>520,801</u>	<u>1,582,801</u>		<u>1</u>	<u>1</u>
	439,590	439,590		28	28
<u>\$ (1,062,000)</u>	<u>\$ 960,391</u>	<u>\$ 2,022,391</u>	<u>\$</u>	<u>\$ 29</u>	<u>\$ 29</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Fingerprint		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>			
<b>Expenditures:</b>			
Current -			
Instruction	20		20
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	20		20
<b>Excess (deficiency) of revenues over expenditures</b>	(20)		20
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(20)		20
<b>Fund balances (deficits), beginning of year, as restated</b>		18	18
<b>Fund balances (deficits), end of year</b>	\$ (20)	\$ 18	\$ 38

Textbooks			Litigation Recovery		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 2	\$ 2
				2	2
40		40			
40		40			
(40)		40		2	2
(40)		40		2	2
	31	31		82	82
\$ (40)	\$ 31	\$ 71	\$	\$ 84	\$ 84

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Indirect Costs		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
<b>Revenues:</b>			
Other local	\$	\$ 1,412	\$ 1,412
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>1,412</u>	<u>1,412</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff		395	(395)
Support services - administration	142,000	65,962	76,038
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>142,000</u>	<u>66,357</u>	<u>75,643</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(142,000)</u>	<u>(64,945)</u>	<u>77,055</u>
<b>Other financing sources (uses):</b>			
Transfers in		78,770	78,770
Transfers out			
<b>Total other financing sources (uses)</b>		<u>78,770</u>	<u>78,770</u>
<b>Changes in fund balances</b>	<u>(142,000)</u>	<u>13,825</u>	<u>155,825</u>
<b>Fund balances (deficits), beginning of year, as restated</b>		80,935	80,935
<b>Fund balances (deficits), end of year</b>	<u>\$ (142,000)</u>	<u>\$ 94,760</u>	<u>\$ 236,760</u>

Grants and Gifts to Teachers			Career Technical Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 199	\$ 199	\$	\$ 247,030	\$ 247,030
	<u>199</u>	<u>199</u>		<u>247,030</u>	<u>247,030</u>
11,000		11,000	412,000	65,385	346,615
				39,766	(39,766)
				1,166	(1,166)
				24,098	(24,098)
<u>11,000</u>		<u>11,000</u>	<u>412,000</u>	<u>130,415</u>	<u>281,585</u>
<u>(11,000)</u>	<u>199</u>	<u>11,199</u>	<u>(412,000)</u>	<u>116,615</u>	<u>528,615</u>
<u>(11,000)</u>	<u>199</u>	<u>11,199</u>	<u>(412,000)</u>	<u>116,615</u>	<u>528,615</u>
	10,959	10,959		167,729	167,729
<u>\$ (11,000)</u>	<u>\$ 11,158</u>	<u>\$ 22,158</u>	<u>\$ (412,000)</u>	<u>\$ 284,344</u>	<u>\$ 696,344</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Student Activities		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 31,061	\$ 31,061
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		31,061	31,061
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff	166,000	45,669	120,331
Support services - administration			
Operation and maintenance of plant services		108	(108)
Student transportation services			
Operation of non-instructional services			
Capital outlay		9,200	(9,200)
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	166,000	54,977	111,023
<b>Excess (deficiency) of revenues over expenditures</b>	(166,000)	(23,916)	142,084
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(166,000)	(23,916)	142,084
<b>Fund balances (deficits), beginning of year, as restated</b>		149,271	149,271
<b>Fund balances (deficits), end of year</b>	\$ (166,000)	\$ 125,355	\$ 291,355

Totals		
Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 3,157,047	\$ 3,157,047
	2,520,508	2,520,508
	3,619,330	3,619,330
	<u>9,296,885</u>	<u>9,296,885</u>
6,898,530	3,993,482	2,905,048
3,368,404	1,916,278	1,452,126
142,000	259,588	(117,588)
	221,111	(221,111)
	76,797	(76,797)
1,317,000	1,138,621	178,379
2,137,500	1,041,462	1,096,038
824	824	
17	17	
<u>13,864,275</u>	<u>8,648,180</u>	<u>5,216,095</u>
<u>(13,864,275)</u>	<u>648,705</u>	<u>14,512,980</u>
	78,770	78,770
	<u>(78,770)</u>	<u>(78,770)</u>
<u>(13,864,275)</u>	<u>648,705</u>	<u>14,512,980</u>
	4,640,266	4,640,266
<u>\$ (13,864,275)</u>	<u>\$ 5,288,971</u>	<u>\$ 19,153,246</u>

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## **DEBT SERVICE FUND**

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2020**

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 42,771	\$ 42,771
Property taxes		1,161,476	1,161,476
<b>Total revenues</b>		<u>1,204,247</u>	<u>1,204,247</u>
<b>Expenditures:</b>			
Debt service -			
Principal retirement	1,025,000	1,025,000	
Interest and fiscal charges	247,375	248,975	(1,600)
<b>Total expenditures</b>	<u>1,272,375</u>	<u>1,273,975</u>	<u>(1,600)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,272,375)</u>	<u>(69,728)</u>	<u>1,202,647</u>
<b>Other financing sources (uses):</b>			
Transfers in		14,931	14,931
<b>Total other financing sources (uses)</b>		<u>14,931</u>	<u>14,931</u>
<b>Changes in fund balances</b>	<u>(1,272,375)</u>	<u>(54,797)</u>	<u>1,217,578</u>
<b>Fund balances, beginning of year</b>		171,798	171,798
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,272,375)</u>	<u>\$ 117,001</u>	<u>\$ 1,389,376</u>

## CAPITAL PROJECTS FUNDS

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

**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.

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

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

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2020**

	Unrestricted Capital Outlay	Adjacent Ways	Gifts and Donations - Capital
<b><u>ASSETS</u></b>			
Cash and investments	\$ 980,494	\$ 43,855	\$ 250
Property taxes receivable	12,947		
Due from governmental entities	61,996		
<b>Total assets</b>	<b>\$ 1,055,437</b>	<b>\$ 43,855</b>	<b>\$ 250</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Deferred inflows of resources:			
Unavailable revenues - property taxes	\$ 9,653	\$	\$
Fund balances:			
Restricted	1,045,784	43,855	250
<b>Total fund balances</b>	<b>1,045,784</b>	<b>43,855</b>	<b>250</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 1,055,437</b>	 <b>\$ 43,855</b>	 <b>\$ 250</b>

<u>Energy and Water Savings</u>	<u>Totals</u>
\$ 17,093	\$ 1,041,692
	12,947
	<u>61,996</u>
<u>\$ 17,093</u>	<u>\$ 1,116,635</u>

