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**DYSART UNIFIED  
SCHOOL DISTRICT NO. 89**

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**Comprehensive Annual Financial Report**

Fiscal Year Ended June 30, 2019



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**

**SURPRISE, ARIZONA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Issued by:  
Business and Finance Department

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**

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## **INTRODUCTORY SECTION**



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November 25, 2019

Citizens and Governing Board  
Dysart Unified School District No. 89  
15802 North Parkview Place  
Surprise, Arizona 85374

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Dysart Unified School District No. 89 (District) for the fiscal year ended June 30, 2019.

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, 2019, 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, 2019, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

## **PROFILE OF THE DISTRICT**

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from preschool through grade twelve, with an average daily membership of 22,857.

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

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

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

Blended Component Units – The Dysart Unified School District No. 89 Employee Benefit Trust (Trust) is governed by a five-member board appointed by the District’s Governing Board. Although legally separate from the District, the Trust is reported as an Internal Service Fund as if it were part of the District because its sole purpose is to provide self-insurance for health losses up to certain limits and to purchase insurance for losses above the limits. The component unit is an internal service fund and does not issue separate financial statements.

The District, originally formed on July 1, 1977 by the unification of Dysart Elementary School District No. 89 and Dysart High School District No. 218, encompasses approximately 140 square miles. The District is situated in the central portion of Maricopa County, a northwest suburb of the greater Phoenix metropolitan area. The cities of El Mirage and Surprise are located almost entirely within the District. The estimated population within the District is approximately 180,000.

The District’s demographics evidence a diverse culture as well as continued growth in the area. This growth has created considerable employment in the construction, retail and service sectors, which are replacing Surprise’s former agricultural base. Single-family subdivision development has also seen an increase in activity as the market continues to strengthen. The area offers a number of retirement communities that address the needs and lifestyles of active adults. Additionally, Luke Air Force Base, established in 1941, and now the largest fighter pilot training base in the world, is partially located within the District. Luke Air Force Base is an integral part of the Dysart community, stationing more than 4,300 active military personnel and employing over 1,300 civilians.

Presently, the District is comprised of 20 K-8 elementary schools, four comprehensive high schools, one alternative learning center, and an online high school. The District also offers a variety of Kindergarten through 8th grade Signature Programs and high school Signature Focuses to meet individual student needs and aspirations. Some examples of these programs include the following: Arts Academy, Accelerated Learning, Coding and Robotics, Innovation Academy, Mass Communications, STEM and STEAM Programs, Young Entrepreneurs, International Baccalaureate, Advanced Placement, Career and Technical Education, AVID Program, as well as Dual Enrollment and Honors courses. The District has been recognized both nationally and internationally with AdvancED Accreditation, the NCA Model School District Award, NSBA Technology Spotlight Award, and is home to a national elementary school principal of the year and an Arizona teacher of the year. The average age of school buildings is 10 years.

## **FACTORS AFFECTING FINANCIAL CONDITION**

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

**Local Economy.** The 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 of over 500 square miles. Phoenix is the fifth most populous city in the United States and according to the 2017 population estimates, the population of the city is estimated at 1,626,078. 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 Phoenix metropolitan area and the rest of Maricopa County were once one of the fastest growing regional markets in the United States and although the area struggled recently with the economic decline, employment has been increasing over the last few years at an even greater pace than the U.S. as a whole.

A few of the major companies represented in the Phoenix metropolitan area include the State of Arizona, Arizona State University, University of Arizona, Banner Health Systems, Wal-Mart Stores, Inc., Fry's Food and Drug Stores, Wells Fargo and Company, Amazon.com, Inc., and City of Phoenix. 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 located in the south-central portion of Arizona and encompasses an area of approximately 9,226 square miles. Located within the County are the following cities: Avondale, Buckeye, Chandler, El Mirage, Glendale, Goodyear, Litchfield Park, Mesa, Peoria, Phoenix, Scottsdale, Surprise, Tempe and Tolleson; the towns of Carefree, Cave Creek, Fountain Hills, Guadalupe, Gilbert, Paradise Valley, Wickenburg and Youngtown and the unincorporated retirement communities of Sun City and Sun City West, along with several smaller communities. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14th in land area. The County's population is just over four million. Maricopa County has a very wide range of economic sectors supporting its economic rebound.

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

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

**Long-term Financial Planning.** In November 2019, the voters of the District rejected a \$152.5 million bond proposal, which would have funded safety and security upgrades, technology, school renovations, buses, land for a new high school and construction of two elementary schools. Additionally, capital funding from the State of Arizona has been significantly reduced. During fiscal year 2018-2019, the District's capital funding was reduced by approximately \$7.3 million. The State is implementing a five year phase-in to fully restore District Additional Assistance (DAA) starting in fiscal year 2018-2019 through 2022-2023. Capital needs, such as curriculum and other instructional equipment will continue to be met with DAA allocation and the remaining available capital fund balances.

In November 2015, the voters of the District approved to increase the existing override and budget limit, which was in its first year of phase out, by 15 percent. The override provided a \$20.1 million budget increase in fiscal year 2018-2019 and maintained and restored programs that had been in place with prior year's override approvals. It is estimated that the total amount of the override for fiscal year 2019-2020 will be approximately \$20.7 million. In November 2019, the voters of the District rejected an early continuation of the override currently in place. The current override is still in place at 100% funding through the 2020-2021 school year.

The District works with a demographer to help predict the timing of the growth of the students. According to the Fall 2018 Demographic and Enrollment Update report, the rate of enrollment growth in the District has slowed down from previous years due to uncertainty in the housing market, increased competition from charter schools and recession-era low birth rates. Beginning in fiscal year 2019-2020, K-12 enrollment is projected to increase gradually at an annual rate of 0.7 percent by the end of the decade.

**Relevant Financial Policies.** The Dysart Unified School District utilizes the strategic plan revision process that is reviewed annually to ensure continuity in planning that reflects the learning needs of students and provides a clear road map to achieve outcomes. The strategic plan represents a contract with stakeholders to provide vital educational services and obtain the results the Dysart community identifies as critical to the growth of students. One of these strategies is to identify and maximize available resources for student success. This is accomplished, in part, by improving financial reporting and by enhancing internal control systems, which are regularly evaluated to adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

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

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

## **AWARDS AND ACKNOWLEDGMENTS**

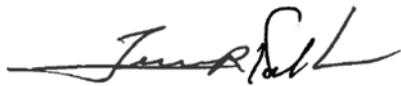
**Awards.** The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2018. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2018. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2019 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 business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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

Respectfully submitted,



Dr. Quinn R. Kellis  
Superintendent



Ken Hicks  
Assistant Superintendent for Business Services



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

**Dysart Unified School District No. 89**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2018.**

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



A handwritten signature in black ink, appearing to read 'Tom Wohlleber'.

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**Tom Wohlleber, CSR**  
President

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

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**David J. Lewis**  
Executive Director





Government Finance Officers Association

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

Presented to

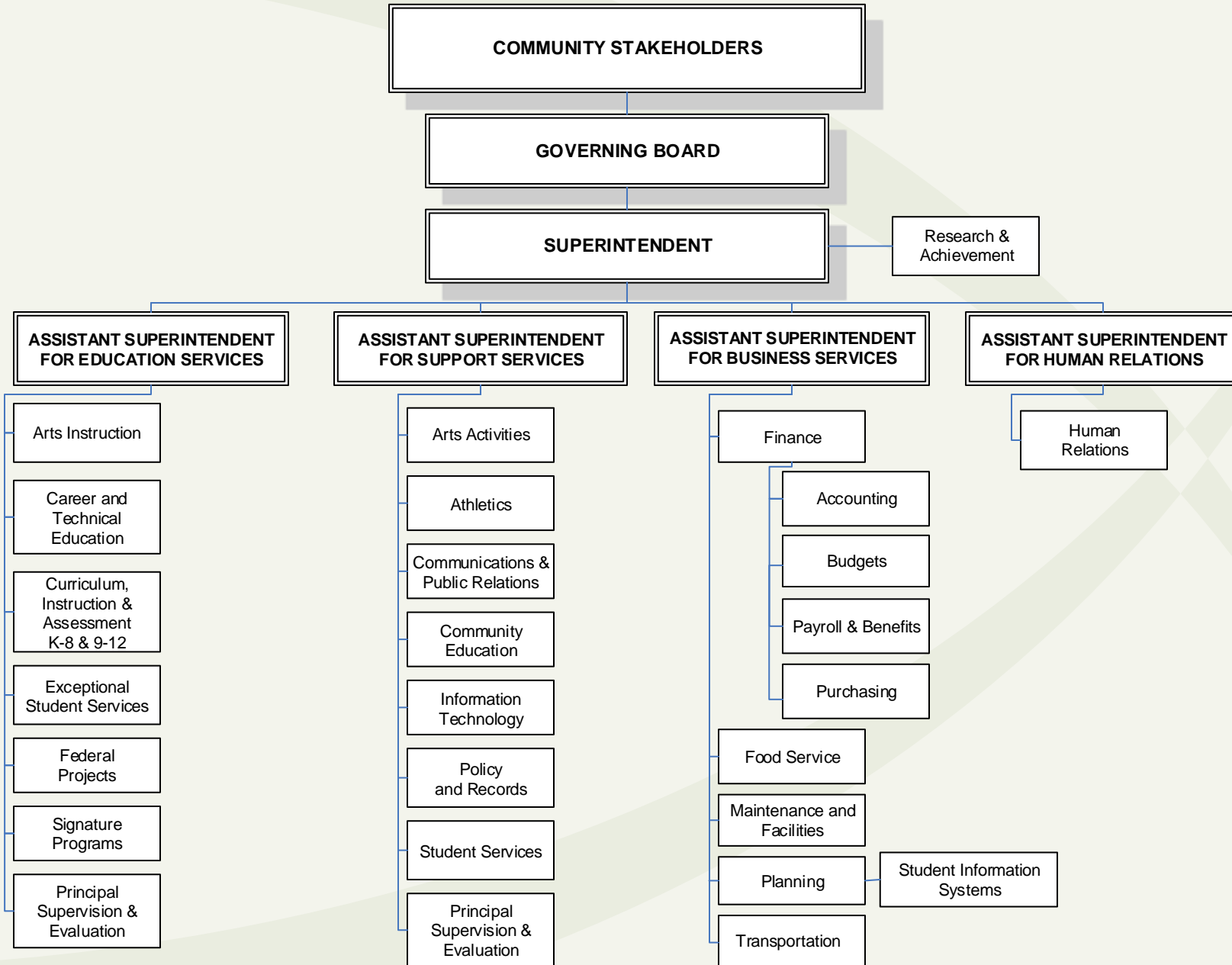
**Dysart Unified School District No. 89  
Arizona**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2018**

*Christopher P. Morill*

Executive Director/CEO



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**

**LIST OF PRINCIPAL OFFICIALS**

**GOVERNING BOARD**

Christine A.K. Pritchard, President

Jay Leonard, Clerk

Dawn Desmore, Member

Traci Sawyer-Sinkbeil, Member

Jennifer Tanner, Member

**ADMINISTRATIVE STAFF**

Dr. Quinn R. Kellis, Superintendent

Mr. James Dean, Assistant Superintendent for Support Services

Dr. Stephen Poling, Assistant Superintendent for Education Services

Mr. Ken Hicks, Assistant Superintendent for Business Services

Mr. John Croteau, Assistant Superintendent for Human Relations

## **FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Dysart Unified School District No. 89

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Dysart Unified School District No. 89 (District), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

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

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Dysart Unified School District No. 89, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

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

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

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

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

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 25, 2019, on our consideration of Dysart Unified School District No. 89'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 Dysart Unified School District No. 89'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 Dysart Unified School District No. 89's internal control over financial reporting and compliance.

*Heinfeld Meech & Co. PC*

Heinfeld, Meech & Co., P.C.  
Phoenix, Arizona  
November 25, 2019

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



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**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

As management of the Dysart Unified School District No. 89 (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, 2019. 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 \$17.2 million which represents a nine percent increase from the prior fiscal year as a result of a decrease in the net pension liability of \$20.2 million.
- General revenues accounted for \$190.5 million in revenue, or 86 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$32.0 million or 14 percent of total current fiscal year revenues.
- The District had approximately \$205.3 million in expenses related to governmental activities, an increase of six percent from the prior fiscal year.
- Among major funds, the General Fund had \$160.6 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$159.5 million in expenditures. The General Fund's fund balance increased from \$23.3 million at the prior fiscal year end to \$25.8 million at the end of the current fiscal year. General Fund revenues increased eight percent while expenditures increased nine percent as a result of increased funding from the State legislature to fund salary raises for teachers and other staff members.
- Net position for the Internal Service Funds decreased \$722,560 from the prior fiscal year primarily due to higher claims expenses than anticipated.

### **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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2019**

**OVERVIEW OF FINANCIAL STATEMENTS**

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

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

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

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

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**OVERVIEW OF FINANCIAL STATEMENTS**

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

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Classroom Site, and Debt Service 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 fund is an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service fund to account for its employee benefit trust. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements. The Employee Benefit Trust, although a legally separate component unit, functions for all employees of the District, and therefore has been included as an internal service fund.

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**OVERVIEW OF 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 and other postemployment benefit plans have been provided as required supplementary information.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$199.1 million at the current fiscal year end.

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2019 and June 30, 2018.

	As of June 30, 2019	As of June 30, 2018
Current and other assets	\$ 84,499,221	\$ 79,836,937
Capital assets, net	399,897,892	400,168,132
Total assets	<u>484,397,113</u>	<u>480,005,069</u>
Deferred outflows	<u>35,144,250</u>	<u>39,034,221</u>
Current and other liabilities	12,440,564	14,317,058
Long-term liabilities	286,658,525	312,751,286
Total liabilities	<u>299,099,089</u>	<u>327,068,344</u>
Deferred inflows	<u>21,327,458</u>	<u>16,721,042</u>
Net position:		
Net investment in capital assets	265,930,427	260,706,537
Restricted	22,572,463	22,230,385
Unrestricted	(89,388,074)	(107,687,018)
Total net position	<u>\$ 199,114,816</u>	<u>\$ 175,249,904</u>

At the end of the current fiscal year, the District reported positive balances in two categories of net position. Unrestricted net position, which is normally used to meet the District's mission reported a deficit of \$89.4 million. The deficit is due to the District's proportionate share of the state pension plan's unfunded liability. The same situation held true for the prior fiscal year.

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

- The principal retirement of \$5.3 million in general obligation bonds.
- The net pension liability decreased \$20.2 million.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

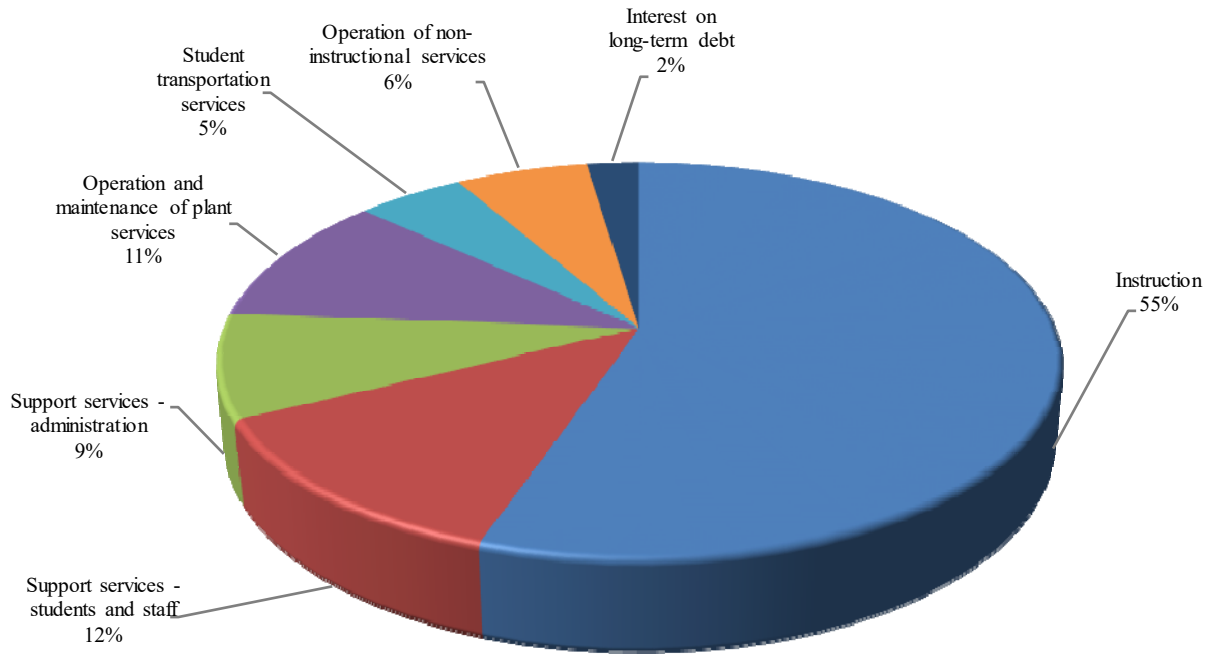
**Changes in net position.** The District's total revenues for the current fiscal year were \$222.5 million. The total cost of all programs and services was \$205.3 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2019 and June 30, 2018.

