
MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2018



MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

COTTONWOOD, ARIZONA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Issued by:
Business and Finance Department

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

TABLE OF CONTENTS

<u>INTRODUCTORY SECTION</u>	<u>Page</u>
Letter of Transmittal	1
ASBO Certificate of Excellence	5
GFOA Certificate of Achievement	6
Organizational Chart	7
List of Principal Officials	8
<u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITOR’S REPORT	11
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)	15
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	28
Statement of Activities	29
Fund Financial Statements:	
Balance Sheet – Governmental Funds	32
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position	35
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	36
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities	38
Statement of Assets and Liabilities – Fiduciary Funds	39
Notes to Financial Statements	40

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
REQUIRED SUPPLEMENTARY INFORMATION	
Schedule of Revenues Expenditures and Changes in Fund Balances – Budget and Actual:	
General Fund	66
Joint Technical Education Fund	67
Pension Schedules	68
OPEB Schedules	69
Notes to Required Supplementary Information	71
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Governmental Funds:	
Combining Balance Sheet – All Non-Major Governmental Funds – By Fund Type	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Non-Major Governmental Funds - By Fund Type	77
Special Revenue Funds:	
Combining Balance Sheet	80
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	86
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	92
Debt Service Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	112

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Capital Projects Funds:	
Combining Balance Sheet	114
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	115
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	116
Agency Funds:	
Combining Statement of Assets and Liabilities	122
Combining Statement of Changes in Assets and Liabilities	123
 <u>STATISTICAL SECTION</u>	
Financial Trends:	
Net Position by Component	127
Expenses, Program Revenues, and Net (Expense)/Revenue	128
General Revenues and Total Changes in Net Position	130
Fund Balances – Governmental Funds	132
Governmental Funds Revenues	134
Governmental Funds Expenditures and Debt Service Ratio	136
Other Financing Sources and Uses and Net Changes in Fund Balances – Governmental Funds	138

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

TABLE OF CONTENTS

<u>STATISTICAL SECTION</u>	<u>Page</u>
Revenue Capacity:	
Net Limited Assessed Value and Full Cash Value of Taxable Property by Class	139
Net Full Cash Assessed Value of Taxable Property by Class	140
Property Tax Assessment Ratios	141
Direct and Overlapping Property Tax Rates	142
Principal Property Taxpayers	143
Property Tax Levies and Collections	144
Debt Capacity:	
Outstanding Debt by Type	145
Direct and Overlapping Governmental Activities Debt	146
Direct and Overlapping General Bonded Debt Ratios	146
Legal Debt Margin Information	147
Demographic and Economic Information:	
County-Wide Demographic and Economic Statistics	148
Principal Employers	149
Operating Information:	
Full-Time Equivalent District Employees by Type	150
Operating Statistics	152
Capital Assets Information	153

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INTRODUCTORY SECTION

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MINGUS UNION HIGH SCHOOL DISTRICT # 4

**1801 East Fir Street
Cottonwood, AZ 86326**



December 10, 2018

Citizens and Governing Board
Mingus Union High School District No. 4
1801 East Fir Street
Cottonwood, Arizona 86326

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 Mingus Union High School District No. 4 (District) for the fiscal year ended June 30, 2018.

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, 2018, 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, 2018, 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 25 public school districts located in Yavapai County, Arizona. It provides a program of public education from ninth through grade twelve, with an estimated current enrollment of 1,244 resident students and 56 students from other local school districts that pay tuition to attend Mingus Union High School giving the district a total enrollment of 1,300.

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

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

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

Mingus Union High School was established through the unification of Cottonwood High School and Mingus High School in 1959.

The District is located in Cottonwood, Arizona. Cottonwood is located about 60 miles south of Flagstaff, Arizona (“Flagstaff”) in the Verde Valley, at an elevation of 3,320 feet above sea level. Cottonwood, which was founded in 1879 and incorporated in 1960, is near the geographical center of Arizona and only about 100 miles north of the metropolitan Phoenix area.

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.

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. Cottonwood serves as the trading center for the Verde Valley, with a wide variety of retail establishments, professional services, and manufacturing concerns. Verde Valley Medical Center is one of the finest diagnostic and treatment centers in Northern Arizona. The travel and tourism industries are also important to Cottonwood’s economy.

Due to Cottonwood’s proximity to various recreational and scenic attractions, including the Verde River, Prescott and Coconino National Forests, tourism contributes greatly to Cottonwood’s economy. Riverfront Park and Dead Horse Ranch State Park provide access to the Verde River Greenway. The Verde Canyon Railroad offers views into the remote Sycamore Canyon Wilderness.

A few of the major firms represented in Cottonwood include Griffith Enterprises, Home Depot, Verde Valley Medical Center, Wal-Mart Stores, Inc., Arizona Public Service, and the City of Cottonwood. In addition, the Verde Valley area provides excellent educational and training opportunities through Yavapai College, consisting of six different campuses and currently serving about 7,500 students each year. The main campus is located approximately 50 miles away in Prescott, Arizona (“Prescott”), while the Verde Valley campus in nearby Clarkdale features a state-of-the-art computer lab, library, and learning center. Northern Arizona University’s main campus is located 60 miles away in Flagstaff and has a current enrollment of approximately 30,368 students, including satellite campuses. The University focuses on undergraduate education but offers a wide range of graduate programs as well.

Long-term Financial Planning. In 2018, the district completed the construction of a classroom expansion and wrestling room project. This project was funded through a Capital Bond passed by the District in 2015. In addition to the new construction, the District purchased a fleet of school buses, classroom furniture, student chromebooks, and completed a number of infrastructure repairs to the grounds and building. This puts the District at an advantage to be able to use future capital funding from the state for new projects such as textbook adoption, upgrading software systems, a kitchen remodel, and still have funds for ongoing maintenance. The balance of bond bonds, approximately \$200,000 will be used to upgrade the security cameras on campus and purchase additional chromebooks.

Enrollment continues to rise and estimates for this year's average daily membership appears to be on target. Most of the increase this year is in the 10th and 11th grade. With current year funding, administration will keep a close eye on enrollment as this directly correlates to the amount of funding the District will receive this year. Additionally, the goal is to increase the carryforward substantially this coming year. In 2017-18, the District anticipates a carryforward of \$115,000, approximately 1.6 percent of the general budget limit. The goal for 2018-19 is three percent or approximately \$245,993. This will provide an adequate buffer should enrollment decline.

AWARDS AND ACKNOWLEDGMENTS

Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2017. This was the 10th consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2017. 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, 2018 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,



Regina Gee
Superintendent



Lynn Leonard
Business Manager



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Mingus Union High School District No. 4

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2017.**

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



A handwritten signature in black ink, reading 'Charles E. Peterson, Jr.'.

Charles E. Peterson, Jr., SFO, RSBA, MBA
President

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

John D. Musso, CAE
Executive Director



Government Finance Officers Association

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

Presented to

**Mingus Union High School
District No. 4, Arizona**

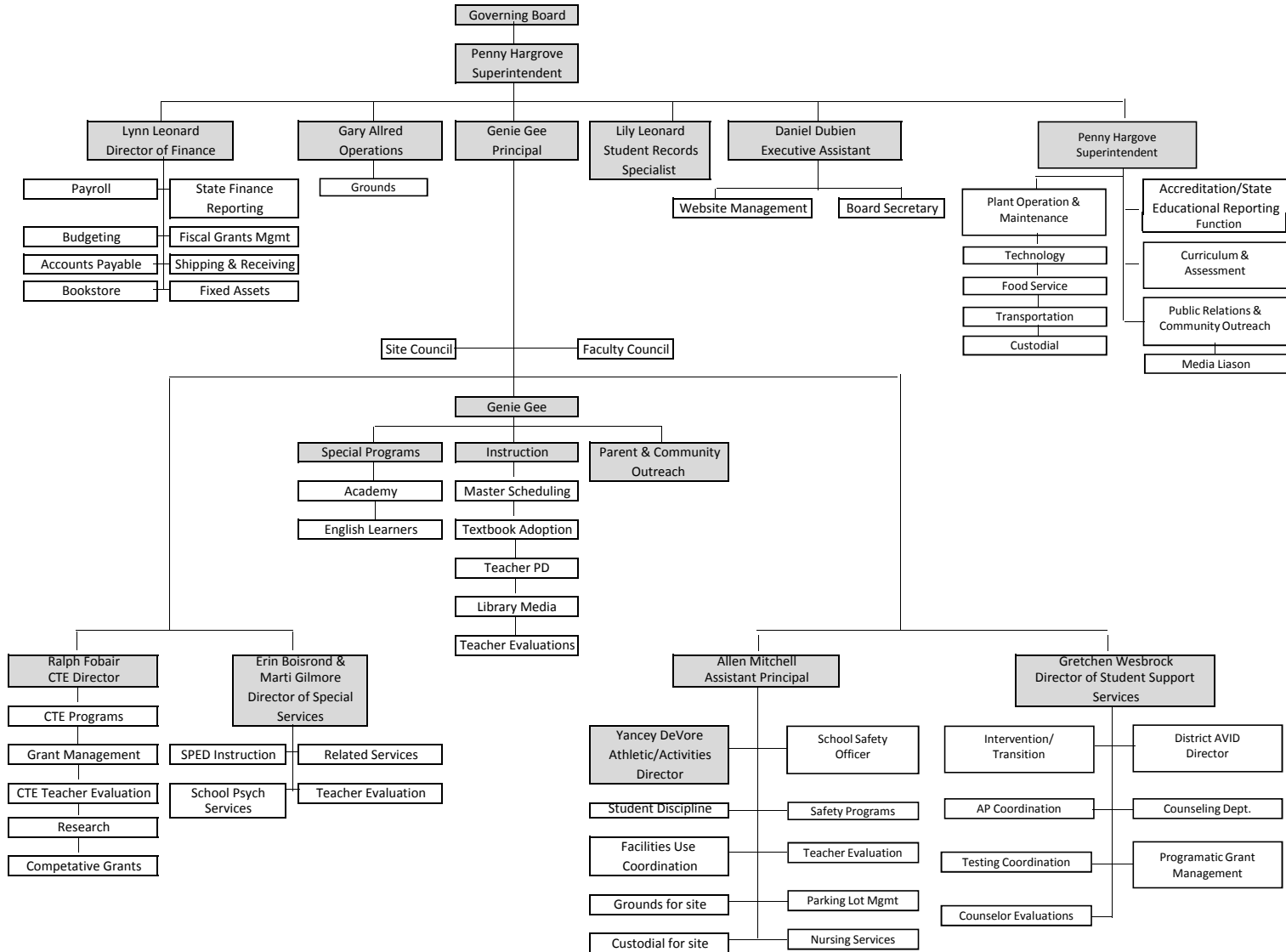
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morill

Executive Director/CEO

**Mingus Union High School District
Organization/Function Chart
2017-2018**



MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Anita Glazar, President

Lori Drake, Clerk

Steve Gesell, Member

Anthony Lozano, Member

James Ledbetter, Member

ADMINISTRATIVE STAFF

Regina Gee, Superintendent

Lynn Leonard, Business Manager

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Mingus Union High School District No. 4

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 Mingus Union High School District No. 4 (District), as of and for the year ended June 30, 2018, 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 Mingus Union High School District No. 4, as of June 30, 2018, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, for the year ended June 30, 2018, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, 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 December 10, 2018, on our consideration of Mingus Union High School District No. 4's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Mingus Union High School District No. 4's internal control over financial reporting and compliance.

Heinfeld, Meech & Co., P.C.

Heinfeld, Meech & Co., P.C.
Flagstaff, Arizona
December 10, 2018

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

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**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

As management of the Mingus Union High School District No. 4 (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, 2018. 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 \$275,818 which represents an 31 percent increase from the prior fiscal year as a result of the net effect of pension activities.
- General revenues accounted for \$9.8 million in revenue, or 81 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$2.3 million or 19 percent of total current fiscal year revenues.
- The District had approximately \$11.8 million in expenses related to governmental activities, an increase of seven percent from the prior fiscal year primarily due to increased wages and salaries.
- Among major funds, the General Fund had \$7.8 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$7.5 million in expenditures. The General Fund's fund balance increase from \$623,218 at the prior fiscal year end to \$753,636 at the end of the current fiscal year was primarily due to increased revenues due to increased student population.

OVERVIEW OF FINANCIAL STATEMENTS

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

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

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

OVERVIEW OF FINANCIAL STATEMENTS

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

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

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

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

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.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

OVERVIEW OF FINANCIAL STATEMENTS

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Joint Technical Education, Debt Service, Unrestricted Capital Outlay, and Bond Building 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.

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.

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 and Joint Technical Education Funds 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 \$1.2 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, construction in progress, buildings and improvements, and vehicles, furniture and equipment), 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 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.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2018 and June 30, 2017.