<u>\$</u>	<u>\$ 9,653</u>
-----------	-----------------

<u>17,093</u>	<u>1,106,982</u>
<u>17,093</u>	<u>1,106,982</u>

<u>\$ 17,093</u>	<u>\$ 1,116,635</u>
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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Gifts and Donations - Capital</u>
<b>Revenues:</b>			
Other local	\$ 13,457	\$ 939	\$ 4
Property taxes	742,668		
State aid and grants	232,718		
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>988,843</u>	<u>939</u>	<u>4</u>
<b>Expenditures:</b>			
Capital outlay	79,032		
Debt service -			
Principal retirement	185,303		
Interest and fiscal charges	3,462		
<b>Total expenditures</b>	<u>267,797</u>		
<b>Changes in fund balances</b>	<u>721,046</u>	<u>939</u>	<u>4</u>
<b>Fund balances, beginning of year</b>	324,738	42,916	246
<b>Fund balances, end of year</b>	<u>\$ 1,045,784</u>	<u>\$ 43,855</u>	<u>\$ 250</u>

Energy and Water Savings	Totals
\$ 305	\$ 14,705
	742,668
	232,718
<u>79,251</u>	<u>79,251</u>
<u>79,556</u>	<u>1,069,342</u>
	79,032
	185,303
<u>79,251</u>	<u>82,713</u>
<u>79,251</u>	<u>347,048</u>
<u>305</u>	<u>722,294</u>
16,788	384,688
<u>\$ 17,093</u>	<u>\$ 1,106,982</u>

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	School Plant		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
<b>Revenues:</b>			
Other local	\$	\$ 63,007	\$ 63,007
Property taxes			
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>63,007</u>	<u>63,007</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Capital outlay	3,941,502	1,238,966	2,702,536
Debt service -			
Principal retirement			
Interest and fiscal charges			
Bond issuance costs			
<b>Total expenditures</b>	<u>3,941,502</u>	<u>1,238,966</u>	<u>2,702,536</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(3,941,502)</u>	<u>(1,175,959)</u>	<u>2,765,543</u>
<b>Other financing sources (uses):</b>			
Transfers out			
Issuance of school improvement bonds			
Premium on sale of bonds			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(3,941,502)</u>	<u>(1,175,959)</u>	<u>2,765,543</u>
<b>Fund balances, beginning of year</b>		3,894,502	3,894,502
<b>Fund balances (deficits), end of year</b>	<u>\$ (3,941,502)</u>	<u>\$ 2,718,543</u>	<u>\$ 6,660,045</u>

Insurance Proceeds			Unrestricted Capital Outlay		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,930	\$ 1,930	\$	\$ 13,457	\$ 13,457
				742,668	742,668
				232,718	232,718
	<u>1,930</u>	<u>1,930</u>		<u>988,843</u>	<u>988,843</u>
85,000		85,000	439,185	79,032	360,153
			185,303	185,303	
			3,462	3,462	
<u>85,000</u>		<u>85,000</u>	<u>627,950</u>	<u>267,797</u>	<u>360,153</u>
<u>(85,000)</u>	<u>1,930</u>	<u>86,930</u>	<u>(627,950)</u>	<u>721,046</u>	<u>1,348,996</u>
	<u>23,173</u>	<u>23,173</u>			
	<u>23,173</u>	<u>23,173</u>			
<u>(85,000)</u>	<u>25,103</u>	<u>110,103</u>	<u>(627,950)</u>	<u>721,046</u>	<u>1,348,996</u>
	106,271	106,271		324,738	324,738
<u>\$ (85,000)</u>	<u>\$ 131,374</u>	<u>\$ 216,374</u>	<u>\$ (627,950)</u>	<u>\$ 1,045,784</u>	<u>\$ 1,673,734</u>

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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Adjacent Ways		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 939	\$ 939
Property taxes			
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>939</u>	<u>939</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Capital outlay	42,000		42,000
Debt service -			
Principal retirement			
Interest and fiscal charges			
Bond issuance costs			
<b>Total expenditures</b>	<u>42,000</u>		<u>42,000</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(42,000)</u>	<u>939</u>	<u>42,939</u>
<b>Other financing sources (uses):</b>			
Transfers out			
Issuance of school improvement bonds			
Premium on sale of bonds			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(42,000)</u>	<u>939</u>	<u>42,939</u>
<b>Fund balances, beginning of year</b>		42,916	42,916
<b>Fund balances (deficits), end of year</b>	<u>\$ (42,000)</u>	<u>\$ 43,855</u>	<u>\$ 85,855</u>

Bond Building			Gifts and Donations - Capital		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 14,931	\$ 14,931	\$	\$ 4	\$ 4
	<u>14,931</u>	<u>14,931</u>		<u>4</u>	<u>4</u>
3,724,908	1,222,267	2,502,641			
	116,324	(116,324)			
<u>3,724,908</u>	<u>1,338,591</u>	<u>2,386,317</u>			
<u>(3,724,908)</u>	<u>(1,323,660)</u>	<u>2,401,248</u>		<u>4</u>	<u>4</u>
	(14,931)	(14,931)			
	3,365,000	3,365,000			
	214,650	214,650			
	<u>3,564,719</u>	<u>3,564,719</u>			
<u>(3,724,908)</u>	<u>2,241,059</u>	<u>5,965,967</u>		<u>4</u>	<u>4</u>
	1,481,091	1,481,091		246	246
<u>\$ (3,724,908)</u>	<u>\$ 3,722,150</u>	<u>\$ 7,447,058</u>	<u>\$</u>	<u>\$ 250</u>	<u>\$ 250</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2020**

	Energy and Water Savings		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 305	\$ 305
Property taxes			
State aid and grants			
Federal aid, grants and reimbursements		79,251	79,251
<b>Total revenues</b>		79,556	79,556
<b>Expenditures:</b>			
Current -			
Instruction			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges	17,000	79,251	(62,251)
Bond issuance costs			
<b>Total expenditures</b>	17,000	79,251	(62,251)
<b>Excess (deficiency) of revenues over expenditures</b>	(17,000)	305	17,305
<b>Other financing sources (uses):</b>			
Transfers out			
Issuance of school improvement bonds			
Premium on sale of bonds			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(17,000)	305	17,305
<b>Fund balances, beginning of year</b>		16,788	16,788
<b>Fund balances (deficits), end of year</b>	\$ (17,000)	\$ 17,093	\$ 34,093

