
HIGLEY UNIFIED SCHOOL DISTRICT NO. 60

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



HIGLEY UNIFIED SCHOOL DISTRICT NO. 60

GILBERT, ARIZONA

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Issued by:
Financial Services Department

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60

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INTRODUCTORY SECTION

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December 9, 2022

Citizens and Governing Board
Higley Unified School District No. 60
2935 South Recker Road
Gilbert, Arizona 85295

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 annual comprehensive financial report of the Higley Unified School District No. 60 (District) for the fiscal year ended June 30, 2022.

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, 2022 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, 2022 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 Report.

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

PROFILE OF THE DISTRICT

The District is one of 58 public school districts located in Maricopa County, Arizona and serves approximately 88,742 residents in a 24 square-mile area located largely within the boundaries of the Town of Gilbert. The District's 13 campuses and 1 online academy provide a program of public education from preschool through grade twelve, with an average daily membership of 12,653. Finances continue to improve, with increased state funding, growing enrollment and healthy management practices leading to greater financial flexibility.

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 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.

The District overlaps three major municipalities including portions of Mesa, Gilbert and Queen Creek. Gilbert is located about 30 miles southeast of downtown Phoenix and borders the cities of Mesa, Queen Creek, and Chandler. Gilbert was founded in 1891 and incorporated in 1920; it is one of the fastest growing cities in the United States of America. The economy of Gilbert is a

diverse mix of manufacturing, high technology, agriculture, tourism and recently there has been a large amount of retail development. The building boom in the Gilbert area has caused the land available for agricultural activities to decline. Gilbert has a very favorable unemployment rate of 2.8 percent in 2022. Retail and construction dominate the top employers of Gilbert. During the current economic recovery, the area continues to see expansion in retail service centers and commercial warehouse facilities. Major development continues along the Loop 202, a regional freeway that connects Gilbert with the rest of the Phoenix metropolitan area. Two regional hospitals have opened for business, a regional mall is three-quarters filled and the largest regional auto mall in the state continues to add dealerships. The Town of Gilbert government consists of a Mayor and a six-member town council. The population within the Higley School District has increased an average of 4,500 per year for most of the past decade and continues to be one of the few growth areas in the State. The housing industry continues to prosper as new home construction and new subdivisions are underway.

The Williams Gateway Community is a major development area. It contains a regional airport, Arizona State University East Campus, the Chandler-Gilbert Community College as well as numerous commercial and light industrial areas. The Williams Gateway area is projected to gain 100,000 jobs over the next 30 years, according to the Maricopa Association of Governments.

The City of Phoenix is the capital and largest city of Arizona and is the county seat as well. Phoenix was founded in 1870 and incorporated in 1881. The city encompasses an area over 500 square miles. Phoenix is the fifth most populous city in the United States and according to the 2018 U.S. Census Bureau, estimates the population of the city was approximately 1,660,272. The Phoenix metropolitan area is the population and economic activity center of the entire state. Phoenix is one of the leaders in the economics of the Southwestern area of the United States. The City of Phoenix maintains a Moody's general obligation bond rating of Aa1. It enjoys a highly diversified economic base consisting of manufacturing, agriculture, tourism, construction, education, distribution centers, finance, and retailing.

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.

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. Arizona's economy is booming, and Phoenix is at the center. According to Inc. Magazine, Phoenix is the 11th best city in the nation to start a business. This ranking came from the magazine's 2020 Surge Cities index which analyzes data such as job creation and regulation. That same index also gave Phoenix the second spot in net business creation, seventh in population growth and ninth in job creation. As it relates to housing, developers are hustling to keep up with the needed housing. According to the Home Builders Association of Central Arizona's, October saw the most single-family housing permits since July of 2007.

A few of the major firms represented in the Phoenix metropolitan area include Honeywell International, Inc., Banner Health Systems, Wal-Mart Stores, Inc., Wells Fargo Company, and Bashas'. In addition, the metropolitan area provides excellent educational and training opportunities through seven community colleges, four private colleges and graduate schools, and one state university.

Maricopa County is in the south-central portion of Arizona and encompasses an area of approximately 9,224 square miles. Its boundaries encompass the cities of Phoenix, Scottsdale, Mesa, Tempe, Glendale, Chandler, and such towns as Gilbert, Paradise Valley, and Fountain Hills. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14th in land area. As of July 2021, the County's population is approximately 4,541,258 and is expected to reach six million by 2030. Maricopa County has a very wide range of economic sectors supporting its projected growth. Maricopa County has, for some time, enjoyed an unemployment rate that was somewhat lower than the national average.

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

The Higley Unified School District is currently experiencing growth in both residential and commercial real estate sales. A commercial complex to include restaurants, retail stores and a movie theater is currently under development within the district boundaries. We also have several residential neighborhoods consisting of approximately 500 homes in development within the Higley Unified School District.

Long-term Financial Planning.

The Higley Unified School District is in the middle to late stages of its growth. The twenty-four square mile District is land-locked but has not been fully developed. The District has benefited from the passage of Students First Bonds, which changed the landscape of school construction. Until recently, the Arizona School Facilities Board funded the construction of new schools; eight schools in the District were constructed under this system. Through the use of school bonds, the District was able to add three buildings on the Higley Traditional Academy campus, build Centennial Elementary in 2009, complete additional school buildings in 2014, and build Bridges Elementary in 2016. Through a lease purchase agreement, the District was able to build Cooley and Sossaman middle schools.

The District's average age of the school buildings is 15 years.

AWARDS AND ACKNOWLEDGMENT

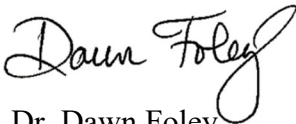
Awards. The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. This was the 18th year that the District received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. In order to be awarded these certificates, the District published an easily readable and efficiently organized annual comprehensive 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, 2022 certificates.

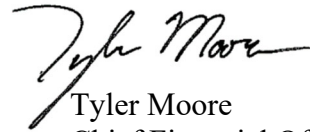
Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the financial services department. Each member of the department has our sincere appreciation for the contributions made in the preparation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



Dr. Dawn Foley
Superintendent



Tyler Moore
Chief Financial Officer



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

Higley Unified School District No. 60

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, appearing to read 'Will Sutter'.

**William A. Sutter
President**

A handwritten signature in black ink, appearing to read 'David J. Lewis'.

**David J. Lewis
Executive Director**



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

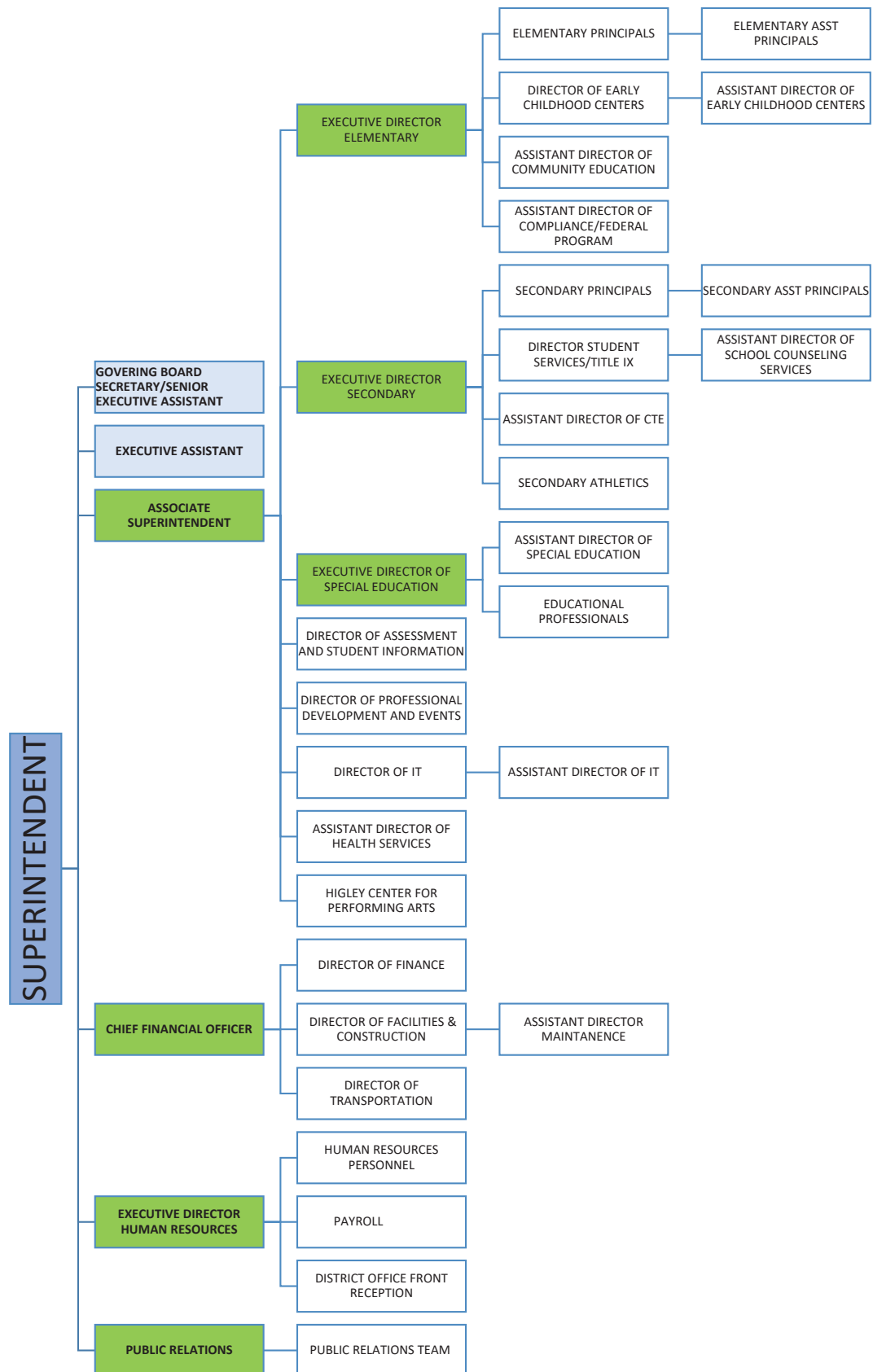
Higley Unified School District No. 60
Arizona

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO



HIGLEY UNIFIED SCHOOL DISTRICT NO. 60

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Amy Kaylor, President

Michelle Anderson, Vice President

Kristina Reese, Member

Jill Wilson, Member

Tiffany Shultz, Member

ADMINISTRATIVE STAFF

Dr. Dawn Foley, Superintendent

Sherry Richards, Associate Superintendent

Tyler Moore, Chief Financial Officer

Mum Martens, Executive Director of Human Resources

Heidi Lindsay, Executive Director of Elementary Education

David Loutzenheiser, Executive Director of Secondary Education

Shauna Miller, Executive Director of Special Education

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FINANCIAL SECTION

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Independent Auditor's Report

Governing Board
Higley Unified School District No. 60

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Higley Unified School District No. 60 (District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 Higley Unified School District No. 60, as of June 30, 2022, 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.

Basis for Opinions

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. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Higley Unified School District No. 60 and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, for the year ended June 30, 2022, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

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 is the responsibility of management and, 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.

Supplementary 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 Combining and Individual Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2022, on our consideration of Higley Unified School District No. 60'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 Higley Unified School District No. 60'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 Higley Unified School District No. 60's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona
December 9, 2022

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

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HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

As management of the Higley Unified School District No. 60 (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, 2022. 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 \$16.2 million which represents a 12 percent increase from the prior fiscal year.
- General revenues accounted for \$124.7 million in revenue, or 78 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$35.8 million or 22 percent of total current fiscal year revenues.
- The District had approximately \$144.2 million in expenses related to governmental activities, an increase of eight percent from the prior fiscal year due primarily to spending of COVID related grant monies to return to in-person instruction.
- Among major funds, the General Fund had \$94.9 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$89.3 million in expenditures. The General Fund's fund balance increased from \$34.8 million at the prior fiscal year end to \$42.0 million at the end of the current fiscal year due to vacancy savings and COVID related grant monies.

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

OVERVIEW OF FINANCIAL STATEMENTS

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

Proprietary funds. The District maintains one type of proprietary fund. The internal service funds are accounting devices used to accumulate and allocate costs internally among the District's various functions. The District uses one internal service fund to account for its Insurance Trust activity. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements. The District uses another internal service fund to account for its District Services Fund which accounts for the operation of District functions that provide goods or services to other District departments on a cost reimbursement basis. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements.

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

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 and major Special Revenue Fund as required supplementary information. Schedules for the pension plan have been provided as required supplementary information.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$147.0 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 debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In addition, a portion of the District's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance is unrestricted and may be used to meet the District's ongoing obligations to its citizens and creditors.

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2022 and June 30, 2021.

	As of June 30, 2022	As of June 30, 2021
Current assets	\$ 97,013,804	\$ 84,508,499
Capital assets, net	289,244,325	291,162,444
Total assets	<u>386,258,129</u>	<u>375,670,943</u>
Deferred outflows	<u>26,419,464</u>	<u>24,133,532</u>
Current and other liabilities	5,346,731	5,492,000
Long-term liabilities	235,016,013	263,575,412
Total liabilities	<u>240,362,744</u>	<u>269,067,412</u>
Deferred inflows	<u>25,353,534</u>	<u></u>
Net position:		
Net investment in capital assets	140,585,726	134,705,903
Restricted	30,902,052	23,444,407
Unrestricted	(24,526,463)	(27,413,247)
Total net position	<u>\$ 146,961,315</u>	<u>\$ 130,737,063</u>

At the end of both the current and prior fiscal year the District reported positive balances in two categories of net position. The District's unrestricted net position reported a deficit due to the District's proportionate share of the state pension plan's unfunded liability.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

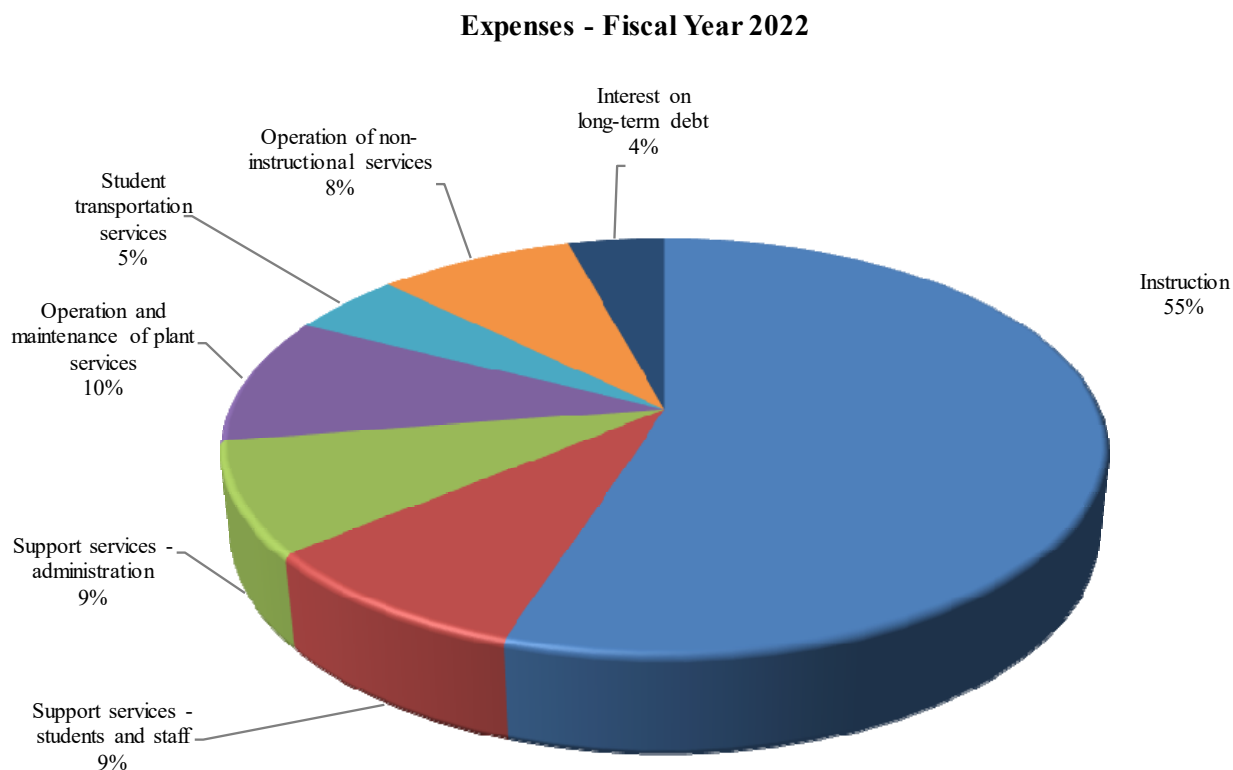
- The principal retirement of \$8.6 million of general obligation bonds.
- The net addition of \$6.0 million in capital assets through school improvement projects and purchases of vehicles, furniture and equipment.
- The decrease of \$18.8 million in pension liabilities.

Changes in net position. The District's total revenues for the current fiscal year were \$160.4 million. The total cost of all programs and services was \$144.2 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2022 and June 30, 2021.