	As of June 30, 2018	As of June 30, 2017
Current and other assets	\$ 2,005,517	\$ 3,439,540
Capital assets, net	19,468,120	20,253,327
Total assets	<u>21,473,637</u>	<u>23,692,867</u>
Deferred outflows	<u>1,555,224</u>	<u>1,934,112</u>
Current and other liabilities	164,107	646,251
Long-term liabilities	21,105,009	22,764,877
Total liabilities	<u>21,269,116</u>	<u>23,411,128</u>
Deferred inflows	<u>586,586</u>	<u>1,256,164</u>
Net position:		
Net investment in capital assets	7,413,369	7,341,629
Restricted	936,426	1,012,197
Unrestricted	(7,176,636)	(7,394,139)
Total net position	<u>\$ 1,173,159</u>	<u>\$ 959,687</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 \$7.2 million 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 results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets. The following are significant current year transactions that have had an impact on the Statement of Net Position.

- The principal retirement of \$1.5 million of bonds.
- The additions of \$879,870 in capital assets as a result of completion of three new classrooms.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

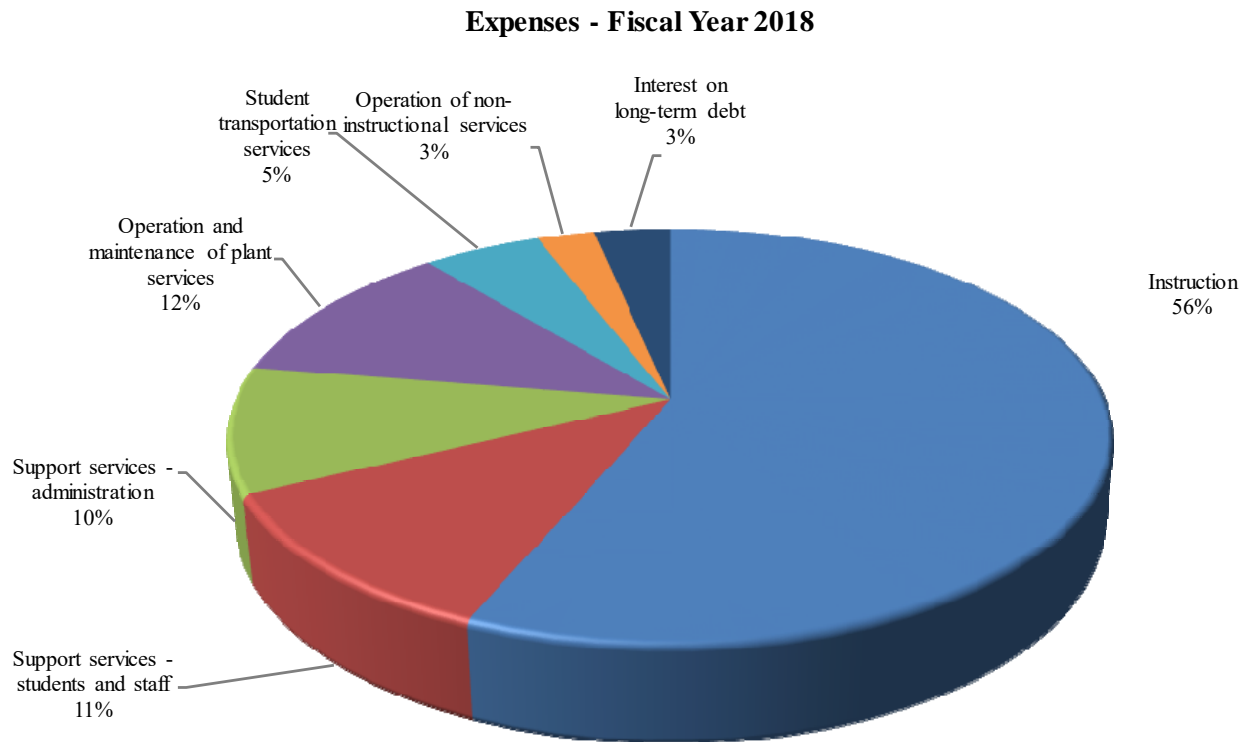
GOVERNMENT-WIDE FINANCIAL ANALYSIS

Changes in net position. The District's total revenues for the current fiscal year were \$12.1 million. The total cost of all programs and services was \$11.8 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2018 and June 30, 2017.

	Fiscal Year Ended June 30, 2018	Fiscal Year Ended June 30, 2017
Revenues:		
Program revenues:		
Charges for services	\$ 1,019,856	\$ 796,277
Operating grants and contributions	1,312,402	1,064,492
Capital grants and contributions	9,716	211,236
General revenues:		
Property taxes	6,501,392	6,585,761
Investment income	29,107	21,085
Unrestricted county aid	234,347	166,823
Unrestricted state aid	2,734,682	2,053,400
Unrestricted federal aid	256,043	98,380
Total revenues	<u>12,097,545</u>	<u>10,997,454</u>
Expenses:		
Instruction	6,661,502	6,200,112
Support services - students and staff	1,359,311	1,251,220
Support services - administration	1,147,210	1,075,649
Operation and maintenance of plant services	1,359,587	1,191,268
Student transportation services	608,417	648,447
Operation of non-instructional services	297,011	301,875
Interest on long-term debt	388,689	423,770
Total expenses	<u>11,821,727</u>	<u>11,092,341</u>
Changes in net position	275,818	(94,887)
Net position, beginning	959,687	1,054,574
Net effect of prior period adjustments	(62,346)	
Net position, beginning as restated	897,341	
Net position, ending	<u>\$ 1,173,159</u>	<u>\$ 959,687</u>

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- The \$223,579 increase in charge for services due to increased enrollment and tuition.
- The \$681,282 increase in unrestricted state aid due to increased enrollment and increased funding for the 1.06 increase in teacher pay.
- The increase of \$461,390 in instruction expense due to increased teachers wages and benefits.

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.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	Year Ended June 30, 2018		Year Ended June 30, 2017	
	Total Expenses	Net (Expense)/ Revenue	Total Expenses	Net (Expense)/ Revenue
Instruction	\$ 6,661,502	\$ (5,172,044)	\$ 6,200,112	\$ (4,756,608)
Support services - students and staff	1,359,311	(958,623)	1,251,220	(1,071,495)
Support services - administration	1,147,210	(1,138,246)	1,075,649	(1,033,489)
Operation and maintenance of plant services	1,359,587	(1,219,625)	1,191,268	(1,071,398)
Student transportation services	608,417	(608,417)	648,447	(648,447)
Operation of non-instructional services	297,011	5,891	301,875	(15,129)
Interest on long-term debt	388,689	(388,689)	423,770	(423,770)
Total	<u>\$ 11,821,727</u>	<u>\$ (9,479,753)</u>	<u>\$ 11,092,341</u>	<u>\$ (9,020,336)</u>

- The cost of all governmental activities this year was \$11.8 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$2.3 million.
- Net cost of governmental activities of \$9.5 million was financed by general revenues, which are made up of primarily property taxes of \$6.5 million and state, federal and county aid of \$3.2 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 \$1.7 million, a decrease of \$879,297 due primarily to increased salaries and benefits due to teacher pay increases and completion of construction projects.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 45 percent of the total fund balance. Approximately \$748,936, or 99 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$130,418 to \$753,626 as of fiscal year end was primarily a result of increased revenues due to increased student population. General fund revenues increased \$681,771 primarily as a result of increased student population.

The decrease in fund balance of \$722,311 in the Bond Building Fund to \$318,312 was due primarily to completion of construction projects.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in enrollment. The difference between the original budget and the final amended budget was a \$160,209 increase or two percent.

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

- The unfavorable variance of \$49,724 in support services-student and staff resulted primarily due to unplanned turnover in staff.
- The favorable variance of \$170,598 in instruction was primarily due to conservative fiscal spending.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$35.6 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net decrease prior to depreciation of \$15,501 from the prior fiscal year. Total depreciation expense for the current fiscal year was \$1.3 million.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

CAPITAL ASSETS AND DEBT ADMINISTRATION

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2018 and June 30, 2017.

	As of June 30, 2018	As of June 30, 2017
Capital assets - non-depreciable	\$ 30,000	\$ 1,145,568
Capital assets - depreciable, net	19,438,120	19,107,759
Total	<u>\$ 19,468,120</u>	<u>\$ 20,253,327</u>

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

Debt Administration. At year-end, the District had \$12.7 million in long-term debt outstanding, \$1.6 million due within one year. Long-term debt decreased by \$1.6 million primarily due to current year bond and lease payments.

The District's general obligation bonds are subject to two limits: the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 15 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 10 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$47.9 million and the Class B debt limit is \$31.9 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

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

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 2018-19 budget. Among them:

- Fiscal year 2017-18 budget balance carry forward (estimated \$131,875).
- District student population (estimated 1,702).

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 16 percent to \$8.2 million in fiscal year 2018-19. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2018-19 budget.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2018**

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, Mingus Union High School District No. 4, 1801 East Fir Street, Cottonwood, Arizona 86326.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
STATEMENT OF NET POSITION
JUNE 30, 2018

	<u>Governmental Activities</u>
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 816,717
Property taxes receivable	186,481
Deposits	5,007
Accounts receivable	142,895
Due from governmental entities	809,740
Inventory	16,014
Total current assets	<u>1,976,854</u>
Noncurrent assets:	
Net other postemployment benefit assets	28,663
Capital assets not being depreciated	30,000
Capital assets, net of accumulated depreciation	19,438,120
Total noncurrent assets	<u>19,496,783</u>
Total assets	<u>21,473,637</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Deferred charge on refunding	308,668
Pension and other postemployment benefit plan items	1,246,556
Total deferred outflows of resources	<u>1,555,224</u>
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	81,688
Compensated absences payable	24,525
Unearned revenues	82,419
Obligations under capital leases	63,966
Bonds payable	1,535,000
Total current liabilities	<u>1,787,598</u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	19,481,518
Total noncurrent liabilities	<u>19,481,518</u>
Total liabilities	<u>21,269,116</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension and other postemployment benefit plan items	<u>586,586</u>
<u>NET POSITION</u>	
Net investment in capital assets	7,413,369
Restricted for:	
Voter approved initiatives	82,406
Food service	75,312
Extracurricular activities	132,380
Gifts and donations	172,022
Insurance refund	142,895
Other local initiatives	105,225
Debt service	225,831
Capital outlay	355
Unrestricted	(7,176,636)
Total net position	<u>\$ 1,173,159</u>

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 6,661,502	\$ 917,317	\$ 562,425	\$ 9,716	\$ (5,172,044)
Support services - students and staff	1,359,311		400,688		(958,623)
Support services - administration	1,147,210		8,964		(1,138,246)
Operation and maintenance of plant services	1,359,587	37,405	102,557		(1,219,625)
Student transportation services	608,417				(608,417)
Operation of non-instructional services	297,011	65,134	237,768		5,891
Interest on long-term debt	388,689				(388,689)
Total governmental activities	<u>\$ 11,821,727</u>	<u>\$ 1,019,856</u>	<u>\$ 1,312,402</u>	<u>\$ 9,716</u>	<u>(9,479,753)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	4,855,227
Property taxes, levied for debt service	1,547,492
Property taxes, levied for capital outlay	98,673
Investment income	29,107
Unrestricted county aid	234,347
Unrestricted state aid	2,734,682
Unrestricted federal aid	256,043
Total general revenues	<u>9,755,571</u>

Changes in net position 275,818

Net position, beginning of year, as restated 897,341

Net position, end of year \$ 1,173,159

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

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FUND FINANCIAL STATEMENTS

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2018

	<u>General</u>	<u>Joint Technical Education</u>	<u>Debt Service</u>
<u>ASSETS</u>			
Cash and investments	\$ 80,898	\$ 110,956	\$ 138,518
Property taxes receivable	142,386		40,292
Deposits			
Accounts receivable			
Due from governmental entities	545,115		47,021
Due from other funds	203,841		
Inventory			
Total assets	<u><u>\$ 972,240</u></u>	<u><u>\$ 110,956</u></u>	<u><u>\$ 225,831</u></u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 52,873	\$	\$
Due to other funds		110,762	
Unearned revenues	38,033		
Total liabilities	<u><u>90,906</u></u>	<u><u>110,762</u></u>	
Deferred inflows of resources:			
Unavailable revenues - property taxes	118,212		18,507
Unavailable revenues - intergovernmental	9,486		
Total deferred inflows of resources	<u><u>127,698</u></u>		<u><u>18,507</u></u>
Fund balances (deficits):			
Nonspendable			
Restricted	4,700	194	207,324
Unassigned	748,936		
Total fund balances	<u><u>753,636</u></u>	<u><u>194</u></u>	<u><u>207,324</u></u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 972,240</u></u>	<u><u>\$ 110,956</u></u>	<u><u>\$ 225,831</u></u>