Building Renewal Grant			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	495,866	495,866		94,573	94,573
				742,668	742,668
				728,584	728,584
				79,251	79,251
	<u>495,866</u>	<u>495,866</u>		<u>1,645,076</u>	<u>1,645,076</u>
2,322,008	543,900	1,778,108	85,000		85,000
			10,469,603	3,084,165	7,385,438
			185,303	185,303	
			20,462	82,713	(62,251)
				116,324	(116,324)
<u>2,322,008</u>	<u>543,900</u>	<u>1,778,108</u>	<u>10,760,368</u>	<u>3,468,505</u>	<u>7,291,863</u>
<u>(2,322,008)</u>	<u>(48,034)</u>	<u>2,273,974</u>	<u>(10,760,368)</u>	<u>(1,823,429)</u>	<u>8,936,939</u>
				(14,931)	(14,931)
				3,365,000	3,365,000
				214,650	214,650
				23,173	23,173
				<u>3,587,892</u>	<u>3,587,892</u>
<u>(2,322,008)</u>	<u>(48,034)</u>	<u>2,273,974</u>	<u>(10,760,368)</u>	<u>1,764,463</u>	<u>12,524,831</u>
	17,968	17,968		5,884,520	5,884,520
<u>\$ (2,322,008)</u>	<u>\$ (30,066)</u>	<u>\$ 2,291,942</u>	<u>\$ (10,760,368)</u>	<u>\$ 7,648,983</u>	<u>\$ 18,409,351</u>

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## STATISTICAL SECTION

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

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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

**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 five 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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**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 29,273,651	\$ 28,392,696	\$ 30,008,271	\$ 32,782,059	\$ 32,656,612
Restricted	8,330,228	7,874,613	3,454,670	3,728,643	3,247,451
Unrestricted	<u>(17,255,465)</u>	<u>(17,948,580)</u>	<u>(19,747,875)</u>	<u>(25,703,459)</u>	<u>(29,540,853)</u>
Total net position	<u><u>\$ 20,348,414</u></u>	<u><u>\$ 18,318,729</u></u>	<u><u>\$ 13,715,066</u></u>	<u><u>\$ 10,807,243</u></u>	<u><u>\$ 6,363,210</u></u>
	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 32,842,676	\$ 29,905,740	\$ 26,782,307	\$ 25,993,273	\$ 25,669,943
Restricted	1,486,848	2,475,361	1,984,140	2,033,704	1,701,455
Unrestricted	<u>(28,944,476)</u>	<u>3,606,308</u>	<u>5,718,848</u>	<u>5,757,202</u>	<u>6,769,019</u>
Total net position	<u><u>\$ 5,385,048</u></u>	<u><u>\$ 35,987,409</u></u>	<u><u>\$ 34,485,295</u></u>	<u><u>\$ 33,784,179</u></u>	<u><u>\$ 34,140,417</u></u>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>
<b>Expenses</b>					
Instruction	\$ 17,850,162	\$ 15,669,863	\$ 14,855,641	\$ 15,765,938	\$ 17,022,957
Support services - students and staff	5,591,414	4,581,036	4,449,490	4,857,722	4,259,891
Support services - administration	3,498,549	2,995,050	2,841,933	2,862,786	3,770,503
Operation and maintenance of plant services	4,415,200	4,501,794	4,299,404	3,963,028	3,671,940
Student transportation services	1,757,579	1,731,198	1,633,148	1,799,027	1,723,880
Operation of non-instructional services	1,306,040	1,376,321	1,408,955	1,514,900	1,587,746
Interest on long-term debt	270,532	324,698	223,462	188,184	91,369
Total expenses	<u>34,689,476</u>	<u>31,179,960</u>	<u>29,712,033</u>	<u>30,951,585</u>	<u>32,128,286</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	1,360,020	1,391,300	1,008,368	1,056,270	1,561,486
Operation of non-instructional services	330,213	505,786	470,475	401,439	423,754
Other activities	549,250	445,450	478,670	559,497	281,505
Operating grants and contributions	4,226,576	4,138,813	4,008,344	4,132,089	4,904,950
Capital grants and contributions	1,037,429	95,307	177,454	2,256,449	42,469
Total program revenues	<u>7,503,488</u>	<u>6,576,656</u>	<u>6,143,311</u>	<u>8,405,744</u>	<u>7,214,164</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (27,185,988)</u>	<u>\$ (24,603,304)</u>	<u>\$ (23,568,722)</u>	<u>\$ (22,545,841)</u>	<u>\$ (24,914,122)</u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Expenses</b>					
Instruction	\$ 18,994,389	\$ 19,363,734	\$ 19,944,459	\$ 19,918,600	\$ 21,829,327
Support services - students and staff	3,888,995	4,363,337	4,067,747	3,641,770	3,504,717
Support services - administration	4,076,584	3,661,998	3,747,332	3,214,808	3,120,684
Operation and maintenance of plant services	4,130,127	4,033,662	3,652,458	3,968,012	3,835,413
Student transportation services	2,022,254	1,982,704	1,949,359	1,971,428	1,935,301
Operation of non-instructional services	1,786,047	1,977,580	1,925,198	1,944,526	1,973,740
Interest on long-term debt	202,522	308,273	406,149	501,182	591,212
Total expenses	<u>35,100,918</u>	<u>35,691,288</u>	<u>35,692,702</u>	<u>35,160,326</u>	<u>36,790,394</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	936,419	1,357,046	1,556,967	1,903,349	1,138,974
Operation of non-instructional services	524,575	603,436	668,050	728,045	2,252,740
Other activities	198,652	276,440		547,236	216,304
Operating grants and contributions	4,089,668	4,309,960	4,570,073	3,302,241	4,565,208
Capital grants and contributions	158,972	1,030,302	450,870	82,127	216,965
Total program revenues	<u>5,908,286</u>	<u>7,577,184</u>	<u>7,245,960</u>	<u>6,562,998</u>	<u>8,390,191</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (29,192,632)</u>	<u>\$ (28,114,104)</u>	<u>\$ (28,446,742)</u>	<u>\$ (28,597,328)</u>	<u>\$ (28,400,203)</u>