	Fiscal Year Ended June 30, 2019	Fiscal Year Ended June 30, 2018
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 9,137,049	\$ 8,305,935
Operating grants and contributions	19,557,488	18,233,725
Capital grants and contributions	3,306,593	3,320,368
General revenues:		
Property taxes	76,101,685	72,196,953
Investment income	959,350	459,589
Unrestricted county aid	8,068,822	8,030,135
Unrestricted state aid	103,283,362	94,031,742
Unrestricted federal aid	2,122,514	1,784,153
<b>Total revenues</b>	222,536,863	206,362,600
<b>Expenses:</b>		
Instruction	113,489,963	105,339,163
Support services - students and staff	25,537,170	24,158,062
Support services - administration	17,411,741	16,975,103
Operation and maintenance of plant services	21,765,570	20,904,252
Student transportation services	10,027,877	9,547,521
Operation of non-instructional services	12,244,395	11,721,239
Interest on long-term debt	4,839,033	5,010,502
<b>Total expenses</b>	205,315,749	193,655,842
<b>Changes in net position</b>	17,221,114	12,706,758
<b>Net position, beginning</b>	175,249,904	
<b>Net effect of prior period adjustments</b>	6,643,798	
<b>Net position, beginning, as restated</b>	181,893,702	162,543,146
<b>Net position, ending</b>	\$ 199,114,816	\$ 175,249,904

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Expenses - Fiscal Year 2019**



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

- State aid revenues increased \$9.3 million as a result of increased funding received from the State legislature.
- Instruction expenses increased \$8.2 million as a result of 10 percent salary raises given to instructional staff.

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.



**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

	Year Ended June 30, 2019		Year Ended June 30, 2018	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 113,489,963	\$ (98,888,663)	\$ 105,339,163	\$ (92,617,572)
Support services - students and staff	25,537,170	(21,872,041)	24,158,062	(20,584,659)
Support services - administration	17,411,741	(17,097,587)	16,975,103	(16,781,946)
Operation and maintenance of plant services	21,765,570	(21,552,235)	20,904,252	(20,212,409)
Student transportation services	10,027,877	(9,818,441)	9,547,521	(9,257,786)
Operation of non-instructional services	12,244,395	753,381	11,721,239	669,060
Interest on long-term debt	4,839,033	(4,839,033)	5,010,502	(5,010,502)
<b>Total</b>	<b>\$ 205,315,749</b>	<b>\$(173,314,619)</b>	<b>\$ 193,655,842</b>	<b>\$(163,795,814)</b>

- The cost of all governmental activities this year was \$205.3 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$32.0 million.
- Net cost of governmental activities of \$173.3 million was financed by general revenues, which are made up of primarily property taxes of \$76.1 million and state and county aid of \$111.4 million.

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

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$47.2 million, an increase of \$2.6 million.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

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

The General Fund comprises 55 percent of the total fund balance. All of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The fund balance increased \$2.5 million to \$25.8 million at the end of the fiscal year. General Fund revenues increased eight percent while expenditures increased nine percent as a result of increased funding from the State legislature to fund salary raises for teachers and other staff members.

The Classroom Site Fund had an increase in fund balance of \$1.9 million due to an increase in the amount of funding received per pupil.

Fund balance in the Debt Service Fund increased \$359,260.

**Proprietary funds.** Unrestricted net position of the Internal Service Fund at the end of the fiscal year amounted to \$6.6 million, a decrease of \$722,560 from the prior fiscal year primarily due to higher claims expenses than planned.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District decreased the General Fund annual expenditure budget by less than one percent. The difference between the original budget and the final amended budget was \$460,664.

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

- The favorable variance of \$5.9 million in instruction was primarily due to budgeted positions that remained unfilled during the year and contingency budgeting.
- The favorable variance of \$1.4 million in operation and maintenance of plant services can be primarily attributed to decreased utility costs than originally anticipated and some contingency budgeting.
- The favorable variance of \$1.2 million in student transportation services was primarily due to budgeted positions remaining unfilled during the year.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the District had invested \$539.6 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 \$4.2 million from the prior fiscal year, primarily due to various school improvements. Total depreciation expense for the current fiscal year was \$11.5 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2019 and June 30, 2018.

	As of June 30, 2019	As of June 30, 2018 (as restated)
Capital assets - non-depreciable	\$ 57,337,537	\$ 56,187,896
Capital assets - depreciable, net	342,560,355	350,624,034
Total	\$ 399,897,892	\$ 406,811,930

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

**Debt Administration.** At year end, the District had \$142.4 million in long-term debt outstanding, \$10.6 million due within one year. Long-term debt decreased by \$6.6 million due primarily to repayment of debt according to the District's debt agreements.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (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 \$488.4 million and the Class B debt limit is \$325.6 million, which are more than the District's total outstanding general obligation and Class B debt, respectively. The District currently maintains a bond rating of 'AA' from Fitch Ratings and 'A+' from Standard and Poor's.

Additional information on the District's long-term debt can be found in Notes 9 and 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 2019-20 budget. Among them:

- Fiscal year 2018-19 budget balance carry forward (\$9.5 million).
- District student population (estimated 22,500).
- State revenues focusing on increased teacher pay resulted in a 5 percent salary increase for Teachers and a 3 percent salary for Non-Teachers.
- Phased in restoration of District Additional Assistance funding from the State
- Increase in Classroom Site Fund allocations of 2.6 percent

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**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 three percent to \$168.9 million in fiscal year 2019-20. State aid and property taxes are expected to be the primary funding sources.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Dysart Unified School District No. 89, 15802 North Parkview Place, Surprise, Arizona 85374.

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## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

	Governmental Activities
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 45,523,498
Property taxes receivable	5,811,951
Accounts receivable	42,809
Due from governmental entities	31,720,825
Prepaid items	694,749
Deposits	261,803
Inventory	78,580
Total current assets	84,134,215
Noncurrent assets:	
Net other postemployment benefit assets	365,006
Capital assets not being depreciated	57,337,537
Capital assets, net of accumulated depreciation	342,560,355
Total noncurrent assets	400,262,898
<b>Total assets</b>	<b>484,397,113</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	
Deferred charge on refunding	8,477,737
Pension and other postemployment benefit plan items	26,666,513
Total deferred outflows of resources	35,144,250
<b><u>LIABILITIES</u></b>	
Current liabilities:	
Accounts payable	3,403,895
Claims payable	793,797
Accrued payroll and employee benefits	5,683,890
Compensated absences payable	200,000
Accrued interest payable	2,493,566
Unearned revenues	65,416
Bonds payable	10,630,000
Total current liabilities	23,270,564
Noncurrent liabilities:	
Non-current portion of long-term obligations	275,828,525
Total noncurrent liabilities	275,828,525
<b>Total liabilities</b>	<b>299,099,089</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	
Pension and other postemployment benefit plan items	21,327,458
<b><u>NET POSITION</u></b>	
Net investment in capital assets	265,930,427
Restricted	22,572,463
Unrestricted	(89,388,074)
Total net position	\$ 199,114,816

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2019**

<b>Functions/Programs</b>	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental activities:</b>					
Instruction	\$ 113,489,963	\$ 3,818,233	\$ 7,585,091	\$ 3,197,976	\$ (98,888,663)
Support services - students and staff	25,537,170		3,665,129		(21,872,041)
Support services - administration	17,411,741		314,154		(17,097,587)
Operation and maintenance of plant services	21,765,570		104,718	108,617	(21,552,235)
Student transportation services	10,027,877		209,436		(9,818,441)
Operation of non-instructional services	12,244,395	5,318,816	7,678,960		753,381
Interest on long-term debt	4,839,033				(4,839,033)
<b>Total governmental activities</b>	<u>\$ 205,315,749</u>	<u>\$ 9,137,049</u>	<u>\$ 19,557,488</u>	<u>\$ 3,306,593</u>	<u>(173,314,619)</u>

**General revenues:**

Taxes:

Property taxes, levied for general purposes 60,369,206

Property taxes, levied for debt service 15,732,479

Investment income 959,350

Unrestricted county aid 8,068,822

Unrestricted state aid 103,283,362

Unrestricted federal aid 2,122,514

**Total general revenues** 190,535,733

**Changes in net position** 17,221,114

**Net position, beginning of year, as restated** 181,893,702

**Net position, end of year** \$ 199,114,816

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

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**FUND FINANCIAL STATEMENTS**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2019**

	General	Classroom Site	Debt Service
<b><u>ASSETS</u></b>			
Cash and investments	\$ 4,585,302	\$ 7,108,717	\$ 13,885,544
Property taxes receivable	5,592,300		219,651
Accounts receivable			
Due from governmental entities	26,176,741	2,024,880	
Due from other funds	2,305,337		
Deposits			
Inventory			
<b>Total assets</b>	<b>\$ 38,659,680</b>	<b>\$ 9,133,597</b>	<b>\$ 14,105,195</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 2,507,526	\$	\$
Due to other funds			
Accrued payroll and employee benefits	5,073,293		
Unearned revenues			
Bonds payable			10,630,000
Bond interest payable			2,493,566
<b>Total liabilities</b>	<b>7,580,819</b>		<b>13,123,566</b>
Deferred inflows of resources:			
Unavailable revenues - property taxes	5,245,601		131,527
Unavailable revenues - intergovernmental			
<b>Total deferred inflows of resources</b>	<b>5,245,601</b>		<b>131,527</b>
Fund balances (deficits):			
Nonspendable			
Restricted		9,133,597	850,102
Unassigned	25,833,260		
<b>Total fund balances</b>	<b>25,833,260</b>	<b>9,133,597</b>	<b>850,102</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 38,659,680</b>	 <b>\$ 9,133,597</b>	 <b>\$ 14,105,195</b>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 12,432,560	\$ 38,012,123
	5,811,951
42,809	42,809
3,519,204	31,720,825
	2,305,337
261,803	261,803
78,580	78,580
<u>\$ 16,334,956</u>	<u>\$ 78,233,428</u>

\$ 896,369	\$ 3,403,895
2,305,337	2,305,337
610,597	5,683,890
65,416	65,416
	10,630,000
	2,493,566
<u>3,877,719</u>	<u>24,582,104</u>

	5,377,128
1,064,993	1,064,993
<u>1,064,993</u>	<u>6,442,121</u>

78,580	78,580
12,378,657	22,362,356
(1,064,993)	24,768,267
<u>11,392,244</u>	<u>47,209,203</u>

<u>\$ 16,334,956</u>	<u>\$ 78,233,428</u>
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**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

**Total governmental fund balances** **\$ 47,209,203**

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	\$ 539,568,614	
Less accumulated depreciation	<u>(139,670,722)</u>	399,897,892

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

Property taxes	5,377,128	
Intergovernmental	<u>1,064,993</u>	6,442,121

Deferred items related to the net cost of issuance of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds. 8,477,737

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

Deferred outflows of resources related to pensions/OPEB	26,666,513	
Deferred inflows of resources related to pensions/OPEB	<u>(21,327,458)</u>	5,339,055

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The assets and liabilities of the Internal Service Fund are included in the Statement of Net Position. 6,574,327

The Net OPEB asset is not a current financial resource and, therefore, is not reported in the funds. 365,006

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

Compensated absences payable	(1,962,188)	
Net pension liability	(140,884,559)	
Net OPEB liability	(528,576)	
Bonds payable	<u>(131,815,202)</u>	<u>(275,190,525)</u>

**Net position of governmental activities** **\$ 199,114,816**

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



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<u>General</u>	<u>Classroom Site</u>	<u>Debt Service</u>
<b>Revenues:</b>			
Other local	\$ 11,313,899	\$ 113,139	\$ 292,380
Property taxes	61,259,839		15,690,043
State aid and grants	85,925,766	12,149,282	
Federal aid, grants and reimbursements	2,122,514		
<b>Total revenues</b>	<u>160,622,018</u>	<u>12,262,421</u>	<u>15,982,423</u>
<b>Expenditures:</b>			
Current -			
Instruction	89,046,320	10,297,328	
Support services - students and staff	22,440,359	82,187	
Support services - administration	16,134,990		
Operation and maintenance of plant services	20,999,576		
Student transportation services	8,045,004		
Operation of non-instructional services	471,508		
Capital outlay	2,401,481		
Debt service -			
Principal retirement			10,630,000
Interest and fiscal charges			4,993,163
<b>Total expenditures</b>	<u>159,539,238</u>	<u>10,379,515</u>	<u>15,623,163</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,082,780</u>	<u>1,882,906</u>	<u>359,260</u>
<b>Other financing sources (uses):</b>			
Transfers in	1,209,237		
Transfers out			
Insurance recoveries	211,837		
<b>Total other financing sources (uses)</b>	<u>1,421,074</u>		
<b>Changes in fund balances</b>	<u>2,503,854</u>	<u>1,882,906</u>	<u>359,260</u>
<b>Fund balances, beginning of year</b>	23,329,406	7,250,691	490,842
Increase (decrease) in reserve for inventory			
<b>Fund balances, end of year</b>	<u>\$ 25,833,260</u>	<u>\$ 9,133,597</u>	<u>\$ 850,102</u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 7,483,471	\$ 19,202,889
	76,949,882
5,676,759	103,751,807
19,560,959	21,683,473
<u>32,721,189</u>	<u>221,588,051</u>
8,131,819	107,475,467
3,985,383	26,507,929
471,567	16,606,557
178,480	21,178,056
370,406	8,415,410
11,551,966	12,023,474
8,966,784	11,368,265
	10,630,000
	4,993,163
<u>33,656,405</u>	<u>219,198,321</u>
<u>(935,216)</u>	<u>2,389,730</u>
	1,209,237
(1,209,237)	(1,209,237)
	211,837
<u>(1,209,237)</u>	<u>211,837</u>
<u>(2,144,453)</u>	<u>2,601,567</u>
13,542,713	44,613,652
(6,016)	(6,016)
<u>\$ 11,392,244</u>	<u>\$ 47,209,203</u>

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2019**

**Changes in fund balances - total governmental funds** **\$ 2,601,567**

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

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

Expenditures for capitalized assets	\$ 3,418,058	
Less current year depreciation	<u>(11,514,090)</u>	(8,096,032)

Donated items are not reported in the governmental funds. However, in the Statement of Activities, the costs of those assets are reported as capital grants and contributions.		1,220,000
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Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	(848,197)	
Intergovernmental	<u>207,945</u>	(640,252)

Repayments of bond principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		10,630,000
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Governmental funds report pension/OPEB contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension/OPEB liability, adjusted for deferred items, is reported as pension/OPEB expense in the Statement of Activities.

Current year pension/OPEB contributions	12,910,080	
Pension/OPEB expense	<u>(392,743)</u>	12,517,337

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.

Inventory	(6,016)	
Deferred charges on issuance of debt	(1,120,599)	
Loss on disposal of assets	(38,006)	
Amortization of deferred bond items	1,274,729	
Compensated absences	<u>(399,054)</u>	(288,946)

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The changes in net position of the Internal Service Fund is reported with governmental activities in the Statement of Activities.		<u>(722,560)</u>
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**Changes in net position in governmental activities** **\$ 17,221,114**

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2019**

	Governmental Activities: Internal Service Funds
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 7,511,375
Prepaid items	694,749
Total current assets	8,206,124
<b>Total assets</b>	8,206,124
 <b><u>LIABILITIES</u></b>	
Current liabilities:	
Claims payable	793,797
Total current liabilities	793,797
Noncurrent liabilities:	
Non-current portion of long-term obligations	838,000
Total noncurrent liabilities	838,000
<b>Total liabilities</b>	1,631,797
 <b><u>NET POSITION</u></b>	
Unrestricted	6,574,327
<b>Total net position</b>	\$ 6,574,327

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION -**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2019**

	Governmental Activities: Internal Service Funds
<b>Operating revenues:</b>	
Charges for services	\$ 13,333,926
<b>Total operating revenues</b>	<u>13,333,926</u>
<b>Operating expenses:</b>	
Claims	10,502,189
Premiums	3,480,181
Administrative	231,343
<b>Total operating expenses</b>	<u>14,213,713</u>
<b>Operating income (loss)</b>	<u>(879,787)</u>
<b>Nonoperating revenues (expenses):</b>	
Investment income	157,227
<b>Total nonoperating revenues (expenses)</b>	<u>157,227</u>
<b>Changes in net position</b>	<u>(722,560)</u>
<b>Total net position, beginning of year</b>	7,296,887
<b>Total net position, end of year</b>	<u>\$ 6,574,327</u>

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<b>Governmental Activities: Internal Service Funds</b>
<b><u>Increase/Decrease in Cash and Cash Equivalents</u></b>	
<b>Cash flows from operating activities:</b>	
Cash received from contributions	\$ 13,333,926
Cash payments to suppliers for goods and services	(4,406,273)
Cash payments for claims	(10,413,053)
<b>Net cash provided by/used for operating activities</b>	<b>(1,485,400)</b>
 <b>Cash flows from investing activities:</b>	
Investment income	157,227
<b>Net cash provided by/used for investing activities</b>	<b>157,227</b>
<b>Net increase/decrease in cash and cash equivalents</b>	<b>(1,328,173)</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>8,839,548</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ 7,511,375</b>
 <b><u>Reconciliation of Operating Income/Loss to Net Cash Provided by/Used for Operating Activities</u></b>	
<b>Operating income/loss</b>	<b>\$ (879,787)</b>
Adjustments to reconcile operating income/loss to net cash provided by/used for operating activities:	
Changes in assets and liabilities:	
Increase/decrease in prepaid items	(694,749)
Increase/decrease in claims payable	89,136
<b>Total adjustments</b>	<b>(605,613)</b>
<b>Net cash provided by/used for operating activities</b>	<b>\$ (1,485,400)</b>

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2019**

	Agency
<b><u>ASSETS</u></b>	
Cash and investments	\$ 838,692
<b>Total assets</b>	<b>\$ 838,692</b>
 <b><u>LIABILITIES</u></b>	
Due to student groups	\$ 838,692
<b>Total liabilities</b>	<b>\$ 838,692</b>

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

The financial statements of the Dysart Unified School District No. 89 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

**A. Reporting Entity**

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

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

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

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



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**Blended Component Unit** – Blended component units, although legally separate entities, are, in substance, part of the District’s operations. The Dysart Unified School District No. 89 Employee Benefit Trust is responsible for providing health insurance for the District’s employees. The District’s Governing Board appoints the Trust’s Governing Board. The Dysart Unified School District No. 89 Employee Benefit Trust provides services entirely to the District and therefore has been included as an Internal Service Fund in accordance with the criteria established by GASB.