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

<u>Unrestricted Capital Outlay</u>	<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 3,803	\$ 318,312	\$ 168,033	\$ 816,717
			186,481
		5,007	5,007
		142,895	142,895
12,431		205,173	809,740
		359,029	562,870
		16,014	16,014
<u>\$ 16,234</u>	<u>\$ 318,312</u>	<u>\$ 896,151</u>	<u>\$ 2,539,724</u>
\$ 350,873	\$	\$ 28,815	\$ 81,688
		101,235	562,870
<u>350,873</u>	<u></u>	<u>44,386</u>	<u>82,419</u>
		<u>174,436</u>	<u>726,977</u>
815			137,534
<u>815</u>	<u></u>	<u></u>	<u>9,486</u>
			<u>147,020</u>
		16,014	16,014
	318,312	705,701	1,236,231
<u>(335,454)</u>	<u></u>	<u></u>	<u>413,482</u>
<u>(335,454)</u>	<u>318,312</u>	<u>721,715</u>	<u>1,665,727</u>
<u>\$ 16,234</u>	<u>\$ 318,312</u>	<u>\$ 896,151</u>	<u>\$ 2,539,724</u>

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MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2018

Total governmental fund balances	\$	1,665,727
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Amounts reported for *governmental activities* in the Statement of Net Position are different because:

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

Governmental capital assets	\$ 35,556,222	
Less accumulated depreciation	<u>(16,088,102)</u>	19,468,120

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

Property taxes	137,534	
Intergovernmental	<u>9,486</u>	147,020

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.	308,668
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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	1,246,556	
Deferred inflows of resources related to pensions/OPEB	<u>(586,586)</u>	659,970

The Net OPEB asset is not a current financial resource and, therefore, is not reported in the funds.	28,663
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Compensated absences payable	(49,050)	
Obligations under capital leases	(900,038)	
Net OPEB liability	(19,719)	
Net pension liability	(8,354,509)	
Bonds payable	<u>(11,781,693)</u>	<u>(21,105,009)</u>

Net position of governmental activities	\$	<u>1,173,159</u>
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The notes to the basic financial statements are an integral part of this statement.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	<u>General</u>	<u>Joint Technical Education</u>	<u>Debt Service</u>
Revenues:			
Other local	\$ 637,027	\$ 356,758	\$ 93,630
Property taxes	4,851,457		1,549,006
State aid and grants	2,004,032		
Federal aid, grants and reimbursements	343,134		
Total revenues	<u>7,835,650</u>	<u>356,758</u>	<u>1,642,636</u>
Expenditures:			
Current -			
Instruction	4,008,242	263,114	
Support services - students and staff	1,000,775		
Support services - administration	1,093,319		
Operation and maintenance of plant services	925,729		
Student transportation services	389,837		
Operation of non-instructional services	5,480		
Capital outlay	64,139	95,572	
Debt service -			
Principal retirement			1,480,000
Interest and fiscal charges			409,525
Total expenditures	<u>7,487,521</u>	<u>358,686</u>	<u>1,889,525</u>
Excess (deficiency) of revenues over expenditures	<u>348,129</u>	<u>(1,928)</u>	<u>(246,889)</u>
Other financing sources (uses):			
Transfers in	81,289		9,224
Transfers out			
Total other financing sources (uses)	<u>81,289</u>		<u>9,224</u>
Changes in fund balances	<u>429,418</u>	<u>(1,928)</u>	<u>(237,665)</u>
Fund balances (deficits), beginning of year, as restated	623,218	2,122	444,989
Increase (decrease) in reserve for prepaid items	(299,000)		
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ 753,636</u>	<u>\$ 194</u>	<u>\$ 207,324</u>

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

<u>Unrestricted Capital Outlay</u>	<u>Bond Building</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 9,095	\$ 9,224	\$ 464,700	\$ 1,570,434
116,629			6,517,092
45,750		817,643	2,867,425
		805,674	1,148,808
<u>171,474</u>	<u>9,224</u>	<u>2,088,017</u>	<u>12,103,759</u>
		988,682	5,260,038
		379,406	1,380,181
		14,051	1,107,370
		95,135	1,020,864
			389,837
		273,827	279,307
370,403	722,311	24,816	1,277,241
62,921			1,542,921
15,501			425,026
<u>448,825</u>	<u>722,311</u>	<u>1,775,917</u>	<u>12,682,785</u>
<u>(277,351)</u>	<u>(713,087)</u>	<u>312,100</u>	<u>(579,026)</u>
			90,513
	<u>(9,224)</u>	<u>(81,289)</u>	<u>(90,513)</u>
	<u>(9,224)</u>	<u>(81,289)</u>	
<u>(277,351)</u>	<u>(722,311)</u>	<u>230,811</u>	<u>(579,026)</u>
(58,103)	1,040,623	492,175	2,545,024
			(299,000)
		(1,271)	(1,271)
<u>\$ (335,454)</u>	<u>\$ 318,312</u>	<u>\$ 721,715</u>	<u>\$ 1,665,727</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018

Changes in fund balances - total governmental funds **\$ (579,026)**

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	\$ 879,870	
Less current year depreciation	<u>(1,335,297)</u>	(455,427)

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

Property taxes	(15,700)	
Intergovernmental	<u>(22,228)</u>	(37,928)

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

Capital lease principal retirement	62,921	
Bond principal retirement	<u>1,480,000</u>	1,542,921

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	643,305	
Pension/OPEB expense	<u>(242,481)</u>	400,824

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

Prepaid items	(299,000)	
Inventory	(1,271)	
Deferred charges on issuance of debt	(61,734)	
Loss on disposal of assets	(329,780)	
Amortization of deferred bond items	98,071	
Compensated absences	<u>(1,832)</u>	<u>(595,546)</u>

Changes in net position in governmental activities **\$ 275,818**

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2018

	<u>Agency</u>
<u>ASSETS</u>	
Cash and investments	\$ 110,793
Total assets	<u>\$ 110,793</u>
<u>LIABILITIES</u>	
Due to student groups	\$ 110,793
Total liabilities	<u>\$ 110,793</u>

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Mingus Union High School District No. 4 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2018, the District implemented the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. This Statement requires governments providing defined benefit postemployment benefits other than pensions to recognize the long-term obligation for those benefits as a liability, and to more comprehensively and comparably measure the annual costs of those benefits. This Statement also enhances accountability and transparency through revised note disclosures and new required supplementary information. The more significant of the District's accounting policies are described below.

A. Reporting Entity

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

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

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Fund Financial Statements – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

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

Delinquent property taxes and other receivables that will not be collected within the available period have also 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. Fiduciary funds are reported by fund type.

The District reports the following major governmental funds:

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

Joint Technical Education Fund – The Joint Technical Education Fund accounts for monies received from Joint Technical Education Districts for vocational education programs.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 cost.

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

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

Additionally, the District reports the following fund type:

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 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

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

E. Investment Income

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

F. Receivables and Payables

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

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

G. Property Tax Calendar

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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 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 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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net 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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

N. Long-term Obligations

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

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

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.

P. Net Position Flow Assumption

In the government-wide 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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

	General Fund	Joint Technical Education Fund	Debt Service Fund	Unrestricted Capital Outlay Fund	Bond Building Fund	Non-Major Governmental Funds
Fund Balances:						
Nonspendable:						
Inventory	\$	\$	\$	\$	\$	\$ 16,014
Restricted:						
Debt service			207,324			
Capital projects						355
Bond building projects					318,312	
Voter approved initiatives						82,406
Food service						75,312
Civic center						39,003
Community school						40,333
Extracurricular activities						132,380
Gifts and donations						172,022
Insurance refund						142,895
Other purposes	4,700	194				20,995
Unassigned	748,936			(335,454)		
Total fund balances	<u>\$ 753,636</u>	<u>\$ 194</u>	<u>\$207,324</u>	<u>\$ (335,454)</u>	<u>\$ 318,312</u>	<u>\$ 721,715</u>

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Individual Deficit Fund Balance – At year end, the Unrestricted Capital Outlay Fund, a major governmental fund, reported a deficit in fund balance of \$335,454.

The deficit arose because of operations during the year. Additional revenues received in fiscal year 2018-19 are expected to eliminate the deficit.

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 4 – CASH AND INVESTMENTS

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$367,428 and the bank balance was \$417,234. In addition, the District had \$1,000 on hand at year end.

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

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

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

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer's investment pool	2.18 years	\$ 559,082
Total		<u>\$ 559,082</u>

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

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 5 – RECEIVABLES

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

	General Fund	Debt Service Fund	Unrestricted Capital Outlay Fund	Non-Major Governmental Funds
Due from other governmental entities:				
Due from federal government	\$ 17,081	\$	\$	\$ 116,483
Due from state government	528,034		12,431	76,429
Due from other districts		47,021		12,261
Net Due from other governmental entities:	<u>\$ 545,115</u>	<u>\$ 47,021</u>	<u>\$ 12,431</u>	<u>\$ 205,173</u>

NOTE 6 – CAPITAL ASSETS

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

Governmental Activities	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 30,000	\$	\$	\$ 30,000
Construction in progress	1,115,568	752,319	1,867,887	
Total capital assets, not being depreciated	<u>1,145,568</u>	<u>752,319</u>	<u>1,867,887</u>	<u>30,000</u>
Capital assets, being depreciated:				
Land improvements	2,517,254			2,517,254
Buildings and improvements	25,292,054	1,867,887	11,573	27,148,368
Vehicles, furniture and equipment	6,616,847	127,551	883,798	5,860,600
Total capital assets being depreciated	<u>34,426,155</u>	<u>1,995,438</u>	<u>895,371</u>	<u>35,526,222</u>
Less accumulated depreciation for:				
Land improvements	(1,514,091)	(161,856)		(1,675,947)
Buildings and improvements	(11,371,009)	(852,617)	(11,573)	(12,212,053)
Vehicles, furniture and equipment	(2,433,296)	(320,824)	(554,018)	(2,200,102)
Total accumulated depreciation	<u>(15,318,396)</u>	<u>(1,335,297)</u>	<u>(565,591)</u>	<u>(16,088,102)</u>
Total capital assets, being depreciated, net	<u>19,107,759</u>	<u>660,141</u>	<u>329,780</u>	<u>19,438,120</u>
Governmental activities capital assets, net	<u>\$ 20,253,327</u>	<u>1,412,460</u>	<u>2,197,667</u>	<u>19,468,120</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 6 – CAPITAL ASSETS

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 837,780
Support services – students and staff	14,765
Support services – administration	10,773
Operation and maintenance of plant services	300,151
Student transportation services	163,561
Operation of non-instructional services	8,267
Total depreciation expense – governmental activities	<u>\$ 1,335,297</u>

NOTE 7 – SHORT TERM DEBT –REVOLVING LINE OF CREDIT

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

	Beginning Balance	Issued	Redeemed	Ending Balance
Revolving line of credit	<u>\$</u>	<u>\$ 3,862,825</u>	<u>\$ 3,862,825</u>	<u>\$</u>

NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES

The District has constructed energy efficiency upgrades under the provisions of a long-term lease agreement classified as a capital lease. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its future minimum lease payments as of the inception date. The energy efficiency upgrades lease in the amount qualifies as a Qualified Zone Academy Bond (QZAB). Additionally, revenues from Unrestricted Capital Outlay Fund, a non-major fund, are used to pay the energy management lease. Amortization of assets recorded under capital leases is included with depreciation expense.