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

**(Concluded)**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>
<b>Net (Expense)/Revenue</b>	\$ (27,185,988)	\$ (24,603,304)	\$ (23,568,722)	\$ (22,545,841)	\$ (24,914,122)
<b>General Revenues and Special Items:</b>					
Taxes:					
Property taxes, levied for general purposes	17,767,687	18,760,645	16,772,264	17,013,614	15,621,347
Property taxes, levied for debt service	1,171,445	1,180,242	1,104,427	1,049,685	2,031,663
Property taxes, levied for capital outlay	752,321			345,356	325,984
Investment income	271,234	279,116	114,330	34,266	24,061
Unrestricted county aid					
Unrestricted state aid	8,113,003	8,034,142	7,286,663	7,627,030	7,264,744
Unrestricted federal aid	579,975	505,294	581,903	536,075	624,485
Special item - gain on sale of capital assets		447,528	943,286	547,489	
<b>Total general revenues and special items</b>	<b><u>28,655,665</u></b>	<b><u>29,206,967</u></b>	<b><u>25,859,587</u></b>	<b><u>26,606,026</u></b>	<b><u>25,892,284</u></b>
<b>Changes in Net Position</b>	<b><u>\$ 1,469,677</u></b>	<b><u>\$ 4,603,663</u></b>	<b><u>\$ 2,290,865</u></b>	<b><u>\$ 4,060,185</u></b>	<b><u>\$ 978,162</u></b>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Net (Expense)/Revenue</b>	\$ (29,192,632)	\$ (28,114,104)	\$ (28,446,742)	\$ (28,597,328)	\$ (28,400,203)
<b>General Revenues and Special Items:</b>					
Taxes:					
Property taxes, levied for general purposes	17,123,727	18,423,090	18,482,716	18,247,535	18,652,921
Property taxes, levied for debt service	2,566,790	2,587,276	2,549,486	2,506,460	2,624,410
Property taxes, levied for capital outlay					
Investment income	44,878	83,499	47,330	113,259	113,676
Unrestricted county aid	1,683	238,660	144,174	136,095	246,931
Unrestricted state aid	7,330,641	7,686,432	7,111,469	6,606,106	6,356,705
Unrestricted federal aid	652,102	597,261	812,683	631,635	674,530
Special Item - impairment loss	(335,384)				
<b>Total general revenues and special items</b>	<u>27,384,437</u>	<u>29,616,218</u>	<u>29,147,858</u>	<u>28,241,090</u>	<u>28,669,173</u>
<b>Changes in Net Position</b>	<u>\$ (1,808,195)</u>	<u>\$ 1,502,114</u>	<u>\$ 701,116</u>	<u>\$ (356,238)</u>	<u>\$ 268,970</u>

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

**(Concluded)**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>
General Fund:					
Restricted	\$ 2,718,543	\$ 3,894,502	\$	\$	\$ 90,032
Unassigned	5,974,310	5,417,166	7,123,302	3,647,397	1,392,994
Total General Fund	<b>\$ 8,692,853</b>	<b>\$ 9,311,668</b>	<b>\$ 7,123,302</b>	<b>\$ 3,647,397</b>	<b>\$ 1,483,026</b>
All Other Governmental Funds:					
Restricted	\$ 9,267,983	\$ 5,378,364	\$ 7,894,545	\$ 5,172,639	\$ 10,645,853
Unassigned	(117,077)	(41,115)			(293,850)
Total all other governmental funds	<b>\$ 9,150,906</b>	<b>\$ 5,337,249</b>	<b>\$ 7,894,545</b>	<b>\$ 5,172,639</b>	<b>\$ 10,352,003</b>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund:					
Restricted	\$ 62,517				
Unassigned	\$ 1,511,693	\$ 3,223,523	\$ 3,230,827	\$ 2,906,719	\$ 4,604,563
Total General Fund	<u>\$ 1,574,210</u>	<u>\$ 3,223,523</u>	<u>\$ 3,230,827</u>	<u>\$ 2,906,719</u>	<u>\$ 4,604,563</u>
All Other Governmental Funds:					
Restricted	\$ 2,079,136	\$ 2,402,733	\$ 1,781,461	\$ 2,011,622	\$ 1,241,417
Unassigned	(259,409)	(19,140)			
Total all other governmental funds	<u>\$ 1,819,727</u>	<u>\$ 2,383,593</u>	<u>\$ 1,781,461</u>	<u>\$ 2,011,622</u>	<u>\$ 1,241,417</u>

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

**(Concluded)**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>
<b>Federal sources:</b>					
Federal grants	\$ 2,939,908	\$ 2,826,035	\$ 2,854,323	\$ 3,125,092	\$ 3,511,172
National School Lunch Program	758,673	744,226	822,918	814,376	844,444
Total federal sources	<u>3,698,581</u>	<u>3,570,261</u>	<u>3,677,241</u>	<u>3,939,468</u>	<u>4,355,616</u>
<b>State sources:</b>					
State equalization assistance	5,817,950	5,734,067	5,116,051	5,896,485	5,390,989
State grants	389,727	135,258	123,181	153,042	253,642
School Facilities Board	495,866	50,330	409,443	1,515,306	
Other revenues	2,295,053	2,299,398	2,127,943	1,730,545	1,974,851
Total state sources	<u>8,998,596</u>	<u>8,219,053</u>	<u>7,776,618</u>	<u>9,295,378</u>	<u>7,619,482</u>
<b>Local sources:</b>					
Property taxes	19,674,769	19,928,458	17,858,223	18,479,199	18,034,372
County aid					
Food service sales	330,213	505,786	470,475	401,439	423,754
Investment income	271,234	271,271	114,879	48,383	24,061
Other revenues	3,144,019	2,705,364	2,336,503	2,668,517	2,880,424
Total local sources	<u>23,420,235</u>	<u>23,410,879</u>	<u>20,780,080</u>	<u>21,597,538</u>	<u>21,362,611</u>
<b>Total revenues</b>	<u><u>\$ 36,117,412</u></u>	<u><u>\$ 35,200,193</u></u>	<u><u>\$ 32,233,939</u></u>	<u><u>\$ 34,832,384</u></u>	<u><u>\$ 33,337,709</u></u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Federal sources:</b>					
Federal grants	\$ 2,701,132	\$ 3,147,206	\$ 3,311,898	\$ 2,187,206	\$ 3,404,593
State Fiscal Stabilization (ARRA)					91,489
Education Jobs				418,041	582,155
National School Lunch Program	940,326	1,111,615	1,050,374	1,052,866	1,054,925
Total federal sources	<u>3,641,458</u>	<u>4,258,821</u>	<u>4,362,272</u>	<u>3,658,113</u>	<u>5,133,162</u>
<b>State sources:</b>					
State equalization assistance	5,389,344	5,675,370	5,472,889	5,017,862	5,116,859
State grants	185,114	232,275	158,531	193,603	206,444
School Facilities Board		539,989	107,978		
Other revenues	1,864,619	2,011,062	1,638,580	1,588,244	1,457,339
Total state sources	<u>7,439,077</u>	<u>8,458,696</u>	<u>7,377,978</u>	<u>6,799,709</u>	<u>6,780,642</u>
<b>Local sources:</b>					
Property taxes	19,733,834	20,882,997	21,117,149	20,872,855	21,306,113
County aid	1,683	238,660	144,174	136,095	246,931
Food service sales	524,573	528,822	548,637	523,209	533,619
Investment income	44,878	45,556	47,330	8,753	12,369
Other revenues	2,159,475	2,727,208	2,674,653	2,819,708	3,197,136
Total local sources	<u>22,464,443</u>	<u>24,423,243</u>	<u>24,531,943</u>	<u>24,360,620</u>	<u>25,296,168</u>
<b>Total revenues</b>	<u>\$ 33,544,978</u>	<u>\$ 37,140,760</u>	<u>\$ 36,272,193</u>	<u>\$ 34,818,442</u>	<u>\$ 37,209,972</u>