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

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

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

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**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, and when students pay for meals in advance.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

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

The District reports the following major governmental funds:

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

Classroom Site Fund – The Classroom Site Fund accounts 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.

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

Additionally, the District reports the following fund type:

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

Fiduciary Fund – The Fiduciary Fund is an Agency Fund, which accounts for resources held by the District on behalf of others. This fund type includes the Student Activities Fund, which accounts for monies raised by students to finance student clubs and organizations held by the District as an agent.

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

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

**D. Cash and Investments**

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

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

**E. Investment Income**

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

**F. Receivables and Payables**

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

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

**G. Property Tax Calendar**

The County Treasurer is responsible for collecting property taxes for all governmental entities within the county. The county levies real 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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

**H. Inventory**

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

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

**I. Prepaid Items**

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

**J. Capital Assets**

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

Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000 and an estimated useful life of more than one year. 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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

Land improvements	10 - 50 years
Buildings and improvements	10 - 50 years
Vehicles, furniture and equipment	5 - 20 years

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

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

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

**L. Compensated Absences**

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

**M. Pensions and Other Postemployment Benefits**

For purposes of measuring the net pension and other postemployment benefit (OPEB) assets and liabilities, related deferred outflows of resources and deferred inflows of resources, and related expenses, information about the pension and OPEB plans' fiduciary net position and additions to/deductions from the plans' 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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**N. Long-term Obligations**

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

**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.



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

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

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

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

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

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

	<u>General Fund</u>	<u>Classroom Site Fund</u>	<u>Debt Service Fund</u>	<u>Non-Major Governmental Funds</u>
Fund Balances:				
Nonspendable:				
Inventory				78,580
Restricted:				
Debt service			850,102	
Capital projects				2,358,337
Voter approved initiatives		9,133,597		2,409,617
Federal and state projects				850,281
Food service				3,057,777
Community school				1,267,446
Extracurricular activities				970,113
Career technical education				842,267
Other purposes				622,819
Unassigned	25,833,260			(1,064,993)
Total fund balances	<u>25,833,260</u>	<u>9,133,597</u>	<u>850,102</u>	<u>11,392,244</u>

**NOTE 3 – RESTRICTED NET POSITION**

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

	<u>Governmental Activities</u>
Restricted Net Position:	
Debt service	981,629
Capital projects	2,358,337
Voter approved initiatives	11,543,214
Federal and state projects	850,281
Food service	3,136,357
Community school	1,267,446
Extracurricular activities	970,113
Career technical education	842,267
Other purposes	622,819
Total restricted net position	<u>22,572,463</u>

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

	Deficit
Non-Major Governmental Funds:	
Title I Grants	190,350
Professional Development and Technology Grants	39,968
Title IV Grants	107,712
Limited English & Immigrant Students	4,456
Special Education Grants	701,535
Vocational Education	10,450
Other State Projects	10,522

The deficits arose because of pending grant reimbursements. Additional revenues received in fiscal year 2019-20 are expected to eliminate the deficits.

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

**NOTE 5 – CASH AND INVESTMENTS**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$448,498 and the bank balance was \$1,164,865. At year end, \$914,865 was covered by collateral held by the pledging financial institution’s trust department or agent but not in the District’s name.

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 5 – CASH AND INVESTMENTS**

The County Treasurer’s pool and the Arizona School Risk Retention Trust Pool are external investment pools with no regulatory oversight. The pools are not required to register (and are not registered) with the Securities and Exchange Commission. The fair value of each participant’s position in both of the investment pools approximate the value of the participant’s shares in the pools and the participants’ shares are not identified with specific investments. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy.

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

	Average Maturities	Fair Value
County Treasurer’s investment pool	318 days	45,531,341
Arizona School Risk Retention Trust investment pool	262 days	382,351
Total		45,913,692

*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. All investments held in the Arizona School Risk Retention Trust Investment Pool were rated between A- and AA+ by Standard and Poor’s at year end.

*Custodial Credit Risk – Investments.* The District’s investment in the County Treasurer’s investment pool and the Arizona School Risk Retention Trust Investment Pool represent a proportionate interest in the applicable pool’s portfolio; however, the District’s portion is not identified with specific investments and is not subject to custodial credit risk.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
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**NOTE 6 – RECEIVABLES**

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

	<u>General Fund</u>	<u>Classroom Site Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:			
Due from federal government	199,178		3,041,605
Due from state government	<u>25,977,563</u>	<u>2,024,880</u>	<u>477,599</u>
Net due from governmental entities	<u><u>26,176,741</u></u>	<u><u>2,024,880</u></u>	<u><u>3,519,204</u></u>

**NOTE 7 – CAPITAL ASSETS**

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

	Beginning Balance (as restated)	Increase	Decrease	Ending Balance
<u>Governmental Activities</u>				
Capital assets, not being depreciated:				
Land	55,745,561	1,220,000		56,965,561
Construction in progress	<u>442,335</u>	<u>371,976</u>	<u>442,335</u>	<u>371,976</u>
Total capital assets, not being depreciated	<u>56,187,896</u>	<u>1,591,976</u>	<u>442,335</u>	<u>57,337,537</u>
Capital assets, being depreciated:				
Land improvements	11,770,049	182,172		11,952,221
Buildings and improvements	435,576,607	1,424,942	56,445	436,945,104
Vehicles, furniture and equipment	<u>31,797,347</u>	<u>1,881,303</u>	<u>344,898</u>	<u>33,333,752</u>
Total capital assets being depreciated	<u>479,144,003</u>	<u>3,488,417</u>	<u>401,343</u>	<u>482,231,077</u>
Less accumulated depreciation for:				
Land improvements	(5,909,801)	(500,233)		(6,410,034)
Buildings and improvements	(99,949,927)	(9,167,825)	(26,905)	(109,090,847)
Vehicles, furniture and equipment	<u>(22,660,241)</u>	<u>(1,846,032)</u>	<u>(336,432)</u>	<u>(24,169,841)</u>
Total accumulated depreciation	<u>(128,519,969)</u>	<u>(11,514,090)</u>	<u>(363,337)</u>	<u>(139,670,722)</u>
Total capital assets, being depreciated, net	<u>350,624,034</u>	<u>(8,025,673)</u>	<u>38,006</u>	<u>342,560,355</u>
Governmental activities capital assets, net	<u><u>406,811,930</u></u>	<u><u>(6,433,697)</u></u>	<u><u>480,341</u></u>	<u><u>399,897,892</u></u>

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
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**NOTE 7 – CAPITAL ASSETS**

Depreciation expense was charged to governmental functions as follows:

Instruction	9,738,188
Support services – students and staff	396,066
Support services – administration	503,939
Operation and maintenance of plant services	281,649
Student transportation services	514,739
Operation of non-instructional services	<u>79,509</u>
Total depreciation expense – governmental activities	<u><u>11,514,090</u></u>

**Construction Commitment** – At year end, the District had contractual commitments related to building renovations at various school sites. At year end, the District had spent \$371,976 on the projects and had an estimated remaining contractual commitment of \$808,000. These projects are being funded with monies from the Unrestricted Capital Outlay Fund, the Building Renewal Grant Fund, and the Gifts and Donations Fund.

**NOTE 8 – 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 \$40.0 million in unused line of credit. General Fund revenues will be used to repay the line of credit. Short-term debt activity for the current fiscal year was as follows:

	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
Revolving line of credit	<u>2,311,000</u>	<u>21,938,000</u>	<u>24,249,000</u>	<u>                    </u>

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
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**NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE**

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

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2019	Due Within One Year
<b>Governmental activities:</b>					
General obligation bonds:					
Refunding Bonds, Series 2004	15,955,000	5.25 - 5.5%	7/1/20-23	9,710,000	
Refunding Bonds, Series 2013	25,930,000	1.97%	7/1/19-22	9,133,000	3,650,000
Refunding Bonds, Series 2014	49,550,000	4.0-5.0%	7/1/19-28	44,855,000	2,135,000
Refunding Bonds, Series 2016	74,865,000	2.0-4.0%	7/1/19-27	68,225,000	4,845,000
Total				<u>131,923,000</u>	<u>10,630,000</u>

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

Year ending June 30:	Governmental Activities	
	General Obligation Bonds	
	Principal	Interest
2020	10,630,000	4,849,355
2021	11,622,000	4,517,374
2022	12,585,000	4,081,225
2023	13,516,000	3,577,990
2024	14,145,000	3,013,550
2025-29	69,425,000	6,362,650
Total	<u>131,923,000</u>	<u>26,402,144</u>

In prior years, the District defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the defeased bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At year end \$5,365,000 of defeased bonds are still outstanding.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
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**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>
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	137,263,000		5,340,000	131,923,000	10,630,000
Premium	11,796,931		1,274,729	10,522,202	
Total bonds payable	<u>149,059,931</u>		<u>6,614,729</u>	<u>142,445,202</u>	<u>10,630,000</u>
Net OPEB liability	374,653	153,923		528,576	
Net pension liability	161,131,568		20,247,009	140,884,559	
Claims payable	1,542,661	89,136		1,631,797	793,797
Compensated absences payable	<u>1,563,134</u>	<u>1,694,628</u>	<u>1,295,574</u>	<u>1,962,188</u>	<u>200,000</u>
Governmental activity long-term liabilities	<u>313,671,947</u>	<u>1,937,687</u>	<u>28,157,312</u>	<u>287,452,322</u>	<u>11,623,797</u>

**NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

At year end, interfund balances were as follows:

**Due to/from other funds** – At year end, several funds had negative cash balances in the Treasurer’s pooled cash accounts of \$2,305,337. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

**Interfund transfers** - Transfers between funds in the amount of \$1,209,237 were used to move federal grant funds restricted for indirect costs to the General 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.



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 12 – CONTINGENT LIABILITIES**

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

**NOTE 13 – RISK MANAGEMENT**

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

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

The District continues to carry commercial insurance for all other risks of loss, including employee dental, life, and vision insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The District established an Employee Benefit Trust Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to employee health insurance claims. Under this program, the Fund provides coverage for up to a maximum of \$320,000 for each claim, not to exceed an annual aggregate of 110 percent of expected claims. The Fund purchases commercial insurance for claims in excess of this coverage.

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**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 13 – RISK MANAGEMENT**

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

<u>Employee Benefit Trust</u>	<u>Claims Payable Beginning of Year</u>	<u>Current Year Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Claims Payable at End of Year</u>
2018-19	1,542,661	10,502,189	10,413,053	1,631,797
2017-18	1,005,662	11,724,993	11,187,994	1,542,661

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

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

**Aggregate Amounts.** At June 30, 2019, the District reported the following aggregate amounts related to pensions and OPEB for all plans to which it contributes:

	<u>Pension</u>	<u>OPEB</u>
Net assets		(365,006)
Net liability	140,884,559	528,576
Deferred outflows of resources	25,156,265	1,510,248
Deferred inflows of resources	20,199,439	1,128,019
Expense	(166,209)	558,952
Contributions	12,231,754	678,326

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

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

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

\*With actuarially reduced benefits

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

Retired and disabled members, with at least five years of credited service, are eligible to receive health insurance premium benefits. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with five to nine years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

Active members are eligible for a long-term disability benefit in the event they become unable to perform their work. The monthly benefit is equal to two-thirds of their monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999 are limited to 30 years of service or the service on record as of the effective disability date, if their service is greater than 30 years.

**Contributions.** In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.80 percent (11.64 percent for retirement and 0.16 percent for long-term disability) of the members’ annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 11.80 percent (11.18 percent for retirement, 0.46 percent for health insurance premium benefit, and 0.16 percent for long-term disability) of the active members’ annual covered payroll. The District’s contributions for the year ended June 30, 2019 were as follows:

	Contributions
Pension	12,231,754
Health Insurance Premium	503,274
Long-Term Disability	175,052

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 10.53 percent (10.41 for retirement, 0.06 percent for health insurance premium benefit, and 0.06 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**Pension and OPEB Assets/Liability.** The net pension and OPEB assets/liability were measured as of June 30, 2018. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2017, to the measurement date of June 30, 2018. The total liability as of June 30, 2018 reflects changes in actuarial assumptions based on the results of an actuarial experience study for the five-year period ended June 30, 2016, including decreasing the discount rate from 8.0 percent to 7.5 percent, changing the projected salary increases from 3-6.75 percent to 2.7-7.2 percent, decreasing the inflation rate from 3 percent to 2.3 percent, and changing the mortality rates. The District’s proportion of the net assets/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, 2018.

At June 30, 2019, the District reported the following amounts for its proportionate share of the ASRS plans net assets/liability. In addition, at June 30, 2018, the District’s percentage proportion for each plan and the related change from its proportion measured as of June 30, 2017 was:

	Net <u>(Assets) Liability</u>	District <u>% Proportion</u>	Increase <u>(Decrease)</u>
Pension	140,884,559	1.010	(0.024)
Health Insurance Premium	(365,006)	1.014	(0.024)
Long-Term Disability	528,576	1.012	(0.022)

**Pension/OPEB Expense and Deferred Outflows/Inflows of Resources.** The District has deferred outflows and inflows of resources related to the net pension and OPEB assets/liabilities. Certain changes in the net pension and OPEB assets/liability are recognized as pension and OPEB expense over a period of time rather than the year of occurrence. For the year ended June 30, 2019, the District recognized pension and OPEB expense as follows:

	<u>Expense</u>
Pension	(166,209)
Health Insurance Premium	369,037
Long-Term Disability	189,915

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

The District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Deferred Outflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	3,881,255		13,517
Changes of assumptions or other inputs	3,728,063	703,917	114,488
Net difference between projected and actual earnings on pension investments			
Changes in proportion and differences between contributions and proportionate share of contributions	5,315,193		
Contributions subsequent to the measurement date	12,231,754	503,274	175,052
Total	25,156,265	1,207,191	303,057
	Deferred Inflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	776,673	336,886	
Changes of assumptions or other inputs	12,491,351		
Net difference between projected and actual earnings on pension investments	3,387,940	729,155	51,198
Changes in proportion and differences between contributions and proportionate share of contributions	3,543,475	2,386	8,394
Total	20,199,439	1,068,427	59,592

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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 and OPEB assets/liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Year Ending June 30:	Pension	Health Insurance Premium	Long-Term Disability
2020	3,273,908	(141,875)	382
2021	(3,890,220)	(141,874)	382
2022	(5,139,256)	(141,874)	383
2023	(1,519,360)	13,477	14,096
2024		47,636	16,611
Thereafter			36,559

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

	Pension	OPEB
Actuarial valuation date	June 30, 2017	June 30, 2017
Actuarial roll forward date	June 30, 2018	June 30, 2018
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return	7.5%	7.5%
Projected salary increases	2.7-7.2%	Not applicable
Inflation	2.3%	2.3%
Permanent base increases	Included	Not applicable
Mortality rates	2017 SRA Scale U-MP	Health Ins: 2017 SRA Scale U-MP, LTD: 2012 GLDT
Healthcare cost trend rate	Not applicable	Not applicable

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

The long-term expected rate of return on ASRS plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, excluding any expected inflation.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	50%	5.50%
Fixed income	30	3.83
Real estate	20	5.85
Total	<u>100%</u>	

**Discount Rate.** The discount rate used to measure the ASRS total pension and OPEB liability was 7.5 percent, which was a decrease of 0.5 from the discount rate used as of June 30, 2017. 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 plans’ 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 and OPEB liability.