	Fiscal Year Ended June 30, 2022	Fiscal Year Ended June 30, 2021
Revenues:		
Program revenues:		
Charges for services	\$ 11,696,277	\$ 6,641,173
Operating grants and contributions	20,687,388	14,807,268
Capital grants and contributions	3,383,618	3,340,051
General revenues:		
Property taxes	42,924,404	43,908,763
Investment income	521,394	558,791
Unrestricted county aid	5,459,141	5,474,795
Unrestricted state aid	75,244,926	65,891,139
Unrestricted federal aid	518,825	513,481
Total revenues	<u>160,435,973</u>	<u>141,135,461</u>
Expenses:		
Instruction	79,265,921	76,017,421
Support services - students and staff	13,051,455	12,161,028
Support services - administration	12,419,555	10,998,030
Operation and maintenance of plant services	14,138,972	13,176,540
Student transportation services	7,015,614	5,651,430
Operation of non-instructional services	12,308,627	9,405,326
Interest on long-term debt	6,011,577	6,423,258
Total expenses	<u>144,211,721</u>	<u>133,833,033</u>
Changes in net position	16,224,252	7,302,428
Net position, beginning	130,737,063	123,434,635
Net position, ending	<u><u>\$ 146,961,315</u></u>	<u><u>\$ 130,737,063</u></u>

**HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- Unrestricted state aid increased \$9.4 million as a result of increased funding from the state legislature.
- Operating grants and contributions increased \$5.9 million primarily due to increased grant funding related to the COVID-19 pandemic.
- Instruction expenses increased \$3.2 million as a result of the District returning to in-person instruction as well as increased spending on instructional aids and materials.

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2022		Year Ended June 30, 2021	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 79,265,921	\$ (62,976,370)	\$ 76,017,421	\$ (62,734,726)
Support services - students and staff	13,051,455	(11,729,461)	12,161,028	(11,521,378)
Support services - administration	12,419,555	(11,593,617)	10,998,030	(10,925,816)
Operation and maintenance of plant services	14,138,972	(12,891,939)	13,176,540	(10,681,095)
Student transportation services	7,015,614	(6,877,670)	5,651,430	(5,586,337)
Operation of non-instructional services	12,308,627	3,636,196	9,405,326	(1,171,931)
Interest on long-term debt	6,011,577	(6,011,577)	6,423,258	(6,423,258)
Total	<u>\$ 144,211,721</u>	<u>\$(108,444,438)</u>	<u>\$ 133,833,033</u>	<u>\$(109,044,541)</u>

- The cost of all governmental activities this year was \$144.2 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$35.8 million.
- Net cost of governmental activities of \$108.4 million was financed by general revenues, which are made up of primarily property taxes of \$42.9 million and state and county aid of \$80.7 million. Investment earnings accounted for \$521,394 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 \$70.3 million, an increase of \$11.9 million due primarily to increased federal and state grant funding related to the COVID-19 pandemic.

**HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 60 percent of the total fund balance. Approximately \$40.4 million, or 96 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance from \$34.8 million to \$42.0 million as of fiscal year end was due to vacancy savings and COVID related grant monies. General Fund revenues increased \$2.4 million, while expenditures increased \$9.6 million due to increased student count and expenditures for instructional materials.

The fund balance decreased \$2.1 million in the Other Federal Projects Fund. This was primarily due to an increase in unavailable revenue related to the timing of payments received for COVID-19 grant funding.

The fund balance in the Debt Service Fund increased \$140,948 to \$725,617 as of fiscal year end to meet bonded debt requirements.

The fund balance in the Unrestricted Capital Outlay Fund was \$9.5 million as of fiscal year end, a decrease of \$875,908, which was not significant.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in student growth throughout the year. The difference between the original budget and the final amended budget was a \$2.8 million, or three percent increase.

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 favorable expenditure variance of \$24.4 million in instruction was primarily a result of conservative budgeting to ensure a healthy contingency.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$383.5 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 \$5.8 million from the prior fiscal year, primarily due to various land improvements, school remodels, and weatherization projects. Total depreciation expense for the current fiscal year was \$7.9 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2022 and June 30, 2021.

	As of June 30, 2022	As of June 30, 2021
Capital assets - non-depreciable	\$ 50,811,593	\$ 53,189,518
Capital assets - depreciable, net	238,432,732	237,972,926
Total	<u>\$ 289,244,325</u>	<u>\$ 291,162,444</u>

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

Debt Administration. At year-end, the District had \$153.2 million in long-term debt outstanding, \$9.4 million due within one year. Long-term debt decreased by \$10.1 million due to repayment of debt according to the District's legal debt requirements.

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 \$325.2 million and the Class B debt limit is \$216.8 million, both of which are greater than the District's outstanding debt.

In May 2022, S&P Global Ratings upgraded the District's General Obligation bond rating from A+ to AA-.

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

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 2022-23 budget. Among them:

- Fiscal year 2021-22 budget balance carry forward \$25.5 million.
- District student population (estimated 12,645).

**HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2022**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

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 seven percent to \$116.9 million in fiscal year 2022-23 primarily due to an increase in the budget balance carryforward. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2022-23 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 Financial Services Department, Higley Unified School District, 2935 South Recker Road, Gilbert, Arizona 85295.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 67,449,200
Property taxes receivable	460,832
Accounts receivable	564,537
Due from governmental entities	26,932,266
Prepaid items	1,202,278
Inventory	404,691
Total current assets	<u>97,013,804</u>
Noncurrent assets:	
Capital assets not being depreciated	50,811,593
Capital assets, net of accumulated depreciation	<u>238,432,732</u>
Total noncurrent assets	<u>289,244,325</u>
Total assets	<u><u>386,258,129</u></u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	1,437,288
Pension plan items	<u>24,982,176</u>
Total deferred outflows of resources	<u><u>26,419,464</u></u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	2,906,554
Accrued payroll and employee benefits	561,977
Compensated absences payable	200,000
Accrued interest payable	1,642,788
Unearned revenues	235,412
Financed purchases payable	960,000
Bonds payable	<u>8,455,000</u>
Total current liabilities	<u><u>14,961,731</u></u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	<u>225,401,013</u>
Total noncurrent liabilities	<u><u>225,401,013</u></u>
Total liabilities	<u><u>240,362,744</u></u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	<u>25,353,534</u>
<u>NET POSITION</u>	
Net investment in capital assets	140,585,726
Restricted for:	
Instruction	11,798,040
Food service	2,893,601
Non-instructional purposes	2,223,401
Debt service	763,522
Capital outlay	13,223,488
Unrestricted	<u>(24,526,463)</u>
Total net position	<u><u>\$ 146,961,315</u></u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 79,265,921	\$ 4,110,775	\$ 9,358,354	\$ 2,820,422	\$ (62,976,370)
Support services - students and staff	13,051,455		1,321,994		(11,729,461)
Support services - administration	12,419,555		262,742	563,196	(11,593,617)
Operation and maintenance of plant services	14,138,972	512,993	734,040		(12,891,939)
Student transportation services	7,015,614		137,944		(6,877,670)
Operation of non-instructional services	12,308,627	7,072,509	8,872,314		3,636,196
Interest on long-term debt	6,011,577				(6,011,577)
Total governmental activities	<u>\$ 144,211,721</u>	<u>\$ 11,696,277</u>	<u>\$ 20,687,388</u>	<u>\$ 3,383,618</u>	<u>(108,444,438)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	31,166,241
Property taxes, levied for debt service	11,758,163
Investment income	521,394
Unrestricted county aid	5,459,141
Unrestricted state aid	75,244,926
Unrestricted federal aid	518,825
Total general revenues	<u>124,668,690</u>

Changes in net position 16,224,252

Net position, beginning of year 130,737,063

Net position, end of year \$ 146,961,315

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

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FUND FINANCIAL STATEMENTS

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022

	<u>General</u>	<u>Other Federal Projects</u>	<u>Debt Service</u>
<u>ASSETS</u>			
Cash and investments	\$ 16,001,414	\$	\$ 10,742,496
Property taxes receivable	342,018		118,814
Accounts receivable	564,537		
Due from governmental entities	16,105,862	8,095,628	
Due from other funds	8,519,909		
Prepaid items	1,202,278		
Inventory	404,691		
Total assets	<u><u>\$ 43,140,709</u></u>	<u><u>\$ 8,095,628</u></u>	<u><u>\$ 10,861,310</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 763,057	\$ 240,062	\$
Due to other funds		7,157,974	
Accrued payroll and employee benefits	323,909	77,339	
Unearned revenues		23,039	
Bonds payable			8,455,000
Bond interest payable			1,642,788
Total liabilities	<u><u>1,086,966</u></u>	<u><u>7,498,414</u></u>	<u><u>10,097,788</u></u>
Deferred inflows of resources:			
Unavailable revenues - property taxes	22,308		37,905
Unavailable revenues - intergovernmental		5,488,372	
Total deferred inflows of resources	<u><u>22,308</u></u>	<u><u>5,488,372</u></u>	<u><u>37,905</u></u>
Fund balances (deficits):			
Nonspendable	1,606,969		
Restricted			725,617
Unassigned	40,424,466	(4,891,158)	
Total fund balances	<u><u>42,031,435</u></u>	<u><u>(4,891,158)</u></u>	<u><u>725,617</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 43,140,709</u></u>	<u><u>\$ 8,095,628</u></u>	<u><u>\$ 10,861,310</u></u>

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

Unrestricted Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
\$ 11,047,452	\$ 23,238,254	\$ 61,029,616
		460,832
		564,537
3,028	2,727,748	26,932,266
		8,519,909
		1,202,278
		404,691
<u>\$ 11,050,480</u>	<u>\$ 25,966,002</u>	<u>\$ 99,114,129</u>
\$ 1,512,127	\$ 391,308	\$ 2,906,554
	1,361,935	8,519,909
	160,729	561,977
	212,373	235,412
		8,455,000
		1,642,788
<u>1,512,127</u>	<u>2,126,345</u>	<u>22,321,640</u>
		60,213
	933,890	6,422,262
	<u>933,890</u>	<u>6,482,475</u>
		1,606,969
9,538,353	23,714,976	33,978,946
	(809,209)	34,724,099
<u>9,538,353</u>	<u>22,905,767</u>	<u>70,310,014</u>
<u>\$ 11,050,480</u>	<u>\$ 25,966,002</u>	<u>\$ 99,114,129</u>

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HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Total governmental fund balances **\$ 70,310,014**

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

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

Governmental capital assets	\$ 383,478,717	
Less accumulated depreciation/amortization	<u>(94,234,392)</u>	289,244,325

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

Property taxes	60,213	
Intergovernmental	<u>6,422,262</u>	6,482,475

Deferred items related to the refunding of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds. 1,437,288

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

Deferred outflows of resources related to pensions	24,982,176	
Deferred inflows of resources related to pensions	<u>(25,353,534)</u>	(371,358)

The Internal Service Fund is used by management to charge the cost of insurance and other services to the individual funds. The assets and liabilities of the Internal Service Fund are included in the Statement of Net Position. 6,419,584

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

Other postemployment benefits payable		
Compensated absences payable	(1,784,117)	
Financed purchases payable	(62,690,000)	
Net pension liability	(80,021,210)	
Bonds payable	<u>(82,065,686)</u>	<u>(226,561,013)</u>

Net position of governmental activities **\$ 146,961,315**

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	General	Other Federal Projects	Debt Service
Revenues:			
Other local	\$ 7,681,814	\$	\$ 63,556
Property taxes	31,659,490		11,795,032
State aid and grants	55,072,115		
Federal aid, grants and reimbursements	518,825	6,155,290	
Total revenues	<u>94,932,244</u>	<u>6,155,290</u>	<u>11,858,588</u>
Expenditures:			
Current -			
Instruction	51,850,778	3,577,144	
Support services - students and staff	10,277,735	339,041	
Support services - administration	10,157,045	159,615	
Operation and maintenance of plant services	11,643,748	600,631	
Student transportation services	4,797,027	115,839	
Operation of non-instructional services	238,663	782,116	
Capital outlay	333,746	2,723,970	
Debt service -			
Principal retirement			8,455,000
Interest and fiscal charges			3,286,917
Total expenditures	<u>89,298,742</u>	<u>8,298,356</u>	<u>11,741,917</u>
Excess (deficiency) of revenues over expenditures	<u>5,633,502</u>	<u>(2,143,066)</u>	<u>116,671</u>
Other financing sources (uses):			
Transfers in	324,906		24,277
Transfers out			
Proceeds from sale of capital assets	87,101		
Total other financing sources (uses)	<u>412,007</u>		<u>24,277</u>
Changes in fund balances	<u>6,045,509</u>	<u>(2,143,066)</u>	<u>140,948</u>
Fund balances (deficits), beginning of year, as restated	34,824,338	(2,748,092)	584,669
Increase (decrease) in reserve for prepaid items	1,202,278		
Increase (decrease) in reserve for inventory	(40,690)		
Fund balances (deficits), end of year	<u>\$ 42,031,435</u>	<u>\$ (4,891,158)</u>	<u>\$ 725,617</u>

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

Unrestricted Capital Outlay	Non-Major Governmental Funds	Total Governmental Funds
\$ 623,348	\$ 11,018,206	\$ 19,386,924
8,270,016	13,398,181	43,454,522
	13,155,912	76,740,312
<u>8,893,364</u>	<u>37,572,299</u>	<u>19,830,027</u>
		<u>159,411,785</u>
	12,629,338	68,057,260
	1,464,371	12,081,147
	521,677	10,838,337
	195,979	12,440,358
	72,633	4,985,499
	10,474,903	11,495,682
5,811,380	4,275,033	13,144,129
930,000		9,385,000
3,027,892		6,314,809
<u>9,769,272</u>	<u>29,633,934</u>	<u>148,742,221</u>
<u>(875,908)</u>	<u>7,938,365</u>	<u>10,669,564</u>
		349,183
	(349,183)	(349,183)
		87,101
	<u>(349,183)</u>	<u>87,101</u>
<u>(875,908)</u>	<u>7,589,182</u>	<u>10,756,665</u>
10,414,261	15,316,585	58,391,761
		1,202,278
		(40,690)
<u>\$ 9,538,353</u>	<u>\$ 22,905,767</u>	<u>\$ 70,310,014</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Changes in fund balances - total governmental funds **\$ 10,756,665**

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 and reported as depreciation expense.

Expenditures for capitalized assets	\$ 6,008,084	
Less current year depreciation	<u>(7,926,203)</u>	(1,918,119)

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

Property taxes	(530,118)	
Intergovernmental	<u>1,444,963</u>	914,845

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.

Financed purchase principal retirement	930,000	
Bond principal retirement	<u>8,455,000</u>	9,385,000

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

Current year pension contributions	8,582,714	
Pension expense	<u>(12,579,588)</u>	(3,996,874)

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

Prepaid items	1,202,278	
Inventory	(40,690)	
Deferred bond items on issuance of refunding debt	(287,457)	
Amortization of deferred bond items	590,689	
Compensated absences	<u>(369,561)</u>	1,095,259

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

(12,524)

Changes in net position in governmental activities **\$ 16,224,252**

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Governmental Activities: Internal Service Funds
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 6,419,584
Total current assets	<u>6,419,584</u>
Total assets	<u>6,419,584</u>
<u>NET POSITION</u>	
Unrestricted	<u>6,419,584</u>
Total net position	<u>\$ 6,419,584</u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	Governmental Activities: Internal Service Funds
Operating revenues:	
Other	\$ 1,374
Charges for services	98,850
Total operating revenues	<u>100,224</u>
Operating expenses:	
Other	134,990
Total operating expenses	<u>134,990</u>
Operating income (loss)	<u>(34,766)</u>
Nonoperating revenues (expenses):	
Investment income	22,242
Total nonoperating revenues (expenses)	<u>22,242</u>
Changes in net position	<u>(12,524)</u>
Total net position, beginning of year, as restated	6,432,108
Total net position, end of year	<u>\$ 6,419,584</u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

	Governmental Activities: Internal Service Funds
<u>Increase/Decrease in Cash and Cash Equivalents</u>	
Cash flows from operating activities:	
Cash received from charges for services	\$ 98,850
Cash received from other sources	1,374
Cash payments to suppliers for goods and services	<u>(134,990)</u>
Net cash provided by/used for operating activities	<u>(34,766)</u>
Cash flows from investing activities:	
Investment income	<u>22,242</u>
Net cash provided by/used for investing activities	<u>22,242</u>
Net increase/decrease in cash and cash equivalents	<u>(12,524)</u>
Cash and cash equivalents, beginning of year, as restated	<u>6,432,108</u>
Cash and cash equivalents, end of year	\$ <u><u>6,419,584</u></u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Higley Unified School District No. 60 (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, 2022, the District implemented the provisions of GASB Statement No. 87, *Leases*. This Statement increases the usefulness of the financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases. The statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The District's analysis of contracts and agreements in effect at the beginning of the year resulted in no changes to beginning balances reported in the financial statements due to the implementation of this standard.

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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.

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Property taxes, state 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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The District reports the following major governmental funds:

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

Other Federal Projects – The Other Federal Projects Fund accounts for financial assistance received for other supplemental federal projects.