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

**(Concluded)**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 16,435,559	\$ 16,159,313	\$ 14,952,148	\$ 14,709,128	\$ 15,336,938
Support services - students and staff	5,578,172	5,202,412	4,950,422	5,047,636	4,296,526
Support services - administration	3,255,159	3,041,519	2,919,106	2,877,933	3,652,408
Operation and maintenance of plant services	3,408,232	3,633,394	3,619,928	3,591,937	3,531,504
Student transportation services	1,361,433	1,468,131	1,533,704	1,652,809	1,560,999
Operation of non-instructional services	1,262,065	1,334,813	1,391,292	1,482,701	1,558,412
Capital outlay	4,125,627	4,092,660	2,151,305	10,192,191	304,345
Debt service -					
Interest and fiscal charges	331,705	366,357	249,168	213,890	91,369
Principal retirement	1,211,127	1,147,607	1,245,227	1,235,761	2,265,710
Bond issuance costs	116,324		116,141		158,292
<b>Total expenditures</b>	<u>\$ 37,085,403</u>	<u>\$ 36,446,206</u>	<u>\$ 33,128,441</u>	<u>\$ 41,003,986</u>	<u>\$ 32,756,503</u>
Expenditures for capitalized assets	\$ 3,667,942	\$ 3,083,308	\$ 1,933,127	\$ 9,711,919	\$ 215,541
Debt service as a percentage of noncapital expenditures	5%	5%	5%	5%	7%

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 16,586,100	\$ 17,173,139	\$ 17,717,636	\$ 18,258,302	\$ 19,371,643
Support services - students and staff	3,993,099	4,286,219	3,958,103	3,619,597	3,406,740
Support services - administration	3,653,496	3,536,006	3,522,074	3,148,784	2,969,683
Operation and maintenance of plant services	3,944,651	3,957,899	3,582,369	3,923,075	3,748,341
Student transportation services	1,560,713	1,559,926	1,500,538	1,601,956	1,499,751
Operation of non-instructional services	1,734,645	1,930,073	1,876,225	1,916,783	1,928,784
Capital outlay	1,601,092	1,374,824	1,215,996	331,609	2,973,905
Debt service -					
Interest and fiscal charges	202,522	308,273	406,149	501,182	591,212
Principal retirement	2,954,050	2,632,269	2,531,021	2,444,793	2,358,613
Bond issuance costs					
<b>Total expenditures</b>	<u>\$ 36,230,368</u>	<u>\$ 36,758,628</u>	<u>\$ 36,310,111</u>	<u>\$ 35,746,081</u>	<u>\$ 38,848,672</u>
Expenditures for capitalized assets	\$ 240,338	\$ 499,403	\$ 612,632	\$ 116,727	\$ 2,309,732
Debt service as a percentage of noncapital expenditures	9%	8%	8%	8%	8%

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

**(Concluded)**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (967,991)	\$ (1,246,013)	\$ (894,502)	\$ (6,171,602)	\$ 581,206
<b>Other financing sources (uses):</b>					
Issuance of school improvement bonds	3,365,000		3,895,000		7,500,000
Premium on sale of bonds	214,650		191,441		359,886
Capital lease agreements				2,354,570	
Transfers in	93,701	115,059	77,339	120,007	287,169
Transfers out	(93,701)	(115,059)	(77,339)	(120,007)	(287,169)
Insurance recoveries	23,173		3,560	15,787	
Total other financing sources (uses)	<u>3,602,823</u>		<u>4,090,001</u>	<u>2,370,357</u>	<u>7,859,886</u>
<b>Special item:</b>					
Proceeds from sale of capital assets		877,083	3,002,312	949,893	
<b>Changes in fund balances</b>	<u>\$ 2,634,832</u>	<u>\$ (368,930)</u>	<u>\$ 6,197,811</u>	<u>\$ (2,851,352)</u>	<u>\$ 8,441,092</u>
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (2,685,390)	\$ 382,132	\$ (37,918)	\$ (927,639)	\$ (1,638,700)
<b>Other financing sources (uses):</b>					
Capital lease agreements	472,211		131,865		44,950
Transfers in	95,260	583,300	100,885	55,734	92,549
Transfers out	(95,260)	(370,604)	(100,885)	(55,734)	(92,549)
Total other financing sources (uses)	<u>472,211</u>	<u>212,696</u>	<u>131,865</u>	<u></u>	<u>44,950</u>
<b>Changes in fund balances</b>	<u>\$ (2,213,179)</u>	<u>\$ 594,828</u>	<u>\$ 93,947</u>	<u>\$ (927,639)</u>	<u>\$ (1,593,750)</u>

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**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>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 187,815,341	\$ 182,699,072	\$ 174,283,077	\$ 166,369,889	\$ 166,421,023
Agricultural and Vacant	58,724,267	57,886,712	57,752,545	55,810,899	58,984,531
Residential (Owner Occupied)	517,993,437	479,223,745	464,693,283	450,971,929	427,500,160
Residential (Rental)	185,558,627	172,160,316	142,218,691	117,725,519	106,584,914
Railroad, Private Cars and Airlines	41,107	42,543	38,644	33,392	33,591
Historical Property	1,908,256	1,843,349	1,706,280	1,711,082	1,486,261
Certain Government Property Improvement:	55,088	48,067	11,251	97,998	17,388
<b>Total</b>	<b>\$ 952,096,123</b>	<b>\$ 893,903,804</b>	<b>\$ 840,703,771</b>	<b>\$ 792,720,708</b>	<b>\$ 761,027,868</b>
Gross Full Cash Value	\$ 11,295,834,639	\$ 8,460,045,494	\$ 9,445,267,517	\$ 8,846,462,460	\$ 8,073,561,235
Ratio of Net Limited Assessed Value to Gross Full Cash Value	8%	11%	9%	9%	9%
Total Direct Rate	2.70	2.87	2.74	3.04	3.39