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**Sensitivity of the Proportionate Share of the Net Pension and OPEB Asset/Liability to Changes in the Discount Rate.** The following presents the District’s proportionate share of the net pension and OPEB assets/liability calculated using the discount rate of 7.5 percent, as well as what the proportionate share of the net pension and OPEB asset/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:

	Proportionate share of the net (assets) liability		
	1% Decrease	Current Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Pension	200,834,181	140,884,559	90,797,620
Health Insurance Premium	1,293,301	(365,006)	(1,777,553)
Long-Term Disability	599,023	528,576	460,222

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

**NOTE 15 – PRIOR PERIOD ADJUSTMENT**

The July 1, 2018, government-wide net position does not agree to the prior year financial statements due to a correction of an error. Capital assets donated in prior fiscal years were not properly included in the capital asset listing.

	Statement of Activities
Net Position/fund balance, June 30, 2018 as previously reported	175,249,904
Donated capital assets not recorded in prior years	6,643,798
Net Position/fund balance, July 1, 2018, as restated	181,893,702

**REQUIRED SUPPLEMENTARY INFORMATION**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL**  
**YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Other local	\$	\$	\$ 9,252,340	\$ 9,252,340
Property taxes			61,259,839	61,259,839
State aid and grants			85,925,766	85,925,766
<b>Total revenues</b>			<u>156,437,945</u>	<u>156,437,945</u>
<b>Expenditures:</b>				
Current -				
Instruction	94,646,378	94,210,795	88,339,605	5,871,190
Support services - students and staff	22,292,145	22,202,107	21,844,553	357,554
Support services - administration	16,138,879	16,192,301	15,484,607	707,694
Operation and maintenance of plant services	21,987,891	22,021,120	20,613,876	1,407,244
Student transportation services	9,201,476	9,174,745	7,968,913	1,205,832
Operation of non-instructional services	437,432	442,469	442,211	258
<b>Total expenditures</b>	<u>164,704,201</u>	<u>164,243,537</u>	<u>154,693,765</u>	<u>9,549,772</u>
<b>Changes in fund balances</b>	<u>(164,704,201)</u>	<u>(164,243,537)</u>	<u>1,744,180</u>	<u>165,987,717</u>
<b>Fund balances, beginning of year</b>			9,935,544	9,935,544
<b>Fund balances (deficits), end of year</b>	<u>\$ (164,704,201)</u>	<u>\$ (164,243,537)</u>	<u>\$ 11,679,724</u>	<u>\$ 175,923,261</u>

See accompanying notes to this schedule.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
CLASSROOM SITE  
YEAR ENDED JUNE 30, 2019**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other local	\$	\$	\$ 113,139	\$ 113,139
State aid and grants			12,149,282	12,149,282
<b>Total revenues</b>			<u>12,262,421</u>	<u>12,262,421</u>
<b>Expenditures:</b>				
Current -				
Instruction	17,692,182	17,569,753	10,297,328	7,272,425
Support services - students and staff	874,556	884,617	82,187	802,430
<b>Total expenditures</b>	<u>18,566,738</u>	<u>18,454,370</u>	<u>10,379,515</u>	<u>8,074,855</u>
<b>Changes in fund balances</b>	<u>(18,566,738)</u>	<u>(18,454,370)</u>	<u>1,882,906</u>	<u>20,337,276</u>
<b>Fund balances, beginning of year</b>			7,250,691	7,250,691
<b>Fund balances (deficits), end of year</b>	<u>\$ (18,566,738)</u>	<u>\$ (18,454,370)</u>	<u>\$ 9,133,597</u>	<u>\$ 27,587,967</u>

See accompanying notes to this schedule.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**LAST FIVE FISCAL YEARS**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension (assets) liability	1.01%	1.03%	0.95%	1.04%	1.08%
District's proportionate share of the net pension (assets) liability	\$ 140,884,559	\$ 161,131,568	\$ 152,864,998	\$ 162,641,529	\$ 159,931,565
District's covered payroll	\$ 100,315,101	\$ 100,660,965	\$ 88,526,230	\$ 95,946,134	\$ 97,399,393
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	140.44%	160.07%	172.68%	169.51%	164.20%
Plan fiduciary net position as a percentage of the total pension liability	73.40%	69.92%	67.06%	68.35%	69.49%

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

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 12,231,754	\$ 10,934,346	\$ 10,851,252	\$ 9,605,096	\$ 10,448,534
Contributions in relation to the actuarially determined contribution	<u>12,231,754</u>	<u>10,934,346</u>	<u>10,851,252</u>	<u>9,605,096</u>	<u>10,448,534</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 109,407,460	\$ 100,315,101	\$ 100,660,965	\$ 88,526,230	\$ 95,946,134
Contributions as a percentage of covered payroll	11.18%	10.90%	10.78%	10.85%	10.89%

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

See accompanying notes to this schedule.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM - HEALTH INSURANCE PREMIUM**  
**LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2018	June 30, 2017
District's proportion of the net OPEB (assets) liability	1.01%	1.04%
District's proportionate share of the net OPEB (assets) liability	\$ (365,006)	\$ (564,967)
District's covered payroll	\$ 100,315,101	\$ 100,660,965
District's proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	-0.36%	-0.56%
Plan fiduciary net position as a percentage of the total OPEB liability	102.20%	103.57%

**SCHEDULE OF OPEB CONTRIBUTIONS**  
**ARIZONA STATE RETIREMENT SYSTEM - HEALTH INSURANCE PREMIUM**  
**LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 503,274	\$ 441,386
Contributions in relation to the actuarially determined contribution	<u>503,274</u>	<u>441,386</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 109,407,460	\$ 100,315,101
Contributions as a percentage of covered payroll	0.46%	0.44%

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

See accompanying notes to this schedule.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM - LONG-TERM DISABILITY**  
**LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2018	June 30, 2017
District's proportion of the net OPEB (assets) liability	1.01%	1.03%
District's proportionate share of the net OPEB (assets) liability	\$ 528,576	\$ 374,653
District's covered payroll	\$ 100,315,101	\$ 100,660,965
District's proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	0.53%	0.37%
Plan fiduciary net position as a percentage of the total OPEB liability	77.83%	84.44%

**SCHEDULE OF OPEB CONTRIBUTIONS**  
**ARIZONA STATE RETIREMENT SYSTEM - LONG-TERM DISABILITY**  
**LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 175,052	\$ 160,504
Contributions in relation to the actuarially determined contribution	<u>175,052</u>	<u>160,504</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 109,407,460	\$ 100,315,101
Contributions as a percentage of covered payroll	0.16%	0.16%

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

See accompanying notes to this schedule.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2019**

**NOTE 1 – BUDGETARY BASIS OF ACCOUNTING**

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

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

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	159,539,238	25,833,260
Activity budgeted as special revenue funds	(4,845,473)	(14,153,536)
Schedule of Revenue, Expenditures and Changes in Fund Balances – Budget and Actual - General Fund	154,693,765	11,679,724

**NOTE 2 – PENSION AND OPEB 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, 2017, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.



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

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**GOVERNMENTAL FUNDS**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**JUNE 30, 2019**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 9,860,212	\$ 2,572,348	\$ 12,432,560
Accounts receivable	42,809		42,809
Due from governmental entities	3,519,204		3,519,204
Deposits	261,803		261,803
Inventory	78,580		78,580
<b>Total assets</b>	<b><u>\$ 13,762,608</u></b>	<b><u>\$ 2,572,348</u></b>	<b><u>\$ 16,334,956</u></b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 682,358	\$ 214,011	\$ 896,369
Due to other funds	2,305,337		2,305,337
Accrued payroll and employee benefits	610,597		610,597
Unearned revenues	65,416		65,416
<b>Total liabilities</b>	<b><u>3,663,708</u></b>	<b><u>214,011</u></b>	<b><u>3,877,719</u></b>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>1,064,993</u>		<u>1,064,993</u>
Fund balances (deficits):			
Nonspendable	78,580		78,580
Restricted	10,020,320	2,358,337	12,378,657
Unassigned	(1,064,993)		(1,064,993)
<b>Total fund balances</b>	<b><u>9,033,907</u></b>	<b><u>2,358,337</u></b>	<b><u>11,392,244</u></b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b><u>\$ 13,762,608</u></b>	 <b><u>\$ 2,572,348</u></b>	 <b><u>\$ 16,334,956</u></b>

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**YEAR ENDED JUNE 30, 2019**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<b>Revenues:</b>			
Other local	\$ 7,399,850	\$ 83,621	\$ 7,483,471
State aid and grants	1,409,636	4,267,123	5,676,759
Federal aid, grants and reimbursements	19,560,959		19,560,959
<b>Total revenues</b>	<u>28,370,445</u>	<u>4,350,744</u>	<u>32,721,189</u>
<b>Expenditures:</b>			
Current -			
Instruction	8,131,819		8,131,819
Support services - students and staff	3,985,383		3,985,383
Support services - administration	471,567		471,567
Operation and maintenance of plant services	178,480		178,480
Student transportation services	370,406		370,406
Operation of non-instructional services	11,551,966		11,551,966
Capital outlay	2,809,352	6,157,432	8,966,784
<b>Total expenditures</b>	<u>27,498,973</u>	<u>6,157,432</u>	<u>33,656,405</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>871,472</u>	<u>(1,806,688)</u>	<u>(935,216)</u>
<b>Other financing sources (uses):</b>			
Transfers out	(1,209,237)		(1,209,237)
<b>Total other financing sources (uses)</b>	<u>(1,209,237)</u>		<u>(1,209,237)</u>
<b>Changes in fund balances</b>	<u>(337,765)</u>	<u>(1,806,688)</u>	<u>(2,144,453)</u>
<b>Fund balances, beginning of year</b>	9,377,688	4,165,025	13,542,713
Increase (decrease) in reserve for inventory	(6,016)		(6,016)
<b>Fund balances, end of year</b>	<u>\$ 9,033,907</u>	<u>\$ 2,358,337</u>	<u>\$ 11,392,244</u>

## **SPECIAL REVENUE FUNDS**

**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 & 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.

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

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

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

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

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

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

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

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

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

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

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

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

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

**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 transferred from federal projects for administrative costs.

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

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



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2019**

	Instructional Improvement	Title I Grants	Professional Development and Technology Grants
<b><u>ASSETS</u></b>			
Cash and investments	\$ 1,942,540	\$	\$
Accounts receivable			
Due from governmental entities	467,077	803,646	302,282
Deposits			
Inventory			
<b>Total assets</b>	<b>\$ 2,409,617</b>	<b>\$ 803,646</b>	<b>\$ 302,282</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$ 151,921	\$ 29,709
Due to other funds		411,373	216,820
Accrued payroll and employee benefits		240,352	55,753
Unearned revenues			
<b>Total liabilities</b>		<b>803,646</b>	<b>302,282</b>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental		190,350	39,968
Fund balances (deficits):			
Nonspendable			
Restricted	2,409,617		
Unassigned		(190,350)	(39,968)
<b>Total fund balances</b>	<b>2,409,617</b>	<b>(190,350)</b>	<b>(39,968)</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 2,409,617</b>	 <b>\$ 803,646</b>	 <b>\$ 302,282</b>

<u>Title IV Grants</u>	<u>Limited English &amp; Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>E-Rate</u>	<u>Other Federal Projects</u>
\$	\$	\$	\$	\$ 747,317	\$ 13,607
251,476	30,681	1,480,573	129,467	22,604	
<u>\$ 251,476</u>	<u>\$ 30,681</u>	<u>\$ 1,480,573</u>	<u>\$ 129,467</u>	<u>\$ 769,921</u>	<u>\$ 13,607</u>
\$	\$	\$	\$	\$	\$
226,107 25,369	30,681	30,461 1,280,367 169,745	129,467		
<u>251,476</u>	<u>30,681</u>	<u>1,480,573</u>	<u>129,467</u>		
<u>107,712</u>	<u>4,456</u>	<u>701,535</u>	<u>10,450</u>		
(107,712)	(4,456)	(701,535)	(10,450)	769,921	13,607
<u>(107,712)</u>	<u>(4,456)</u>	<u>(701,535)</u>	<u>(10,450)</u>	<u>769,921</u>	<u>13,607</u>
<u>\$ 251,476</u>	<u>\$ 30,681</u>	<u>\$ 1,480,573</u>	<u>\$ 129,467</u>	<u>\$ 769,921</u>	<u>\$ 13,607</u>

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**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2019**

	College Credit Exam Incentives	Other State Projects	Food Service
<b><u>ASSETS</u></b>			
Cash and investments	\$ 66,753	\$	\$ 3,018,629
Accounts receivable			
Due from governmental entities		10,522	20,876
Deposits			261,803
Inventory			78,580
<b>Total assets</b>	<b>\$ 66,753</b>	<b>\$ 10,522</b>	<b>\$ 3,379,888</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$ 178,115
Due to other funds		10,522	
Accrued payroll and employee benefits			
Unearned revenues			65,416
<b>Total liabilities</b>	<b>\$</b>	<b>10,522</b>	<b>243,531</b>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental		10,522	
Fund balances (deficits):			
Nonspendable			78,580
Restricted	66,753		3,057,777
Unassigned		(10,522)	
<b>Total fund balances</b>	<b>66,753</b>	<b>(10,522)</b>	<b>3,136,357</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 66,753</b>	<b>\$ 10,522</b>	<b>\$ 3,379,888</b>

<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Textbooks</u>	<u>Insurance Refund</u>	<u>Career Technical Education</u>
\$ 452,922 42,809	\$ 1,527,153	\$ 1,011,368	\$ 72,050	\$ 72,265	\$ 935,608
<u>\$ 495,731</u>	<u>\$ 1,527,153</u>	<u>\$ 1,011,368</u>	<u>\$ 72,050</u>	<u>\$ 72,265</u>	<u>\$ 935,608</u>
\$ 17,227	\$ 172,018 87,689	\$ 41,255	\$	\$	\$ 61,652 31,689
<u>17,227</u>	<u>259,707</u>	<u>41,255</u>			<u>93,341</u>
478,504	1,267,446	970,113	72,050	72,265	842,267
<u>478,504</u>	<u>1,267,446</u>	<u>970,113</u>	<u>72,050</u>	<u>72,265</u>	<u>842,267</u>
<u>\$ 495,731</u>	<u>\$ 1,527,153</u>	<u>\$ 1,011,368</u>	<u>\$ 72,050</u>	<u>\$ 72,265</u>	<u>\$ 935,608</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2019**

	Totals
<b><u>ASSETS</u></b>	
Cash and investments	\$ 9,860,212
Accounts receivable	42,809
Due from governmental entities	3,519,204
Deposits	261,803
Inventory	78,580
<b>Total assets</b>	<b>\$ 13,762,608</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>	
<b><u>AND FUND BALANCES</u></b>	
Liabilities:	
Accounts payable	\$ 682,358
Due to other funds	2,305,337
Accrued payroll and employee benefits	610,597
Unearned revenues	65,416
<b>Total liabilities</b>	<b>3,663,708</b>
Deferred inflows of resources:	
Unavailable revenues - intergovernmental	1,064,993
Fund balances (deficits):	
Nonspendable	78,580
Restricted	10,020,320
Unassigned	(1,064,993)
<b>Total fund balances</b>	<b>9,033,907</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 13,762,608</b>

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**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Instructional Improvement	Title I Grants	Professional Development and Technology Grants
<b>Revenues:</b>			
Other local	\$ 46,630	\$	\$
State aid and grants	1,049,808		
Federal aid, grants and reimbursements		5,071,689	571,292
<b>Total revenues</b>	<b>1,096,438</b>	<b>5,071,689</b>	<b>571,292</b>
<b>Expenditures:</b>			
Current -			
Instruction	708,285	3,310,730	
Support services - students and staff	141,906	1,342,992	428,717
Support services - administration		68,823	132,255
Operation and maintenance of plant services		3,441	
Student transportation services		9,686	
Operation of non-instructional services			
Capital outlay		136,333	5,132
<b>Total expenditures</b>	<b>850,191</b>	<b>4,872,005</b>	<b>566,104</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>246,247</b>	<b>199,684</b>	<b>5,188</b>
<b>Other financing sources (uses):</b>			
Transfers out		(151,857)	(17,833)
<b>Total other financing sources (uses)</b>		<b>(151,857)</b>	<b>(17,833)</b>
<b>Changes in fund balances</b>	<b>246,247</b>	<b>47,827</b>	<b>(12,645)</b>
<b>Fund balances (deficits), beginning of year</b>	<b>2,163,370</b>	<b>(238,177)</b>	<b>(27,323)</b>
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<b>\$ 2,409,617</b>	<b>\$ (190,350)</b>	<b>\$ (39,968)</b>