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

	Governmental Activities
Asset:	
Vehicles, furniture and equipment	\$ 1,100,800
Less: Accumulated depreciation	(275,200)
Total	<u>\$ 825,600</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES

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

Year Ending June 30:	Governmental Activities
2019	\$ 78,422
2020	78,421
2021	78,422
2022	78,422
2023	78,421
2024-28	392,109
2029-31	215,660
Total minimum lease payments	<u>999,877</u>
Less: amount representing interest	<u>99,839</u>
Present value of minimum lease payments	<u>\$ 900,038</u>
Due within one year	<u>\$ 63,966</u>

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, 2018	Due Within One Year
Governmental activities:					
School Improvement Bonds,					
Project of 2015, Series A (2016) \$	5,990,000	2.0-4.0%	7/1/19-35	\$ 5,645,000	\$ 240,000
Refunding Bonds, Series 2015	6,715,000	3.0-4.0%	7/1/19-22	5,460,000	1,295,000
Total				<u>\$ 11,105,000</u>	<u>\$ 1,535,000</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

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

Year ending June 30:	Governmental Activities	
	Principal	Interest
2019	\$ 1,535,000	\$ 345,001
2020	1,605,000	293,776
2021	1,670,000	233,776
2022	1,540,000	173,376
2023	1,000,000	131,076
2024-28	2,250,000	430,813
2029-33	1,220,000	137,625
2034-36	285,000	11,500
Total	<u>\$ 11,105,000</u>	<u>\$ 1,756,943</u>

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	\$ 12,585,000	\$	\$ 1,480,000	\$ 11,105,000	\$ 1,535,000
Premium	774,764		98,071	676,693	
Total bonds payable	<u>13,359,764</u>		<u>1,578,071</u>	<u>11,781,693</u>	<u>1,535,000</u>
Obligations under capital leases	962,959		62,921	900,038	63,966
Net OPEB liability	12,151	7,568		19,719	
Net pension liability	8,394,936		40,427	8,354,509	
Compensated absences payable	<u>47,218</u>	<u>63,043</u>	<u>61,211</u>	<u>49,050</u>	<u>24,525</u>
Governmental activity long-term liabilities	<u>\$ 22,777,028</u>	<u>\$ 70,611</u>	<u>\$ 1,742,630</u>	<u>\$ 21,105,009</u>	<u>\$ 1,623,491</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	General Fund	Non-Major Governmental Funds	Total Due to Other Funds
Joint Technical Education Fund	\$	\$ 110,762	\$ 110,762
Unrestricted Capital Outlay Fund	203,841	147,032	350,873
Non-Major Governmental Funds		101,235	101,235
Total Due from Other Funds	<u>\$ 203,841</u>	<u>\$ 359,029</u>	<u>\$ 562,870</u>

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

Interfund transfers:

	Transfers in		
	General Fund	Debt Service Fund	Total
Transfers out			
Bond Building Fund	\$	\$ 9,224	\$ 9,224
Non-Major Governmental Funds	81,289		81,289
Total	<u>\$ 81,289</u>	<u>\$ 9,224</u>	<u>\$ 90,513</u>

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

NOTE 12 – CONTINGENT LIABILITIES

Compliance – The District has received a notice from the Office of the Auditor General that indicated the District had failed to substantially comply with the Uniform System of Financial Records (USFR), the manual which outlines State mandated internal control policies and procedures. According to A.R.S. Section 15-271, the District has 90 days to implement procedures to correct the deficiencies. The District is currently awaiting the status review report from the Office of the Auditor General. If the Auditor General's review results in a noncompliance status, the State Board of Education may withhold a portion of the District's monthly state aid distribution, until such time as the District is found to be in compliance. Upon reaching a substantial compliance status, the State Board of Education will distribute all funds previously withheld. However, it is management's opinion that the District will be found in compliance upon the next status review.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 12 – CONTINGENT LIABILITIES

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

NOTE 13 – PRIOR PERIOD ADJUSTMENTS

The July 1, 2017, government-wide net position and the fund balance of the General Fund and Non-Major Governmental Funds do not agree to the prior year financial statements due to the implementation of GASB 75 and the correction of two errors. In the prior year, the District had incorrectly coded cash in the Extracurricular Activities Tax Fund, a non-major fund and the General Fund. Additionally, expenditures related to the E-Rate Fund were not properly included in the prior year government-wide statements. Finally, the implementation of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, represents a change in accounting principle. Net position as of July 1, 2017, has been restated for this change in accounting principle.

	Statement of Activities	Governmental Funds	
		General Fund	Non-Major Governmental Funds
Net position/fund balance, June 30, 2017, as previously reported	\$ 959,687	\$ 569,215	\$ 546,178
Cash reported in incorrect fund		54,003	(54,003)
Expenditures not included in prior year	(63,317)		
Net OPEB asset	13,122		
Net OPEB liability	(12,151)		
Net position/fund balance, July 1, 2017, as restated	<u>\$ 897,341</u>	<u>\$ 623,218</u>	<u>\$ 492,175</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 14 – RISK MANAGEMENT

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

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

The District's employees have health and accident insurance coverage with the Arizona School Boards Association Insurance Trust (ASBAIT). ASBAIT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the state. The District pays a monthly premium to ASBAIT for employees' health and accident insurance coverage. The agreement provides that ASBAIT 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. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – 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.

Aggregate Amounts. At June 30, 2018, the District reported the following aggregate amounts related to pensions and OPEB for all plans to which it contributes:

	Pension	OPEB
Net assets	\$	\$ (28,663)
Net liability	8,354,509	19,719
Deferred outflows of resources	1,212,993	33,563
Deferred inflows of resources	551,328	35,258
Expense	215,196	27,285
Contributions	609,741	33,563

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – PENSIONS AND OTHER POSTEMPLOYMENT 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 \$150 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.

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 11.50 percent (11.34 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 11.50 percent (10.90 percent for retirement, 0.44 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, 2018 were as follows:

	<u>Contributions</u>
Pension	\$ 609,741
Health Insurance Premium	24,613
Long-Term Disability	8,950

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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 9.49 percent (9.26 for retirement, 0.10 percent for health insurance premium benefit, and 0.13 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.

Pension and OPEB Assets/Liability. The net pension and OPEB assets/liability were measured as of June 30, 2017. 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, 2016, to the measurement date of June 30, 2017. 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, 2017.

At June 30, 2018, the District reported the following amounts for its proportionate share of the ASRS plans net assets/liability. In addition, at June 30, 2017, the District's percentage proportion for each plan and the related change from its proportion measured as of June 30, 2016 was:

	Net (Assets) Liability	District % Proportion	Increase (Decrease)
Pension	\$ 8,354,509	0.054	0.002
Health Insurance Premium	(28,663)	0.053	
Long-Term Disability	19,719	0.054	

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, 2018, the District recognized pension and OPEB expense as follows:

	Expense
Pension	\$ 215,196
Health Insurance Premium	16,765
Long-Term Disability	10,520

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – 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	\$	\$	\$
Changes of assumptions or other inputs	362,855		
Net difference between projected and actual earnings on pension investments	59,980		
Changes in proportion and differences between contributions and proportionate share of contributions	180,416		
Contributions subsequent to the measurement date	609,742	24,613	8,950
Total	<u>\$ 1,212,993</u>	<u>\$ 24,613</u>	<u>\$ 8,950</u>

Deferred Inflows of Resources			
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ 250,514	\$	\$
Changes of assumptions or other inputs	249,815		
Net difference between projected and actual earnings on pension investments		32,273	2,950
Changes in proportion and differences between contributions and proportionate share of contributions	50,999	33	2
Total	<u>\$ 551,328</u>	<u>\$ 32,306</u>	<u>\$ 2,952</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – 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, 2019. 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
2019	\$ (301,462)	\$ (8,075)	\$ (738)
2020	426,791	(8,075)	(738)
2021	118,773	(8,075)	(737)
2022	(192,179)	(8,075)	(737)
2023		(395)	

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, 2016	June 30, 2016
Actuarial roll forward date	June 30, 2017	June 30, 2017
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return	8.0%	8.0%
Salary increases	3.0-6.75%	Not applicable
Inflation	3.0%	3.0%
Permanent base increases	Included	Not applicable
Mortality rates	1994 GAM Scale BB	1994 GAM Scale BB
Healthcare cost trend rate	Not applicable	Not applicable

The actuarial assumptions used in the June 30, 2016 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The long-term expected rate of return on ASRS plan investments was determined to be 8.70 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 and by adding expected inflation.

The target allocation and best estimates of arithmetic 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	58%	6.73%
Fixed income	25	3.70
Real estate	10	4.25
Multi-asset	5	3.41
Commodities	2	3.84
Total	<u>100%</u>	

Discount Rate. The discount rate used to measure the ASRS total pension and OPEB liability was 8.0 percent, which is less than the long-term expected rate of return of 8.70 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the 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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

NOTE 15 – 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 8.0 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	7.0%	8.0%	9.0%
Pension	\$ 10,723,157	\$ 8,354,509	\$ 6,375,300
Health Insurance Premium	47,600	(28,663)	(93,473)
Long-Term Disability	23,579	19,719	16,446

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.

REQUIRED SUPPLEMENTARY INFORMATION

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 441,737	\$ 441,737
Property taxes			4,851,457	4,851,457
State aid and grants			2,004,032	2,004,032
Total revenues			<u>7,297,226</u>	<u>7,297,226</u>
Expenditures:				
Current -				
Instruction	3,910,453	4,047,124	3,876,526	170,598
Support services - students and staff	812,604	780,910	830,634	(49,724)
Support services - administration	859,385	914,617	962,283	(47,666)
Operation and maintenance of plant services	930,747	930,747	905,390	25,357
Student transportation services	405,788	405,788	389,837	15,951
Operation of non-instructional services	6,500	6,500	5,480	1,020
Total expenditures	<u>6,925,477</u>	<u>7,085,686</u>	<u>6,970,150</u>	<u>115,536</u>
Changes in fund balances	<u>(6,925,477)</u>	<u>(7,085,686)</u>	<u>327,076</u>	<u>7,412,762</u>
Fund balances, beginning of year			330,209	330,209
Increase (decrease) in reserve for prepaid items			(299,000)	(299,000)
Fund balances (deficits), end of year	<u>\$ (6,925,477)</u>	<u>\$ (7,085,686)</u>	<u>\$ 358,285</u>	<u>\$ 7,443,971</u>

See accompanying notes to this schedule.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
JOINT TECHNICAL EDUCATION
YEAR ENDED JUNE 30, 2018

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Original & Final</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:			
Other local	\$	\$ 356,758	\$ 356,758
Total revenues		<u>356,758</u>	<u>356,758</u>
Expenditures:			
Current -			
Instruction	291,000	263,114	27,886
Capital outlay		<u>95,572</u>	<u>(95,572)</u>
Total expenditures	<u>291,000</u>	<u>358,686</u>	<u>(67,686)</u>
Changes in fund balances	<u>(291,000)</u>	<u>(1,928)</u>	<u>289,072</u>
Fund balances, beginning of year		2,122	2,122
Fund balances (deficits), end of year	<u>\$ (291,000)</u>	<u>\$ 194</u>	<u>\$ 291,194</u>

See accompanying notes to this schedule.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST FOUR FISCAL YEARS

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension (assets) liability	0.05%	0.05%	0.05%	0.06%
District's proportionate share of the net pension (assets) liability	\$ 8,354,509	\$ 8,394,936	\$ 8,144,550	\$ 8,217,668
District's covered payroll	\$ 5,331,651	\$ 4,868,498	\$ 4,844,475	\$ 4,964,561
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	156.70%	172.43%	168.12%	165.53%
Plan fiduciary net position as a percentage of the total pension liability	69.92%	67.06%	68.35%	69.49%

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

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 609,741	\$ 574,752	\$ 528,232	\$ 531,208
Contributions in relation to the actuarially determined contribution	<u>609,741</u>	<u>574,752</u>	<u>528,232</u>	<u>531,208</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 5,593,954	\$ 5,331,651	\$ 4,868,498	\$ 4,844,475
Contributions as a percentage of covered payroll	10.90%	10.78%	10.85%	10.97%

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
ARIZONA STATE RETIREMENT SYSTEM - HEALTH INSURANCE PREMIUM
JUNE 30, 2018

2018

Measurement date	June 30, 2017
District's proportion of the net OPEB (assets) liability	0.05%
District's proportionate share of the net OPEB (assets) liability	\$ (28,663)
District's covered payroll	\$ 5,331,651
District's proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	-0.54%
Plan fiduciary net position as a percentage of the total OPEB liability	103.57%

SCHEDULE OF OPEB CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM - HEALTH INSURANCE PREMIUM
JUNE 30, 2018

2018

Actuarially determined contribution	\$ 24,613
Contributions in relation to the actuarially determined contribution	<u>24,613</u>
Contribution deficiency (excess)	<u><u>\$</u></u>
District's covered payroll	\$ 5,593,954
Contributions as a percentage of covered payroll	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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
ARIZONA STATE RETIREMENT SYSTEM - LONG-TERM DISABILITY
JUNE 30, 2018

2018

Measurement date	June 30, 2017
District's proportion of the net OPEB (assets) liability	0.05%
District's proportionate share of the net OPEB (assets) liability	\$ 19,719
District's covered payroll	\$ 5,331,651
District's proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	0.37%
Plan fiduciary net position as a percentage of the total OPEB liability	84.44%

SCHEDULE OF OPEB CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM - LONG-TERM DISABILITY
JUNE 30, 2018

2018

Actuarially determined contribution	\$ 8,950
Contributions in relation to the actuarially determined contribution	<u>8,950</u>
Contribution deficiency (excess)	<u><u>\$</u></u>
District's covered payroll	\$ 5,593,954
Contributions as a percentage of covered payroll	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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2018