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 161,914,775	\$ 163,269,119	\$ 181,340,679	\$ 211,252,290	\$ 222,671,251
Agricultural and Vacant	60,361,345	63,609,560	69,459,419	121,194,747	149,888,827
Residential (Owner Occupied)	407,054,179	401,477,616	434,739,723	496,398,172	586,223,228
Residential (Rental)	93,090,784	74,438,280	79,909,302	61,873,033	70,767,560
Railroad, Private Cars and Airlines	55,435	50,292	48,225	41,481	38,877
Historical Property	1,348,670	1,408,763	1,563,292	1,648,577	2,231,723
Certain Government Property Improvement:	16,561	15,878	18,683	19,362	12,748
<b>Total</b>	<b>\$ 723,841,749</b>	<b>\$ 704,269,508</b>	<b>\$ 767,079,323</b>	<b>\$ 892,427,662</b>	<b>\$ 1,031,834,214</b>
Gross Full Cash Value	\$ 6,671,941,965	\$ 6,379,875,830	\$ 6,891,479,115	\$ 7,787,465,811	\$ 9,236,363,271
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Total Direct Rate	3.47	3.74	3.46	2.91	2.59

**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. Primary taxes are used for general District operations. Secondary taxes are used to service District bonded debt requirements and other voter-approval overrides.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	\$ 215,322,055	\$ 211,749,425	\$ 199,013,043	\$ 183,894,300	\$ 184,765,274
Agricultural and Vacant	84,552,310	77,077,635	79,410,529	75,610,019	71,820,448
Residential (Owner Occupied)	635,090,380	570,215,848	543,052,812	530,734,414	485,599,589
Residential (Rental)	236,098,862	215,035,807	171,018,281	139,981,990	122,460,259
Railroad, Private Cars and Airlines	47,722	48,481	43,342	35,075	34,071
Historical Property	2,721,379	2,524,321	2,315,995	2,131,756	1,741,613
Certain Government Property Improvements	80,463	69,667	13,246	107,039	20,886
<b>Total</b>	<b>\$ 1,173,913,171</b>	<b>\$ 1,076,721,184</b>	<b>\$ 994,867,248</b>	<b>\$ 932,494,593</b>	<b>\$ 866,442,140</b>
Gross Full Cash Value	\$ 11,295,834,639	\$ 8,460,045,494	\$ 9,445,267,517	\$ 8,846,462,460	\$ 8,073,561,235
Ratio of Net full Cash Assessed Value to Gross Full Cash Value	10%	13%	11%	11%	11%
Estimated Net Full Cash Value	10,299,436,891	7,745,128,527	8,642,652,256	8,130,727,916	7,387,514,573
Total Direct Rate	2.7	2.87	2.74	3.04	3.39

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Commercial, Industrial, Utilities and Mining	\$ 162,750,173	\$ 163,947,397	\$ 181,856,382	\$ 216,529,528	\$ 235,144,673
Agricultural and Vacant	63,461,414	64,495,157	69,819,949	126,016,148	177,326,963
Residential (Owner Occupied)	409,389,359	401,610,160	434,970,928	496,797,918	592,715,745
Residential (Rental)	93,845,197	74,478,095	80,105,136	62,526,377	72,698,657
Railroad, Private Cars and Airlines	55,913	50,729	49,075	45,832	45,792
Historical Property	1,353,837	1,688,741	1,801,121	2,077,797	2,872,752
Certain Government Property Improvements	16,561	15,878	18,683	20,216	12,748
<b>Total</b>	<b>\$ 730,872,454</b>	<b>\$ 706,286,157</b>	<b>\$ 768,621,274</b>	<b>\$ 904,013,816</b>	<b>\$ 1,080,817,330</b>
Gross Full Cash Value	\$ 6,671,941,965	\$ 6,379,875,830	\$ 6,891,479,115	\$ 7,787,465,811	\$ 9,236,363,271
Ratio of Net full Cash Assessed Value to Gross Full Cash Value	11%	11%	11%	12%	12%
Estimated Net Full Cash Value	6,192,821,143	5,921,421,342	6,414,800,031	7,413,712,504	8,836,577,418
Total Direct Rate	3.47	3.74	3.46	2.91	2.59

**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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
PROPERTY TAX ASSESSMENT RATIOS  
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	19 %
Agricultural and Vacant	15	15	15	15	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	14	15	14	15

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

**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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates								District Direct Rates		
	State	County-wide	Library	Flood	Community	Central	Flood	City of	Primary	Secondary	Total
	Equalization		District	Control	College	Fire	Control	Prescott			
			District	District	District	District	District				
2020	0.44	1.93	0.16	0.20	1.69	0.09	0.20	0.25	2.46	0.25	2.70
2019	0.47	1.78	0.17	0.22	0.19	0.10	0.22	0.27	2.63	0.24	2.87
2018	0.49	1.84	0.18	0.23	1.98	0.10	0.23	0.28	2.49	0.25	2.74
2017	0.50	1.90	0.19	0.20	0.21	0.10	0.20	0.27	2.79	0.25	3.04
2016	0.51	1.93	0.17	0.21	2.09	0.10	0.21	0.30	3.12	0.27	3.39
2015	0.51	1.96	0.15	0.21	2.08	0.10	0.21	0.31	3.12	0.35	3.47
2014	0.51	1.93	0.15	0.22	2.05	0.10	0.22	0.34	3.38	0.37	3.74
2013	0.47	1.64	0.17	0.30	1.89	0.10	0.30	0.48	3.13	0.33	3.46
2012	0.43	1.43	0.15	0.25	1.62	0.09	0.25	0.44	2.63	0.28	2.91
2011	0.36	1.35	0.12	0.20	1.36	0.08	0.20	0.38	2.34	0.24	2.59

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<b>Taxpayer</b>	<b>2020</b>		<b>2011</b>	
	<b>Net Limited Assessed Valuation</b>	<b>Percentage of District's Net Limited Assessed Valuation</b>	<b>Net Full Cash Assessed Valuation</b>	<b>Percentage of District's Net Full Cash Assessed Valuation</b>
Arizona Public Service	\$ 17,022,592	1.79 %	\$ 21,196,838	1.96 %
Sturm Ruger & Co Inc.	7,959,600	0.84		
Unisource Energy Corporation	5,619,543	0.59	5,638,112	0.52
Touchmark at the Ranch LLC	4,656,474	0.49		
Wal-Mart Stores Inc	4,057,805	0.43	3,659,857	0.34
Findly Family Properties	2,525,833	0.27		
LFRV LLC (Las Fuentes)	2,404,163	0.25	3,002,796	0.28
Qwest Corporation	2,030,050	0.21	4,047,418	0.37
SRZ Yuma LLC	2,004,313	0.21		
Lowes	1,907,346	0.20	2,247,320	0.21
Prescott Gateway Mall Realty Holdings			6,256,241	0.58
Willow Creek Corner LLC			3,085,950	0.29
Bonanza LLC - Ponderosa Plaza			2,604,440	0.24
YK Commercial Realty LLC			2,523,647	0.23
Total	<u>\$ 50,187,719</u>	<u>5.28 %</u>	<u>\$ 54,262,619</u>	<u>5.02 %</u>