<u>Title IV Grants</u>	<u>Limited English &amp; Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>E-Rate</u>	<u>Other Federal Projects</u>
\$	\$	\$	\$	\$ 15,598	\$ 336
<u>673,104</u>	<u>119,877</u>	<u>3,880,521</u>	<u>510,775</u>	<u>1,012,474</u>	<u>42,267</u>
<u>673,104</u>	<u>119,877</u>	<u>3,880,521</u>	<u>510,775</u>	<u>1,028,072</u>	<u>42,603</u>
308,994	14,292	2,126,014	62,563		47,499
143,004	102,994	1,456,678	62,441		
5,214	1,723	66,308			
2,222		4,223			
2,400		221,956			
<u>151,617</u>	<u>119,009</u>	<u>195,208</u>	<u>370,771</u>	<u>1,180,934</u>	<u>47,499</u>
<u>613,451</u>	<u>119,009</u>	<u>4,070,387</u>	<u>495,775</u>	<u>1,180,934</u>	<u>47,499</u>
<u>59,653</u>	<u>868</u>	<u>(189,866)</u>	<u>15,000</u>	<u>(152,862)</u>	<u>(4,896)</u>
<u>(20,782)</u>	<u>(3,749)</u>	<u>(104,566)</u>	<u>(10,450)</u>		
<u>(20,782)</u>	<u>(3,749)</u>	<u>(104,566)</u>	<u>(10,450)</u>		
<u>38,871</u>	<u>(2,881)</u>	<u>(294,432)</u>	<u>4,550</u>	<u>(152,862)</u>	<u>(4,896)</u>
<u>(146,583)</u>	<u>(1,575)</u>	<u>(407,103)</u>	<u>(15,000)</u>	<u>922,783</u>	<u>18,503</u>
<u>\$ (107,712)</u>	<u>\$ (4,456)</u>	<u>\$ (701,535)</u>	<u>\$ (10,450)</u>	<u>\$ 769,921</u>	<u>\$ 13,607</u>

(Continued)



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<u>State Vocational Education</u>	<u>College Credit Exam Incentives</u>	<u>Other State Projects</u>
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants	188,100	61,789	109,939
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>188,100</u>	<u>61,789</u>	<u>109,939</u>
<b>Expenditures:</b>			
Current -			
Instruction	81,659	31,636	100
Support services - students and staff			12,600
Support services - administration			900
Operation and maintenance of plant services			90,230
Student transportation services			
Operation of non-instructional services			
Capital outlay	106,441		
<b>Total expenditures</b>	<u>188,100</u>	<u>31,636</u>	<u>103,830</u>
<b>Excess (deficiency) of revenues over expenditures</b>		<u>30,153</u>	<u>6,109</u>
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>		<u>30,153</u>	<u>6,109</u>
<b>Fund balances (deficits), beginning of year</b>		36,600	(16,631)
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$</u>	<u>\$ 66,753</u>	<u>\$ (10,522)</u>

<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Textbooks</u>	<u>Insurance Refund</u>
\$ 2,957,190	\$ 467,264	\$ 2,001,734	\$ 757,179	\$ 12,095	\$ 1,620
<u>7,678,960</u>					
<u>10,636,150</u>	<u>467,264</u>	<u>2,001,734</u>	<u>757,179</u>	<u>12,095</u>	<u>1,620</u>
		37,157	687,378	1,272	
		24,684	31,897	1,556	
4,543	1,586	29,809			
19,908	600	50,159	3,677		
		9,530	68,131		
9,401,225	330,474	1,820,267			
155,061	41,639	353,361	61,961		
<u>9,580,737</u>	<u>374,299</u>	<u>2,324,967</u>	<u>853,044</u>	<u>2,828</u>	
<u>1,055,413</u>	<u>92,965</u>	<u>(323,233)</u>	<u>(95,865)</u>	<u>9,267</u>	<u>1,620</u>
<u>(900,000)</u>					
<u>(900,000)</u>					
<u>155,413</u>	<u>92,965</u>	<u>(323,233)</u>	<u>(95,865)</u>	<u>9,267</u>	<u>1,620</u>
2,986,960	385,539	1,590,679	1,065,978	62,783	70,645
(6,016)					
<u>\$ 3,136,357</u>	<u>\$ 478,504</u>	<u>\$ 1,267,446</u>	<u>\$ 970,113</u>	<u>\$ 72,050</u>	<u>\$ 72,265</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Career Technical Education	Totals
<b>Revenues:</b>		
Other local	\$ 1,140,204	\$ 7,399,850
State aid and grants		1,409,636
Federal aid, grants and reimbursements		19,560,959
<b>Total revenues</b>	1,140,204	28,370,445
<b>Expenditures:</b>		
Current -		
Instruction	714,240	8,131,819
Support services - students and staff	235,914	3,985,383
Support services - administration	160,406	471,567
Operation and maintenance of plant services	4,020	178,480
Student transportation services	58,703	370,406
Operation of non-instructional services		11,551,966
Capital outlay	50,894	2,809,352
<b>Total expenditures</b>	1,224,177	27,498,973
<b>Excess (deficiency) of revenues over expenditures</b>	(83,973)	871,472
<b>Other financing sources (uses):</b>		
Transfers out		(1,209,237)
<b>Total other financing sources (uses)</b>		(1,209,237)
<b>Changes in fund balances</b>	(83,973)	(337,765)
<b>Fund balances (deficits), beginning of year</b>	926,240	9,377,688
Increase (decrease) in reserve for inventory		(6,016)
<b>Fund balances, end of year</b>	\$ 842,267	\$ 9,033,907

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**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Instructional Improvement		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 46,630	\$ 46,630
State aid and grants		1,049,808	1,049,808
Federal aid, grants and reimbursements			
<b>Total revenues</b>	850,000	1,096,438	1,096,438
<b>Expenditures:</b>			
Current -			
Instruction	850,000	708,285	141,715
Support services - students and staff		141,906	(141,906)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	850,000	850,191	(191)
<b>Excess (deficiency) of revenues over expenditures</b>	(850,000)	246,247	1,096,247
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(850,000)	246,247	1,096,247
<b>Fund balances (deficits), beginning of year</b>		2,163,370	2,163,370
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (850,000)	\$ 2,409,617	\$ 3,259,617

Title I Grants			Professional Development and Technology Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	5,071,689	5,071,689		571,292	571,292
	5,071,689	5,071,689		571,292	571,292
4,436,279	3,310,730	1,125,549			
1,400,000	1,342,992	57,008	858,740	428,717	430,023
	68,823	(68,823)		132,255	(132,255)
	3,441	(3,441)			
	9,686	(9,686)			
	136,333	(136,333)		5,132	(5,132)
5,836,279	4,872,005	964,274	858,740	566,104	292,636
(5,836,279)	199,684	6,035,963	(858,740)	5,188	863,928
	(151,857)	(151,857)		(17,833)	(17,833)
	(151,857)	(151,857)		(17,833)	(17,833)
(5,836,279)	47,827	5,884,106	(858,740)	(12,645)	846,095
	(238,177)	(238,177)		(27,323)	(27,323)
\$ (5,836,279)	\$ (190,350)	\$ 5,645,929	\$ (858,740)	\$ (39,968)	\$ 818,772

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Title IV Grants		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		673,104	673,104
<b>Total revenues</b>		673,104	673,104
<b>Expenditures:</b>			
Current -			
Instruction	429,946	308,994	120,952
Support services - students and staff	145,000	143,004	1,996
Support services - administration		5,214	(5,214)
Operation and maintenance of plant services		2,222	(2,222)
Student transportation services		2,400	(2,400)
Operation of non-instructional services			
Capital outlay	152,000	151,617	383
<b>Total expenditures</b>	726,946	613,451	113,495
<b>Excess (deficiency) of revenues over expenditures</b>	(726,946)	59,653	786,599
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(20,782)	(20,782)
Insurance recoveries			
<b>Total other financing sources (uses)</b>		(20,782)	(20,782)
<b>Changes in fund balances</b>	(726,946)	38,871	765,817
<b>Fund balances (deficits), beginning of year</b>		(146,583)	(146,583)
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (726,946)	\$ (107,712)	\$ 619,234

<u>Limited English &amp; Immigrant Students</u>			<u>Special Education Grants</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$	\$	\$	\$	\$
	<u>119,877</u>	<u>119,877</u>		<u>3,880,521</u>	<u>3,880,521</u>
	<u>119,877</u>	<u>119,877</u>		<u>3,880,521</u>	<u>3,880,521</u>
144,338	14,292	(14,292)	2,357,293	2,126,014	231,279
	102,994	41,344	1,500,000	1,456,678	43,322
	1,723	(1,723)		66,308	(66,308)
				4,223	(4,223)
				221,956	(221,956)
				<u>195,208</u>	<u>(195,208)</u>
<u>144,338</u>	<u>119,009</u>	<u>25,329</u>	<u>3,857,293</u>	<u>4,070,387</u>	<u>(213,094)</u>
<u>(144,338)</u>	<u>868</u>	<u>145,206</u>	<u>(3,857,293)</u>	<u>(189,866)</u>	<u>3,667,427</u>
	(3,749)	(3,749)		(104,566)	(104,566)
	<u>(3,749)</u>	<u>(3,749)</u>		<u>(104,566)</u>	<u>(104,566)</u>
<u>(144,338)</u>	<u>(2,881)</u>	<u>141,457</u>	<u>(3,857,293)</u>	<u>(294,432)</u>	<u>3,562,861</u>
	(1,575)	(1,575)		(407,103)	(407,103)
<u>\$ (144,338)</u>	<u>\$ (4,456)</u>	<u>\$ 139,882</u>	<u>\$ (3,857,293)</u>	<u>\$ (701,535)</u>	<u>\$ 3,155,758</u>

(Continued)



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		510,775	510,775
<b>Total revenues</b>		510,775	510,775
<b>Expenditures:</b>			
Current -			
Instruction	65,000	62,563	2,437
Support services - students and staff	65,000	62,441	2,559
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	376,229	370,771	5,458
<b>Total expenditures</b>	506,229	495,775	10,454
<b>Excess (deficiency) of revenues over expenditures</b>	(506,229)	15,000	521,229
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(10,450)	(10,450)
Insurance recoveries			
<b>Total other financing sources (uses)</b>		(10,450)	(10,450)
<b>Changes in fund balances</b>	(506,229)	4,550	510,779
<b>Fund balances (deficits), beginning of year</b>		(15,000)	(15,000)
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (506,229)	\$ (10,450)	\$ 495,779

Medicaid Reimbursement			E-Rate		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 136,086	\$ 136,086	\$	\$ 15,598	\$ 15,598
	2,122,514	2,122,514		1,012,474	1,012,474
	<u>2,258,600</u>	<u>2,258,600</u>		<u>1,028,072</u>	<u>1,028,072</u>
	19,256	(19,256)			
700,000	449,874	250,126			
	95,376	(95,376)			
	932	(932)			
	70	(70)			
			450,000	1,180,934	(730,934)
<u>700,000</u>	<u>565,508</u>	<u>134,492</u>	<u>450,000</u>	<u>1,180,934</u>	<u>(730,934)</u>
<u>(700,000)</u>	<u>1,693,092</u>	<u>2,393,092</u>	<u>(450,000)</u>	<u>(152,862)</u>	<u>297,138</u>
<u>(700,000)</u>	<u>1,693,092</u>	<u>2,393,092</u>	<u>(450,000)</u>	<u>(152,862)</u>	<u>297,138</u>
	5,852,570	5,852,570		922,783	922,783
<u>\$ (700,000)</u>	<u>\$ 7,545,662</u>	<u>\$ 8,245,662</u>	<u>\$ (450,000)</u>	<u>\$ 769,921</u>	<u>\$ 1,219,921</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Other Federal Projects		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 336	\$ 336
State aid and grants			
Federal aid, grants and reimbursements		42,267	42,267
<b>Total revenues</b>		42,603	42,603
<b>Expenditures:</b>			
Current -			
Instruction	67,414	47,499	19,915
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	67,414	47,499	19,915
<b>Excess (deficiency) of revenues over expenditures</b>	(67,414)	(4,896)	62,518
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(67,414)	(4,896)	62,518
<b>Fund balances (deficits), beginning of year</b>		18,503	18,503
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (67,414)	\$ 13,607	\$ 81,021

<u>State Vocational Education</u>			<u>College Credit Exam Incentives</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance - Positive (Negative)</u>
\$	\$	\$	\$	\$	\$
	188,100	188,100		61,789	61,789
	<u>188,100</u>	<u>188,100</u>		<u>61,789</u>	<u>61,789</u>
81,659	81,659		39,000	31,636	7,364
<u>106,441</u>	<u>106,441</u>		<u>39,000</u>	<u>31,636</u>	<u>7,364</u>
<u>188,100</u>	<u>188,100</u>		<u>(39,000)</u>	<u>30,153</u>	<u>69,153</u>
<u>(188,100)</u>		<u>188,100</u>	<u>(39,000)</u>	<u>30,153</u>	<u>69,153</u>
<u>(188,100)</u>		<u>188,100</u>	<u>(39,000)</u>	<u>30,153</u>	<u>69,153</u>
				36,600	36,600
<u>\$ (188,100)</u>	<u>\$</u>	<u>\$ 188,100</u>	<u>\$ (39,000)</u>	<u>\$ 66,753</u>	<u>\$ 105,753</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Other State Projects		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		109,939	109,939
Federal aid, grants and reimbursements			
<b>Total revenues</b>	116,100	109,939	109,939
<b>Expenditures:</b>			
Current -			
Instruction		100	(100)
Support services - students and staff		12,600	(12,600)
Support services - administration		900	(900)
Operation and maintenance of plant services	116,100	90,230	25,870
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	116,100	103,830	12,270
<b>Excess (deficiency) of revenues over expenditures</b>	(116,100)	6,109	122,209
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>	-	-	-
<b>Changes in fund balances</b>	(116,100)	6,109	122,209
<b>Fund balances (deficits), beginning of year</b>		(16,631)	(16,631)
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (116,100)	\$ (10,522)	\$ 105,578

School Plant			Food Service		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 272,584	\$ 272,584	\$	\$ 2,957,190	\$ 2,957,190
				7,678,960	7,678,960
	<u>272,584</u>	<u>272,584</u>		<u>10,636,150</u>	<u>10,636,150</u>
	18,755	(18,755)			
	8,077	(8,077)		4,543	(4,543)
	3,407	(3,407)		19,908	(19,908)
			9,500,000	9,401,225	98,775
<u>200,000</u>	<u>71,955</u>	<u>128,045</u>		<u>155,061</u>	<u>(155,061)</u>
<u>200,000</u>	<u>102,194</u>	<u>97,806</u>	<u>9,500,000</u>	<u>9,580,737</u>	<u>(80,737)</u>
<u>(200,000)</u>	<u>170,390</u>	<u>370,390</u>	<u>(9,500,000)</u>	<u>1,055,413</u>	<u>10,555,413</u>
				(900,000)	(900,000)
				<u>(900,000)</u>	<u>(900,000)</u>
<u>(200,000)</u>	<u>170,390</u>	<u>370,390</u>	<u>(9,500,000)</u>	<u>155,413</u>	<u>9,655,413</u>
	804,933	804,933		2,986,960	2,986,960
				(6,016)	(6,016)
<u>\$ (200,000)</u>	<u>\$ 975,323</u>	<u>\$ 1,175,323</u>	<u>\$ (9,500,000)</u>	<u>\$ 3,136,357</u>	<u>\$ 12,636,357</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Civic Center		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 467,264	\$ 467,264
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	500,000	467,264	467,264
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration		1,586	(1,586)
Operation and maintenance of plant services		600	(600)
Student transportation services			
Operation of non-instructional services	500,000	330,474	169,526
Capital outlay		41,639	(41,639)
<b>Total expenditures</b>	500,000	374,299	125,701
<b>Excess (deficiency) of revenues over expenditures</b>	(500,000)	92,965	592,965
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>	-	-	-
<b>Changes in fund balances</b>	(500,000)	92,965	592,965
<b>Fund balances (deficits), beginning of year</b>		385,539	385,539
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (500,000)	\$ 478,504	\$ 978,504

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 2,001,734	\$ 2,001,734	\$	\$ 830,435	\$ 830,435
	<u>2,001,734</u>	<u>2,001,734</u>		<u>830,435</u>	<u>830,435</u>
	37,157	(37,157)	500,000	345,056	154,944
	24,684	(24,684)		33,698	(33,698)
	29,809	(29,809)		29,041	(29,041)
	50,159	(50,159)		67,213	(67,213)
	9,530	(9,530)		33,542	(33,542)
2,600,000	1,820,267	779,733		25,436	(25,436)
	<u>353,361</u>	<u>(353,361)</u>	<u>200,000</u>	<u>121,519</u>	<u>78,481</u>
<u>2,600,000</u>	<u>2,324,967</u>	<u>275,033</u>	<u>700,000</u>	<u>655,505</u>	<u>44,495</u>
<u>(2,600,000)</u>	<u>(323,233)</u>	<u>2,276,767</u>	<u>(700,000)</u>	<u>174,930</u>	<u>874,930</u>
<u>(2,600,000)</u>	<u>(323,233)</u>	<u>2,276,767</u>	<u>(700,000)</u>	<u>174,930</u>	<u>874,930</u>
	1,590,679	1,590,679		663,183	663,183
<u>\$ (2,600,000)</u>	<u>\$ 1,267,446</u>	<u>\$ 3,867,446</u>	<u>\$ (700,000)</u>	<u>\$ 838,113</u>	<u>\$ 1,538,113</u>