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

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

Additionally, the District reports the following fund type:

Proprietary Fund – The Proprietary Funds are Internal Service Funds that account for activities related to the District’s self-insurance program and for activities related to transportation.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the District’s internal service fund are charges 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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Cash and Investments

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

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

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

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

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 federal depository 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 fund financial statements and in nonoperating revenues in the proprietary fund financial statements.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. Receivables and Payables

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

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

G. Property Tax Calendar

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

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

H. Inventory

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

I. Prepaid Items

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

J. Capital Assets

Capital assets, which include land and improvements; buildings and improvements; vehicles, furniture, and equipment; construction in progress; and intangible right-to-use assets 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 estimated useful life of the asset. Intangible right-to use assets are amortized over the shorter of the lease term or the underlying asset's useful life. The estimated useful lives and amortization periods are as follows:

Land improvements	5 - 50 years
Buildings and improvements	5 - 75 years
Vehicles, furniture and equipment	5 - 25 years

K. Deferred Outflows/Inflows of Resources

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

L. Compensated Absences

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

M. Pensions

For purposes of measuring the net pension liability, 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.

N. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts 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.

O. Interfund Activity

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

P. Net Position Flow Assumption

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

Q. Estimates

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

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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 Governing Board delegated authority to assign fund balances to the Chief Financial Officer. However, no assigned fund balance amounts are reported.

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

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

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

	General Fund	Other Federal Projects Fund	Debt Service Fund	Unrestricted Capital Outlay Fund	Non-Major Governmental Funds
Fund Balances:					
Nonspendable:					
Inventory	\$ 404,691				
Prepaid items	1,202,278				
Restricted:					
Debt service			725,617		
Capital projects				9,538,353	3,685,135
Bond building projects					3,114,799
Voter approved initiatives					8,885,013
Federal and state projects					458,100
Food service					2,893,601
Civic center					364,037
Community school					1,842,139
Extracurricular activities					1,066,063
Career technical education					790,769
Student activities					533,071
Other purposes					82,249
Unassigned	40,424,466	(4,891,158)			(809,209)
Total fund balances	<u>\$ 42,031,435</u>	<u>\$(4,891,158)</u>	<u>\$ 725,617</u>	<u>\$ 9,538,353</u>	<u>\$ 22,905,767</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

	<u>Deficit</u>
Major Funds:	
Other Federal Projects	\$ 4,891,158
Non-Major Governmental Funds:	
Title I Grants	237,215
Professional Development and Technology Grants	8,042
Title IV Grants	1,364
Special Education Grants	88,190
Homeless Education	35,883
E-Rate	308,018
Other State Projects	129,097
Arizona Industry Credentials Incentive	1,400

The deficits arose because of pending grant reimbursements. Additional revenues received in fiscal year 2022-23 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 4 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$1,172,488 and the bank balance was \$1,290,230. At year end, \$1,040,230 of the District's deposits were covered by collateral held by the pledging financial institution's trust department or agent but not in the District's name.

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 4 – 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.

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer's investment pool	623 days	\$ 66,276,712

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

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

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

NOTE 5 – RECEIVABLES

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

	<u>General Fund</u>	<u>Other Federal Projects Fund</u>	<u>Unrestricted Capital Outlay</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:				
Due from federal government	\$	\$ 8,095,628	\$	\$ 1,473,465
Due from state government	16,079,447			245,790
Due from county government	26,415		3,028	
Due from other districts				1,008,493
Net due from governmental entities	<u>\$16,105,862</u>	<u>\$ 8,095,628</u>	<u>\$ 3,028</u>	<u>\$ 2,727,748</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 – CAPITAL ASSETS

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

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 50,458,736	\$	\$	\$ 50,458,736
Construction in progress	2,730,782	352,857	2,730,782	352,857
Total capital assets, not being depreciated	53,189,518	352,857	2,730,782	50,811,593
Capital assets, being depreciated:				
Land improvements	13,258,502	728,123		13,986,625
Buildings and improvements	291,203,440	6,797,384		298,000,824
Vehicles, furniture and equipment	20,057,230	860,502	238,057	20,679,675
Total capital assets being depreciated	324,519,172	8,386,009	238,057	332,667,124
Less accumulated depreciation for:				
Land improvements	(5,230,746)	(584,488)		(5,815,234)
Buildings and improvements	(65,658,972)	(5,895,414)		(71,554,386)
Vehicles, furniture and equipment	(15,656,528)	(1,446,301)	(238,057)	(16,864,772)
Total accumulated depreciation	(86,546,246)	(7,926,203)	(238,057)	(94,234,392)
Total capital assets, being depreciated, net	237,972,926	459,806		238,432,732
Governmental activities capital assets, net	<u>\$291,162,444</u>	<u>\$ 812,663</u>	<u>\$ 2,730,782</u>	<u>\$289,244,325</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 4,839,817
Support services – students and staff	214,507
Support services – administration	177,502
Operation and maintenance of plant services	1,860,373
Student transportation services	523,575
Operation of non-instructional services	310,429
Total depreciation expense – governmental activities	<u>\$ 7,926,203</u>

Construction Commitments – At year end, the District had contractual commitments related to building improvements at Higley High School. At year end the District had spent \$352,857 on the projects and had estimated remaining contractual commitments of \$8.7 million. This project is being funded with bond building proceeds and District Additional Assistance.

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

The District has a revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$9.6 million in unused line of credit.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 – FINANCED PURCHASES PAYABLE

The District has acquired two middle schools under the provisions of contracts classified as financed purchases payable. In accordance with GASB Statement No. 87 *Leases*, contracts previously recorded as capital leases have been reclassified as financed purchases payable in the fiscal year. Revenues from the Unrestricted Capital Outlay Fund are used to pay the debt obligations. The District is financing the schools from an Arizona nonprofit corporation. The City of Phoenix Industrial Development Association issued \$69.25 million in bonds then loaned the proceeds to the nonprofit corporation to construct the schools. The financed purchase agreements also require the District to make improvement use fee and base use fee payments to the nonprofit corporation each year for the purpose of maintaining the facilities. These fees are included in the interest amounts.

Annual debt service requirements to maturity on financed purchases payable at year end are summarized as follows:

Year ending June 30:		Governmental Activities	
		Principal	Interest
	2023	\$ 960,000	\$ 2,997,892
	2024	985,000	2,972,892
	2025	1,025,000	2,932,892
	2026	1,065,000	2,892,892
	2027	1,110,000	2,847,892
	2028-32	6,260,000	13,529,460
	2033-37	7,715,000	12,074,460
	2038-42	9,815,000	9,974,460
	2043-2047	12,065,000	7,724,460
	2048-2052	14,730,000	5,059,460
	2053	6,960,000	1,978,945
Total		<u>\$ 62,690,000</u>	<u>\$ 64,985,705</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end, consisted of the following outstanding general obligation bonds. The bonds are both noncallable and 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 \$325.2 million and the available margin is \$238.3 million.

<u>Purpose</u>	<u>Original Amount Issued</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2022</u>	<u>Due Within One Year</u>
Governmental activities:					
School Improvement Bonds, Project of 2006, Series D (2009)	\$ 4,500,000	4.25-5.0%	7/1/23-27	\$ 2,145,000	\$
Refunding Bonds, Series 2012	11,780,000	4.0%	7/1/22-23	4,320,000	2,455,000
School Improvement Bonds, Project of 2013, Series A (2014)	25,795,000	2.25-5.0%	7/1/22-33	18,895,000	1,150,000
School Improvement Bonds Project of 2013, Series B (2015)	19,000,000	2.50-5.0%	7/1/22-34	17,425,000	1,040,000
Refunding Bonds, Series 2015	38,165,000	3.0-5.0%	7/1/22-27	24,355,000	2,630,000
School Improvement Bonds Project of 2013, Series C (2016)	25,785,000	2.0-4.0%	7/1/22-35	19,785,000	1,180,000
Total				<u>\$ 86,925,000</u>	<u>\$ 8,455,000</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
	2023	\$ 8,455,000	\$ 3,136,076
	2024	8,605,000	2,837,282
	2025	8,655,000	2,496,913
	2026	9,045,000	2,099,363
	2027	9,455,000	1,682,838
	2028-32	27,800,000	4,722,497
	2033-37	14,910,000	845,269
Total		<u>\$ 86,925,000</u>	<u>\$ 17,820,238</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 95,550,000	\$	\$ 8,625,000	\$ 86,925,000	\$ 8,455,000
Premium	<u>4,186,375</u>		<u>590,689</u>	<u>3,595,686</u>	
Total bonds payable	<u>99,736,375</u>		<u>9,215,689</u>	<u>90,520,686</u>	<u>8,455,000</u>
Financed purchases payable	<u>63,620,000</u>		<u>930,000</u>	<u>62,690,000</u>	<u>960,000</u>
Net pension liability	98,804,481		18,783,271	80,021,210	
Compensated absences payable	<u>1,414,556</u>	<u>2,145,579</u>	<u>1,776,018</u>	<u>1,784,117</u>	<u>200,000</u>
Governmental activity long-term liabilities	<u>\$ 263,575,412</u>	<u>\$ 2,145,579</u>	<u>\$ 30,704,978</u>	<u>\$ 235,016,013</u>	<u>\$ 9,615,000</u>

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	<u>General Fund</u>
Other Federal Projects Fund	\$ 7,157,974
Non-Major Governmental Funds	<u>1,361,935</u>
Total Due from Other Funds	<u>\$ 8,519,909</u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund transfers:

	Transfers in		
	Debt		
	General	Service	Total
Transfers out	Fund	Fund	
Non-Major Governmental Funds	\$ 324,906	\$ 24,277	\$ 349,183
Total	\$ 324,906	\$ 24,277	\$ 349,183

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

NOTE 12 – CONTINGENT LIABILITIES

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

NOTE 13 – RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for risks of loss for employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 – RISK MANAGEMENT

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

NOTE 14 – 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.

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

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

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 12.41 percent (12.22 percent for retirement and 0.19 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 12.41 percent (12.01 percent for retirement, 0.21 percent for health insurance premium benefit, and 0.19 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, 2022 were \$8,582,714.

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 10.22 percent (10.13 for retirement and 0.09 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, 2021. 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, 2020, to the measurement date of June 30, 2021. 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, 2021. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

At June 30, 2022, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2021, the District's percentage proportion for the plan and the related change from its proportion measured as of June 30, 2020 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 80,021,210	0.609	0.039

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, 2022 was \$12,579,588.

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	\$ 1,219,850	\$
Changes of assumptions or other inputs	10,415,400	
Net difference between projected and actual earnings on pension investments		25,353,534
Changes in proportion and differences between contributions and proportionate share of contributions	4,764,212	
Contributions subsequent to the measurement date	8,582,714	
Total	<u>\$ 24,982,176</u>	<u>\$ 25,353,534</u>

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, 2023. 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:	
2023	\$ 3,223,656
2024	2,148,445
2025	(5,589,155)
2026	(8,737,018)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

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

Actuarial valuation date	June 30, 2020
Actuarial roll forward date	June 30, 2021
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Inflation	2.3%
Projected salary increases	2.9-8.4%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. 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, 2020, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 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.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
Equity	50%	4.90%
Credit	20	5.20
Interest rate sensitive bonds	10	0.70
Real estate	20	5.70
Total	<u>100%</u>	

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 14 – PENSIONS

Discount Rate. The discount rate used to measure the total pension liability was 7.0 percent. The discount rate was lowered in the roll forward for the year June 30, 2021 from 7.5 percent, which was used for the actuarial assumptions at the valuation date. 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.

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 7.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Rate	6.0%	7.0%	8.0%
Net liability	\$ 125,866,661	\$ 80,021,210	\$ 41,798,789

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.

NOTE 15 – RECLASSIFICATION OF BEGINNING BALANCES

The July 1, 2021 fund balance/net position of the General Fund and Internal Service Funds do not agree to the prior year financial statements due to a reclassification of District monies. Monies for employee withholdings were previously presented as a part of the General Fund, however, these were reclassified to an Internal Service Fund to better present the activity. The summary of the reclassification follows:

	General Fund	Governmental Funds Internal Service Funds
Net position/fund balance, June 30, 2021, as previously reported	\$ 38,829,933	\$ 2,426,513
Reclassification of internal service funds	(4,005,595)	4,005,595
Net position/fund balance, July 1, 2021, as restated	<u>\$ 34,824,338</u>	<u>\$ 6,432,108</u>

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REQUIRED SUPPLEMENTARY INFORMATION

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 5,290,571	\$ 5,290,571
Property taxes			31,659,490	31,659,490
State aid and grants			55,072,115	55,072,115
Total revenues			<u>92,022,176</u>	<u>92,022,176</u>
Expenditures:				
Current -				
Instruction	51,244,452	75,541,443	51,205,354	24,336,089
Support services - students and staff	15,079,915	9,890,000	9,945,629	(55,629)
Support services - administration	25,202,060	9,597,000	9,763,316	(166,316)
Operation and maintenance of plant services	11,362,198	9,760,080	10,527,767	(767,687)
Student transportation services	3,374,219	4,602,000	4,751,205	(149,205)
Operation of non-instructional services	497,927	126,000	193,677	(67,677)
Total expenditures	<u>106,760,771</u>	<u>109,516,523</u>	<u>86,386,948</u>	<u>23,129,575</u>
Changes in fund balances	<u>(106,760,771)</u>	<u>(109,516,523)</u>	<u>5,635,228</u>	<u>115,151,751</u>
Fund balances, beginning of year			27,654,830	27,654,830
Increase (decrease) in reserve for prepaid items			1,202,278	1,202,278
Increase (decrease) in reserve for inventory			(40,690)	(40,690)
Fund balances (deficits), end of year	<u>\$ (106,760,771)</u>	<u>\$ (109,516,523)</u>	<u>\$ 34,451,646</u>	<u>\$ 143,968,169</u>

See accompanying notes to this schedule.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
OTHER FEDERAL PROJECTS
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal aid, grants and reimbursements	\$	\$	\$ 6,155,290	\$ 6,155,290
Total revenues			<u>6,155,290</u>	<u>6,155,290</u>
Expenditures:				
Current -				
Instruction	4,871,701	8,295,900	3,577,144	4,718,756
Support services - students and staff			339,041	(339,041)
Support services - administration			159,615	(159,615)
Operation and maintenance of plant services			600,631	(600,631)
Student transportation services			115,839	(115,839)
Operation of non-instructional services			782,116	(782,116)
Capital outlay	3,000,000	8,000,000	2,723,970	5,276,030
Total expenditures	<u>7,871,701</u>	<u>16,295,900</u>	<u>8,298,356</u>	<u>7,997,544</u>
Changes in fund balances	<u>(7,871,701)</u>	<u>(16,295,900)</u>	<u>(2,143,066)</u>	<u>14,152,834</u>
Fund balances (deficits), beginning of year			(2,748,092)	(2,748,092)
Fund balances (deficits), end of year	<u>\$ (7,871,701)</u>	<u>\$ (16,295,900)</u>	<u>\$ (4,891,158)</u>	<u>\$ 11,404,742</u>

See accompanying notes to this schedule.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
District's proportion of the net pension (assets) liability	0.61%	0.57%	0.55%	0.50%
District's proportionate share of the net pension (assets) liability	\$ 80,021,210	\$ 98,804,481	\$ 80,373,352	\$ 70,090,828
District's covered payroll	\$ 68,086,575	\$ 62,817,074	\$ 58,302,299	\$ 49,901,954
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	117.53%	157.29%	137.86%	140.46%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%

SCHEDULE OF PENSION CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM
LAST EIGHT FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarially determined contribution	\$ 8,582,714	\$ 7,932,086	\$ 7,192,555	\$ 6,518,197
Contributions in relation to the actuarially determined contribution	<u>8,582,714</u>	<u>7,932,086</u>	<u>7,192,555</u>	<u>6,518,197</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 71,463,064	\$ 68,086,575	\$ 62,817,074	\$ 58,302,299
Contributions as a percentage of covered payroll	12.01%	11.65%	11.45%	11.18%

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

See accompanying notes to this schedule.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
0.49%	0.42%	0.44%	0.46%
\$ 76,167,321	\$ 67,096,542	\$ 68,904,231	\$ 68,660,474
\$ 47,591,929	\$ 38,702,940	\$ 40,904,013	\$ 41,630,346
160.04%	173.36%	168.45%	164.93%
69.92%	67.06%	68.35%	69.49%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 5,439,313	\$ 5,130,410	\$ 4,199,269	\$ 4,454,447
<u>5,439,313</u>	<u>5,130,410</u>	<u>4,199,269</u>	<u>4,454,447</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 49,901,954	\$ 47,591,929	\$ 38,702,940	\$ 40,904,013
10.90%	10.78%	10.85%	10.89%

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2022

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

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

	<u>Total Expenditures</u>	<u>Fund Balances End of Year</u>
Statement of Revenues, Expenditures and Changes in		
Fund Balances – Governmental Funds	\$ 89,298,742	\$ 42,031,435
Activity budgeted as special revenue funds	(1,806,032)	(7,442,514)
Prior-year prepaid items	(1,098,551)	
Employee insurance account	<u>(7,211)</u>	<u>(106,036)</u>
Schedule of Revenues, Expenditures and Changes in Fund		
Balances – Budget and Actual – General Fund	<u>\$ 86,386,948</u>	<u>\$ 34,482,885</u>

NOTE 2 – PENSION PLAN SCHEDULES

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

Factors that Affect Trends. The actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. 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, 2020, actuarial valuation. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7-7.2 percent to 2.9-8.4 percent.