**Source:** The source of this information is the Yavapai 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Fiscal Years</b>	<b>Collected to the End of the Current Fiscal Year</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2020	\$ 19,699,626	\$ 19,373,511	98.34 %	\$	\$ 19,373,511	98.34 %
2019	19,953,919	19,668,376	98.57		19,668,376	98.57
2018	17,895,550	17,664,936	98.71	225,735	17,890,671	99.97
2017	18,422,716	18,171,656	98.64	249,983	18,421,639	99.99
2016	18,026,520	17,753,321	98.48	271,651	18,024,972	99.99
2015	19,709,264	19,320,615	98.03	386,980	19,707,595	99.99
2014	20,874,152	20,458,413	98.01	414,409	20,872,822	99.99
2013	21,032,202	20,642,568	98.15	389,634	21,032,202	100.00
2012	20,730,219	20,076,891	96.85	652,325	20,729,216	100.00
2011	20,868,220	20,112,827	96.38	755,393	20,868,220	100.00

**Source:** The source of this information is the Yavapai 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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income	
2020	\$ 11,196,733	\$ 135,295	\$ 11,061,438	0.10 %	\$ 253	\$ 1,757,000	\$ 12,953,733	0.11 %	\$ 292	0.14 %	
2019	8,703,256	180,123	8,523,133	0.10	201	1,943,127	10,646,383	0.13	246	0.12	
2018	9,694,915	128,878	9,566,037	0.10	166	2,140,734	11,835,649	0.13	203	0.14	
2017	6,684,180	174,644	6,509,536	0.07	157	2,335,961	9,020,141	0.10	212	0.11	
2016	7,859,886	404,059	7,455,827	0.09	192	67,152	7,927,038	0.10	193	0.10	
2015	2,020,000	211,390	1,808,610	0.03	51	312,862	2,332,862	0.03	58	0.03	
2014	4,445,000	198,523	4,246,477	0.07	111	369,701	4,814,701	0.08	120	0.08	
2013	9,010,000	163,029	8,846,971	0.13	224	671,970	9,681,970	0.14	240	0.14	
2012	11,160,000	184,241	10,975,759	0.14	279	836,126	11,996,126	0.15	300	0.19	
2011	15,085,000	215,483	14,869,517	0.16	346	1,130,919	16,215,919	0.18	372	0.26	

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
JUNE 30, 2020**

<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:			
Yavapai County Community College District	\$ 16,505,000	100.00 %	\$ 16,505,240
Central Yavapai Fire District	8,940,000	24.49	2,189,379
Chino Valley Fire District	4,535,000	4.65	210,771
Subtotal, Overlapping Debt			<u>18,905,390</u>
Direct:			
Prescott Unified School District No. 1	10,245,000	100.00	<u>12,953,733</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 31,859,123</u></u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt As a Percentage of Net Limited Assessed Valuation	1.22 %
Net Direct and Overlapping General Bonded Debt Per Capita	\$ 676
As a Percentage of Net Limited Assessed Valuation	3.15 %
As a Percentage of Gross Full Cash Value	0.27 %

**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, 2019 is presented for the overlapping governments as this is the most recent available information.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

**Class B Bond Legal Debt Margin Calculation for Fiscal Year 2020:**

Net full cash assessed valuation	\$ 1,173,913,171
Debt limit (20% of assessed value)	234,782,634
Debt applicable to limit	<u>11,123,897</u>
Legal debt margin	<u><u>\$ 223,658,737</u></u>

**Total Legal Debt Margin Calculation for Fiscal Year 2020:**

Net full cash assessed valuation	\$ 1,173,913,171
Debt limit 30% of assessed value)	352,173,951
Debt applicable to limit	<u>11,123,897</u>
Legal debt margin	<u><u>\$ 341,050,054</u></u>

**Fiscal Year Ended June 30**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Debt Limit	\$ 352,173,951	\$ 323,016,355	\$ 298,460,174	\$ 279,748,378	\$ 252,432,642
Total net debt applicable to limit	<u>11,123,897</u>	<u>8,430,416</u>	<u>9,694,915</u>	<u>6,350,000</u>	<u>7,500,000</u>
Legal debt margin	<u><u>\$ 341,050,054</u></u>	<u><u>\$ 314,585,939</u></u>	<u><u>\$ 288,765,259</u></u>	<u><u>\$ 273,398,378</u></u>	<u><u>\$ 244,932,642</u></u>
Total net debt applicable to the limit as a percentage of debt limit	3%	3%	3%	2%	3%
	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Debt Limit	\$ 219,261,736	\$ 211,885,847	\$ 230,586,382	\$ 271,204,145	\$ 324,245,199
Total net debt applicable to limit	<u>2,020,000</u>	<u>4,445,000</u>	<u>9,010,000</u>	<u>11,160,000</u>	<u>15,085,000</u>
Legal debt margin	<u><u>\$ 217,241,736</u></u>	<u><u>\$ 207,440,847</u></u>	<u><u>\$ 221,576,382</u></u>	<u><u>\$ 260,044,145</u></u>	<u><u>\$ 309,160,199</u></u>
Total net debt applicable to the limit as a percentage of debt limit	1%	2%	4%	4%	5%

**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.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2019	232,386	\$ 9,352,066	\$ 40,312	4.4 %	44,299
2018	228,970	8,532,977	37,398	4.5	43,314
2017	224,363	8,287,072	36,936	4.8	58,293
2016	220,189	7,900,001	35,545	4.9	42,513
2015	217,778	7,740,919	35,545	5.9	40,989
2014	218,844	7,172,392	32,774	6.3	40,000
2013	215,133	5,665,528	26,335	8.6	40,000
2012	212,637	6,722,907	31,617	8.7	40,308
2011	211,247	6,448,529	30,543	10.0	39,984
2010	211,033	6,223,793	29,602	9.3	43,573