NOTE 1 – BUDGETARY BASIS OF ACCOUNTING

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

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

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

	<u>Total Expenditures</u>	<u>Fund Balances End of Year</u>
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 7,487,521	\$ 753,636
Activity budgeted as special revenue funds	<u>(517,371)</u>	<u>(395,351)</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	<u>\$ 6,970,150</u>	<u>\$ 358,285</u>

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, 2016, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

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

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GOVERNMENTAL FUNDS

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2018

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>			
Cash and investments	\$ 167,678	\$ 355	\$ 168,033
Deposits	5,007		5,007
Accounts receivable	142,895		142,895
Due from governmental entities	205,173		205,173
Due from other funds	359,029		359,029
Inventory	16,014		16,014
Total assets	<u><u>\$ 895,796</u></u>	<u><u>\$ 355</u></u>	<u><u>\$ 896,151</u></u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 28,815	\$	\$ 28,815
Due to other funds	101,235		101,235
Unearned revenues	44,386		44,386
Total liabilities	<u>174,436</u>		<u>174,436</u>
Fund balances:			
Nonspendable	16,014		16,014
Restricted	705,346	355	705,701
Total fund balances	<u>721,360</u>	<u>355</u>	<u>721,715</u>
Total liabilities and fund balances	<u><u>\$ 895,796</u></u>	<u><u>\$ 355</u></u>	<u><u>\$ 896,151</u></u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2018

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 464,700	\$	\$ 464,700
State aid and grants	817,643		817,643
Federal aid, grants and reimbursements	805,674		805,674
Total revenues	<u>2,088,017</u>	<u></u>	<u>2,088,017</u>
Expenditures:			
Current -			
Instruction	988,682		988,682
Support services - students and staff	379,406		379,406
Support services - administration	14,051		14,051
Operation and maintenance of plant services	95,135		95,135
Operation of non-instructional services	273,827		273,827
Capital outlay	24,809	7	24,816
Total expenditures	<u>1,775,910</u>	<u>7</u>	<u>1,775,917</u>
Excess (deficiency) of revenues over expenditures	<u>312,107</u>	<u>(7)</u>	<u>312,100</u>
Other financing sources (uses):			
Transfers out	(81,289)		(81,289)
Total other financing sources (uses)	<u>(81,289)</u>	<u></u>	<u>(81,289)</u>
Changes in fund balances	<u>230,818</u>	<u>(7)</u>	<u>230,811</u>
Fund balances, beginning of year, as restated	491,813	362	492,175
Increase (decrease) in reserve for inventory	(1,271)		(1,271)
Fund balances, end of year	<u>\$ 721,360</u>	<u>\$ 355</u>	<u>\$ 721,715</u>

SPECIAL REVENUE FUNDS

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

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

Student Success - to account for student success monies.

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

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

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

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

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

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

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

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

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

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

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

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

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

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 received from federal projects for administrative costs.

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<u>ASSETS</u>			
Cash and investments	\$	\$ 11,569	\$
Deposits			
Accounts receivable			
Due from governmental entities	52,433	23,996	53,889
Due from other funds			
Inventory			
Total assets	<u><u>\$ 52,433</u></u>	<u><u>\$ 35,565</u></u>	<u><u>\$ 53,889</u></u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds	5,592		46,471
Unearned revenues			7,418
Total liabilities	<u><u>5,592</u></u>		<u><u>53,889</u></u>
Fund balances:			
Nonspendable			
Restricted	46,841	35,565	
Total fund balances	<u><u>46,841</u></u>	<u><u>35,565</u></u>	
Total liabilities and fund balances	<u><u>\$ 52,433</u></u>	<u><u>\$ 35,565</u></u>	<u><u>\$ 53,889</u></u>

<u>Professional Development and Technology Grants</u>	<u>Limited English & Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>State Vocational Education</u>	<u>College Credit Exam Incentives</u>
\$	\$	\$	\$ 18,515	\$ 40	\$ 6,750
3,487	115	47,311			
<u>\$ 3,487</u>	<u>\$ 115</u>	<u>\$ 47,311</u>	<u>\$ 18,515</u>	<u>\$ 40</u>	<u>\$ 6,750</u>
\$ 1,665	\$	\$	\$	\$	\$
1,762	115	47,295			
60		16	18,515	40	6,750
<u>3,487</u>	<u>115</u>	<u>47,311</u>	<u>18,515</u>	<u>40</u>	<u>6,750</u>
<u>\$ 3,487</u>	<u>\$ 115</u>	<u>\$ 47,311</u>	<u>\$ 18,515</u>	<u>\$ 40</u>	<u>\$ 6,750</u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018

	<u>Results-based Funding</u>	<u>Other State Projects</u>	<u>Food Service</u>
<u>ASSETS</u>			
Cash and investments	\$ 9,065	\$ 26,758	\$ 2,159
Deposits			5,007
Accounts receivable			
Due from governmental entities			11,681
Due from other funds			56,465
Inventory			16,014
Total assets	<u><u>\$ 9,065</u></u>	<u><u>\$ 26,758</u></u>	<u><u>\$ 91,326</u></u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 9,065	\$ 15,171	\$
Due to other funds			
Unearned revenues		11,587	
Total liabilities	<u><u>9,065</u></u>	<u><u>26,758</u></u>	
Fund balances:			
Nonspendable			16,014
Restricted			75,312
Total fund balances			<u><u>91,326</u></u>
Total liabilities and fund balances	<u><u>\$ 9,065</u></u>	<u><u>\$ 26,758</u></u>	<u><u>\$ 91,326</u></u>

<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>	<u>Textbooks</u>	<u>Insurance Refund</u>
\$ 29,641	\$ 40,333	\$ 8,314	\$ 5,800	\$ 698	\$
					142,895
10,323		126,019	166,222		
<u>\$ 39,964</u>	<u>\$ 40,333</u>	<u>\$ 134,333</u>	<u>\$ 172,022</u>	<u>\$ 698</u>	<u>\$ 142,895</u>
\$ 961	\$	\$ 1,953	\$	\$	\$
<u>961</u>	<u></u>	<u>1,953</u>	<u></u>	<u></u>	<u></u>
39,003	40,333	132,380	172,022	698	142,895
<u>39,003</u>	<u>40,333</u>	<u>132,380</u>	<u>172,022</u>	<u>698</u>	<u>142,895</u>
<u>\$ 39,964</u>	<u>\$ 40,333</u>	<u>\$ 134,333</u>	<u>\$ 172,022</u>	<u>\$ 698</u>	<u>\$ 142,895</u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018

	Intergovernmental Agreements	Totals
<u>ASSETS</u>		
Cash and investments	\$ 8,036	\$ 167,678
Deposits		5,007
Accounts receivable		142,895
Due from governmental entities	12,261	205,173
Due from other funds		359,029
Inventory		16,014
Total assets	<u><u>\$ 20,297</u></u>	<u><u>\$ 895,796</u></u>
<u>LIABILITIES AND FUND BALANCES</u>		
Liabilities:		
Accounts payable	\$	\$ 28,815
Due to other funds		101,235
Unearned revenues		44,386
Total liabilities		<u>174,436</u>
Fund balances:		
Nonspendable		16,014
Restricted	20,297	705,346
Total fund balances	<u>20,297</u>	<u>721,360</u>
Total liabilities and fund balances	<u><u>\$ 20,297</u></u>	<u><u>\$ 895,796</u></u>

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MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
Revenues:			
Other local	\$	\$ 376	\$
State aid and grants	629,150	55,750	
Federal aid, grants and reimbursements			240,589
Total revenues	<u>629,150</u>	<u>56,126</u>	<u>240,589</u>
Expenditures:			
Current -			
Instruction	604,524	7,504	126,845
Support services - students and staff		52,120	71,403
Support services - administration			6,975
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay			9,066
Total expenditures	<u>604,524</u>	<u>59,624</u>	<u>214,289</u>
Excess (deficiency) of revenues over expenditures	<u>24,626</u>	<u>(3,498)</u>	<u>26,300</u>
Other financing sources (uses):			
Transfers out			(26,300)
Total other financing sources (uses)			<u>(26,300)</u>
Changes in fund balances	<u>24,626</u>	<u>(3,498)</u>	
Fund balances, beginning of year, as restated	22,215	39,063	
Increase (decrease) in reserve for inventory			
Fund balances, end of year	<u>\$ 46,841</u>	<u>\$ 35,565</u>	<u>\$</u>

Professional Development and Technology Grants	Limited English & Immigrant Students	Special Education Grants	Vocational Education	State Vocational Education	Results-based Funding
\$	\$	\$	\$	\$	\$
				31,266	9,065
45,246	6,311	205,325	70,435		
45,246	6,311	205,325	70,435	31,266	9,065
	1,528	84,842	748	24,045	9,065
42,257	4,668	103,483	69,687	2,462	
	115			4,109	
				650	
42,257	6,311	188,325	70,435	31,266	9,065
2,989		17,000			
(2,989)		(17,000)			
(2,989)		(17,000)			
\$	\$	\$	\$	\$	\$

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Other State Projects	Food Service	Civic Center
Revenues:			
Other local	\$	\$ 65,826	\$ 37,541
State aid and grants	92,412		
Federal aid, grants and reimbursements		237,768	
Total revenues	<u>92,412</u>	<u>303,594</u>	<u>37,541</u>
Expenditures:			
Current -			
Instruction	161		13,725
Support services - students and staff			
Support services - administration	1,225		3,127
Operation and maintenance of plant services	91,026		
Operation of non-instructional services		273,827	
Capital outlay		588	4,027
Total expenditures	<u>92,412</u>	<u>274,415</u>	<u>20,879</u>
Excess (deficiency) of revenues over expenditures		<u>29,179</u>	<u>16,662</u>
Other financing sources (uses):			
Transfers out		(35,000)	
Total other financing sources (uses)		<u>(35,000)</u>	
Changes in fund balances		<u>(5,821)</u>	<u>16,662</u>
Fund balances, beginning of year, as restated		98,418	22,341
Increase (decrease) in reserve for inventory		(1,271)	
Fund balances, end of year	<u>\$</u>	<u>\$ 91,326</u>	<u>\$ 39,003</u>

Community School	Extracurricular Activities Fees Tax Credit	Gifts and Donations	Textbooks	Insurance Refund	Intergovernmental Agreements
\$ 50,412	\$ 110,526	\$ 36,820	\$ 7	\$ 142,895	\$ 20,297
<u>50,412</u>	<u>110,526</u>	<u>36,820</u>	<u>7</u>	<u>142,895</u>	<u>20,297</u>
17,215	87,231	11,249			
31,451	88	1,787			
		2,609			
	3,907	6,571			
<u>48,666</u>	<u>91,226</u>	<u>22,216</u>			
<u>1,746</u>	<u>19,300</u>	<u>14,604</u>	<u>7</u>	<u>142,895</u>	<u>20,297</u>
<u>1,746</u>	<u>19,300</u>	<u>14,604</u>	<u>7</u>	<u>142,895</u>	<u>20,297</u>
38,587	113,080	157,418	691		
<u>\$ 40,333</u>	<u>\$ 132,380</u>	<u>\$ 172,022</u>	<u>\$ 698</u>	<u>\$ 142,895</u>	<u>\$ 20,297</u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Totals
Revenues:	
Other local	\$ 464,700
State aid and grants	817,643
Federal aid, grants and reimbursements	805,674
Total revenues	<u>2,088,017</u>
Expenditures:	
Current -	
Instruction	988,682
Support services - students and staff	379,406
Support services - administration	14,051
Operation and maintenance of plant services	95,135
Operation of non-instructional services	273,827
Capital outlay	24,809
Total expenditures	<u>1,775,910</u>
Excess (deficiency) of revenues over expenditures	<u>312,107</u>
Other financing sources (uses):	
Transfers out	(81,289)
Total other financing sources (uses)	<u>(81,289)</u>
Changes in fund balances	<u>230,818</u>
Fund balances, beginning of year, as restated	491,813
Increase (decrease) in reserve for inventory	(1,271)
Fund balances, end of year	<u><u>\$ 721,360</u></u>

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MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Classroom Site		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		629,150	629,150
Federal aid, grants and reimbursements			
Total revenues		<u>629,150</u>	<u>629,150</u>
Expenditures:			
Current -			
Instruction	670,474	604,524	65,950
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>670,474</u>	<u>604,524</u>	<u>65,950</u>
Excess (deficiency) of revenues over expenditures	<u>(670,474)</u>	<u>24,626</u>	<u>695,100</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(670,474)</u>	<u>24,626</u>	<u>695,100</u>
Fund balances, beginning of year, as restated		22,215	22,215
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (670,474)</u>	<u>\$ 46,841</u>	<u>\$ 717,315</u>