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

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GOVERNMENTAL FUNDS

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2022

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 16,260,961	\$ 6,977,293	\$ 23,238,254
Due from governmental entities	2,727,748		2,727,748
Total assets	<u><u>\$ 18,988,709</u></u>	<u><u>\$ 6,977,293</u></u>	<u><u>\$ 25,966,002</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 213,949	\$ 177,359	\$ 391,308
Due to other funds	1,361,935		1,361,935
Accrued payroll and employee benefits	160,729		160,729
Unearned revenues	212,373		212,373
Total liabilities	<u><u>1,948,986</u></u>	<u><u>177,359</u></u>	<u><u>2,126,345</u></u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>933,890</u>		<u>933,890</u>
Fund balances (deficits):			
Restricted	16,915,042	6,799,934	23,714,976
Unassigned	(809,209)		(809,209)
Total fund balances	<u><u>16,105,833</u></u>	<u><u>6,799,934</u></u>	<u><u>22,905,767</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 18,988,709</u></u>	<u><u>\$ 6,977,293</u></u>	<u><u>\$ 25,966,002</u></u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2022

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 10,958,941	\$ 59,265	\$ 11,018,206
State aid and grants	13,398,181		13,398,181
Federal aid, grants and reimbursements	<u>13,155,912</u>		<u>13,155,912</u>
Total revenues	<u>37,513,034</u>	<u>59,265</u>	<u>37,572,299</u>
Expenditures:			
Current -			
Instruction	12,629,338		12,629,338
Support services - students and staff	1,464,371		1,464,371
Support services - administration	521,677		521,677
Operation and maintenance of plant services	195,979		195,979
Student transportation services	72,633		72,633
Operation of non-instructional services	10,474,903		10,474,903
Capital outlay	<u>1,566,926</u>	<u>2,708,107</u>	<u>4,275,033</u>
Total expenditures	<u>26,925,827</u>	<u>2,708,107</u>	<u>29,633,934</u>
Excess (deficiency) of revenues over expenditures	<u>10,587,207</u>	<u>(2,648,842)</u>	<u>7,938,365</u>
Other financing sources (uses):			
Transfers out	<u>(324,906)</u>	<u>(24,277)</u>	<u>(349,183)</u>
Total other financing sources (uses)	<u>(324,906)</u>	<u>(24,277)</u>	<u>(349,183)</u>
Changes in fund balances	<u>10,262,301</u>	<u>(2,673,119)</u>	<u>7,589,182</u>
Fund balances, beginning of year	5,843,532	9,473,053	15,316,585
Fund balances, end of year	<u>\$ 16,105,833</u>	<u>\$ 6,799,934</u>	<u>\$ 22,905,767</u>

SPECIAL REVENUE FUNDS

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

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

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.

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

Homeless Education - to account for financial assistance received for the education of homeless students.

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

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

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

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.

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Arizona Industry Credentials Incentive - to account for incentive monies for career technical education courses or programs that provide a certification, credential, or license.

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<u>ASSETS</u>			
Cash and investments	\$ 8,292,593	\$ 349,314	\$
Due from governmental entities		245,790	410,753
Total assets	<u>\$ 8,292,593</u>	<u>\$ 595,104</u>	<u>\$ 410,753</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 2,684	\$	\$
Due to other funds			410,753
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	<u>2,684</u>		<u>410,753</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			<u>237,215</u>
Fund balances (deficits):			
Restricted	8,289,909	595,104	
Unassigned			(237,215)
Total fund balances	<u>8,289,909</u>	<u>595,104</u>	<u>(237,215)</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,292,593</u>	<u>\$ 595,104</u>	<u>\$ 410,753</u>

Professional Development and Technology Grants	Title IV Grants	Limited English & Immigrant Students	Special Education Grants	Vocational Education	Homeless Education
\$	\$	\$	\$	\$	\$
140,373	1,364	5,121	119,516	842	35,883
<u>\$ 140,373</u>	<u>\$ 1,364</u>	<u>\$ 5,121</u>	<u>\$ 119,516</u>	<u>\$ 842</u>	<u>\$ 35,883</u>
\$	\$	\$	\$	\$	\$
8,042					3,870
132,331	1,364	5,121	95,624		32,013
			23,892		
				842	
<u>140,373</u>	<u>1,364</u>	<u>5,121</u>	<u>119,516</u>	<u>842</u>	<u>35,883</u>
<u>8,042</u>	<u>1,364</u>		<u>88,190</u>		<u>35,883</u>
<u>(8,042)</u>	<u>(1,364)</u>		<u>(88,190)</u>		<u>(35,883)</u>
<u>(8,042)</u>	<u>(1,364)</u>		<u>(88,190)</u>		<u>(35,883)</u>
<u>\$ 140,373</u>	<u>\$ 1,364</u>	<u>\$ 5,121</u>	<u>\$ 119,516</u>	<u>\$ 842</u>	<u>\$ 35,883</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	<u>E-Rate</u>	<u>State Vocational Education</u>	<u>College Credit Exam Incentives</u>
<u>ASSETS</u>			
Cash and investments	\$	\$ 750	\$ 131,853
Due from governmental entities	760,455		
Total assets	<u>\$ 760,455</u>	<u>\$ 750</u>	<u>\$ 131,853</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 158,252	\$	\$
Due to other funds	347,025		
Accrued payroll and employee benefits			
Unearned revenues		750	
Total liabilities	<u>505,277</u>	<u>750</u>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>563,196</u>		
Fund balances (deficits):			
Restricted			131,853
Unassigned	(308,018)		
Total fund balances	<u>(308,018)</u>		<u>131,853</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 760,455</u>	<u>\$ 750</u>	<u>\$ 131,853</u>

<u>Results-based Funding</u>	<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$ 327,305	\$	\$ 3,108,656	\$ 382,287	\$ 1,968,523	\$ 1,083,518
<u>\$ 327,305</u>	<u>\$</u>	<u>\$ 3,108,656</u>	<u>\$ 382,287</u>	<u>\$ 1,968,523</u>	<u>\$ 1,083,518</u>
\$ 1,058	\$ 128,410	\$ 4,961	\$	\$ 7,797	\$ 17,455
	687	210,094	18,250	118,587	
<u>1,058</u>	<u>129,097</u>	<u>215,055</u>	<u>18,250</u>	<u>126,384</u>	<u>17,455</u>
326,247	(129,097)	2,893,601	364,037	1,842,139	1,066,063
<u>326,247</u>	<u>(129,097)</u>	<u>2,893,601</u>	<u>364,037</u>	<u>1,842,139</u>	<u>1,066,063</u>
<u>\$ 327,305</u>	<u>\$</u>	<u>\$ 3,108,656</u>	<u>\$ 382,287</u>	<u>\$ 1,968,523</u>	<u>\$ 1,083,518</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	<u>Fingerprint</u>	<u>Textbooks</u>	<u>Insurance Refund</u>
<u>ASSETS</u>			
Cash and investments	\$ 6,685	\$ 58,576	\$ 10,540
Due from governmental entities			
Total assets	<u>\$ 6,685</u>	<u>\$ 58,576</u>	<u>\$ 10,540</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u>			
<u>AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities			
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	6,685	58,576	10,540
Unassigned			
Total fund balances	<u>6,685</u>	<u>58,576</u>	<u>10,540</u>
Total liabilities, deferred inflows of resources			
and fund balances	<u>\$ 6,685</u>	<u>\$ 58,576</u>	<u>\$ 10,540</u>

<u>Grants and Gifts to Teachers</u>	<u>Career Technical Education</u>	<u>Arizona Industry Credentials Incentive</u>	<u>Student Activities</u>	<u>Totals</u>
\$ 6,448	\$ 1,008,493	\$	\$ 533,071	\$ 16,260,961
\$ 6,448	\$ 1,008,493	\$	\$ 533,071	\$ 18,988,709
\$	\$ 9,830	\$	\$	\$ 213,949
	207,894	1,400		1,361,935
				160,729
				212,373
	217,724	1,400		1,948,986
				933,890
6,448	790,769		533,071	16,915,042
		(1,400)		(809,209)
6,448	790,769	(1,400)	533,071	16,105,833
\$ 6,448	\$ 1,008,493	\$	\$ 533,071	\$ 18,988,709

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Classroom Site	Instructional Improvement	Title I Grants
Revenues:			
Other local	\$ 49,491	\$ 2,729	\$
State aid and grants	11,156,908	745,887	
Federal aid, grants and reimbursements			982,663
Total revenues	<u>11,206,399</u>	<u>748,616</u>	<u>982,663</u>
Expenditures:			
Current -			
Instruction	5,624,117	711,378	606,129
Support services - students and staff	234,379		256,233
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			366
Total expenditures	<u>5,858,496</u>	<u>711,378</u>	<u>862,728</u>
Excess (deficiency) of revenues over expenditures	<u>5,347,903</u>	<u>37,238</u>	<u>119,935</u>
Other financing sources (uses):			
Transfers out			(91,450)
Total other financing sources (uses)			<u>(91,450)</u>
Changes in fund balances	<u>5,347,903</u>	<u>37,238</u>	<u>28,485</u>
Fund balances (deficits), beginning of year	2,942,006	557,866	(265,700)
Fund balances (deficits), end of year	<u>\$ 8,289,909</u>	<u>\$ 595,104</u>	<u>\$ (237,215)</u>

Professional Development and Technology Grants	Title IV Grants	Limited English & Immigrant Students	Special Education Grants	Vocational Education	Homeless Education
\$	\$	\$	\$	\$	\$
201,605	57,013	48,883	3,516,371	111,753	30,495
<u>201,605</u>	<u>57,013</u>	<u>48,883</u>	<u>3,516,371</u>	<u>111,753</u>	<u>30,495</u>
46,201	21,751	22,044	1,473,896	54,493	2,025
72,702	19,381		286,345		23,092
26,931			1,475		
			4,088		5,663
			14,035	49,634	3,088
<u>145,834</u>	<u>41,132</u>	<u>22,044</u>	<u>1,779,839</u>	<u>104,127</u>	<u>33,868</u>
<u>55,771</u>	<u>15,881</u>	<u>26,839</u>	<u>1,736,532</u>	<u>7,626</u>	<u>(3,373)</u>
<u>(16,536)</u>	<u>(4,264)</u>	<u>(100)</u>	<u>(202,913)</u>	<u>(7,626)</u>	<u>(2,017)</u>
<u>(16,536)</u>	<u>(4,264)</u>	<u>(100)</u>	<u>(202,913)</u>	<u>(7,626)</u>	<u>(2,017)</u>
<u>39,235</u>	<u>11,617</u>	<u>26,739</u>	<u>1,533,619</u>		<u>(5,390)</u>
<u>(47,277)</u>	<u>(12,981)</u>	<u>(26,739)</u>	<u>(1,621,809)</u>		<u>(30,493)</u>
<u>\$ (8,042)</u>	<u>\$ (1,364)</u>	<u>\$</u>	<u>\$ (88,190)</u>	<u>\$</u>	<u>\$ (35,883)</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	<u>E-Rate</u>	<u>State Vocational Education</u>	<u>College Credit Exam Incentives</u>
Revenues:			
Other local	\$ 5,509	\$	\$
State aid and grants		107,881	100,284
Federal aid, grants and reimbursements	197,259		
Total revenues	<u>202,768</u>	<u>107,881</u>	<u>100,284</u>
Expenditures:			
Current -			
Instruction		20,871	57,003
Support services - students and staff		54,482	
Support services - administration	426,371	111	
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	886,817	32,417	
Total expenditures	<u>1,313,188</u>	<u>107,881</u>	<u>57,003</u>
Excess (deficiency) of revenues over expenditures	<u>(1,110,420)</u>		<u>43,281</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(1,110,420)</u>		<u>43,281</u>
Fund balances (deficits), beginning of year	802,402		88,572
Fund balances (deficits), end of year	<u>\$ (308,018)</u>	<u>\$</u>	<u>\$ 131,853</u>

Results-based Funding	Other State Projects	Food Service	Civic Center	Community School	Extracurricular Activities Fees Tax Credit
\$ 1,172,038	\$ 111,933	\$ 713,810	\$ 506,401	\$ 5,372,796	\$ 834,514
		8,009,870			
<u>1,172,038</u>	<u>111,933</u>	<u>8,723,680</u>	<u>506,401</u>	<u>5,372,796</u>	<u>834,514</u>
905,899	76,264		8,668	197,341	448,583
68,906	78,765			2,552	208,884
51,034	45	153	11,444	830	
13,946		10,286	150,084	14,518	4,666
			347	10,017	36,873
		6,226,842	182,888	4,061,837	
		37,585	8,800	30,554	68,178
<u>1,039,785</u>	<u>155,074</u>	<u>6,274,866</u>	<u>362,231</u>	<u>4,317,649</u>	<u>767,184</u>
<u>132,253</u>	<u>(43,141)</u>	<u>2,448,814</u>	<u>144,170</u>	<u>1,055,147</u>	<u>67,330</u>
<u>132,253</u>	<u>(43,141)</u>	<u>2,448,814</u>	<u>144,170</u>	<u>1,055,147</u>	<u>67,330</u>
193,994	(85,956)	444,787	219,867	786,992	998,733
<u>\$ 326,247</u>	<u>\$ (129,097)</u>	<u>\$ 2,893,601</u>	<u>\$ 364,037</u>	<u>\$ 1,842,139</u>	<u>\$ 1,066,063</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Fingerprint</u>	<u>Textbooks</u>	<u>Insurance Refund</u>
Revenues:			
Other local	\$ 1,056	\$ 18,399	\$ 114
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	<u>1,056</u>	<u>18,399</u>	<u>114</u>
Expenditures:			
Current -			
Instruction		2,699	
Support services - students and staff		3,291	
Support services - administration	19		
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		365	
Total expenditures	<u>19</u>	<u>6,355</u>	
Excess (deficiency) of revenues over expenditures	<u>1,037</u>	<u>12,044</u>	<u>114</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>1,037</u>	<u>12,044</u>	<u>114</u>
Fund balances (deficits), beginning of year	5,648	46,532	10,426
Fund balances (deficits), end of year	<u>\$ 6,685</u>	<u>\$ 58,576</u>	<u>\$ 10,540</u>

<u>Grants and Gifts to Teachers</u>	<u>Career Technical Education</u>	<u>Arizona Industry Credentials Incentive</u>	<u>Student Activities</u>	<u>Totals</u>
\$ 70	\$ 2,386,606	\$ 3,250	\$ 1,067,446	\$ 10,958,941
				13,398,181
				13,155,912
<u>70</u>	<u>2,386,606</u>	<u>3,250</u>	<u>1,067,446</u>	<u>37,513,034</u>
	1,507,993		841,983	12,629,338
	61,007	4,650	89,702	1,464,371
	1,133		2,131	521,677
			2,479	195,979
	6,036		9,609	72,633
			248	10,474,903
	<u>421,772</u>		<u>16,403</u>	<u>1,566,926</u>
	<u>1,997,941</u>	<u>4,650</u>	<u>962,555</u>	<u>26,925,827</u>
<u>70</u>	<u>388,665</u>	<u>(1,400)</u>	<u>104,891</u>	<u>10,587,207</u>
				(324,906)
				(324,906)
<u>70</u>	<u>388,665</u>	<u>(1,400)</u>	<u>104,891</u>	<u>10,262,301</u>
6,378	402,104		428,180	5,843,532
<u>\$ 6,448</u>	<u>\$ 790,769</u>	<u>\$ (1,400)</u>	<u>\$ 533,071</u>	<u>\$ 16,105,833</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 49,491	\$ 49,491
State aid and grants		11,156,908	11,156,908
Federal aid, grants and reimbursements			
Total revenues		<u>11,206,399</u>	<u>11,206,399</u>
Expenditures:			
Current -			
Instruction	10,917,710	5,624,117	5,293,593
Support services - students and staff	2,723,959	234,379	2,489,580
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>13,641,669</u>	<u>5,858,496</u>	<u>7,783,173</u>
Excess (deficiency) of revenues over expenditures	<u>(13,641,669)</u>	<u>5,347,903</u>	<u>18,989,572</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(13,641,669)</u>	<u>5,347,903</u>	<u>18,989,572</u>
Fund balances (deficits), beginning of year		2,942,006	2,942,006
Fund balances (deficits), end of year	<u>\$ (13,641,669)</u>	<u>\$ 8,289,909</u>	<u>\$ 21,931,578</u>