(Continued)



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 757,179	\$ 757,179
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		757,179	757,179
<b>Expenditures:</b>			
Current -			
Instruction	1,000,000	687,378	312,622
Support services - students and staff		31,897	(31,897)
Support services - administration			
Operation and maintenance of plant services		3,677	(3,677)
Student transportation services		68,131	(68,131)
Operation of non-instructional services			
Capital outlay		61,961	(61,961)
<b>Total expenditures</b>	1,000,000	853,044	146,956
<b>Excess (deficiency) of revenues over expenditures</b>	(1,000,000)	(95,865)	904,135
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(1,000,000)	(95,865)	904,135
<b>Fund balances (deficits), beginning of year</b>		1,065,978	1,065,978
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (1,000,000)	\$ 970,113	\$ 1,970,113

Gifts and Donations			Insurance Proceeds		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 718,300	\$ 718,300	\$	\$ 3,755	\$ 3,755
	<u>718,300</u>	<u>718,300</u>		<u>3,755</u>	<u>3,755</u>
	126,850	(126,850)			
	23,505	(23,505)			
	143,852	(143,852)			
	30,824	(30,824)	300,000	232,771	67,229
	34,621	(34,621)		3,589	(3,589)
	3,791	(3,791)			
<u>2,000,000</u>	<u>797,146</u>	<u>1,202,854</u>		<u>37,612</u>	<u>(37,612)</u>
<u>2,000,000</u>	<u>1,160,589</u>	<u>839,411</u>	<u>300,000</u>	<u>273,972</u>	<u>26,028</u>
<u>(2,000,000)</u>	<u>(442,289)</u>	<u>1,557,711</u>	<u>(300,000)</u>	<u>(270,217)</u>	<u>29,783</u>
				211,837	211,837
				<u>211,837</u>	<u>211,837</u>
<u>(2,000,000)</u>	<u>(442,289)</u>	<u>1,557,711</u>	<u>(300,000)</u>	<u>(58,380)</u>	<u>241,620</u>
	2,225,818	2,225,818		182,815	182,815
<u>\$ (2,000,000)</u>	<u>\$ 1,783,529</u>	<u>\$ 3,783,529</u>	<u>\$ (300,000)</u>	<u>\$ 124,435</u>	<u>\$ 424,435</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Textbooks		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 12,095	\$ 12,095
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>12,095</u>	<u>12,095</u>
<b>Expenditures:</b>			
Current -			
Instruction	2,500	1,272	1,228
Support services - students and staff	2,500	1,556	944
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>5,000</u>	<u>2,828</u>	<u>2,172</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(5,000)</u>	<u>9,267</u>	<u>14,267</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(5,000)</u>	<u>9,267</u>	<u>14,267</u>
<b>Fund balances (deficits), beginning of year</b>		62,783	62,783
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	<u>\$ (5,000)</u>	<u>\$ 72,050</u>	<u>\$ 77,050</u>

Litigation Recovery			Indirect Costs		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 39,815	\$ 39,815	\$	\$ 60,584	\$ 60,584
	<u>39,815</u>	<u>39,815</u>		<u>60,584</u>	<u>60,584</u>
5,000		5,000	500,000	196,798	303,202
				88,729	(88,729)
			500,000	382,114	117,886
				46,815	(46,815)
			<u>1,500,000</u>	<u>1,373,249</u>	<u>126,751</u>
<u>5,000</u>		<u>5,000</u>	<u>2,500,000</u>	<u>2,087,705</u>	<u>412,295</u>
<u>(5,000)</u>	<u>39,815</u>	<u>44,815</u>	<u>(2,500,000)</u>	<u>(2,027,121)</u>	<u>472,879</u>
				1,209,237	1,209,237
				<u>1,209,237</u>	<u>1,209,237</u>
<u>(5,000)</u>	<u>39,815</u>	<u>44,815</u>	<u>(2,500,000)</u>	<u>(817,884)</u>	<u>1,682,116</u>
	60,665	60,665		3,603,878	3,603,878
<u>\$ (5,000)</u>	<u>\$ 100,480</u>	<u>\$ 105,480</u>	<u>\$ (2,500,000)</u>	<u>\$ 2,785,994</u>	<u>\$ 5,285,994</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Insurance Refund		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 1,620	\$ 1,620
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	(5,000)	1,620	1,620
<b>Expenditures:</b>			
Current -			
Instruction	5,000		5,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	5,000		5,000
<b>Excess (deficiency) of revenues over expenditures</b>	(5,000)	1,620	6,620
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(5,000)	1,620	6,620
<b>Fund balances (deficits), beginning of year</b>		70,645	70,645
Increase (decrease) in reserve for inventory			
<b>Fund balances (deficits), end of year</b>	\$ (5,000)	\$ 72,265	\$ 77,265

Career Technical Education			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,140,204	\$ 1,140,204	\$	\$ 9,461,409	\$ 9,461,409
				1,409,636	1,409,636
				21,683,473	21,683,473
	<u>1,140,204</u>	<u>1,140,204</u>		<u>32,554,518</u>	<u>32,554,518</u>
972,716	714,240	258,476	11,311,807	8,838,534	2,473,273
300,000	235,914	64,086	5,115,578	4,581,189	534,389
200,000	160,406	39,594	700,000	1,121,950	(421,950)
	4,020	(4,020)	416,100	564,180	(148,080)
	58,703	(58,703)		446,497	(446,497)
	50,894	(50,894)	12,600,000	11,581,263	1,018,737
	<u>1,224,177</u>	<u>248,539</u>	4,984,670	<u>5,210,833</u>	<u>(226,163)</u>
<u>1,472,716</u>	<u>1,224,177</u>	<u>248,539</u>	<u>35,128,155</u>	<u>32,344,446</u>	<u>2,783,709</u>
<u>(1,472,716)</u>	<u>(83,973)</u>	<u>1,388,743</u>	<u>(35,128,155)</u>	<u>210,072</u>	<u>35,338,227</u>
				1,209,237	1,209,237
				(1,209,237)	(1,209,237)
				<u>211,837</u>	<u>211,837</u>
				<u>211,837</u>	<u>211,837</u>
<u>(1,472,716)</u>	<u>(83,973)</u>	<u>1,388,743</u>	<u>(35,128,155)</u>	<u>421,909</u>	<u>35,550,064</u>
	926,240	926,240		22,771,550	22,771,550
				(6,016)	(6,016)
<u>\$ (1,472,716)</u>	<u>\$ 842,267</u>	<u>\$ 2,314,983</u>	<u>\$ (35,128,155)</u>	<u>\$ 23,187,443</u>	<u>\$ 58,315,598</u>

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## **DEBT SERVICE FUND**

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



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2019**

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 292,380	\$ 292,380
Property taxes		15,690,043	15,690,043
<b>Total revenues</b>		<u>15,982,423</u>	<u>15,982,423</u>
<b>Expenditures:</b>			
Debt service -			
Principal retirement	10,381,333	10,630,000	(248,667)
Interest and fiscal charges		4,993,163	(4,993,163)
<b>Total expenditures</b>	<u>10,381,333</u>	<u>15,623,163</u>	<u>(5,241,830)</u>
<b>Changes in fund balances</b>	<u>(10,381,333)</u>	<u>359,260</u>	<u>10,740,593</u>
<b>Fund balances, beginning of year</b>		490,842	490,842
<b>Fund balances (deficits), end of year</b>	<u>\$ (10,381,333)</u>	<u>\$ 850,102</u>	<u>\$ 11,231,435</u>

## CAPITAL PROJECTS FUNDS

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

**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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING BALANCE SHEET - ALL CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2019**

	Unrestricted Capital Outlay	Building Renewal Grant	Totals
<b><u>ASSETS</u></b>			
Cash and investments	\$ 2,522,985	\$ 49,363	\$ 2,572,348
<b>Total assets</b>	<b>\$ 2,522,985</b>	<b>\$ 49,363</b>	<b>\$ 2,572,348</b>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 201,158	\$ 12,853	\$ 214,011
<b>Total liabilities</b>	<b>201,158</b>	<b>12,853</b>	<b>214,011</b>
Fund balances:			
Restricted	2,321,827	36,510	2,358,337
<b>Total fund balances</b>	<b>2,321,827</b>	<b>36,510</b>	<b>2,358,337</b>
 <b>Total liabilities and fund balances</b>	 <b>\$ 2,522,985</b>	 <b>\$ 49,363</b>	 <b>\$ 2,572,348</b>

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Unrestricted Capital Outlay	Building Renewal Grant	Totals
<b>Revenues:</b>			
Other local	\$ 82,731	\$ 890	\$ 83,621
State aid and grants	4,158,506	108,617	4,267,123
<b>Total revenues</b>	4,241,237	109,507	4,350,744
<b>Expenditures:</b>			
Capital outlay	6,067,909	89,523	6,157,432
<b>Total expenditures</b>	6,067,909	89,523	6,157,432
<b>Changes in fund balances</b>	(1,826,672)	19,984	(1,806,688)
<b>Fund balances, beginning of year</b>	4,148,499	16,526	4,165,025
<b>Fund balances, end of year</b>	\$ 2,321,827	\$ 36,510	\$ 2,358,337

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 82,731	\$ 82,731
State aid and grants		4,158,506	4,158,506
<b>Total revenues</b>		4,241,237	4,241,237
<b>Expenditures:</b>			
Capital outlay	8,251,834	6,067,909	2,183,925
<b>Total expenditures</b>	8,251,834	6,067,909	2,183,925
<b>Changes in fund balances</b>	(8,251,834)	(1,826,672)	6,425,162
<b>Fund balances, beginning of year</b>		4,148,499	4,148,499
<b>Fund balances (deficits), end of year</b>	\$ (8,251,834)	\$ 2,321,827	\$ 10,573,661

Building Renewal Grant			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 890	\$ 890	\$	\$ 83,621	\$ 83,621
	108,617	108,617		4,267,123	4,267,123
	109,507	109,507		4,350,744	4,350,744
136,897	89,523	47,374	8,388,731	6,157,432	2,231,299
136,897	89,523	47,374	8,388,731	6,157,432	2,231,299
(136,897)	19,984	156,881	(8,388,731)	(1,806,688)	6,582,043
	16,526	16,526		4,165,025	4,165,025
\$ (136,897)	\$ 36,510	\$ 173,407	\$ (8,388,731)	\$ 2,358,337	\$ 10,747,068

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## **AGENCY FUND**

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



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND**  
**YEAR ENDED JUNE 30, 2019**

	<b><u>Beginning Balance</u></b>	<b><u>Additions</u></b>	<b><u>Deductions</u></b>	<b><u>Ending Balance</u></b>
<b><u>STUDENT ACTIVITIES</u></b>				
<u>Assets</u>				
Cash and investments	\$ <u>774,783</u>	\$ <u>1,037,322</u>	\$ <u>973,413</u>	\$ <u>838,692</u>
Total assets	\$ <u><u>774,783</u></u>	\$ <u><u>1,037,322</u></u>	\$ <u><u>973,413</u></u>	\$ <u><u>838,692</u></u>
<u>Liabilities</u>				
Due to student groups	\$ <u>774,783</u>	\$ <u>1,037,322</u>	\$ <u>973,413</u>	\$ <u>838,692</u>
Total liabilities	\$ <u><u>774,783</u></u>	\$ <u><u>1,037,322</u></u>	\$ <u><u>973,413</u></u>	\$ <u><u>838,692</u></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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 265,930,427	\$ 260,706,537	\$ 239,276,100	\$ 244,382,081	\$ 245,851,743
Restricted	22,572,463	22,230,385	25,774,747	29,059,520	17,330,615
Unrestricted	<u>(89,388,074)</u>	<u>(107,687,018)</u>	<u>(102,535,434)</u>	<u>(119,563,335)</u>	<u>(124,175,749)</u>
Total net position	<u><u>\$ 199,114,816</u></u>	<u><u>\$ 175,249,904</u></u>	<u><u>\$ 162,515,413</u></u>	<u><u>\$ 153,878,266</u></u>	<u><u>\$ 139,006,609</u></u>
	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>	<b><u>2010</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 249,449,837	\$ 257,766,111	\$ 261,744,392	\$ 269,230,390	\$ 272,531,326
Restricted	14,879,942	8,915,533	10,219,442	16,023,920	18,237,471
Unrestricted	<u>39,511,257</u>	<u>37,185,644</u>	<u>34,122,861</u>	<u>32,800,524</u>	<u>29,532,909</u>
Total net position	<u><u>\$ 303,841,036</u></u>	<u><u>\$ 303,867,288</u></u>	<u><u>\$ 306,086,695</u></u>	<u><u>\$ 318,054,834</u></u>	<u><u>\$ 320,301,706</u></u>

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Expenses</b>					
Instruction	\$ 113,489,963	\$ 105,339,163	\$ 106,562,611	\$ 99,034,400	\$ 110,167,990
Support services - students and staff	25,537,170	24,158,062	23,456,997	21,389,349	22,227,012
Support services - administration	17,411,741	16,975,103	16,104,497	15,856,728	16,859,435
Operation and maintenance of plant services	21,765,570	20,904,252	20,725,659	19,719,632	19,665,127
Student transportation services	10,027,877	9,547,521	9,189,612	9,014,382	9,655,175
Operation of non-instructional services	12,244,395	11,721,239	11,276,107	10,469,559	10,844,932
Interest on long-term debt	4,839,033	5,010,502	5,359,850	5,633,092	6,432,916
Total expenses	<u>205,315,749</u>	<u>193,655,842</u>	<u>192,675,333</u>	<u>181,117,142</u>	<u>195,852,587</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	3,818,233	3,580,902	2,727,439	2,048,814	2,701,070
Operation of non-instructional services	5,318,816	4,725,033	4,906,119	5,741,103	4,271,545
Other activities			150,598	510,026	658,665
Operating grants and contributions	19,557,488	18,233,725	17,987,899	16,923,547	17,621,744
Capital grants and contributions	3,306,593	3,320,368	2,323,216	1,973,153	1,216,655
Total program revenues	<u>32,001,130</u>	<u>29,860,028</u>	<u>28,095,271</u>	<u>27,196,643</u>	<u>26,469,679</u>
<b>Net (Expense)/Revenue</b>	<u><u>\$ (173,314,619)</u></u>	<u><u>\$ (163,795,814)</u></u>	<u><u>\$ (164,580,062)</u></u>	<u><u>\$ (153,920,499)</u></u>	<u><u>\$ (169,382,908)</u></u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Expenses</b>					
Instruction	\$ 106,177,192	\$ 106,309,690	\$ 99,535,080	\$ 96,166,891	\$ 101,524,276
Support services - students and staff	25,193,043	23,201,925	21,968,324	21,623,775	22,935,903
Support services - administration	16,398,929	16,068,746	14,856,661	15,657,513	16,984,114
Operation and maintenance of plant services	19,288,396	18,969,042	16,740,878	19,224,115	17,900,919
Student transportation services	10,622,657	11,170,364	15,635,842	10,437,903	11,303,404
Operation of non-instructional services	12,115,147	12,235,116	11,349,538	11,398,252	11,449,175
Interest on long-term debt	7,925,515	8,459,838	8,736,169	8,828,761	8,879,342
Total expenses	<u>197,720,879</u>	<u>196,414,721</u>	<u>188,822,492</u>	<u>183,337,210</u>	<u>190,977,133</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	2,621,356	2,585,003	2,157,216	2,138,739	3,782,502
Operation of non-instructional services	4,905,556	5,362,387	5,723,738	5,930,015	4,957,127
Other activities	53,029	223,098	766,889	641,392	1,011,035
Operating grants and contributions	17,157,532	17,782,059	15,557,769	22,051,334	14,361,958
Capital grants and contributions	1,464,248	2,553,772	1,682,621	1,094,544	9,133,498
Total program revenues	<u>26,201,721</u>	<u>28,506,319</u>	<u>25,888,233</u>	<u>31,856,024</u>	<u>33,246,120</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (171,519,158)</u>	<u>\$ (167,908,402)</u>	<u>\$ (162,934,259)</u>	<u>\$ (151,481,186)</u>	<u>\$ (157,731,013)</u>