Instructional Improvement			Student Success		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 376 55,750	\$ 376 55,750	\$	\$	\$
	56,126	56,126			
174,000	7,504 52,120	(7,504) 121,880		3,854	(3,854)
174,000	59,624	114,376		3,854	(3,854)
(174,000)	(3,498)	170,502		(3,854)	(3,854)
(174,000)	(3,498)	170,502		(3,854)	(3,854)
	39,063	39,063		3,854	3,854
\$ (174,000)	\$ 35,565	\$ 209,565	\$	\$	\$

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Title I Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		240,589	240,589
Total revenues		<u>240,589</u>	<u>240,589</u>
Expenditures:			
Current -			
Instruction	240,335	126,845	113,490
Support services - students and staff		71,403	(71,403)
Support services - administration		6,975	(6,975)
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay		9,066	(9,066)
Total expenditures	<u>240,335</u>	<u>214,289</u>	<u>26,046</u>
Excess (deficiency) of revenues over expenditures	<u>(240,335)</u>	<u>26,300</u>	<u>266,635</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(26,300)	(26,300)
Total other financing sources (uses)		<u>(26,300)</u>	<u>(26,300)</u>
Changes in fund balances	<u>(240,335)</u>		<u>240,335</u>
Fund balances, beginning of year, as restated			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (240,335)</u>	<u>\$</u>	<u>\$ 240,335</u>

Professional Development and Technology Grants			Limited English & Immigrant Students		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	45,246	45,246		6,311	6,311
	45,246	45,246		6,311	6,311
56,512	42,257	14,255		1,528	(1,528)
				4,668	(4,668)
				115	(115)
56,512	42,257	14,255		6,311	(6,311)
(56,512)	2,989	59,501			
	(2,989)	(2,989)			
	(2,989)	(2,989)			
(56,512)		56,512			
\$ (56,512)	\$	\$ 56,512	\$	\$	\$

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Special Education Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		205,325	205,325
Total revenues		<u>205,325</u>	<u>205,325</u>
Expenditures:			
Current -			
Instruction		84,842	(84,842)
Support services - students and staff	218,054	103,483	114,571
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>218,054</u>	<u>188,325</u>	<u>29,729</u>
Excess (deficiency) of revenues over expenditures	<u>(218,054)</u>	<u>17,000</u>	<u>235,054</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(17,000)	(17,000)
Total other financing sources (uses)		<u>(17,000)</u>	<u>(17,000)</u>
Changes in fund balances	<u>(218,054)</u>		<u>218,054</u>
Fund balances, beginning of year, as restated			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (218,054)</u>	<u>\$</u>	<u>\$ 218,054</u>

Vocational Education			Medicaid Reimbursement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 5	\$ 5
	70,435	70,435			
	70,435	70,435		5	5
	748	(748)		464	(464)
74,690	69,687	5,003		80	(80)
				21	(21)
74,690	70,435	4,255		565	(565)
(74,690)		74,690		(560)	(560)
(74,690)		74,690		(560)	(560)
				560	560
\$ (74,690)	\$	\$ 74,690	\$	\$	\$

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	National Forest Fees		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		104,650	104,650
Total revenues		<u>104,650</u>	<u>104,650</u>
Expenditures:			
Current -			
Instruction		9,168	(9,168)
Support services - students and staff		1,318	(1,318)
Support services - administration	122,348	72,081	50,267
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay		5,023	(5,023)
Total expenditures	<u>122,348</u>	<u>87,590</u>	<u>34,758</u>
Excess (deficiency) of revenues over expenditures	<u>(122,348)</u>	<u>17,060</u>	<u>139,408</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(122,348)</u>	<u>17,060</u>	<u>139,408</u>
Fund balances, beginning of year, as restated		38,082	38,082
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (122,348)</u>	<u>\$ 55,142</u>	<u>\$ 177,490</u>

E-Rate			Other Federal Projects		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 126	\$ 126	\$	\$	\$
	87,091	87,091		151,393	151,393
	87,217	87,217		151,393	151,393
171,200	12,465	(12,465)	211,470	9,729	(9,729)
	50,535	120,665		101,661	109,809
	19,625	(19,625)		1,625	(1,625)
				38,378	(38,378)
171,200	82,625	88,575	211,470	151,393	60,077
(171,200)	4,592	175,792	(211,470)		211,470
(171,200)	4,592	175,792	(211,470)		211,470
	4,435	4,435			
\$ (171,200)	\$ 9,027	\$ 180,227	\$ (211,470)	\$	\$ 211,470

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		31,266	31,266
Federal aid, grants and reimbursements			
Total revenues		<u>31,266</u>	<u>31,266</u>
Expenditures:			
Current -			
Instruction	36,056	24,045	12,011
Support services - students and staff		2,462	(2,462)
Support services - administration			
Operation and maintenance of plant services		4,109	(4,109)
Operation of non-instructional services			
Capital outlay		650	(650)
Total expenditures	<u>36,056</u>	<u>31,266</u>	<u>4,790</u>
Excess (deficiency) of revenues over expenditures	<u>(36,056)</u>		<u>36,056</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(36,056)</u>		<u>36,056</u>
Fund balances, beginning of year, as restated			
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (36,056)</u>	<u>\$</u>	<u>\$ 36,056</u>

Results-based Funding			Other State Projects		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	9,065	9,065		92,412	92,412
	9,065	9,065		92,412	92,412
	9,065	(9,065)		161	(161)
				1,225	(1,225)
			91,126	91,026	100
	9,065	(9,065)	91,126	92,412	(1,286)
			(91,126)		91,126
			(91,126)		91,126
\$	\$	\$	\$ (91,126)	\$	\$ 91,126

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Food Service		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 65,826	\$ 65,826
State aid and grants			
Federal aid, grants and reimbursements		237,768	237,768
Total revenues		<u>303,594</u>	<u>303,594</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Operation of non-instructional services	265,000	273,827	(8,827)
Capital outlay		588	(588)
Total expenditures	<u>265,000</u>	<u>274,415</u>	<u>(9,415)</u>
Excess (deficiency) of revenues over expenditures	<u>(265,000)</u>	<u>29,179</u>	<u>294,179</u>
Other financing sources (uses):			
Transfers in			
Transfers out		(35,000)	(35,000)
Total other financing sources (uses)		<u>(35,000)</u>	<u>(35,000)</u>
Changes in fund balances	<u>(265,000)</u>	<u>(5,821)</u>	<u>259,179</u>
Fund balances, beginning of year, as restated		98,418	98,418
Increase (decrease) in reserve for inventory		(1,271)	(1,271)
Fund balances (deficits), end of year	<u>\$ (265,000)</u>	<u>\$ 91,326</u>	<u>\$ 356,326</u>

Civic Center			Community School		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 37,541	\$ 37,541	\$	\$ 50,412	\$ 50,412
	37,541	37,541		50,412	50,412
150,000	13,725	136,275		17,215	(17,215)
	3,127	(3,127)	60,000	31,451	28,549
	4,027	(4,027)			
150,000	20,879	129,121	60,000	48,666	11,334
(150,000)	16,662	166,662	(60,000)	1,746	61,746
(150,000)	16,662	166,662	(60,000)	1,746	61,746
	22,341	22,341		38,587	38,587
\$ (150,000)	\$ 39,003	\$ 189,003	\$ (60,000)	\$ 40,333	\$ 100,333

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Auxiliary Operations		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 192,400	\$ 192,400
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>192,400</u>	<u>192,400</u>
Expenditures:			
Current -			
Instruction	275,000	96,036	178,964
Support services - students and staff		16,547	(16,547)
Support services - administration		29,984	(29,984)
Operation and maintenance of plant services		20,021	(20,021)
Operation of non-instructional services			
Capital outlay		18,939	(18,939)
Total expenditures	<u>275,000</u>	<u>181,527</u>	<u>93,473</u>
Excess (deficiency) of revenues over expenditures	<u>(275,000)</u>	<u>10,873</u>	<u>285,873</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(275,000)</u>	<u>10,873</u>	<u>285,873</u>
Fund balances, beginning of year, as restated		241,688	241,688
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (275,000)</u>	<u>\$ 252,561</u>	<u>\$ 527,561</u>

Extracurricular Activities Fees Tax Credit			Gifts and Donations		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 110,526	\$ 110,526	\$	\$ 36,820	\$ 36,820
	<u>110,526</u>	<u>110,526</u>		<u>36,820</u>	<u>36,820</u>
150,000	87,231 88	62,769 (88)	180,000	11,249 1,787 2,609	168,751 (1,787) (2,609)
	3,907	(3,907)		6,571	(6,571)
<u>150,000</u>	<u>91,226</u>	<u>58,774</u>	<u>180,000</u>	<u>22,216</u>	<u>157,784</u>
<u>(150,000)</u>	<u>19,300</u>	<u>169,300</u>	<u>(180,000)</u>	<u>14,604</u>	<u>194,604</u>
<u>(150,000)</u>	<u>19,300</u>	<u>169,300</u>	<u>(180,000)</u>	<u>14,604</u>	<u>194,604</u>
	113,080	113,080		157,418	157,418
<u>\$ (150,000)</u>	<u>\$ 132,380</u>	<u>\$ 282,380</u>	<u>\$ (180,000)</u>	<u>\$ 172,022</u>	<u>\$ 352,022</u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Insurance Proceeds		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 2,727	\$ 2,727
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>2,727</u>	<u>2,727</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services		318	(318)
Operation of non-instructional services			
Capital outlay	10,000	1,799	8,201
Total expenditures	<u>10,000</u>	<u>2,117</u>	<u>7,883</u>
Excess (deficiency) of revenues over expenditures	<u>(10,000)</u>	<u>610</u>	<u>10,610</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(10,000)</u>	<u>610</u>	<u>10,610</u>
Fund balances, beginning of year, as restated		4,090	4,090
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$ (10,000)</u>	<u>\$ 4,700</u>	<u>\$ 14,700</u>

Textbooks			Litigation Recovery		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 7	\$ 7	\$	\$ 3	\$ 3
	7	7		3	3
	7	7		3	3
	7	7		3	3
	691	691		296	296
\$	\$ 698	\$ 698	\$	\$ 299	\$ 299

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Indirect Costs		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 29	\$ 29
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>29</u>	<u>29</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration		7,700	(7,700)
Operation and maintenance of plant services			
Operation of non-instructional services			
Capital outlay			
Total expenditures		<u>7,700</u>	<u>(7,700)</u>
Excess (deficiency) of revenues over expenditures		<u>(7,671)</u>	<u>(7,671)</u>
Other financing sources (uses):			
Transfers in		81,289	81,289
Transfers out			
Total other financing sources (uses)		<u>81,289</u>	<u>81,289</u>
Changes in fund balances		<u>73,618</u>	<u>73,618</u>
Fund balances, beginning of year, as restated		4	4
Increase (decrease) in reserve for inventory			
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 73,622</u>	<u>\$ 73,622</u>

Insurance Refund			Intergovernmental Agreements		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 142,895	\$ 142,895	\$	\$ 20,297	\$ 20,297
	142,895	142,895		20,297	20,297
	142,895	142,895		20,297	20,297
	142,895	142,895		20,297	20,297
\$	\$ 142,895	\$ 142,895	\$	\$ 20,297	\$ 20,297

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 659,990	\$ 659,990
State aid and grants		817,643	817,643
Federal aid, grants and reimbursements		1,148,808	1,148,808
Total revenues		<u>2,626,441</u>	<u>2,626,441</u>
Expenditures:			
Current -			
Instruction	1,701,865	1,120,398	581,467
Support services - students and staff	965,926	549,547	416,379
Support services - administration	122,348	145,087	(22,739)
Operation and maintenance of plant services	91,126	115,474	(24,348)
Operation of non-instructional services	265,000	273,827	(8,827)
Capital outlay	10,000	88,948	(78,948)
Total expenditures	<u>3,156,265</u>	<u>2,293,281</u>	<u>862,984</u>
Excess (deficiency) of revenues over expenditures	<u>(3,156,265)</u>	<u>333,160</u>	<u>3,489,425</u>
Other financing sources (uses):			
Transfers in		81,289	81,289
Transfers out		(81,289)	(81,289)
Total other financing sources (uses)			
Changes in fund balances	<u>(3,156,265)</u>	<u>333,160</u>	<u>3,489,425</u>
Fund balances, beginning of year, as restated		784,822	784,822
Increase (decrease) in reserve for inventory		(1,271)	(1,271)
Fund balances (deficits), end of year	<u>\$ (3,156,265)</u>	<u>\$ 1,116,711</u>	<u>\$ 4,272,976</u>