Instructional Improvement			Title I Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 2,729 745,887	\$ 2,729 745,887	\$	\$	\$
	748,616	748,616		982,663 982,663	982,663 982,663
600,000	711,378	(111,378)	1,003,680	606,129 256,233	397,551 (256,233)
600,000	711,378	(111,378)	1,003,680	366 862,728	(366) 140,952
(600,000)	37,238	637,238	(1,003,680)	119,935	1,123,615
				(91,450)	(91,450)
				(91,450)	(91,450)
(600,000)	37,238	637,238	(1,003,680)	28,485	1,032,165
	557,866	557,866		(265,700)	(265,700)
\$ (600,000)	\$ 595,104	\$ 1,195,104	\$ (1,003,680)	\$ (237,215)	\$ 766,465

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		201,605	201,605
Total revenues		<u>201,605</u>	<u>201,605</u>
Expenditures:			
Current -			
Instruction		46,201	(46,201)
Support services - students and staff	222,087	72,702	149,385
Support services - administration		26,931	(26,931)
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>222,087</u>	<u>145,834</u>	<u>76,253</u>
Excess (deficiency) of revenues over expenditures	<u>(222,087)</u>	<u>55,771</u>	<u>277,858</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(16,536)	(16,536)
Proceeds from sale of capital assets			
Total other financing sources (uses)		<u>(16,536)</u>	<u>(16,536)</u>
Changes in fund balances	<u>(222,087)</u>	<u>39,235</u>	<u>261,322</u>
Fund balances (deficits), beginning of year		(47,277)	(47,277)
Fund balances (deficits), end of year	<u>\$ (222,087)</u>	<u>\$ (8,042)</u>	<u>\$ 214,045</u>

Title IV Grants			Limited English & Immigrant Students		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	57,013	57,013		48,883	48,883
	57,013	57,013		48,883	48,883
51,057	21,751 19,381	29,306 (19,381)	26,161	22,044	4,117
51,057	41,132	9,925	26,161	22,044	4,117
(51,057)	15,881	66,938	(26,161)	26,839	53,000
	(4,264)	(4,264)		(100)	(100)
	(4,264)	(4,264)		(100)	(100)
(51,057)	11,617	62,674	(26,161)	26,739	52,900
	(12,981)	(12,981)		(26,739)	(26,739)
\$ (51,057)	\$ (1,364)	\$ 49,693	\$ (26,161)	\$	\$ 26,161

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Special Education Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		3,516,371	3,516,371
Total revenues		<u>3,516,371</u>	<u>3,516,371</u>
Expenditures:			
Current -			
Instruction	2,064,727	1,473,896	590,831
Support services - students and staff		286,345	(286,345)
Support services - administration		1,475	(1,475)
Operation and maintenance of plant services			
Student transportation services		4,088	(4,088)
Operation of non-instructional services			
Capital outlay		14,035	(14,035)
Total expenditures	<u>2,064,727</u>	<u>1,779,839</u>	<u>284,888</u>
Excess (deficiency) of revenues over expenditures	<u>(2,064,727)</u>	<u>1,736,532</u>	<u>3,801,259</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(202,913)	(202,913)
Proceeds from sale of capital assets			
Total other financing sources (uses)		<u>(202,913)</u>	<u>(202,913)</u>
Changes in fund balances	<u>(2,064,727)</u>	<u>1,533,619</u>	<u>3,598,346</u>
Fund balances (deficits), beginning of year		(1,621,809)	(1,621,809)
Fund balances (deficits), end of year	<u>\$ (2,064,727)</u>	<u>\$ (88,190)</u>	<u>\$ 1,976,537</u>

Vocational Education			Homeless Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	111,753	111,753		30,495	30,495
	111,753	111,753		30,495	30,495
135,909	54,493	81,416	76,555	2,025	(2,025)
				23,092	53,463
				5,663	(5,663)
	49,634	(49,634)		3,088	(3,088)
135,909	104,127	31,782	76,555	33,868	42,687
(135,909)	7,626	143,535	(76,555)	(3,373)	73,182
	(7,626)	(7,626)		(2,017)	(2,017)
	(7,626)	(7,626)		(2,017)	(2,017)
(135,909)		135,909	(76,555)	(5,390)	71,165
				(30,493)	(30,493)
\$ (135,909)	\$	\$ 135,909	\$ (76,555)	\$ (35,883)	\$ 40,672

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Medicaid Reimbursement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ (8,099)	\$ (8,099)
State aid and grants			
Federal aid, grants and reimbursements		518,825	518,825
Total revenues		<u>510,726</u>	<u>510,726</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff		71,672	(71,672)
Support services - administration	1,700,000	70,962	1,629,038
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>1,700,000</u>	<u>142,634</u>	<u>1,557,366</u>
Excess (deficiency) of revenues over expenditures	<u>(1,700,000)</u>	<u>368,092</u>	<u>2,068,092</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(1,700,000)</u>	<u>368,092</u>	<u>2,068,092</u>
Fund balances (deficits), beginning of year		1,525,318	1,525,318
Fund balances (deficits), end of year	<u>\$ (1,700,000)</u>	<u>\$ 1,893,410</u>	<u>\$ 3,593,410</u>

E-Rate			State Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 5,509	\$ 5,509	\$	\$ 107,881	\$ 107,881
	197,259	197,259			
	202,768	202,768		107,881	107,881
				20,871	(20,871)
	426,371	(426,371)	107,879	54,482	53,397
				111	(111)
200,000	886,817	(686,817)		32,417	(32,417)
200,000	1,313,188	(1,113,188)	107,879	107,881	(2)
(200,000)	(1,110,420)	(910,420)	(107,879)		107,879
(200,000)	(1,110,420)	(910,420)	(107,879)		107,879
	802,402	802,402			
\$ (200,000)	\$ (308,018)	\$ (108,018)	\$ (107,879)	\$	\$ 107,879

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	College Credit Exam Incentives		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		100,284	100,284
Federal aid, grants and reimbursements			
Total revenues		<u>100,284</u>	<u>100,284</u>
Expenditures:			
Current -			
Instruction	140,000	57,003	82,997
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>140,000</u>	<u>57,003</u>	<u>82,997</u>
Excess (deficiency) of revenues over expenditures	<u>(140,000)</u>	<u>43,281</u>	<u>183,281</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(140,000)</u>	<u>43,281</u>	<u>183,281</u>
Fund balances (deficits), beginning of year		88,572	88,572
Fund balances (deficits), end of year	<u>\$ (140,000)</u>	<u>\$ 131,853</u>	<u>\$ 271,853</u>

Results-based Funding			Other State Projects		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	1,172,038	1,172,038		111,933	111,933
	1,172,038	1,172,038		111,933	111,933
1,300,000	905,899	394,101	134,500	76,264	58,236
	68,906	(68,906)		78,765	(78,765)
	51,034	(51,034)		45	(45)
	13,946	(13,946)			
1,300,000	1,039,785	260,215	134,500	155,074	(20,574)
(1,300,000)	132,253	1,432,253	(134,500)	(43,141)	91,359
(1,300,000)	132,253	1,432,253	(134,500)	(43,141)	91,359
	193,994	193,994		(85,956)	(85,956)
\$ (1,300,000)	\$ 326,247	\$ 1,626,247	\$ (134,500)	\$ (129,097)	\$ 5,403

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	School Plant		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 6,863	\$ 6,863
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>6,863</u>	<u>6,863</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	90,000		90,000
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>90,000</u>		<u>90,000</u>
Excess (deficiency) of revenues over expenditures	<u>(90,000)</u>	<u>6,863</u>	<u>96,863</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets		27,351	27,351
Total other financing sources (uses)		<u>27,351</u>	<u>27,351</u>
Changes in fund balances	<u>(90,000)</u>	<u>34,214</u>	<u>124,214</u>
Fund balances (deficits), beginning of year		66,994	66,994
Fund balances (deficits), end of year	<u>\$ (90,000)</u>	<u>\$ 101,208</u>	<u>\$ 191,208</u>

Food Service			Civic Center		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 713,810	\$ 713,810	\$	\$ 506,401	\$ 506,401
	8,009,870	8,009,870			
	8,723,680	8,723,680		506,401	506,401
				8,668	(8,668)
	153	(153)		11,444	(11,444)
	10,286	(10,286)		150,084	(150,084)
				347	(347)
4,900,000	6,226,842	(1,326,842)	315,000	182,888	132,112
	37,585	(37,585)		8,800	(8,800)
4,900,000	6,274,866	(1,374,866)	315,000	362,231	(47,231)
(4,900,000)	2,448,814	7,348,814	(315,000)	144,170	459,170
(4,900,000)	2,448,814	7,348,814	(315,000)	144,170	459,170
	444,787	444,787		219,867	219,867
\$ (4,900,000)	\$ 2,893,601	\$ 7,793,601	\$ (315,000)	\$ 364,037	\$ 679,037

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Community School		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 5,372,796	\$ 5,372,796
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>5,372,796</u>	<u>5,372,796</u>
Expenditures:			
Current -			
Instruction		197,341	(197,341)
Support services - students and staff		2,552	(2,552)
Support services - administration		830	(830)
Operation and maintenance of plant services		14,518	(14,518)
Student transportation services		10,017	(10,017)
Operation of non-instructional services	930,000	4,061,837	(3,131,837)
Capital outlay		30,554	(30,554)
Total expenditures	<u>930,000</u>	<u>4,317,649</u>	<u>(3,387,649)</u>
Excess (deficiency) of revenues over expenditures	<u>(930,000)</u>	<u>1,055,147</u>	<u>1,985,147</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(930,000)</u>	<u>1,055,147</u>	<u>1,985,147</u>
Fund balances (deficits), beginning of year		786,992	786,992
Fund balances (deficits), end of year	<u>\$ (930,000)</u>	<u>\$ 1,842,139</u>	<u>\$ 2,772,139</u>

Auxiliary Operations			Extracurricular Activities Fees Tax Credit		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,341,127	\$ 1,341,127	\$	\$ 834,514	\$ 834,514
	<u>1,341,127</u>	<u>1,341,127</u>		<u>834,514</u>	<u>834,514</u>
1,400,000	527,396	872,604	1,003,500	448,583	554,917
	113,371	(113,371)		208,884	(208,884)
	5,737	(5,737)			
	12,298	(12,298)		4,666	(4,666)
	42,886	(42,886)		36,873	(36,873)
	37,862	(37,862)			
	137,190	(137,190)		68,178	(68,178)
<u>1,400,000</u>	<u>876,740</u>	<u>523,260</u>	<u>1,003,500</u>	<u>767,184</u>	<u>236,316</u>
<u>(1,400,000)</u>	<u>464,387</u>	<u>1,864,387</u>	<u>(1,003,500)</u>	<u>67,330</u>	<u>1,070,830</u>
<u>(1,400,000)</u>	<u>464,387</u>	<u>1,864,387</u>	<u>(1,003,500)</u>	<u>67,330</u>	<u>1,070,830</u>
	1,316,934	1,316,934		998,733	998,733
<u>\$ (1,400,000)</u>	<u>\$ 1,781,321</u>	<u>\$ 3,181,321</u>	<u>\$ (1,003,500)</u>	<u>\$ 1,066,063</u>	<u>\$ 2,069,563</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Gifts and Donations		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 992,814	\$ 992,814
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>992,814</u>	<u>992,814</u>
Expenditures:			
Current -			
Instruction	415,000	118,028	296,972
Support services - students and staff		40,527	(40,527)
Support services - administration		46,331	(46,331)
Operation and maintenance of plant services		5,132	(5,132)
Student transportation services		2,936	(2,936)
Operation of non-instructional services		7,124	(7,124)
Capital outlay		<u>119,213</u>	<u>(119,213)</u>
Total expenditures	<u>415,000</u>	<u>339,291</u>	<u>75,709</u>
Excess (deficiency) of revenues over expenditures	<u>(415,000)</u>	<u>653,523</u>	<u>1,068,523</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(415,000)</u>	<u>653,523</u>	<u>1,068,523</u>
Fund balances (deficits), beginning of year		366,335	366,335
Fund balances (deficits), end of year	<u>\$ (415,000)</u>	<u>\$ 1,019,858</u>	<u>\$ 1,434,858</u>

Fingerprint			Insurance Proceeds		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,056	\$ 1,056	\$	\$ 1,522	\$ 1,522
	1,056	1,056		1,522	1,522
6,000	19	5,981			
6,000	19	5,981	190,000	70,571	119,429
			190,000	70,571	119,429
(6,000)	1,037	7,037	(190,000)	(69,049)	120,951
				59,750	59,750
				59,750	59,750
(6,000)	1,037	7,037	(190,000)	(9,299)	180,701
	5,648	5,648		192,677	192,677
\$ (6,000)	\$ 6,685	\$ 12,685	\$ (190,000)	\$ 183,378	\$ 373,378

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HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Textbooks		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 18,399	\$ 18,399
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>18,399</u>	<u>18,399</u>
Expenditures:			
Current -			
Instruction		2,699	(2,699)
Support services - students and staff	40,000	3,291	36,709
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		365	(365)
Total expenditures	<u>40,000</u>	<u>6,355</u>	<u>33,645</u>
Excess (deficiency) of revenues over expenditures	<u>(40,000)</u>	<u>12,044</u>	<u>52,044</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(40,000)</u>	<u>12,044</u>	<u>52,044</u>
Fund balances (deficits), beginning of year		46,532	46,532
Fund balances (deficits), end of year	<u>\$ (40,000)</u>	<u>\$ 58,576</u>	<u>\$ 98,576</u>

Litigation Recovery			Indirect Costs		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 29,699	\$ 29,699	\$	\$ 26,949	\$ 26,949
	29,699	29,699		26,949	26,949
22,000		22,000		106,536	(106,536)
			2,200,000	263,488	1,936,512
				6,772	(6,772)
22,000		22,000	2,200,000	376,796	1,823,204
(22,000)	29,699	51,699	(2,200,000)	(349,847)	1,850,153
				324,906	324,906
				324,906	324,906
(22,000)	29,699	51,699	(2,200,000)	(24,941)	2,175,059
	3,891	3,891		2,454,690	2,454,690
\$ (22,000)	\$ 33,590	\$ 55,590	\$ (2,200,000)	\$ 2,429,749	\$ 4,629,749

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HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Insurance Refund		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 114	\$ 114
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		114	114
Expenditures:			
Current -			
Instruction	10,000		10,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	10,000		10,000
Excess (deficiency) of revenues over expenditures	(10,000)	114	10,114
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	(10,000)	114	10,114
Fund balances (deficits), beginning of year		10,426	10,426
Fund balances (deficits), end of year	\$ (10,000)	\$ 10,540	\$ 20,540

Grants and Gifts to Teachers			Advertisement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 70	\$ 70	\$	\$ 368	\$ 368
	70	70		368	368
6,300		6,300	30,000		30,000
6,300		6,300	30,000		30,000
(6,300)	70	6,370	(30,000)	368	30,368
(6,300)	70	6,370	(30,000)	368	30,368
	6,378	6,378		30,871	30,871
\$ (6,300)	\$ 6,448	\$ 12,748	\$ (30,000)	\$ 31,239	\$ 61,239

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Career Technical Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 2,386,606	\$ 2,386,606
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>2,386,606</u>	<u>2,386,606</u>
Expenditures:			
Current -			
Instruction	980,000	1,507,993	(527,993)
Support services - students and staff		61,007	(61,007)
Support services - administration		1,133	(1,133)
Operation and maintenance of plant services			
Student transportation services		6,036	(6,036)
Operation of non-instructional services			
Capital outlay		421,772	(421,772)
Total expenditures	<u>980,000</u>	<u>1,997,941</u>	<u>(1,017,941)</u>
Excess (deficiency) of revenues over expenditures	<u>(980,000)</u>	<u>388,665</u>	<u>1,368,665</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Proceeds from sale of capital assets			
Total other financing sources (uses)			
Changes in fund balances	<u>(980,000)</u>	<u>388,665</u>	<u>1,368,665</u>
Fund balances (deficits), beginning of year		402,104	402,104
Fund balances (deficits), end of year	<u>\$ (980,000)</u>	<u>\$ 790,769</u>	<u>\$ 1,770,769</u>

Arizona Industry Credentials Incentive			Student Activities		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	3,250	3,250		1,067,446	1,067,446
	3,250	3,250		1,067,446	1,067,446
10,000	4,650	5,350	450,000	841,983	(391,983)
				89,702	(89,702)
				2,131	(2,131)
				2,479	(2,479)
				9,609	(9,609)
				248	(248)
				16,403	(16,403)
10,000	4,650	5,350	450,000	962,555	(512,555)
(10,000)	(1,400)	8,600	(450,000)	104,891	554,891
(10,000)	(1,400)	8,600	(450,000)	104,891	554,891
				428,180	428,180
\$ (10,000)	\$ (1,400)	\$ 8,600	\$ (450,000)	\$ 533,071	\$ 983,071