**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 for 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2019, the source of the information is the Arizona Office of Employment and Population Statistics and Bureau of Labor Statistics respectively.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2020</u>		<u>2011</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Yavapai Regional Medical Center Foundation	2,023	2.02 %	1,346	1.55 %
County of Yavapai	1,742	1.74	1,378	1.58
Yavapai College	1,290	1.29	445	0.51
Veteran's Admin Medical Center	1,093	1.09	820	0.94
Prescott Unified School District No. 1	595	0.59	770	0.89
Wal-Mart	569	0.57		
Embry-Riddle Aeronautical University	530	0.53	385	0.44
City of Prescott	498	0.50	493	0.57
Sturm Ruger & Co	372	0.37	300	0.34
West Yavapai Guidance Clinic	330	0.33		
Fann Contracting			280	0.32
Yavapai Gaming Agency			312	0.36
Total	<u>9,042</u>	<u>9.03 %</u>	<u>6,529</u>	<u>7.50 %</u>
Total employment	<u>100,200</u>		<u>87,000</u>	

**Source:** The source of this information is the City of Prescott, the Bureau of Labor Statistics, and Hoover's Inc.

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<b>Full-time Equivalent Employees as of June 30</b>				
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
<b>Supervisory</b>					
Superintendent	1	1	1	1	1
Assistant superintendents	1	1	1	1	1
Consultants/supervisors of instruction	9	9	9	9	9
Principals	6	6	6	6	6
Assistant principals	5	5	5	5	5
Total supervisory	<u>22</u>	<u>22</u>	<u>22</u>	<u>22</u>	<u>22</u>
<b>Instruction</b>					
Teachers	194	199	199	202	220
Total instruction	<u>194</u>	<u>199</u>	<u>199</u>	<u>202</u>	<u>220</u>
<b>Student Services</b>					
Nurses	6	5	5	5	5
Counselors/Advisors	7	6	6	6	6
Librarians			1	1	1
Technicians	4	3	3	1	1
Total student services	<u>17</u>	<u>14</u>	<u>15</u>	<u>13</u>	<u>13</u>
<b>Total</b>	<u><u>233</u></u>	<u><u>235</u></u>	<u><u>236</u></u>	<u><u>237</u></u>	<u><u>255</u></u>

(Continued)

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b>Supervisory</b>					
Superintendent	1	1	1	1	1
Assistant superintendents	1	1	1	1	1
Consultants/supervisors of instruction	9	9	10	10	10
Principals	8	8	8	8	8
Assistant principals	5	5	4	4	4
Total supervisory	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>	<u>24</u>
<b>Instruction</b>					
Teachers	241	283	233	248	268
Total instruction	<u>241</u>	<u>283</u>	<u>233</u>	<u>248</u>	<u>268</u>
<b>Student Services</b>					
Nurses	5	5	6	7	7
Counselors/Advisors	6	6	6	7	10
Librarians	1	1	1	1	1
Technicians	1	1	1	4	4
Total student services	<u>13</u>	<u>13</u>	<u>14</u>	<u>19</u>	<u>22</u>
<b>Total</b>	<u><u>278</u></u>	<u><u>320</u></u>	<u><u>271</u></u>	<u><u>291</u></u>	<u><u>314</u></u>

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

**(Concluded)**

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2020	3,698	\$ 31,300,620	\$ 8,464	(1.44) %	\$ 34,689,476	\$ 9,381	8.04 %	194	19.1	33.7 %
2019	3,591	30,839,582	8,588	11.36	31,179,960	8,683	11.28	199	18.0	35.2
2018	3,808	29,366,600	7,712	0.28	29,712,033	7,803	(3.75)	199	19.1	35.6
2017	3,818	29,362,144	7,690	0.01	30,951,585	8,107	(1.77)	202	18.9	33.1
2016	3,893	29,936,787	7,690	4.38	32,128,286	8,253	0.44	220	17.7	41.3
2015	4,272	31,472,704	7,367	6.66	35,100,918	8,217	8.13	241	17.7	43.5
2014	4,697	32,443,262	6,907	4.13	35,691,288	7,599	3.21	283	16.6	35.4
2013	4,848	32,156,945	6,633	0.86	35,692,702	7,362	3.38	233	20.8	38.5
2012	4,937	32,468,497	6,577	2.95	35,160,326	7,122	(0.23)	248	19.9	38.8
2011	5,154	32,924,942	6,388	(2.56)	36,790,394	7,138	(2.32)	268	19.2	39.8

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

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

**PRESCOTT UNIFIED SCHOOL DISTRICT NO. 1  
CAPITAL ASSETS INFORMATION  
LAST TEN FISCAL YEARS**

	<u>Fiscal Year Ended June 30</u>									
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
<b><u>Schools</u></b>										
<b>Elementary</b>										
Buildings	22	22	22	22	17	20	20	20	20	21
Square feet	252,631	252,631	252,631	252,631	188,593	226,333	226,333	226,333	226,333	227,377
Capacity	2,783	2,783	2,783	2,783	1,950	2,339	2,339	2,339	2,339	2,339
Enrollment	1,723	1,618	1,723	1,663	1,651	1,640	1,865	1,973	2,104	2,111
<b>Middle</b>										
Buildings	7	7	7	7	11	11	11	11	11	11
Square feet	109,901	109,901	109,901	109,901	203,417	203,417	203,417	203,417	203,417	203,417
Capacity	989	989	989	989	1,430	1,430	1,430	1,430	1,430	1,430
Enrollment	618	569	618	634	677	1,052	1,285	1,302	1,280	1,295
<b>High</b>										
Buildings	13	13	13	13	12	12	12	12	12	13
Square feet	264,860	264,860	264,860	264,860	290,051	290,051	290,051	290,051	290,051	291,095
Capacity	1,895	1,895	1,895	1,895	2,095	2,095	2,095	2,095	2,095	2,095
Enrollment	1,520	1,365	1,520	1,512	1,510	1,497	1,600	1,631	1,622	1,704
<b>Other</b>										
Buildings	2	2	2	2	2	2	2	2	2	2
Square feet	28,635	28,635	28,635	28,635	28,635	28,635	28,635	28,635	28,635	28,635
Capacity	150	150	150	150	150	150	150	150	150	150
Enrollment	152	150	152	120	91	91	97	97	124	124
<b><u>Administrative</u></b>										
Buildings	9	9	9	9	9	9	9	9	9	9
Square feet	54,966	54,966	54,966	54,966	54,966	54,966	54,966	54,966	54,966	54,966
<b><u>Transportation</u></b>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	40	40	40	44	44	44	44	44	44	44
<b><u>Athletics</u></b>										
Football fields	3	3	3	3	3	3	3	3	3	3
Soccer fields	1	1	1	1	1	1	1	1	1	1
Running tracks	3	3	3	3	3	3	3	3	3	3
Baseball/softball	3	3	3	3	3	3	3	3	3	3
Playgrounds	6	6	6	6	6	6	6	6	6	6

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

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