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2018

	Debt Service		Variance -
	Budget	Actual	Positive (Negative)
Revenues:			
Other local	\$	\$ 93,630	\$ 93,630
Property taxes		1,549,006	1,549,006
Total revenues		<u>1,642,636</u>	<u>1,642,636</u>
Expenditures:			
Debt service -			
Principal retirement	1,480,000	1,480,000	
Interest and fiscal charges	297,826	409,525	(111,699)
Total expenditures	<u>1,777,826</u>	<u>1,889,525</u>	<u>(111,699)</u>
Excess (deficiency) of revenues over expenditures	<u>(1,777,826)</u>	<u>(246,889)</u>	<u>1,530,937</u>
Other financing sources (uses):			
Transfers in		9,224	9,224
Total other financing sources (uses)		<u>9,224</u>	<u>9,224</u>
Changes in fund balances	<u>(1,777,826)</u>	<u>(237,665)</u>	<u>1,540,161</u>
Fund balances, beginning of year		444,989	444,989
Fund balances (deficits), end of year	<u>\$ (1,777,826)</u>	<u>\$ 207,324</u>	<u>\$ 1,985,150</u>

CAPITAL PROJECTS FUNDS

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

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

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

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUND
JUNE 30, 2018

	<u>Adjacent Ways</u>
<u>ASSETS</u>	
Cash and investments	\$ 355
Total assets	<u>\$ 355</u>
<u>LIABILITIES AND FUND BALANCES</u>	
Fund balances:	
Restricted	\$ 355
Total fund balances	<u>355</u>
Total liabilities and fund balances	<u>\$ 355</u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUND
YEAR ENDED JUNE 30, 2018

	<u>Adjacent Ways</u>
Expenditures:	
Capital outlay	<u>\$ 7</u>
Total expenditures	<u> 7</u>
 Changes in fund balances	 <u> (7)</u>
 Fund balances, beginning of year	 362
 Fund balances, end of year	 <u><u>\$ 355</u></u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2018

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 9,095	\$ 9,095
Property taxes		116,629	116,629
State aid and grants		45,750	45,750
Total revenues		<u>171,474</u>	<u>171,474</u>
Expenditures:			
Capital outlay	426,159	370,403	55,756
Debt service -			
Principal retirement	62,921	62,921	
Interest and fiscal charges	15,501	15,501	
Total expenditures	<u>504,581</u>	<u>448,825</u>	<u>55,756</u>
Excess (deficiency) of revenues over expenditures	<u>(504,581)</u>	<u>(277,351)</u>	<u>227,230</u>
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	<u>(504,581)</u>	<u>(277,351)</u>	<u>227,230</u>
Fund balances (deficits), beginning of year		(58,103)	(58,103)
Fund balances (deficits), end of year	<u>\$ (504,581)</u>	<u>\$ (335,454)</u>	<u>\$ 169,127</u>

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 9,224	\$ 9,224
				9,224	9,224
	7	(7)	1,873,360	722,311	1,151,049
	7	(7)	1,873,360	722,311	1,151,049
	(7)	(7)	(1,873,360)	(713,087)	1,160,273
				(9,224)	(9,224)
				(9,224)	(9,224)
	(7)	(7)	(1,873,360)	(722,311)	1,151,049
	362	362		1,040,623	1,040,623
\$	\$ 355	\$ 355	\$ (1,873,360)	\$ 318,312	\$ 2,191,672

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MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2018

	Building Renewal Grant		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
Property taxes			
State aid and grants			
Total revenues			
Expenditures:			
Capital outlay	30,000		30,000
Debt service -			
Principal retirement			
Interest and fiscal charges			
Total expenditures	30,000		30,000
Excess (deficiency) of revenues over expenditures	(30,000)		30,000
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses)			
Changes in fund balances	(30,000)		30,000
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$ (30,000)	\$	\$ 30,000

Totals		
Budget	Actual	Variance - Positive (Negative)
\$	\$ 18,319	\$ 18,319
	116,629	116,629
	45,750	45,750
	180,698	180,698
2,329,519	1,092,721	1,236,798
62,921	62,921	
15,501	15,501	
2,407,941	1,171,143	1,236,798
(2,407,941)	(990,445)	1,417,496
	(9,224)	(9,224)
	(9,224)	(9,224)
(2,407,941)	(999,669)	1,408,272
	982,882	982,882
\$ (2,407,941)	\$ (16,787)	\$ 2,391,154

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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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUND
JUNE 30, 2018

	<u>Student Activities</u>
<u>ASSETS</u>	
Cash and investments	\$ 110,793
Total assets	<u><u>\$ 110,793</u></u>
<u>LIABILITIES</u>	
Due to student groups	\$ 110,793
Total liabilities	<u><u>\$ 110,793</u></u>

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
COMBINING STATEMENT OF CHANGES IN AGENCY FUNDS ASSETS AND LIABILITIES
YEAR ENDED JUNE 30, 2018

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<u>STUDENT ACTIVITIES FUND</u>				
	<u>Assets</u>			
Cash and investments	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
Total assets	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
	<u>Liabilities</u>			
Due to student groups	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
Total liabilities	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
<u>TOTAL AGENCY FUNDS</u>				
	<u>Assets</u>			
Cash and investments	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
Total assets	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
	<u>Liabilities</u>			
Due to student groups	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>
Total liabilities	\$ <u>108,211</u>	\$ <u>268,403</u>	\$ <u>265,821</u>	\$ <u>110,793</u>

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STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

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MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Net Position:					
Net investment in capital assets	\$ 7,413,369	\$ 7,341,629	\$ 7,568,089	\$ 8,034,624	\$ 7,831,636
Restricted	936,426	1,012,197	929,197	955,774	1,092,999
Unrestricted	<u>(7,176,636)</u>	<u>(7,394,139)</u>	<u>(7,442,712)</u>	<u>(8,298,569)</u>	<u>90,720</u>
Total net position	<u><u>\$ 1,173,159</u></u>	<u><u>\$ 959,687</u></u>	<u><u>\$ 1,054,574</u></u>	<u><u>\$ 691,829</u></u>	<u><u>\$ 9,015,355</u></u>
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Net Position:					
Net investment in capital assets	\$ 6,673,901	\$ 6,806,320	\$ 7,038,083	\$ 7,236,007	\$ 7,223,915
Restricted	919,164	909,890	1,250,947	215,126	236,941
Unrestricted	<u>1,289,754</u>	<u>1,593,750</u>	<u>836,423</u>	<u>2,078,999</u>	<u>1,674,412</u>
Total net position	<u><u>\$ 8,882,819</u></u>	<u><u>\$ 9,309,960</u></u>	<u><u>\$ 9,125,453</u></u>	<u><u>\$ 9,530,132</u></u>	<u><u>\$ 9,135,268</u></u>

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Expenses					
Instruction	\$ 6,661,502	\$ 6,200,112	\$ 6,207,095	\$ 6,175,079	\$ 6,298,053
Support services - students and staff	1,359,311	1,251,220	1,109,343	879,951	911,705
Support services - administration	1,147,210	1,075,649	1,080,176	1,106,886	975,514
Operation and maintenance of plant services	1,359,587	1,191,268	1,159,841	1,183,394	1,352,930
Student transportation services	608,417	648,447	467,563	547,211	546,961
Operation of non-instructional services	297,011	301,875	248,748	294,445	263,530
Interest on long-term debt	388,689	423,770	386,606	462,745	484,526
Total expenses	<u>11,821,727</u>	<u>11,092,341</u>	<u>10,659,372</u>	<u>10,649,711</u>	<u>10,833,219</u>
Program Revenues					
Charges for services:					
Instruction	917,317	713,643	659,715	739,716	678,429
Operation of non-instructional services	65,134	57,795	56,005	53,763	139,175
Other activities	37,405	24,839	25,746		187,279
Operating grants and contributions	1,312,402	1,064,492	1,001,548	790,522	757,474
Capital grants and contributions	9,716	211,236	112,479	212,059	185,716
Total program revenues	<u>2,341,974</u>	<u>2,072,005</u>	<u>1,855,493</u>	<u>1,796,060</u>	<u>1,948,073</u>
Net (Expense)/Revenue	<u><u>\$ (9,479,753)</u></u>	<u><u>\$ (9,020,336)</u></u>	<u><u>\$ (8,803,879)</u></u>	<u><u>\$ (8,853,651)</u></u>	<u><u>\$ (8,885,146)</u></u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Expenses					
Instruction	\$ 6,228,888	\$ 6,076,499	\$ 6,183,691	\$ 5,796,510	\$ 5,853,376
Support services - students and staff	921,964	1,000,364	1,037,969	1,142,576	1,024,007
Support services - administration	1,027,421	951,457	1,009,016	1,159,556	1,084,389
Operation and maintenance of plant services	1,241,853	1,384,855	1,424,800	1,576,004	1,426,163
Student transportation services	477,579	460,947	485,809	438,281	480,248
Operation of non-instructional services	247,576	260,682	344,635	5,649	342,783
Interest on long-term debt	531,831	589,747	588,794	621,159	642,970
Total expenses	<u>10,677,112</u>	<u>10,724,551</u>	<u>11,074,714</u>	<u>10,739,735</u>	<u>10,853,936</u>
Program Revenues					
Charges for services:					
Instruction	704,247	859,999	885,183	959,304	617,830
Operation of non-instructional services	258,254	308,818	499,035	340,174	360,107
Other activities	26,528	33,156	24,174	70,580	40,410
Operating grants and contributions	879,229	734,069	882,063	763,523	637,710
Capital grants and contributions	15,558	72,940	87,028	129,165	39,306
Total program revenues	<u>1,883,816</u>	<u>2,008,982</u>	<u>2,377,483</u>	<u>2,262,746</u>	<u>1,695,363</u>
Net (Expense)/Revenue	<u>\$ (8,793,296)</u>	<u>\$ (8,715,569)</u>	<u>\$ (8,697,231)</u>	<u>\$ (8,476,989)</u>	<u>\$ (9,158,573)</u>

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

(Concluded)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Net (Expense)/Revenue	\$ (9,479,753)	\$ (9,020,336)	\$ (8,803,879)	\$ (8,853,651)	\$ (8,885,146)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	4,855,227	4,739,360	5,039,403	4,678,910	4,982,996
Property taxes, levied for debt service	1,547,492	1,788,306	1,479,456	1,346,504	1,419,453
Property taxes, levied for capital outlay	98,673	58,095	18	280,908	152,024
Investment income	29,107	21,085	13,750	5,170	7,043
Unrestricted county aid	234,347	166,823	149,989	207,436	237,416
Unrestricted state aid	2,734,682	2,053,400	2,315,564	2,184,726	1,971,124
Unrestricted federal aid	256,043	98,380	168,444	108,971	247,626
Total general revenues	<u>9,755,571</u>	<u>8,925,449</u>	<u>9,166,624</u>	<u>8,812,625</u>	<u>9,017,682</u>
Changes in Net Position	<u>\$ 275,818</u>	<u>\$ (94,887)</u>	<u>\$ 362,745</u>	<u>\$ (41,026)</u>	<u>\$ 132,536</u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Net (Expense)/Revenue	\$ (8,793,296)	\$ (8,715,569)	\$ (8,697,231)	\$ (8,476,989)	\$ (9,158,573)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	4,999,887	5,688,430	4,693,051	5,203,686	4,659,345
Property taxes, levied for debt service	1,596,830	1,434,816	1,218,873	1,207,463	662,570
Property taxes, levied for capital outlay	143,154	156,808	418,765	284,571	189,646
Investment income	3,691	2,896	3,807	3,439	106,415
Unrestricted county aid	92,396	22,846	98,746	107,964	
Unrestricted state aid	1,549,260	1,481,943	1,451,618	1,844,455	2,278,437
Unrestricted federal aid	137,925	112,337	407,692	220,275	
Total general revenues	<u>8,523,143</u>	<u>8,900,076</u>	<u>8,292,552</u>	<u>8,871,853</u>	<u>7,896,413</u>
Changes in Net Position	<u>\$ (270,153)</u>	<u>\$ 184,507</u>	<u>\$ (404,679)</u>	<u>\$ 394,864</u>	<u>\$ (1,262,160)</u>

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

Note: The Arizona State Legislature suspended county equalization payments to school districts for fiscal year 2008-09.