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 13,350,184	\$ 13,350,184
State aid and grants		13,398,181	13,398,181
Federal aid, grants and reimbursements		13,674,737	13,674,737
Total revenues		<u>40,423,102</u>	<u>40,423,102</u>
Expenditures:			
Current -			
Instruction	20,690,544	13,274,762	7,415,782
Support services - students and staff	3,180,480	1,796,477	1,384,003
Support services - administration	3,906,000	908,195	2,997,805
Operation and maintenance of plant services	90,000	213,409	(123,409)
Student transportation services		118,455	(118,455)
Operation of non-instructional services	6,145,000	10,519,889	(4,374,889)
Capital outlay	390,000	1,900,672	(1,510,672)
Total expenditures	<u>34,402,024</u>	<u>28,731,859</u>	<u>5,670,165</u>
Excess (deficiency) of revenues over expenditures	<u>(34,402,024)</u>	<u>11,691,243</u>	<u>46,093,267</u>
Other financing sources (uses):			
Transfers in		324,906	324,906
Transfers out		(324,906)	(324,906)
Proceeds from sale of capital assets		87,101	87,101
Total other financing sources (uses)		<u>87,101</u>	<u>87,101</u>
Changes in fund balances	<u>(34,402,024)</u>	<u>11,778,344</u>	<u>46,180,368</u>
Fund balances (deficits), beginning of year		11,801,242	11,801,242
Fund balances (deficits), end of year	<u>\$ (34,402,024)</u>	<u>\$ 23,579,586</u>	<u>\$ 57,981,610</u>

DEBT SERVICE FUND

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2022

	Debt Service		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 63,556	\$ 63,556
Property taxes		11,795,032	11,795,032
Total revenues		<u>11,858,588</u>	<u>11,858,588</u>
Expenditures:			
Debt service -			
Principal retirement	10,000,000	8,455,000	1,545,000
Interest and fiscal charges		3,286,917	(3,286,917)
Total expenditures	<u>10,000,000</u>	<u>11,741,917</u>	<u>(1,741,917)</u>
Excess (deficiency) of revenues over expenditures	<u>(10,000,000)</u>	<u>116,671</u>	<u>10,116,671</u>
Other financing sources (uses):			
Transfers in		24,277	24,277
Total other financing sources (uses)		<u>24,277</u>	<u>24,277</u>
Changes in fund balances	<u>(10,000,000)</u>	<u>140,948</u>	<u>10,140,948</u>
Fund balances, beginning of year		584,669	584,669
Fund balances (deficits), end of year	<u>\$ (10,000,000)</u>	<u>\$ 725,617</u>	<u>\$ 10,725,617</u>

CAPITAL PROJECTS FUNDS

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2022

	<u>Adjacent Ways</u>	<u>Bond Building</u>	<u>Gifts and Donations - Capital</u>
<u>ASSETS</u>			
Cash and investments	\$ 2,029,580	\$ 3,292,158	\$ 722,395
Total assets	<u>\$ 2,029,580</u>	<u>\$ 3,292,158</u>	<u>\$ 722,395</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$ 177,359	\$
Total liabilities	<u></u>	<u>177,359</u>	<u></u>
Fund balances:			
Restricted	2,029,580	3,114,799	722,395
Total fund balances	<u>2,029,580</u>	<u>3,114,799</u>	<u>722,395</u>
Total liabilities and fund balances	<u>\$ 2,029,580</u>	<u>\$ 3,292,158</u>	<u>\$ 722,395</u>

<u>Energy and Water Savings</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 289,071	\$ 644,089	\$ 6,977,293
<u>\$ 289,071</u>	<u>\$ 644,089</u>	<u>\$ 6,977,293</u>

<u>\$</u>	<u>\$</u>	<u>\$ 177,359</u>
		<u>177,359</u>

<u>289,071</u>	<u>644,089</u>	<u>6,799,934</u>
<u>289,071</u>	<u>644,089</u>	<u>6,799,934</u>
<u>\$ 289,071</u>	<u>\$ 644,089</u>	<u>\$ 6,977,293</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Adjacent Ways</u>	<u>Bond Building</u>	<u>Gifts and Donations - Capital</u>
Revenues:			
Other local	\$ 19,235	\$ 24,277	\$ 7,817
Total revenues	<u>19,235</u>	<u>24,277</u>	<u>7,817</u>
Expenditures:			
Capital outlay	644,433	2,060,290	
Total expenditures	<u>644,433</u>	<u>2,060,290</u>	
Excess (deficiency) of revenues over expenditures	<u>(625,198)</u>	<u>(2,036,013)</u>	<u>7,817</u>
Other financing sources (uses):			
Transfers out		(24,277)	
Total other financing sources (uses)		<u>(24,277)</u>	
Changes in fund balances	<u>(625,198)</u>	<u>(2,060,290)</u>	<u>7,817</u>
Fund balances, beginning of year	2,654,778	5,175,089	714,578
Fund balances, end of year	<u>\$ 2,029,580</u>	<u>\$ 3,114,799</u>	<u>\$ 722,395</u>

Energy and Water Savings	Building Renewal Grant	Totals
<u>\$ 3,128</u>	<u>\$ 4,808</u>	<u>\$ 59,265</u>
<u>3,128</u>	<u>4,808</u>	<u>59,265</u>
	<u>3,384</u>	<u>2,708,107</u>
	<u>3,384</u>	<u>2,708,107</u>
<u>3,128</u>	<u>1,424</u>	<u>(2,648,842)</u>
		<u>(24,277)</u>
		<u>(24,277)</u>
<u>3,128</u>	<u>1,424</u>	<u>(2,673,119)</u>
285,943	642,665	9,473,053
<u>\$ 289,071</u>	<u>\$ 644,089</u>	<u>\$ 6,799,934</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 623,348	\$ 623,348
State aid and grants		8,270,016	8,270,016
Total revenues		<u>8,893,364</u>	<u>8,893,364</u>
Expenditures:			
Capital outlay	19,145,246	5,811,380	13,333,866
Debt service -			
Principal retirement	930,000	930,000	
Interest and fiscal charges	3,027,892	3,027,892	
Total expenditures	<u>23,103,138</u>	<u>9,769,272</u>	<u>13,333,866</u>
Excess (deficiency) of revenues over expenditures	<u>(23,103,138)</u>	<u>(875,908)</u>	<u>22,227,230</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(23,103,138)</u>	<u>(875,908)</u>	<u>22,227,230</u>
Fund balances, beginning of year		10,414,261	10,414,261
Fund balances (deficits), end of year	<u>\$ (23,103,138)</u>	<u>\$ 9,538,353</u>	<u>\$ 32,641,491</u>

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 19,235	\$ 19,235	\$	\$ 24,277	\$ 24,277
	19,235	19,235		24,277	24,277
2,654,778	644,433	2,010,345	3,500,000	2,060,290	1,439,710
2,654,778	644,433	2,010,345	3,500,000	2,060,290	1,439,710
(2,654,778)	(625,198)	2,029,580	(3,500,000)	(2,036,013)	1,463,987
				(24,277)	(24,277)
				(24,277)	(24,277)
(2,654,778)	(625,198)	2,029,580	(3,500,000)	(2,060,290)	1,439,710
	2,654,778	2,654,778		5,175,089	5,175,089
\$ (2,654,778)	\$ 2,029,580	\$ 4,684,358	\$ (3,500,000)	\$ 3,114,799	\$ 6,614,799

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Gifts and Donations - Capital		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 7,817	\$ 7,817
State aid and grants			
Total revenues		<u>7,817</u>	<u>7,817</u>
Expenditures:			
Capital outlay	650,000		650,000
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	<u>650,000</u>		<u>650,000</u>
Excess (deficiency) of revenues over expenditures	<u>(650,000)</u>	<u>7,817</u>	<u>657,817</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(650,000)</u>	<u>7,817</u>	<u>657,817</u>
Fund balances, beginning of year		714,578	714,578
Fund balances (deficits), end of year	<u>\$ (650,000)</u>	<u>\$ 722,395</u>	<u>\$ 1,372,395</u>

Energy and Water Savings			Building Renewal Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 3,128	\$ 3,128	\$	\$ 4,808	\$ 4,808
	3,128	3,128		4,808	4,808
285,000		285,000	600,000	3,384	596,616
285,000		285,000	600,000	3,384	596,616
(285,000)	3,128	288,128	(600,000)	1,424	601,424
(285,000)	3,128	288,128	(600,000)	1,424	601,424
	285,943	285,943		642,665	642,665
\$ (285,000)	\$ 289,071	\$ 574,071	\$ (600,000)	\$ 644,089	\$ 1,244,089

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022

	Totals		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 682,613	\$ 682,613
State aid and grants		8,270,016	8,270,016
Total revenues		<u>8,952,629</u>	<u>8,952,629</u>
Expenditures:			
Capital outlay	26,835,024	8,519,487	18,315,537
Debt service -			
Principal retirement	930,000	930,000	
Interest and fiscal charges	3,027,892	3,027,892	
Total expenditures	<u>30,792,916</u>	<u>12,477,379</u>	<u>18,315,537</u>
Excess (deficiency) of revenues over expenditures	<u>(30,792,916)</u>	<u>(3,524,750)</u>	<u>27,268,166</u>
Other financing sources (uses):			
Transfers out		(24,277)	(24,277)
Total other financing sources (uses)		<u>(24,277)</u>	<u>(24,277)</u>
Changes in fund balances	<u>(30,792,916)</u>	<u>(3,549,027)</u>	<u>27,243,889</u>
Fund balances, beginning of year		19,887,314	19,887,314
Fund balances (deficits), end of year	<u>\$ (30,792,916)</u>	<u>\$ 16,338,287</u>	<u>\$ 47,131,203</u>

INTERNAL SERVICE FUNDS

District Services - to account for the operation of District functions that provide goods or services to other District departments on a cost reimbursement basis.

Insurance Trust - to account for the financial activity associated with the District's risk management program for employee benefits.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF NET POSITION -
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2022

	<u>District Services</u>	<u>Insurance Trust</u>	<u>Totals</u>
<u>ASSETS</u>			
Current assets:			
Cash and investments	\$ 574,640	\$ 5,844,944	\$ 6,419,584
Total current assets	<u>574,640</u>	<u>5,844,944</u>	<u>6,419,584</u>
Total assets	<u>574,640</u>	<u>5,844,944</u>	<u>6,419,584</u>
<u>NET POSITION</u>			
Unrestricted	574,640	5,844,944	6,419,584
Total net position	<u>\$ 574,640</u>	<u>\$ 5,844,944</u>	<u>\$ 6,419,584</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022

	<u>District Services</u>	<u>Insurance Trust</u>	<u>Totals</u>
Operating revenues:			
Other	\$ 1,374	\$	\$ 1,374
Charges for services	98,850		98,850
Total operating revenues	<u>100,224</u>		<u>100,224</u>
Operating expenses:			
Other	134,990		134,990
Total operating expenses	<u>134,990</u>		<u>134,990</u>
Operating income (loss)	<u>(34,766)</u>		<u>(34,766)</u>
Nonoperating revenues (expenses):			
Investment income	4,587	17,655	22,242
Total nonoperating revenues (expenses)	<u>4,587</u>	<u>17,655</u>	<u>22,242</u>
Changes in net position	<u>(30,179)</u>	<u>17,655</u>	<u>(12,524)</u>
Total net position, beginning of year, as restated	604,819	5,827,289	6,432,108
Total net position, end of year	<u>\$ 574,640</u>	<u>\$ 5,844,944</u>	<u>\$ 6,419,584</u>

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
COMBINING STATEMENT OF CASH FLOWS - ALL INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2022

	<u>District Services</u>	<u>Insurance Trust</u>	<u>Totals</u>
<u>Increase/Decrease in Cash and Cash Equivalents</u>			
Cash flows from operating activities:			
Cash received from contributions	\$ 98,850	\$	\$ 98,850
Cash received from other sources	1,374		1,374
Cash payments to suppliers for goods and services	<u>(134,990)</u>	<u></u>	<u>(134,990)</u>
Net cash provided by/used for operating activities	<u>(34,766)</u>	<u></u>	<u>(34,766)</u>
Cash flows from investing activities:			
Investment income	<u>4,587</u>	<u>17,655</u>	<u>22,242</u>
Net cash provided by/used for investing activities	<u>4,587</u>	<u>17,655</u>	<u>22,242</u>
Net increase/decrease in cash and cash equivalents	<u>(30,179)</u>	<u>17,655</u>	<u>(12,524)</u>
Cash and cash equivalents, beginning of year, as restated	<u>604,819</u>	<u>5,827,289</u>	<u>6,432,108</u>
Cash and cash equivalents, end of year	<u>\$ 574,640</u>	<u>\$ 5,844,944</u>	<u>\$ 6,419,584</u>

STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Position:					
Net investment in capital assets	\$ 140,585,726	\$ 134,705,903	\$ 132,112,648	\$ 128,967,692	\$ 128,858,122
Restricted	30,902,052	23,444,407	27,294,465	29,737,489	27,621,125
Unrestricted	<u>(24,526,463)</u>	<u>(27,413,247)</u>	<u>(35,972,478)</u>	<u>(37,479,780)</u>	<u>(40,274,425)</u>
Total net position	<u><u>\$ 146,961,315</u></u>	<u><u>\$ 130,737,063</u></u>	<u><u>\$ 123,434,635</u></u>	<u><u>\$ 121,225,401</u></u>	<u><u>\$ 116,204,822</u></u>
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net Position:					
Net investment in capital assets	\$ 128,433,323	\$ 130,773,955	\$ 135,151,560	\$ 141,445,657	\$ 145,264,447
Restricted	21,924,467	16,692,139	9,422,063	6,561,802	4,304,573
Unrestricted	<u>(44,738,431)</u>	<u>(49,873,364)</u>	<u>(53,774,225)</u>	<u>10,377,440</u>	<u>13,219,927</u>
Total net position	<u><u>\$ 105,619,359</u></u>	<u><u>\$ 97,592,730</u></u>	<u><u>\$ 90,799,398</u></u>	<u><u>\$ 158,384,899</u></u>	<u><u>\$ 162,788,947</u></u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenses					
Instruction	\$ 79,265,921	\$ 76,017,421	\$ 71,958,335	\$ 58,486,306	\$ 53,219,020
Support services - students and staff	13,051,455	12,161,028	11,671,577	9,853,686	9,079,961
Support services - administration	12,419,555	10,998,030	11,505,496	12,306,380	9,426,535
Operation and maintenance of plant services	14,138,972	13,176,540	12,424,676	11,002,100	10,322,963
Student transportation services	7,015,614	5,651,430	6,440,651	5,385,063	5,367,763
Operation of non-instructional services	12,308,627	9,405,326	9,413,744	8,373,003	7,750,744
Interest on long-term debt	6,011,577	6,423,258	6,608,376	7,026,324	7,362,903
Total expenses	<u>144,211,721</u>	<u>133,833,033</u>	<u>130,022,855</u>	<u>112,432,862</u>	<u>102,529,889</u>
Program Revenues					
Charges for services:					
Instruction	4,110,775	3,126,545	2,380,965	2,640,652	1,698,524
Operation of non-instructional services	7,072,509	3,162,030	5,905,476	7,207,456	6,365,826
Other activities	512,993	352,598	160,249	215,165	22,600
Operating grants and contributions	20,687,388	14,807,268	6,998,907	6,652,702	5,979,785
Capital grants and contributions	3,383,618	3,340,051	5,222,153	232,827	5,326,271
Total program revenues	<u>35,767,283</u>	<u>24,788,492</u>	<u>20,667,750</u>	<u>16,948,802</u>	<u>19,393,006</u>
Net (Expense)/Revenue	<u><u>\$ (108,444,438)</u></u>	<u><u>\$ (109,044,541)</u></u>	<u><u>\$ (109,355,105)</u></u>	<u><u>\$ (95,484,060)</u></u>	<u><u>\$ (83,136,883)</u></u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenses					
Instruction	\$ 51,516,904	\$ 43,532,200	\$ 44,082,080	\$ 42,805,014	\$ 50,367,248
Support services - students and staff	10,020,317	7,570,336	8,677,732	9,172,502	10,739,322
Support services - administration	8,485,992	7,866,516	8,049,124	7,972,965	9,181,736
Operation and maintenance of plant services	9,292,783	8,842,980	8,905,405	9,037,497	7,727,608
Student transportation services	4,834,573	4,215,449	4,340,606	4,443,798	5,098,850
Operation of non-instructional services	6,585,746	5,869,724	6,762,133	6,674,982	5,425,190
Interest on long-term debt	7,561,154	6,880,263	6,485,369	6,398,447	3,104,358
Total expenses	<u>98,297,469</u>	<u>84,777,468</u>	<u>87,302,449</u>	<u>86,505,205</u>	<u>91,644,312</u>
Program Revenues					
Charges for services:					
Instruction	2,285,105	1,923,404	1,275,667	1,277,114	4,162,552
Operation of non-instructional services	5,427,421	5,180,447	5,891,463	4,675,694	3,074,636
Other activities	537,671	517,666	864,743	33,423	509,824
Operating grants and contributions	5,010,894	5,158,046	4,645,459	5,188,182	4,601,924
Capital grants and contributions	700,562	446,499	308,529	678,656	814,062
Total program revenues	<u>13,961,653</u>	<u>13,226,062</u>	<u>12,985,861</u>	<u>11,853,069</u>	<u>13,162,998</u>
Net (Expense)/Revenue	<u>\$ (84,335,816)</u>	<u>\$ (71,551,406)</u>	<u>\$ (74,316,588)</u>	<u>\$ (74,652,136)</u>	<u>\$ (78,481,314)</u>