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

**(Concluded)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Net (Expense)/Revenue</b>	\$ (173,314,619)	\$ (163,795,814)	\$ (164,580,062)	\$ (153,920,499)	\$ (169,382,908)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	60,369,206	57,386,794	53,010,218	44,624,424	51,518,812
Property taxes, levied for debt service	15,732,479	14,810,159	14,553,015	14,019,407	12,990,715
Property taxes, levied for capital outlay			2,642,697	1,702,227	3,166,820
Investment income	959,350	459,589	295,919	306,997	264,181
Unrestricted county aid	8,068,822	8,030,135	7,898,409	8,278,207	8,075,346
Unrestricted state aid	103,283,362	94,031,742	93,071,576	98,339,448	94,560,401
Unrestricted federal aid	2,122,514	1,784,153	1,745,375	1,521,446	1,151,638
<b>Total general revenues</b>	<u>190,535,733</u>	<u>176,502,572</u>	<u>173,217,209</u>	<u>168,792,156</u>	<u>171,727,913</u>
<b>Changes in Net Position</b>	<u>\$ 17,221,114</u>	<u>\$ 12,706,758</u>	<u>\$ 8,637,147</u>	<u>\$ 14,871,657</u>	<u>\$ 2,345,005</u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Net (Expense)/Revenue</b>	\$ (171,519,158)	\$ (167,908,402)	\$ (162,934,259)	\$ (151,481,186)	\$ (157,731,013)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	53,459,518	58,568,696	47,558,175	44,689,944	54,341,429
Property taxes, levied for debt service	12,172,111	11,093,192	12,383,011	11,944,535	11,654,422
Property taxes, levied for capital outlay	2,760,018		50,974	3,257,610	4,466,033
Investment income	255,236	303,207	202,719	492,055	672,088
Unrestricted county aid	7,810,603	7,696,762	7,629,197	7,543,422	6,763,865
Unrestricted state aid	93,585,346	87,730,327	82,449,924	80,422,391	81,758,732
Unrestricted federal aid	435,646	296,811	692,120	884,357	7,517,127
<b>Total general revenues</b>	<u>170,478,478</u>	<u>165,688,995</u>	<u>150,966,120</u>	<u>149,234,314</u>	<u>167,173,696</u>
<b>Changes in Net Position</b>	<u>\$ (1,040,680)</u>	<u>\$ (2,219,407)</u>	<u>\$ (11,968,139)</u>	<u>\$ (2,246,872)</u>	<u>\$ 9,442,683</u>

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

**(Concluded)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
General Fund:					
Restricted	\$	\$	\$ 132,321	\$ 47,673	\$ 64,476
Unassigned	25,833,260	23,329,406	19,575,536	22,150,492	21,631,309
Total General Fund	<u>\$ 25,833,260</u>	<u>\$ 23,329,406</u>	<u>\$ 19,707,857</u>	<u>\$ 22,198,165</u>	<u>\$ 21,695,785</u>
All Other Governmental Funds:					
Nonspendable	\$ 78,580	\$ 84,596	\$ 111,030	\$ 109,674	\$ 202,412
Restricted	22,362,356	22,056,698	23,802,631	28,580,097	16,257,715
Unassigned	(1,064,993)	(857,048)			
Total all other governmental funds	<u>\$ 21,375,943</u>	<u>\$ 21,284,246</u>	<u>\$ 23,913,661</u>	<u>\$ 28,689,771</u>	<u>\$ 16,460,127</u>

**(Continued)**



**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General Fund:					
Restricted	\$ 15,223	\$ 74,547	\$	\$	\$
Assigned				542,178	
Unassigned	18,434,367	17,112,775	11,525,390	18,031,714	
Unreserved					3,764,205
Total General Fund	<u>\$ 18,449,590</u>	<u>\$ 17,187,322</u>	<u>\$ 11,525,390</u>	<u>\$ 18,573,892</u>	<u>\$ 3,764,205</u>
All Other Governmental Funds:					
Nonspendable	\$ 338,315	\$ 265,742	\$ 317,111	\$ 293,468	\$
Restricted	14,180,875	8,342,462	9,678,683	14,184,806	
Unassigned		(800,145)	(1,101,467)	(2,901,426)	
Reserved					398,701
Unreserved, reported in:					
Special revenue funds					15,551,785
Capital projects funds					23,926,484
Debt service fund					2,217,469
Total all other governmental funds	<u>\$ 14,519,190</u>	<u>\$ 7,808,059</u>	<u>\$ 8,894,327</u>	<u>\$ 11,576,848</u>	<u>\$ 42,094,439</u>

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

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

**(Concluded)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Federal sources:</b>					
Federal grants	\$ 14,004,513	\$ 13,069,623	\$ 12,167,123	\$ 11,526,092	\$ 11,507,592
National School Lunch Program	7,678,960	7,665,266	7,810,921	6,880,166	6,962,577
Total federal sources	<u>21,683,473</u>	<u>20,734,889</u>	<u>19,978,044</u>	<u>18,406,258</u>	<u>18,470,169</u>
<b>State sources:</b>					
State equalization assistance	90,084,272	81,754,037	82,363,419	87,217,798	84,607,205
State grants	359,828	380,587	228,093	216,381	212,086
School Facilities Board	108,617	455,109	281,826	783,672	42,327
Other revenues	13,199,090	12,277,705	10,708,157	11,121,650	9,953,462
Total state sources	<u>103,751,807</u>	<u>94,867,438</u>	<u>93,581,495</u>	<u>99,339,501</u>	<u>94,815,080</u>
<b>Local sources:</b>					
Property taxes	76,949,882	72,461,538	70,327,175	63,295,286	67,640,066
County aid	8,068,822	8,030,135	7,898,409	8,278,207	8,075,346
Food service sales	2,893,000	2,522,753	2,537,482	2,377,697	2,449,302
Investment income	802,123	385,977	236,284	258,144	229,764
Other revenues	7,438,944	6,553,639	6,815,201	7,064,716	6,379,583
Total local sources	<u>96,152,771</u>	<u>89,954,042</u>	<u>87,814,551</u>	<u>81,274,050</u>	<u>84,774,061</u>
<b>Total revenues</b>	<u><u>\$ 221,588,051</u></u>	<u><u>\$ 205,556,369</u></u>	<u><u>\$ 201,374,090</u></u>	<u><u>\$ 199,019,809</u></u>	<u><u>\$ 198,059,310</u></u>

**(Continued)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Federal sources:</b>					
Federal grants	\$ 10,699,357	\$ 11,853,146	\$ 8,980,386	\$ 15,534,092	\$ 16,893,741
Impact aid		7,387	12,580	30,556	
National School Lunch Program	7,023,339	6,951,928	7,205,067	6,672,923	6,972,289
Total federal sources	<u>17,722,696</u>	<u>18,812,461</u>	<u>16,198,033</u>	<u>22,237,571</u>	<u>23,866,030</u>
<b>State sources:</b>					
State equalization assistance	81,771,599	80,478,393	75,113,873	74,592,021	77,684,259
State grants	194,988	369,000	218,701	504,654	779,533
School Facilities Board			100,579	56,690	84,128
Other revenues	11,813,747	7,251,934	7,358,553	6,466,183	6,689,274
Total state sources	<u>93,780,334</u>	<u>88,099,327</u>	<u>82,791,706</u>	<u>81,619,548</u>	<u>85,237,194</u>
<b>Local sources:</b>					
Property taxes	68,410,097	68,880,459	59,538,910	61,444,360	66,390,837
County aid	7,810,603	7,696,762	7,629,197	7,543,422	6,763,865
Food service sales	2,229,457	2,382,149	2,699,192	2,823,109	2,906,181
Investment income	212,614	303,207	202,719	476,060	672,088
Other revenues	6,483,088	7,183,607	7,341,346	7,086,061	7,770,990
Total local sources	<u>85,145,859</u>	<u>86,446,184</u>	<u>77,411,364</u>	<u>79,373,012</u>	<u>84,503,961</u>
<b>Total revenues</b>	<u>\$ 196,648,889</u>	<u>\$ 193,357,972</u>	<u>\$ 176,401,103</u>	<u>\$ 183,230,131</u>	<u>\$ 193,607,185</u>

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

**(Concluded)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 107,475,467	\$ 98,824,488	\$ 97,516,128	\$ 88,729,414	\$ 94,796,992
Support services - students and staff	26,507,929	24,395,695	23,701,167	21,183,076	21,067,311
Support services - administration	16,606,557	16,134,820	15,893,110	15,387,218	15,450,613
Operation and maintenance of plant services	21,178,056	20,471,004	20,372,857	19,379,983	19,022,657
Student transportation services	8,415,410	8,305,350	8,510,121	8,188,844	8,046,480
Operation of non-instructional services	12,023,474	11,586,982	11,212,135	10,243,663	10,496,833
Capital outlay	11,368,265	9,691,398	16,002,652	8,889,378	9,935,190
Debt service -					
Interest and fiscal charges	4,993,163	5,164,632	5,513,980	5,669,127	6,523,835
Principal retirement	10,630,000	10,103,588	9,919,714	9,055,177	7,485,965
Bond issuance costs				666,105	381,226
Payment to refunded bond escrow agent					
<b>Total expenditures</b>	<u>\$ 219,198,321</u>	<u>\$ 204,677,957</u>	<u>\$ 208,641,864</u>	<u>\$ 187,391,985</u>	<u>\$ 193,207,102</u>
Expenditures for capitalized assets	\$ 3,418,058	\$ 5,396,489	\$ 7,796,486	\$ 2,461,490	\$ 3,275,578
Debt service as a percentage of noncapital expenditures	7%	8%	8%	8%	7%

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 93,359,491	\$ 93,848,563	\$ 91,238,134	\$ 91,155,272	\$ 88,406,114
Support services - students and staff	24,341,555	22,460,754	22,273,185	21,629,495	21,625,987
Support services - administration	15,424,925	15,090,761	14,717,478	15,927,638	15,752,046
Operation and maintenance of plant services	18,751,672	18,448,751	16,825,782	19,149,419	17,253,095
Student transportation services	8,970,812	9,272,289	9,681,627	8,970,178	8,810,264
Operation of non-instructional services	12,000,806	12,040,607	11,593,802	11,159,236	11,618,961
Capital outlay	5,956,466	6,344,953	6,028,752	19,592,803	23,139,745
Debt service -					
Interest and fiscal charges	7,987,706	8,003,713	8,736,169	8,828,761	8,879,342
Principal retirement	4,395,207	2,764,423	5,885,000	2,420,000	1,130,000
Bond issuance costs		223,177			
Payment to refunded bond escrow agent		456,125			
<b>Total expenditures</b>	<u>\$ 191,188,640</u>	<u>\$ 188,954,116</u>	<u>\$ 186,979,929</u>	<u>\$ 198,832,802</u>	<u>\$ 196,615,554</u>
Expenditures for capitalized assets	\$ 1,231,927	\$ 1,427,896	\$ 8,443,966	\$ 12,857,923	\$ 12,934,613
Debt service as a percentage of noncapital expenditures	7%	6%	8%	6%	5%

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

**(Concluded)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ 2,389,730	\$ 878,412	\$ (7,267,774)	\$ 11,627,824	\$ 4,852,208
<b>Other financing sources (uses):</b>					
Refunding bonds issued				74,865,000	49,550,000
Premium on sale of bonds				6,415,429	7,980,173
Capital lease agreements					
Transfers in	1,209,237	1,134,574	972,943	1,131,564	6,288,035
Transfers out	(1,209,237)	(1,134,574)	(972,943)	(1,131,564)	(6,288,035)
Payment to refunded bond escrow agent				(80,083,491)	(57,059,346)
Insurance recoveries	211,837	140,156			
Total other financing sources (uses)	<u>211,837</u>	<u>140,156</u>	<u></u>	<u>1,196,938</u>	<u>470,827</u>
<b>Changes in fund balances</b>	<u>\$ 2,601,567</u>	<u>\$ 1,018,568</u>	<u>\$ (7,267,774)</u>	<u>\$ 12,824,762</u>	<u>\$ 5,323,035</u>
	<u><b>2014</b></u>	<u><b>2013</b></u>	<u><b>2012</b></u>	<u><b>2011</b></u>	<u><b>2010</b></u>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ 5,460,249	\$ 4,403,856	\$ (10,578,826)	\$ (15,602,671)	\$ (3,008,369)
<b>Other financing sources (uses):</b>					
Refunding bonds issued		25,930,000			
Premium on sale of bonds		898,835			
Capital lease agreements	397,914		824,160		
Transfers in	3,056,483	2,128,853	2,756,881	6,407,629	742,478
Transfers out	(3,056,483)	(2,128,853)	(2,756,881)	(6,407,629)	(742,478)
Payment to refunded bond escrow agent		(26,605,658)			
Total other financing sources (uses)	<u>397,914</u>	<u>223,177</u>	<u>824,160</u>	<u></u>	<u></u>
<b>Changes in fund balances</b>	<u>\$ 5,858,163</u>	<u>\$ 4,627,033</u>	<u>\$ (9,754,666)</u>	<u>\$ (15,602,671)</u>	<u>\$ (3,008,369)</u>

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**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>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Commercial, Industrial, Utilities and Mining	\$ 259,192,160	\$ 245,828,241	\$ 234,892,526	\$ 225,990,600	\$ 223,257,350
Agricultural and Vacant	46,766,971	44,110,628	44,007,966	50,655,946	56,008,495
Residential (Owner Occupied)	665,421,894	624,342,515	584,572,755	554,910,682	544,635,242
Residential (Rental)	302,458,387	289,322,011	281,380,444	267,331,069	237,438,722
Railroad, Private Cars and Airlines	5,516,293	5,784,094	5,666,504	6,190,826	6,702,329
Historical Property	844,741				
Certain Government Property Improvements	132,044	125,756	119,768	114,732	109,269
<b>Total</b>	<b>\$ 1,280,332,490</b>	<b>\$ 1,209,513,245</b>	<b>\$ 1,150,639,963</b>	<b>\$ 1,105,193,855</b>	<b>\$ 1,068,151,407</b>
Gross Full Cash Value	\$ 16,435,153,800	\$ 15,087,678,081	\$ 14,001,686,645	\$ 13,108,890,146	\$ 11,424,155,170
Ratio of Net Limited Assessed Value to Gross Full Cash Value	8%	8%	8%	8%	9%
Total Direct Rate	6.89	6.96	7.13	6.68	7.12

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	\$ 221,761,888	\$ 234,084,665	\$ 248,613,908	\$ 275,923,044	\$ 241,295,529
Agricultural and Vacant	63,894,334	61,728,105	92,518,073	139,586,744	137,813,644
Residential (Owner Occupied)	530,751,836	645,921,496	704,401,472	801,498,595	1,029,109,929
Residential (Rental)	196,188,068	110,709,178	106,013,797	113,612,343	117,378,013
Railroad, Private Cars and Airlines	6,215,556	6,084,029	5,514,367	7,744,359	8,623,928
Certain Government Property Improvements	101,355	106,801	100,167		
<b>Total</b>	<b>\$ 1,018,913,037</b>	<b>\$ 1,058,634,274</b>	<b>\$ 1,157,161,784</b>	<b>\$ 1,338,365,085</b>	<b>\$ 1,534,221,043</b>
Gross Full Cash Value	\$ 10,222,849,361	\$ 10,453,634,116	\$ 11,502,190,351	\$ 13,458,605,751	\$ 16,043,644,790
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	10%
Total Direct Rate	7.57	7.38	5.99	5.26	5.01

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Commercial, Industrial, Utilities and Mining	\$ 306,657,678	\$ 294,822,778	\$ 262,214,666	\$ 236,381,082	\$ 225,151,568
Agricultural and Vacant	81,628,269	73,317,132	61,854,646	66,110,318	64,109,421
Residential (Owner Occupied)	840,933,567	754,499,606	703,287,106	663,697,591	579,227,588
Residential (Rental)	390,549,726	356,441,611	340,733,264	322,712,184	256,392,968
Railroad, Private Cars and Airlines	6,591,862	6,720,393	6,059,948	6,308,989	6,766,786
Historical Property	1,354,533				
Certain Government Property Improvements	163,478	164,489	146,552	118,963	109,739
<b>Total</b>	<b>\$ 1,627,879,113</b>	<b>\$ 1,485,966,009</b>	<b>\$ 1,374,296,182</b>	<b>\$ 1,295,329,127</b>	<b>\$ 1,131,758,070</b>
Gross Full Cash Value	\$ 16,435,153,800	\$ 15,087,678,081	\$ 14,001,686,645	\$ 13,108,890,146	\$ 11,424,155,170
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	10%
Estimated Net Full Cash Value	\$ 14,127,531,205	\$ 12,805,223,294	\$ 11,901,636,129	\$ 11,075,547,682	\$ 9,518,000,693
Total Direct Rate	6.89	6.96	7.13	6.68	7.12

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	\$ 222,329,383	\$ 234,540,243	\$ 250,439,875	\$ 311,189,524	\$ 290,576,015
Agricultural and Vacant	70,554,732	64,639,520	96,710,352	172,939,434	206,636,257
Residential (Owner Occupied)	530,953,210	646,053,103	704,764,521	804,414,452	1,061,228,409
Residential (Rental)	197,854,147	110,930,601	106,405,059	117,667,332	126,488,979
Railroad, Private Cars and Airlines	6,275,534	6,202,807	6,164,988	9,289,004	10,208,890
Certain Government Property Improvements	101,355	111,574	100,167		
<b>Total</b>	<b>\$ 1,028,068,361</b>	<b>\$ 1,062,477,848</b>	<b>\$ 1,164,584,962</b>	<b>\$ 1,415,499,746</b>	<b>\$ 1,695,138,550</b>
Gross Full Cash Value	\$ 10,222,849,361	\$ 10,453,634,116	\$ 11,502,190,351	\$ 13,458,605,751	\$ 16,043,644,790
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	11%	11%
Estimated Net Full Cash Value	\$ 8,511,030,125	\$ 8,800,663,332	\$ 9,540,343,061	\$ 11,376,508,369	\$ 14,048,266,389
Total Direct Rate	7.57	7.38	5.99	5.26	5.01