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

(Concluded)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net (Expense)/Revenue	\$ (108,444,438)	\$ (109,044,541)	\$ (109,355,105)	\$ (95,484,060)	\$ (83,136,883)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	31,166,241	26,928,541	26,022,610	16,465,576	18,542,850
Property taxes, levied for debt service	11,758,163	11,879,590	11,007,315	10,314,449	10,120,261
Property taxes, levied for capital outlay		5,100,632	2,310,212	10,734,169	8,844,760
Investment income	521,394	558,791	1,089,320	1,004,204	708,989
Unrestricted county aid	5,459,141	5,474,795	4,786,078	4,519,439	4,352,601
Unrestricted state aid	75,244,926	65,891,139	64,629,396	56,996,105	50,578,796
Unrestricted federal aid	518,825	513,481	443,164	470,697	560,532
Total general revenues	<u>124,668,690</u>	<u>116,346,969</u>	<u>110,288,095</u>	<u>100,504,639</u>	<u>93,708,789</u>
Changes in Net Position	<u>\$ 16,224,252</u>	<u>\$ 7,302,428</u>	<u>\$ 932,990</u>	<u>\$ 5,020,579</u>	<u>\$ 10,571,906</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net (Expense)/Revenue	\$ (84,335,816)	\$ (71,551,406)	\$ (74,316,588)	\$ (74,652,136)	\$ (78,481,314)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	24,380,612	17,808,194	16,364,527	15,739,124	17,455,579
Property taxes, levied for debt service	8,239,855	7,617,547	7,474,875	4,902,050	4,987,774
Property taxes, levied for capital outlay	5,339,839	3,686,539	6,721,065	8,055,948	6,106,276
Investment income	326,326	253,933	143,381	83,140	75,584
Unrestricted county aid	3,948,588	3,675,703	3,506,988	3,236,919	3,096,234
Unrestricted state aid	47,324,979	45,106,669	42,055,233	38,254,334	36,079,275
Special item - Gain on sale of capital assets	1,058,793				
Unrestricted federal aid	258,013	196,153	244,535	152,734	125,692
Total general revenues	<u>90,877,005</u>	<u>78,344,738</u>	<u>76,510,604</u>	<u>70,424,249</u>	<u>67,926,414</u>
Changes in Net Position	<u>\$ 6,541,189</u>	<u>\$ 6,793,332</u>	<u>\$ 2,194,016</u>	<u>\$ (4,227,887)</u>	<u>\$ (10,554,900)</u>

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

(Concluded)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Fund:					
Nonspendable	\$ 1,606,969	\$ 445,381	\$ 428,686	\$ 110,136	\$
Unassigned	40,424,466	38,384,552	24,232,234	14,293,325	13,777,344
Total General Fund	<u>\$ 42,031,435</u>	<u>\$ 38,829,933</u>	<u>\$ 24,660,920</u>	<u>\$ 14,403,461</u>	<u>\$ 13,777,344</u>
All Other Governmental Funds:					
Unassigned	\$ (5,700,367)	\$ (144,310)	\$ (3,779)		
Restricted	33,978,946	28,406,470	37,254,898	43,792,818	44,382,795
Total all other governmental funds	<u>\$ 28,278,579</u>	<u>\$ 28,262,160</u>	<u>\$ 37,251,119</u>	<u>\$ 43,792,818</u>	<u>\$ 44,382,795</u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:					
Unassigned	\$ 11,652,445	\$ 9,747,958	4,487,521	1,523,962	5,122,207
Total General Fund	<u>\$ 11,865,806</u>	<u>\$ 9,767,958</u>	<u>\$ 4,487,521</u>	<u>\$ 1,523,962</u>	<u>\$ 5,122,207</u>
All Other Governmental Funds:					
Restricted	\$ 42,184,771	\$ 47,479,275	29,637,813	22,527,272	13,387,574
Total all other governmental funds	<u>\$ 42,184,771</u>	<u>\$ 47,479,275</u>	<u>\$ 29,637,813</u>	<u>\$ 22,559,699</u>	<u>\$ 13,387,574</u>

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

(Concluded)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Federal sources:					
Federal grants	\$ 11,820,157	\$ 6,218,170	\$ 3,673,709	\$ 4,450,595	\$ 3,275,999
National School Lunch Program	8,009,870	4,623,337	2,285,251	1,259,503	1,429,252
Total federal sources	<u>19,830,027</u>	<u>10,841,507</u>	<u>5,958,960</u>	<u>5,710,098</u>	<u>4,705,251</u>
State sources:					
State equalization assistance	63,342,131	58,843,488	57,714,578	50,131,139	44,572,118
State grants	1,495,386	1,417,110	922,830	924,403	776,127
School Facilities Board		1,527,396	4,676,124	89,780	5,054,053
Other revenues	11,902,795	7,049,300	6,932,696	6,864,966	6,006,678
Total state sources	<u>76,740,312</u>	<u>68,837,294</u>	<u>70,246,228</u>	<u>58,010,288</u>	<u>56,408,976</u>
Local sources:					
Property taxes	43,454,522	44,033,549	40,807,910	38,950,375	36,903,974
County aid	5,459,141	5,474,795	4,786,078	4,519,439	4,352,601
Food service sales	703,570	397,300	1,569,859	1,945,367	1,726,929
Investment income	497,989	534,063	1,061,390	976,396	697,478
Other revenues	12,726,224	6,626,995	8,204,846	8,635,660	7,328,049
Total local sources	<u>62,841,446</u>	<u>57,066,702</u>	<u>56,430,083</u>	<u>55,027,237</u>	<u>51,009,031</u>
Total revenues	<u><u>\$ 159,411,785</u></u>	<u><u>\$ 136,745,503</u></u>	<u><u>\$ 132,635,271</u></u>	<u><u>\$ 118,747,623</u></u>	<u><u>\$ 112,123,258</u></u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Federal sources:					
Federal grants	\$ 3,637,913	\$ 3,323,771	\$ 3,188,126	\$ 3,117,637	\$ 2,405,812
National School Lunch Program	1,314,797	1,315,052	1,317,942	1,459,124	1,472,565
Total federal sources	<u>4,952,710</u>	<u>4,638,823</u>	<u>4,506,068</u>	<u>4,576,761</u>	<u>3,878,377</u>
State sources:					
State equalization assistance	42,281,700	40,146,339	37,836,775	33,832,300	33,093,072
State grants	66,934	67,730	54,096	44,926	36,229
School Facilities Board	44,794	171,199			
Other revenues	5,043,279	4,789,131	4,218,458	4,422,034	2,994,707
Total state sources	<u>47,436,707</u>	<u>45,174,399</u>	<u>42,109,329</u>	<u>38,299,260</u>	<u>36,124,008</u>
Local sources:					
Property taxes	37,795,688	30,669,919	30,343,438	28,762,338	28,544,232
County aid	3,948,588	3,675,703	3,506,988	3,236,919	3,096,234
Food service sales	1,655,419	1,399,883	1,779,149	1,369,687	1,329,928
Investment income	321,389	237,597	147,162	76,030	72,059
Other revenues	7,284,450	7,155,141	7,020,464	5,996,592	4,977,515
Total local sources	<u>51,005,534</u>	<u>43,138,243</u>	<u>42,797,201</u>	<u>39,441,566</u>	<u>38,019,968</u>
Total revenues	<u><u>\$ 103,394,951</u></u>	<u><u>\$ 92,951,465</u></u>	<u><u>\$ 89,412,598</u></u>	<u><u>\$ 82,317,587</u></u>	<u><u>\$ 78,022,353</u></u>

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

(Concluded)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Expenditures:					
Current -					
Instruction	\$ 68,057,260	\$ 64,087,048	\$ 58,052,628	\$ 52,981,647	\$ 46,480,609
Support services - students and staff	12,081,147	11,024,160	10,197,703	9,539,414	8,558,918
Support services - administration	10,838,337	9,153,220	8,903,495	11,307,630	8,020,043
Operation and maintenance of plant services	12,440,358	10,607,057	9,438,772	9,189,074	8,516,089
Student transportation services	4,985,499	3,739,315	3,849,122	3,723,042	3,409,584
Operation of non-instructional services	11,495,682	8,619,035	8,469,601	8,015,220	7,370,583
Capital outlay	13,144,129	11,650,350	17,206,530	9,255,585	12,633,179
Debt service -					
Principal retirement	9,385,000	9,530,000	8,370,000	7,260,000	5,585,000
Interest and fiscal charges	6,314,809	6,726,490	6,911,608	7,168,709	7,517,596
Bond issuance costs					
Total expenditures	<u><u>\$ 148,742,221</u></u>	<u><u>\$ 135,136,675</u></u>	<u><u>\$ 131,399,459</u></u>	<u><u>\$ 118,440,321</u></u>	<u><u>\$ 108,091,601</u></u>
Expenditures for capitalized assets	\$ 6,008,084	\$ 5,848,295	\$ 8,570,791	\$ 3,617,229	\$ 6,686,073
Debt service as a percentage of noncapital expenditures	11%	13%	12%	13%	13%

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Expenditures:					
Current -					
Instruction	\$ 44,659,788	\$ 35,896,133	\$ 36,650,566	\$ 36,116,959	\$ 35,547,323
Support services - students and staff	8,669,777	6,592,511	7,880,325	8,384,231	8,256,176
Support services - administration	7,821,237	7,184,666	7,505,711	7,244,306	7,118,574
Operation and maintenance of plant services	8,100,955	7,475,474	7,628,948	8,065,504	6,329,365
Student transportation services	3,495,941	3,112,947	3,262,713	3,274,948	2,762,801
Operation of non-instructional services	6,364,700	5,676,439	6,504,880	6,450,672	4,907,512
Capital outlay	16,806,315	19,094,459	16,585,054	16,610,646	71,269,068
Debt service -					
Principal retirement	5,055,000	4,195,000	6,001,470	10,883,807	2,947,114
Interest and fiscal charges	7,715,847	7,034,956	6,572,869	6,343,618	2,949,358
Bond issuance costs		504,341	849,624	431,489	244,984
Total expenditures	<u>\$ 108,689,560</u>	<u>\$ 96,766,926</u>	<u>\$ 99,442,160</u>	<u>\$ 103,806,180</u>	<u>\$ 142,332,275</u>
Expenditures for capitalized assets	\$ 9,874,854	\$ 14,254,848	\$ 13,307,293	\$ 10,472,222	\$ 52,811,787
Debt service as a percentage of noncapital expenditures	13%	14%	15%	18%	7%

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

(Concluded)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Excess (deficiency) of revenues over expenditures	\$ 10,669,564	\$ 1,608,828	\$ 1,235,812	\$ 307,302	\$ 4,031,657
Other financing sources (uses):					
Refunding bonds issued					
Payment to refunded bond escrow agent					
General obligation bonds issued					
Premium on sale of bonds					
Capital lease agreements					
Transfers in	349,183	1,281,977	868,767	664,424	598,138
Transfers out	(348,183)	(1,281,977)	(868,767)	(664,424)	(598,138)
Proceeds from sale of capital assets	87,101	59,445			
Insurance recoveries			78,534		12,736
Total other financing sources (uses)	<u>88,101</u>	<u>59,445</u>	<u>78,534</u>		<u>12,736</u>
Changes in fund balances	<u>\$ 10,757,665</u>	<u>\$ 1,668,273</u>	<u>\$ 1,314,346</u>	<u>\$ 307,302</u>	<u>\$ 4,044,393</u>
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Excess (deficiency) of revenues over expenditures	\$ (5,294,609)	\$ (3,815,461)	\$ (10,029,562)	\$ (21,488,593)	\$ (64,309,922)
Other financing sources (uses):					
Refunding bonds issued			38,165,000		11,780,000
Payment to refunded bond escrow agent			(42,084,286)		(12,598,766)
General obligation bonds issued		25,785,000	19,000,000	25,795,000	
Premium on sale of bonds		1,276,670	4,882,417	1,231,267	1,063,750
Capital lease agreements					69,929,879
Transfers in	4,874,640	7,436,001	503,536	1,627,481	345,160
Transfers out	(4,874,640)	(7,436,001)	(503,536)	(1,627,481)	(345,160)
Total other financing sources (uses)	<u>1,408,793</u>	<u>27,061,670</u>	<u>19,963,131</u>	<u>27,026,267</u>	<u>70,174,863</u>
Changes in fund balances	<u>\$ (3,885,816)</u>	<u>\$ 23,246,209</u>	<u>\$ 9,933,569</u>	<u>\$ 5,537,674</u>	<u>\$ 5,864,941</u>

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
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>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 101,056,916	\$ 82,225,750	\$ 75,958,904	\$ 75,068,065	\$ 68,087,664
Agricultural and Vacant	17,374,744	17,399,630	15,475,331	12,822,649	14,376,768
Residential (Owner Occupied)	515,332,299	485,838,811	447,917,934	416,709,005	387,269,082
Residential (Rental)	170,770,989	156,892,244	144,210,450	132,777,604	126,173,725
Railroad, Private Cars and Airlines	757,973	688,345	728,756	742,976	774,212
Historical Property			40,365	20,300	36,620
Certain Government Property Improvements			136,421	178,996	100,713
Total	<u>\$ 805,292,921</u>	<u>\$ 743,044,780</u>	<u>\$ 684,468,161</u>	<u>\$ 638,319,595</u>	<u>\$ 596,818,784</u>
Gross Full Cash Value	\$ 11,352,733,677	\$ 7,919,225,936	\$ 9,237,110,048	\$ 8,442,712,203	\$ 7,879,544,694
Ratio of Net Limited Assessed Value to Gross Full Cash Value	7%	9%	7%	8%	8%
Total Direct Rate	6.32	6.91	7.05	7.21	7.71

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 62,401,742	\$ 62,477,829	\$ 57,904,803	\$ 52,831,398	\$ 60,765,995
Agricultural and Vacant	15,890,364	18,626,558	20,132,584	17,355,081	22,839,958
Residential (Owner Occupied)	354,568,597	325,174,391	304,110,475	276,527,036	301,810,727
Residential (Rental)	121,187,472	113,128,677	96,037,105	72,695,871	45,226,737
Railroad, Private Cars and Airlines	721,965	771,985	815,714	729,399	703,243
Historical Property	49,965	47,040	55,465	86,674	79,747
Certain Government Property Improvements	126,578	71,591	22,820	22,125	17,843
Total	<u>\$ 554,946,683</u>	<u>\$ 520,298,071</u>	<u>\$ 479,078,966</u>	<u>\$ 420,247,584</u>	<u>\$ 431,444,250</u>
Gross Full Cash Value	\$ 7,548,423,595	\$ 6,840,406,706	\$ 5,401,686,621	\$ 4,534,222,802	\$ 4,593,486,350
Ratio of Net Limited Assessed Value to Gross Full Cash Value	7%	8%	9%	9%	9%
Total Direct Rate	7.94	6.95	7.27	7.71	7.28

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 requirement and other voter-approved overrides.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 137,288,233	\$ 112,628,143	\$ 99,042,173	\$ 92,325,971	\$ 83,803,636
Agricultural and Vacant	33,658,295	33,034,126	28,650,258	23,104,888	25,014,161
Residential (Owner Occupied)	678,747,351	627,190,373	552,936,391	507,821,166	470,703,254
Residential (Rental)	233,440,565	210,561,992	183,752,552	167,508,266	158,330,653
Railroad, Private Cars and Airlines	979,798	868,948	898,409	893,694	900,303
Historical Property			40,365	20,300	36,620
Certain Government Property Improvements			193,045	258,925	150,347
Total	<u>\$ 1,084,114,242</u>	<u>\$ 984,283,582</u>	<u>\$ 865,513,193</u>	<u>\$ 791,933,210</u>	<u>\$ 738,938,974</u>
Gross Full Cash Value	\$ 11,352,733,677	\$ 7,919,225,936	\$ 9,237,110,048	\$ 8,442,712,203	\$ 7,879,544,694
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	12%	9%	9%	9%
Estimated Net Full Cash Value	<u>\$ 9,677,045,751</u>	<u>\$ 6,679,349,272</u>	<u>\$ 7,739,628,124</u>	<u>\$ 7,094,705,627</u>	<u>\$ 6,605,328,750</u>
Total Direct Rate	6.32	6.91	7.05	7.21	7.71

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 74,838,897	\$ 67,268,784	\$ 58,486,420	\$ 53,130,102	\$ 61,089,951
Agricultural and Vacant	26,566,899	26,889,582	22,295,697	18,423,108	23,855,697
Residential (Owner Occupied)	443,532,489	407,038,426	320,953,690	276,649,233	301,842,861
Residential (Rental)	154,876,879	142,529,518	101,849,249	72,937,940	45,262,539
Railroad, Private Cars and Airlines	771,926	786,421	823,136	736,074	716,129
Historical Property	49,965	47,040	55,465	86,674	79,747
Certain Government Property Improvements	184,776	91,569	24,555	22,125	17,965
Total	<u>\$ 700,821,831</u>	<u>\$ 644,651,340</u>	<u>\$ 504,488,212</u>	<u>\$ 421,985,256</u>	<u>\$ 432,864,889</u>
Gross Full Cash Value	\$ 7,548,423,595	\$ 6,840,406,706	\$ 5,401,686,621	\$ 4,534,222,802	\$ 4,593,486,350
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	9%	9%	9%	9%	9%
Estimated Net Full Cash Value	<u>\$ 6,261,420,746</u>	<u>\$ 5,698,063,487</u>	<u>\$ 4,384,988,088</u>	<u>\$ 3,631,245,802</u>	<u>\$ 3,675,355,002</u>
Total Direct Rate	7.94	6.95	7.27	7.71	7.28

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	18 %
Agricultural and Vacant	15	15	15	15	15
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	15	14	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	18 %	19 %	19 %	21 %	20 %
Agricultural and Vacant	15	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	14	15	16	17	15

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Overlapping Rates										District Direct Rates		
	State	County	County	Flood	Community	Fire	East Valley Institute	City	Town	Town of	Primary	Secondary	Total
	Equalization		Free	Control	College	District	of Technology School	of	of	Queen			
			Library	District	District	Assistance	District No. 401	Mesa	Gilbert	Creek			
2022	0.43	1.35	0.06	0.18	1.11	0.01	0.05	1.21	0.99	1.8257	3.60	2.72	6.32
2021	0.44	1.40	0.06	0.18	1.29	0.01	0.05	1.19	0.99	1.82	3.74	3.17	6.91
2020	0.46	1.40	0.06	0.18	1.33	0.01	0.05	0.86	0.99	1.95	3.86	3.19	7.05
2019	0.47	1.40	0.06	0.18	1.38	0.01	0.05	0.51	0.99	1.95	3.99	3.22	7.21
2018	0.00	1.40	0.06	0.18	1.41	0.01	0.05	0.45	1.03	1.95	4.48	3.23	7.71
2017	0.00	1.40	0.06	0.18	1.47	0.01	0.05	0.35	1.06	1.95	4.84	3.10	7.94
2016	0.00	1.36	0.06	0.16	1.49	0.01	0.05	0.30	1.06	0.00	5.17	1.78	6.95
2015	0.00	1.32	0.06	0.14	1.52	0.01	0.05	0.00	1.07	0.00	5.16	2.11	7.27
2014	0.00	1.28	0.04	0.14	1.53	0.01	0.05	0.00	1.15	0.00	4.98	2.73	7.71
2013	0.00	1.24	0.05	0.18	1.38	0.01	0.05	0.00	1.15	0.00	4.71	2.57	7.28

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Taxpayer	2022		2013	
	Net Limited Assessed Valuation	Percentage of District's Net Limited Assessed Valuation	Net Full Cash Assessed Valuation	Percentage of District's Net Full Cash Assessed Valuation
American Furniture Warehouse Co	\$ 10,519,110	2.31 %		2.05 %
TC/P Gilbert Gateway LLC	7,798,608	1.71		5.40
Power & Ray LLC	5,983,887	1.31	5,540,671	1.83
Southwest Gas Corporation (T&D)	3,431,506	0.75	2,250,897	1.36
Fri San Tan LLC	5,467,670	1.20		
Vivace at Gateway Place LLC	4,655,850	1.02		
Mid America Apartments LP	4,762,400	1.05	2,424,043	
San Clemente Apartments LP	3,241,330	0.71		
Fulton Homes Corporation	4,489,735	0.99		
Wal Mart Stores Inc	2,706,894	0.59	2,727,049	
AG/RW-Bridges LLC			3,073,341	1.36
Target Corporation			2,294,184	1.17
Meritage Homes of Arizona Inc.			2,250,897	1.08
Broadstone at Twin Fields LP			2,164,324	1.58
NG Hackman Gilbert Hospital LLC			2,121,038	1.06
Lowe's HIW Inc.			2,077,751	0.48
Total	<u>\$ 53,056,990</u>	<u>11.64 %</u>	<u>\$ 26,924,195</u>	<u>17.37 %</u>

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

Note: Informational assistance provided by Stifel, Nicolaus & Company.

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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Fiscal Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2022	\$ 50,917,657	\$ 48,178,502	94.62 %		\$ 48,178,502	94.62 %
2021	51,499,511	49,057,065	95.26	2,434,493	51,491,558	99.98
2020	48,136,457	45,421,292	94.36	2,708,156	48,129,448	99.99
2019	45,795,193	43,165,559	94.26	2,618,979	45,784,538	99.98
2018	43,476,745	40,652,006	93.50	2,819,821	43,471,827	99.99
2017	44,271,278	41,384,868	93.48	2,881,196	44,266,064	99.99
2016	35,989,265	35,496,274	98.63	489,939	35,986,213	99.99
2015	35,300,645	33,353,379	94.48	1,948,436	35,301,815	100.00
2014	32,471,667	30,631,628	94.33	1,836,383	32,468,011	99.99
2013	31,513,006	29,547,918	93.76	1,963,110	31,511,028	99.99

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

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

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
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		Financed Purchases	Percentage of Estimated Actual Value			Percentage of Personal Income	
				(Full Cash Value)	Per Capita		(Full Cash Value)	Per Capita			
2022	\$ 90,520,686	\$ 763,522	\$ 89,757,164	0.79 %	\$ 1,011	\$ 62,690,000	\$ 153,210,686	1.35 %	\$ 1,726	0.06 %	
2021	99,736,375	659,443	99,076,932	1.25	1,303	63,620,000	163,356,375	2.06	2,149	0.08	
2020	107,822,064	850,694	106,971,370	1.16	1,267	64,525,000	172,347,064	1.87	2,041	0.08	
2019	114,822,753	811,981	114,010,772	1.35	1,525	65,400,000	180,222,753	2.13	2,411	0.09	
2018	120,999,891	591,324	120,408,567	1.53	1,649	66,250,000	187,249,891	2.38	2,565	0.10	
2017	126,659,335		126,659,335	1.68	1,809	66,250,000	192,909,335	2.56	2,756	0.07	
2016	131,458,779	1,074,623	130,384,156	1.91	1,917	66,250,000	197,708,779	2.89	2,907	0.11	
2015	110,086,553	522,805	109,563,748	2.03	1,611	66,250,000	176,336,553	3.26	2,593	0.10	
2014	86,990,000	1,218,191	85,771,809	1.89	1,361	67,166,470	154,156,470	3.40	2,447	0.10	
2013	63,475,000	44,290	63,430,710	1.38	1,119	75,710,277	139,185,277	3.03	2,455	0.09	

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

Note: The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87 were adopted in fiscal year 2022. The standard replaces the previous capital and operating lease designations with financed purchases or leases depending on the substance of the transactions. The fiscal year 2013-2021 information within this column relates to the transactions previously designated as capital leases.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Maricopa County Community College District	\$ 380,740,000	1.50 %	\$ 5,711,100
City of Mesa	3,516,377,352	0.08	2,802,753
Town of Gilbert	127,090,000	0.06	69,963
Subtotal, Overlapping Debt			<u>8,583,816</u>
Direct:			
Higley Unified School District No. 60			<u>153,210,686</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 161,794,502</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation	10.72	%
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,069	
As a Percentage of Net Limited Assessed Valuation	11.78	%
As a Percentage of Gross Full Value	0.84	%

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.

Note: 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.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2022:

Net full cash assessed valuation	\$ 1,084,114,242
Debt limit (20% of assessed value)	216,822,848
Debt applicable to limit	86,925,000
Legal debt margin	<u>\$ 129,897,848</u>

Total Legal Debt Margin Calculation for Fiscal Year 2022:

Net full cash assessed valuation	\$ 1,084,114,242
Debt limit (30% of assessed value)	325,234,273
Debt applicable to limit	86,925,000
Legal debt margin	<u>\$ 238,309,273</u>

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 325,234,273	\$ 295,285,075	\$ 259,653,958	\$ 237,579,963	\$ 221,681,692
Total net debt applicable to limit	<u>\$ 86,925,000</u>	<u>\$ 95,550,000</u>	<u>\$ 103,045,000</u>	<u>\$ 109,455,000</u>	<u>\$ 115,040,000</u>
Legal debt margin	<u>\$ 238,309,273</u>	<u>\$ 199,735,075</u>	<u>\$ 156,608,958</u>	<u>\$ 128,124,963</u>	<u>\$ 106,641,692</u>
Total net debt applicable to the limit as a percentage of debt limit	27%	32%	40%	46%	52%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 210,246,549	\$ 193,395,402	\$ 151,346,464	\$ 151,346,464	\$ 129,859,467
Total net debt applicable to limit	<u>120,095,000</u>	<u>124,290,000</u>	<u>110,086,553</u>	<u>86,990,000</u>	<u>63,475,000</u>
Legal debt margin	<u>\$ 90,151,549</u>	<u>\$ 69,105,402</u>	<u>\$ 41,259,911</u>	<u>\$ 64,356,464</u>	<u>\$ 66,384,467</u>
Total net debt applicable to the limit as a percentage of debt limit	57%	64%	73%	57%	49%

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 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 costs.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
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>
2021	4,496,588	\$ 268,713,717	\$ 59,759	4.5 %	88,742
2020	4,651,440	196,779,825	45,454	6.6	76,030
2019	4,367,835	209,719,687	47,606	3.6	84,456
2018	4,294,460	210,370,180	47,694	4.1	74,763
2017	4,221,684	196,286,191	43,628	4.3	73,004
2016	4,137,076	280,120,037	40,415	4.5	70,000
2015	4,076,438	175,437,829	42,092	4.6	68,000
2014	4,087,191	168,483,421	41,222	5.9	68,000
2013	4,009,412	147,700,000	27,552	6.2	63,000
2012	3,824,058	147,374,500	38,238	9.1	56,700

Sources: The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis for 2008-2016 and the U.S. Census Bureau, Small Area Income and Poverty Program (SAIPE) for 2017.
The source of the "Population" and "Unemployment Rate" information is the Arizona Office of Employment and Population Statistics.

Note: Informational assistance provided by Stifel, Nicolaus & Company.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Employer	2022			2013		
	Employees	Percentage of Total Employment		Employees	Percentage of Total Employment	
Banner Health	27,650	1.63	%	25,825	1.53	%
State of Arizona	23,950	1.42		49,800	2.94	
Wal-Mart Stores Inc.	16,870	1.00		30,635	1.81	
Fry's Food Stores	15,170	0.90				
Wells Fargo Bank, N.A.	13,790	0.82		13,310	0.79	
Maricopa County	13,350	0.79		12,790	0.76	
City of Phoenix	12,190	0.72		15,100	0.89	
Intel Corp	11,410	0.67		10,300	0.64	
Arizona State University	10,950	0.65		11,185	0.66	
HonorHealth	9,430	0.56				
Bank of America				13,300	0.79	
Apollo Group				11,000	0.65	
Total	154,760	9.16	%	193,245	11.46	%
Total employment	1,617,344			1,692,300		

Source: 2019 Arizona COG/MPO Employer Database and the Arizona Office of Economic Opportunity.

These figures are based on Maricopa County. The Book of Lists pertained to the entire state for 2011 info. We find these sources to be reliable and expect them to be available for the foreseeable future.

Note: The principal employers were not available for the District alone, therefore the principal employers for Maricopa County are presented. Informational assistance provided by Stifel, Nicolaus & Company.

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
School Administration (Function 2400)					
Principals and Assistant Principals	36	36	30	30	31
Principals Office Classified Staff	22	23	30	30	32
Total school administration	<u>58</u>	<u>59</u>	<u>60</u>	<u>60</u>	<u>63</u>
Instruction (Function 1000)					
Teachers	740	752	700	685	667
Classroom Aides	182	156	134	151	135
Total instruction	<u>922</u>	<u>908</u>	<u>834</u>	<u>836</u>	<u>802</u>
Student and Staff Support Services (Functions 2100 and 2200)					
Attendance and Registration Services	11	15	20	16	16
Guidance Services	12	14	13	10	12
Health Services	6	26	33	19	18
Psychologist and Speech Services	54	59	21	29	25
Curriculum and Library Services	33	44	97	83	69
Total student staff and support services	<u>116</u>	<u>158</u>	<u>184</u>	<u>157</u>	<u>140</u>
Central Office Administration and Support (Functions 2300, 2500-3300)					
Governing Board, Superintendent, Public Relations	10	7	10	13	9
Business Services	16	11	11	9	14
Operation and Maintenance Services	116	106	222	155	137
Transportation Services	90	90	85	171	205
Human Resources	6	8	14	11	8
Information and Technical Services	20	25	5	4	4
Other Services	128	113	118	146	118
Total support and administration	<u>386</u>	<u>360</u>	<u>465</u>	<u>509</u>	<u>495</u>
Total	<u><u>1,482</u></u>	<u><u>1,485</u></u>	<u><u>1,543</u></u>	<u><u>1,562</u></u>	<u><u>1,500</u></u>

(Continued)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
School Administration (Function 2400)					
Principals and Assistant Principals	28	27	26	29	25
Principals Office Classified Staff	29	25	27	25	26
Total school administration	<u>57</u>	<u>52</u>	<u>53</u>	<u>54</u>	<u>51</u>
Instruction (Function 1000)					
Teachers	633	538	525	517	527
Classroom Aides	139	107	105	71	117
Total instruction	<u>772</u>	<u>645</u>	<u>630</u>	<u>588</u>	<u>644</u>
Student and Staff Support Services (Functions 2100 and 2200)					
Attendance and Registration Services	16	16	13	17	23
Guidance Services	12	9	8	2	12
Health Services	19	18	12	17	14
Psychologist and Speech Services	34	19	19	28	24
Curriculum and Library Services	56	46	69	38	56
Total student staff and support services	<u>137</u>	<u>108</u>	<u>121</u>	<u>102</u>	<u>129</u>
Central Office Administration and Support (Functions 2300, 2500-3300)					
Governing Board, Superintendent, Public Relations	6	4	4	4	6
Business Services	11	8	5	6	13
Operation and Maintenance Services	130	81	100	115	107
Transportation Services	93	69	88	75	94
Human Resources	10	9	11	7	5
Information and Technical Services	6	5	5	2	5
Other Services	42	68	78	13	73
Total support and administration	<u>298</u>	<u>244</u>	<u>291</u>	<u>222</u>	<u>303</u>
Total	<u><u>1,264</u></u>	<u><u>1,049</u></u>	<u><u>1,095</u></u>	<u><u>966</u></u>	<u><u>1,127</u></u>

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

(Concluded)

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil- Teacher Ratio	Percentage of Free/Reduced Students
2022	12,653	\$ 119,898,283	\$ 9,476	8.95 %	\$ 144,211,721	\$ 11,397	5.00 %	740	17.1	13.7 %
2021	12,329	107,229,835	8,697	10.07	133,833,033	10,855	4.51	752	16.4	16.4
2020	12,518	98,911,321	7,902	0.88	130,022,855	10,387	11.76	700	17.9	18.3
2019	12,098	94,756,027	7,832	13.31	112,432,862	9,294	7.99	685	17.7	18.0
2018	11,914	82,355,826	6,913	2.40	102,529,889	8,606	2.60	667	17.9	21.0
2017	11,719	79,112,398	6,751	16.01	98,297,469	8,388	12.11	633	18.5	17.0
2016	11,331	65,938,170	5,819	(9.32)	84,777,468	7,482	(7.27)	538	21.1	19.0
2015	10,820	69,433,143	6,417	(0.09)	87,302,449	8,069	0.98	525	20.6	18.0
2014	10,826	69,536,620	6,423	4.27	86,505,205	7,991	(8.11)	517	20.9	21.0
2013	10,539	64,921,751	6,160	(1.25)	91,644,312	8,696	20.77	527	20.0	25.0

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

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

HIGLEY UNIFIED SCHOOL DISTRICT NO. 60
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<u>2022</u>	<u>2021</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>Schools</u>										
Elementary and Middle										
Buildings	42	42	42	42	42	42	40	40	40	32
Square feet	1,213,115	1,213,115	1,213,115	1,213,115	1,213,115	1,213,115	1,114,657	1,114,657	1,114,657	836,551
Capacity	12,600	12,600	12,600	12,600	12,600	12,600	12,363	12,636	12,636	9,534
Enrollment	8,454	8,239	8,805	8,805	8,793	8,620	8,119	8,341	8,341	8,090
High										
Buildings	15	15	15	15	15	15	15	15	15	15
Square feet	467,340	467,340	467,340	467,340	467,340	467,340	467,340	467,340	467,340	467,340
Capacity	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400	3,400
Enrollment	4,199	4,090	3,786	3,786	3,661	3,512	3,661	3,050	3,050	3,050
Other										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500	37,500
<u>Administrative</u>										
Buildings	7	7	7	7	7	7	7	7	7	7
Square feet	68,443	68,443	68,443	68,443	68,443	68,443	68,443	68,443	68,443	68,443
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	80	79	78	78	67	69	69	69	69	69
<u>Athletics</u>										
Football fields	4	4	4	4	4	4	4	4	4	2
Soccer fields	5	5	5	5	5	5	5	5	5	3
Running tracks	2	2	2	2	2	2	2	2	2	2
Baseball/softball	24	24	24	24	24	24	24	24	24	20
Swimming pools	1	1	1	1	1	1	1	1	1	1
Playgrounds	19	19	19	19	19	19	18	18	18	16

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