**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.



**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
PROPERTY TAX ASSESSMENT RATIOS  
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	19 %	19 %
Agricultural and Vacant	15	15	15	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	14	15	14	15	16

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	20 %	20 %	20 %	21 %	22 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	15	17	18

**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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates											District Direct Rates		
	State	County	County Free Library	Flood Control District	Community College District	Fire District Assistance	Central Arizona Water	City of Glendale	City of Surprise	City of El Mirage	Western Maricopa Education Center District	Primary	Secondary	Total
	Equalization	County	Library	District	District	Assistance	Water	Glendale	Surprise	El Mirage	Center District	Primary	Secondary	Total
2019	0.47	1.40	0.06	0.18	1.38	0.01	0.14	1.98	1.18	3.96	0.15	4.11	2.79	6.89
2018	0.49	1.40	0.06	0.18	1.41	0.01	0.14	2.08	0.76	3.63	0.18	4.16	2.80	6.96
2017	0.50	1.40	0.06	0.18	1.47	0.01	0.14	2.15	0.76	3.78	0.08	4.22	2.91	7.13
2016	0.51	1.36	0.06	0.16	1.49	0.01	0.14	2.20	0.76	3.84	0.07	4.27	2.41	6.68
2015	0.51	1.32	0.05	0.14	1.52	0.01	0.14	2.15	0.76	3.54	0.08	4.35	2.77	7.12
2014	0.51	1.28	0.04	0.14	1.53	0.01	0.14	2.29	0.78	4.04	0.06	4.62	2.95	7.57
2013	0.47	1.24	0.05	0.18	1.38	0.01	0.10	1.91	0.74	3.89	0.05	4.65	2.73	7.38
2012	0.43	1.24	0.05	0.18	1.21	0.01	0.10	1.60	0.67	2.87	0.05	3.41	2.58	5.99
2011	0.36	1.05	0.04	0.14	0.97	0.01	0.10	1.60	0.67	2.29	0.05	3.17	2.09	5.26
2010	0.33	0.99	0.04	0.14	0.72	0.01	0.10	1.60	0.57	1.57	0.05	3.28	1.73	5.01

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2019</u>		<u>2010</u>	
	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Limited Assessed Valuation</u>	<u>Net Full Cash Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
Arizona Public Service Company	\$ 32,392,412	2.53 %	\$ 27,630,758	1.63 %
Southwest Gas Corporation	7,810,028	0.61	7,289,096	0.43
EPCOR - Agua Fria Water Division	6,529,696	0.51		
Burlington Northern/Santa Fe Railway Co.	6,145,596	0.48	10,679,373	0.63
Wal-Mart Stores Inc.	6,145,596	0.48	6,780,554	0.40
WSL Heritage Investors VLLC	3,200,831	0.25	4,915,902	0.29
Skyway LLC	3,200,831	0.25		
Ccd Real Estate Holdings LLC	3,072,798	0.24		
Roberts Properties Ltd.	2,560,665	0.20		
Surprise Pointe LLC	2,432,632	0.19		
Asante LH LLC			7,458,610	0.44
Pulte Home Corporation			5,932,985	0.35
Surprise Center Development LLC			5,763,471	0.34
Austin Ranch LLC			5,593,957	0.33
Courtland Homes, Inc.			4,915,902	0.29
Total	<u>\$ 73,491,085</u>	<u>5.74 %</u>	<u>\$ 86,960,608</u>	<u>5.13 %</u>

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
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
2019	\$ 89,307,919	\$ 84,683,216	94.82 %	\$	\$ 84,683,216	94.82 %
2018	84,179,993	79,482,649	94.42	4,676,104	84,158,753	99.97
2017	81,939,513	77,268,020	94.30	4,654,297	81,922,317	99.98
2016	73,873,828	72,699,553	98.41	1,159,762	73,859,315	99.98
2015	77,671,330	73,504,910	94.64	4,155,676	77,660,586	99.99
2014	77,143,241	72,845,613	94.43	4,280,971	77,126,584	99.98
2013	78,353,400	74,045,899	94.50	4,294,262	78,340,161	99.98
2012	69,079,242	64,769,995	93.76	3,518,874	68,288,869	98.86
2011	71,529,407	67,346,889	94.15	4,178,399	71,525,288	99.99
2010	80,148,593	71,278,936	88.93	4,903,923	76,182,859	95.05

**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.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt			
	General Obligation Bonds and Premium	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income
2019	\$ 142,445,202	\$ 981,629	\$ 141,463,573	0.86 %	786	\$	\$ 142,445,202	0.87 %	791	N/A %
2018	149,059,931	579,933	148,479,998	0.98	829		149,059,931	0.99	833	0.08
2017	164,559,660	655,474	163,904,186	1.17	953	233,588	164,793,248	1.18	958	0.10
2016	174,673,389	1,146,856	173,526,533	1.32	1,015	458,302	175,131,691	1.34	1,024	0.09
2015	176,912,797	976,375	175,936,422	1.54	1,029	674,479	177,587,276	1.55	1,039	0.11
2014	171,785,000	1,449,603	170,335,397	1.67	1,008	882,444	172,667,444	1.69	1,022	0.12
2013	174,425,000	1,264,830	173,160,170	1.66	1,025	699,737	175,124,737	1.68	1,036	0.12
2012	180,310,000	1,159,135	179,150,865	1.56	1,073	824,160	181,134,160	1.57	1,085	0.13
2011	180,310,000	3,175,831	177,134,169	1.32	1,042		180,310,000	1.34	1,061	0.13
2010	183,860,000	1,130,000	182,730,000	1.14	1,075		183,860,000	1.15	1,082	0.12

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**JUNE 30, 2019**

<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:			
Community College District	\$ 380,740,000	3.19 %	\$ 12,145,606
Agua Fria Ranch Community Facilities District	1,925,000	100.00	1,925,000
Marley Park Community Facilities District	14,330,000	100.00	14,330,000
Western Maricopa Education Center	126,600,000	8.63	10,925,580
City of Glendale	146,985,000	0.08	117,588
City of El Mirage	23,595,000	97.96	23,113,662
City of Surprise	81,472,864	96.40	78,539,841
Subtotal, Overlapping Debt			<u>141,097,277</u>
Direct:			
Dysart Unified School District No. 89			<u>142,445,202</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 283,542,479</u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		10.23 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,570	
As a Percentage of Net Limited Assessed Valuation		21.25 %
As a Percentage of Gross Full Cash Value		1.66 %

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

**Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.

2) Outstanding debt as of June 30, 2018 is presented for the overlapping governments as this is the most recent available information.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

**Class B Bond Legal Debt Margin Calculation for Fiscal Year 2019:**

Net full cash assessed valuation	\$ 1,627,879,113
Debt limit (20% of assessed value)	325,575,823
Debt applicable to limit	<u>131,923,000</u>
Legal debt margin	<u><u>\$ 193,652,823</u></u>

**Total Legal Debt Margin Calculation for Fiscal Year 2019:**

Net full cash assessed valuation	\$ 1,627,879,113
Debt limit (30% of assessed value)	488,363,734
Debt applicable to limit	<u>131,923,000</u>
Legal debt margin	<u><u>\$ 356,440,734</u></u>

**Fiscal Year Ended June 30**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Debt Limit	\$ 488,363,734	\$ 445,789,803	\$ 412,288,855	\$ 388,598,738	\$ 339,527,421
Total net debt applicable to limit	<u>131,923,000</u>	<u>137,263,000</u>	<u>151,488,000</u>	<u>160,327,000</u>	<u>167,605,000</u>
Legal debt margin	<u><u>\$ 356,440,734</u></u>	<u><u>\$ 308,526,803</u></u>	<u><u>\$ 260,800,855</u></u>	<u><u>\$ 228,271,738</u></u>	<u><u>\$ 171,922,421</u></u>
Total net debt applicable to the limit as a percentage of debt limit	27%	31%	37%	41%	49%

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Debt Limit	\$ 308,420,508	\$ 318,743,354	\$ 349,375,489	\$ 424,649,924	\$ 508,541,565
Total net debt applicable to limit	<u>171,785,000</u>	<u>174,425,000</u>	<u>180,310,000</u>	<u>180,310,000</u>	<u>183,860,000</u>
Legal debt margin	<u><u>\$ 136,635,508</u></u>	<u><u>\$ 144,318,354</u></u>	<u><u>\$ 169,065,489</u></u>	<u><u>\$ 244,339,924</u></u>	<u><u>\$ 324,681,565</u></u>
Total net debt applicable to the limit as a percentage of debt limit	56%	55%	52%	42%	36%

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

**Notes:** 1) The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds outstanding and the statutory debt limit on Class B bonds outstanding. The calculations of the debt margins are presented in detail for the current fiscal year only.

2) Prior to FY17, net bond premium was restricted by amount and not subject to the statutory debt limit. Beginning with FY17, any additional net premium used for capital projects, bond counsel, printing and preparation of offering documents, a financial advisor, paying agent costs or to pay down debt is counted against both debt limits with the exception of amounts of premium deposited into the Debt Service Fund or a refunding escrow to pay interest payments.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**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>
2018	4,294,460	\$ N/A	\$ N/A	4.1 %	180,000
2017	4,221,684	196,286,191	45,573	4.2	179,000
2016	4,137,076	158,111,698	43,628	4.5	172,000
2015	4,076,438	184,784,917	42,092	5.5	171,000
2014	4,008,651	168,483,421	27,256	5.9	171,000
2013	4,009,412	147,700,000	27,552	6.2	169,000
2012	3,824,058	147,374,500	38,538	9.1	169,000
2011	3,843,370	142,864,275	37,352	8.4	167,000
2010	3,817,117	142,091,618	35,319	9.1	170,000
2009	3,862,036	147,122,078	37,168	8.7	170,000

**Sources:** The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information from 2009 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2018, the source of the information is the Arizona Office of Employment and Population Statistics.

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



**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2019</u>		<u>2010</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Banner Health Systems	45,894	2.23	27,431	1.43
State of Arizona	37,040	1.80 %	52,420	2.73 %
Wal-Mart Stores Inc.	33,619	1.63	31,280	1.63
Fry's Food and Drug Stores	20,165	0.98		
Wells Fargo & Co.	16,300	0.79	14,000	0.73
University of Arizona	15,967	0.78		
Amazon.com Inc.	15,000	0.73		
Arizona State University	14,889	0.72	12,043	0.63
City of Phoenix	14,821	0.72	16,375	0.85
Maricopa County	13,595	0.66	12,996	0.68
Apollo Group Inc.			12,299	0.64
Raytheon Co.			11,500	0.60
Honeywell Aerospace			10,145	0.53
Total	<u>227,290</u>	<u>11.04 %</u>	<u>200,489</u>	<u>10.45 %</u>
Total employment	<u>2,060,000</u>		<u>1,923,600</u>	

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

**Note:** The principal employers were not available for the District alone, therefore, the principal employers for Maricopa County are presented.

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<b>Full-time Equivalent Employees as of June 30</b>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	15	14	13	10	13
Principals	24	23	23	23	23
Assistant principals	30	31	29	30	28
Total supervisory	<u>69</u>	<u>68</u>	<u>65</u>	<u>63</u>	<u>64</u>
<b>Instruction</b>					
Teachers	1,240	1,231	1,233	1,170	1,312
Aides	225	217	200	168	175
Total instruction	<u>1,465</u>	<u>1,448</u>	<u>1,433</u>	<u>1,338</u>	<u>1,487</u>
<b>Student Services</b>					
Librarians	4	4	4	13	14
Technicians	4	4	4	4	4
Total student services	<u>8</u>	<u>8</u>	<u>8</u>	<u>17</u>	<u>18</u>
<b>Support and Administration</b>					
Other classified	710	670	659	656	697
Total support and administration	<u>710</u>	<u>670</u>	<u>659</u>	<u>656</u>	<u>697</u>
<b>Total</b>	<u><u>2,252</u></u>	<u><u>2,194</u></u>	<u><u>2,165</u></u>	<u><u>2,074</u></u>	<u><u>2,266</u></u>

(Continued)

**DYSART UNIFIED SCHOOL DISTRICT NO. 89**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	14	14	15	15	20
Principals	23	24	24	25	25
Assistant principals	29	24	25	28	32
Total supervisory	<u>66</u>	<u>62</u>	<u>64</u>	<u>68</u>	<u>77</u>
<b>Instruction</b>					
Teachers	1,298	1,243	1,237	1,233	1,296
Aides	173	193	201	208	232
Total instruction	<u>1,471</u>	<u>1,436</u>	<u>1,438</u>	<u>1,441</u>	<u>1,528</u>
<b>Student Services</b>					
Librarians	14	22	24	20	24
Technicians	3	3	3	4	2
Total student services	<u>17</u>	<u>25</u>	<u>27</u>	<u>24</u>	<u>26</u>
<b>Support and Administration</b>					
Other classified	755	778	792	685	803
Total support and administration	<u>755</u>	<u>778</u>	<u>792</u>	<u>685</u>	<u>803</u>
<b>Total</b>	<u><u>2,309</u></u>	<u><u>2,301</u></u>	<u><u>2,321</u></u>	<u><u>2,218</u></u>	<u><u>2,434</u></u>

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

**(Concluded)**

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2019	22,857	\$ 192,206,893	\$ 8,409	10.07 %	\$ 205,315,749	\$ 8,983	9.11 %	1,465	15.6	51.0 %
2018	23,523	179,718,339	7,640	2.86	193,655,842	8,233	1.94	1,448	16.2	52.0
2017	23,857	177,205,518	7,428	9.49	192,675,333	8,076	7.22	1,433	16.6	51.0
2016	24,044	163,112,198	6,784	0.72	181,117,142	7,533	(3.57)	1,338	18.0	52.0
2015	25,073	168,880,886	6,736	(3.94)	195,852,587	7,811	(2.61)	1,487	16.9	48.0
2014	24,651	172,849,261	7,012	1.01	197,720,879	8,021	0.69	1,471	16.8	47.9
2013	24,656	171,161,725	6,942	(1.55)	196,414,721	7,966	(0.48)	1,436	17.2	49.9
2012	23,589	166,330,008	7,051	(3.33)	188,822,492	8,005	0.56	1,438	16.4	51.4
2011	23,031	167,991,238	7,294	1.78	183,337,210	7,960	(4.93)	1,441	16.0	50.1
2010	22,809	163,466,467	7,167	(1.86)	190,977,133	8,373	(1.82)	1,528	14.9	52.4

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

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

**DYSART UNIFIED SCHOOL DISTRICT NO. 89  
CAPITAL ASSETS INFORMATION  
LAST TEN FISCAL YEARS**

	<b>Fiscal Year Ended June 30</b>									
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b><u>Schools</u></b>										
<b>Elementary</b>										
Buildings	51	51	51	51	51	51	51	51	51	52
Square feet	1,988,998	1,988,998	1,988,998	1,988,998	1,988,998	1,988,998	1,988,998	1,985,398	1,985,398	1,943,667
Capacity	21,582	21,582	21,582	21,582	21,582	21,582	21,582	21,482	21,482	20,852
Enrollment	18,302	18,302	18,302	18,302	18,302	18,192	17,364	17,880	17,295	17,544
<b>High</b>										
Buildings	33	33	33	33	33	33	33	33	30	23
Square feet	1,154,024	1,154,024	1,154,024	1,154,024	1,154,024	1,154,024	1,154,024	1,154,024	1,130,500	791,671
Capacity	5,934	8,984	8,984	8,984	8,984	8,984	8,984	8,984	8,376	7,841
Enrollment	7,726	7,726	7,726	7,726	7,726	7,940	7,163	6,709	6,549	5,994
<b>Other</b>										
Buildings	8	8	8	8	8	8	8	8	8	4
Square feet	97,342	97,342	97,342	97,342	97,342	97,342	97,342	97,342	97,342	40,254
<b><u>Administrative</u></b>										
Buildings	2	2	2	2	2	2	2	2	2	2
Square feet	88,276	88,276	88,276	88,276	88,276	88,276	88,276	88,276	88,276	88,275
<b><u>Transportation</u></b>										
Garages	2	2	2	2	2	2	2	2	2	2
Buses	152	152	152	154	154	156	163	168	168	155
<b><u>Athletics</u></b>										
Football fields	4	4	4	4	4	4	4	4	4	3
Soccer fields	19	19	19	19	19	19	19	19	19	19
Running tracks	4	4	4	4	4	4	4	4	4	3
Baseball/softball	21	21	21	21	21	21	21	21	21	21
Playgrounds	21	21	21	21	21	21	21	21	21	21

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