(Concluded)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
General Fund:					
Nonspendable	\$	\$ 299,000	\$ 299,000	\$	\$
Restricted	4,700	4,090	837	834	
Unassigned	748,936	266,125	450,923	120,937	24,670
Total General Fund	<u>\$ 753,636</u>	<u>\$ 569,215</u>	<u>\$ 750,760</u>	<u>\$ 121,771</u>	<u>\$ 24,670</u>
All Other Governmental Funds:					
Nonspendable	\$ 16,014	\$ 17,285	\$ 16,568	\$	\$
Restricted	1,231,531	2,016,627	6,108,775	937,592	1,028,179
Unassigned	(335,454)	(58,103)			(2,238)
Total all other governmental funds	<u>\$ 912,091</u>	<u>\$ 1,975,809</u>	<u>\$ 6,125,343</u>	<u>\$ 937,592</u>	<u>\$ 1,025,941</u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Fund:					
Unassigned	\$ 261,525	\$ 421,297	\$ (18,156)	\$	\$
Reserved				427,769	436,507
Unreserved				159,679	(300,843)
Total General Fund	<u>\$ 261,525</u>	<u>\$ 421,297</u>	<u>\$ (18,156)</u>	<u>\$ 587,448</u>	<u>\$ 135,664</u>
All Other Governmental Funds:					
Restricted	\$ 881,304	\$ 837,017	\$ 959,458	\$	\$
Assigned			115,200		
Reserved					3,954
Special revenue funds				640,763	772,317
Capital projects funds				362,149	1,044,935
Debt service fund				167,117	126,446
Total all other governmental funds	<u>\$ 881,304</u>	<u>\$ 837,017</u>	<u>\$ 1,074,658</u>	<u>\$ 1,170,029</u>	<u>\$ 1,947,652</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)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Federal sources:					
Federal grants	\$ 911,040	\$ 898,912	\$ 805,669	\$ 773,982	\$ 871,744
National School Lunch Program	237,768	218,511	223,798	183,593	194,556
Total federal sources	<u>1,148,808</u>	<u>1,117,423</u>	<u>1,029,467</u>	<u>957,575</u>	<u>1,066,300</u>
State sources:					
State equalization assistance	2,013,683	1,470,070	1,731,315	1,614,818	1,406,942
State grants	132,743	35,370	40,087	47,562	38,483
School Facilities Board			22,459	55,683	52,314
Other revenues	720,999	583,330	584,249	569,908	564,182
Total state sources	<u>2,867,425</u>	<u>2,088,770</u>	<u>2,378,110</u>	<u>2,287,971</u>	<u>2,061,921</u>
Local sources:					
Property taxes	6,517,092	6,605,810	6,495,021	6,359,907	6,513,800
County aid	234,347	166,823	149,989	207,436	237,416
Food service sales	65,134	57,795	56,005	53,763	59,666
Investment income	29,107	21,085	13,750	5,170	7,043
Other revenues	1,241,846	1,018,569	858,430	800,021	945,217
Total local sources	<u>8,087,526</u>	<u>7,870,082</u>	<u>7,573,195</u>	<u>7,426,297</u>	<u>7,763,142</u>
Total revenues	<u><u>\$ 12,103,759</u></u>	<u><u>\$ 11,076,275</u></u>	<u><u>\$ 10,980,772</u></u>	<u><u>\$ 10,671,843</u></u>	<u><u>\$ 10,891,363</u></u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Federal sources:					
Federal grants	\$ 724,502	\$ 604,078	\$ 837,370	\$ 800,992	\$ 537,044
State Fiscal Stabilization (ARRA)			18,687	220,275	
Education Jobs		3,587	233,733		
National School Lunch Program	188,086	180,163	190,864		
Total federal sources	<u>912,588</u>	<u>787,828</u>	<u>1,280,654</u>	<u>1,021,267</u>	<u>537,044</u>
State sources:					
State equalization assistance	1,116,447	1,037,433	1,091,984	1,545,916	1,686,380
State grants	152,542	99,100	96,129	91,696	139,972
Other revenues	432,813	444,510	414,911	400,552	499,444
Total state sources	<u>1,701,802</u>	<u>1,581,043</u>	<u>1,603,024</u>	<u>2,038,164</u>	<u>2,325,796</u>
Local sources:					
Property taxes	6,938,470	7,282,932	6,223,836	6,622,598	5,464,152
County aid	92,396	22,846	98,746	107,964	
Food service sales	49,142				
Investment income	3,691			5,194	106,415
Other revenues	939,887	1,204,869	1,412,199	1,368,303	1,018,347
Total local sources	<u>8,023,586</u>	<u>8,510,647</u>	<u>7,734,781</u>	<u>8,104,059</u>	<u>6,588,914</u>
Total revenues	<u>\$ 10,637,976</u>	<u>\$ 10,879,518</u>	<u>\$ 10,618,459</u>	<u>\$ 11,163,490</u>	<u>\$ 9,451,754</u>

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

Note: The Arizona State Legislature suspended county equalization payments to school districts for fiscal years 2007-08 through 2008-09.

(Concluded)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Expenditures:					
Current -					
Instruction	\$ 5,260,038	\$ 5,258,347	\$ 5,324,997	\$ 5,107,753	\$ 5,346,978
Support services - students and staff	1,380,181	1,207,306	1,093,525	820,633	904,076
Support services - administration	1,107,370	1,047,420	1,070,328	1,071,544	962,551
Operation and maintenance of plant services	1,020,864	879,497	898,568	909,597	1,031,032
Student transportation services	389,837	411,531	388,452	441,391	460,392
Operation of non-instructional services	279,307	291,245	253,282	281,123	250,787
Capital outlay	1,277,241	4,485,028	505,067	457,213	1,878,279
Debt service -					
Interest and fiscal charges	425,026	475,804	402,307	478,444	500,225
Principal retirement	1,542,921	1,351,893	1,658,740	1,198,853	1,336,706
Bond issuance costs			321,540		
Total expenditures	<u>\$ 12,682,785</u>	<u>\$ 15,408,071</u>	<u>\$ 11,916,806</u>	<u>\$ 10,766,551</u>	<u>\$ 12,671,026</u>
Expenditures for capitalized assets	\$ 879,870	\$ 4,015,634	\$ 248,940	\$ 145,252	\$ 1,666,126
Debt service as a percentage of noncapital expenditures	17%	16%	18%	16%	17%

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Expenditures:					
Current -					
Instruction	\$ 5,357,943	\$ 5,156,757	\$ 4,652,971	\$ 4,914,438	\$ 5,417,738
Support services - students and staff	902,946	974,795	974,642	1,131,130	952,602
Support services - administration	1,008,244	943,573	958,257	1,155,775	1,006,742
Operation and maintenance of plant services	1,021,987	1,119,813	1,138,209	1,345,131	1,137,566
Student transportation services	419,535	395,548	390,064	387,894	386,357
Operation of non-instructional services	238,667	252,558	332,665	1,019	339,914
Capital outlay	122,338	187,835	1,679,120	1,191,926	6,841,468
Debt service -					
Interest and fiscal charges	547,530	589,747	588,794	621,159	
Principal retirement	1,134,271	1,057,080	894,238	787,191	582,048
Bond issuance costs					642,970
Total expenditures	<u>\$ 10,753,461</u>	<u>\$ 10,677,706</u>	<u>\$ 11,608,960</u>	<u>\$ 11,535,663</u>	<u>\$ 17,518,578</u>
Expenditures for capitalized assets	\$ 35,394	\$ 48,066	\$ 1,243,774	\$ 1,298,543	\$ 6,286,544
Debt service as a percentage of noncapital expenditures	16%	15%	14%	14%	7%

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

(Concluded)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Excess (deficiency) of revenues over expenditures	\$ (579,026)	\$ (4,331,796)	\$ (936,034)	\$ (94,708)	\$ (1,779,663)
Other financing sources (uses):					
Refunding bonds issued			6,715,000		
Premium on sale of bonds			5,990,000		
Capital lease agreements			872,835		
Transfers in					1,687,445
Transfers out	90,513	42,321	280,151	37,615	103,614
Payment to refunded bond escrow agent	(90,513)	(42,321)	(280,151)	(37,615)	(103,614)
Total other financing sources (uses)			13,577,835		1,687,445
Changes in fund balances	<u>\$ (579,026)</u>	<u>\$ (4,331,796)</u>	<u>\$ 12,641,801</u>	<u>\$ (94,708)</u>	<u>\$ (92,218)</u>
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Excess (deficiency) of revenues over expenditures	\$ (115,485)	\$ 201,812	\$ (990,501)	\$ (372,173)	\$ (8,066,824)
Other financing sources (uses):					
Transfers in			717,295	59,026	
Transfers out	10,926	10,238	1,907	17,353	86,422
Payment to refunded bond escrow agent	(10,926)	(10,238)	(1,907)	(17,353)	(86,422)
Total other financing sources (uses)			717,295	59,026	
Changes in fund balances	<u>\$ (115,485)</u>	<u>\$ 201,812</u>	<u>\$ (273,206)</u>	<u>\$ (313,147)</u>	<u>\$ (8,066,824)</u>

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
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>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Commercial, Industrial, Utilities and Mining	\$ 77,010,799	\$ 77,839,751	\$ 76,080,916	\$ 82,359,105	\$ 86,381,835
Agricultural and Vacant	24,837,413	24,227,654	26,243,288	25,351,538	29,738,049
Residential (Owner Occupied)	129,848,512	122,404,265	116,314,878	110,849,430	110,922,326
Residential (Rental)	38,014,349	36,251,662	33,179,934	30,892,605	29,118,974
Railroad, Private Cars and Airlines	637,387	533,583	551,387	564,940	502,959
Historical Property	781,909	713,597	715,008	697,593	660,440
Certain Government Property Improvements	19,749	18,417	14,265	13,217	18,040
Total	<u>\$ 271,150,118</u>	<u>\$ 261,988,929</u>	<u>\$ 253,099,676</u>	<u>\$ 250,728,428</u>	<u>\$ 257,342,623</u>
Gross Full Cash Value	\$ 2,499,692,669	\$ 2,860,249,479	\$ 2,486,254,341	\$ 2,190,672,253	\$ 2,198,613,264
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	9%	10%	11%	12%
Total Direct Rate	3.03	2.93	2.96	2.95	2.94

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Commercial, Industrial, Utilities and Mining	\$ 98,922,311	\$ 108,506,998	\$ 116,418,106	\$ 116,280,084	\$ 109,651,199
Agricultural and Vacant	36,799,440	50,735,007	54,783,005	49,483,624	43,096,641
Residential (Owner Occupied)	122,015,019	147,945,491	190,711,948	195,298,527	179,883,465
Residential (Rental)	33,639,059	28,577,423	34,426,396	33,394,786	28,526,330
Railroad, Private Cars and Airlines	570,097	659,003	705,213	719,623	885,094
Historical Property	755,480	846,542	1,025,040	985,293	827,708
Certain Government Property Improvements	15,847	18,388	12,477	12,291	6,365
Total	<u>\$ 292,717,253</u>	<u>\$ 337,288,852</u>	<u>\$ 398,082,185</u>	<u>\$ 396,174,228</u>	<u>\$ 362,876,802</u>
Gross Full Cash Value	\$ 2,449,465,188	\$ 2,800,777,676	\$ 3,498,652,886	\$ 3,823,259,603	\$ 3,832,289,849
Ratio of Net Limited Assessed Value to Gross Full Cash Value	12%	12%	11%	10%	9%
Total Direct Rate	2.67	2.05	1.90	1.94	1.71

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Commercial, Industrial, Utilities and Mining	\$ 78,616,508	\$ 80,270,978	\$ 77,152,497	\$ 82,812,403	\$ 86,539,493
Agricultural and Vacant	29,240,168	28,478,221	28,159,028	25,941,985	29,896,385
Residential (Owner Occupied)	162,337,560	152,522,707	132,791,073	111,841,807	110,947,272
Residential (Rental)	47,284,784	45,114,277	37,983,260	31,325,768	29,166,639
Railroad, Private Cars and Airlines	644,434	536,652	552,270	565,411	503,396
Historical Property	962,462	924,295	813,268	707,493	663,793
Certain Government Property Improvements	21,388	27,324	18,514	13,303	18,737
Total	<u>\$ 319,107,304</u>	<u>\$ 307,874,454</u>	<u>\$ 277,469,910</u>	<u>\$ 253,208,170</u>	<u>\$ 257,735,715</u>
Gross Full Cash Value	\$ 2,499,692,669	\$ 2,860,249,479	\$ 2,486,254,341	\$ 2,190,672,253	\$ 2,198,613,264
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	13%	11%	11%	12%	12%
Estimated Net Full Cash Value	2,258,888,639	2,586,905,520	2,279,510,456	2,015,286,845	2,017,477,723
Total Direct Rate	3.03	2.93	2.96	2.95	2.94

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Commercial, Industrial, Utilities and Mining	\$ 99,325,550	\$ 110,160,187	\$ 121,802,862	\$ 123,589,854	\$ 118,967,769
Agricultural and Vacant	38,844,903	56,433,010	67,370,265	72,606,963	71,455,660
Residential (Owner Occupied)	122,069,233	148,360,157	193,913,358	219,108,307	229,172,265
Residential (Rental)	33,715,362	28,912,987	35,108,897	37,543,309	35,743,473
Railroad, Private Cars and Airlines	571,157	667,283	719,344	737,882	901,222
Historical Property	755,488	850,828	1,087,939	1,195,408	1,141,158
Certain Government Property Improvements	15,847	18,531	12,737	12,469	6,436
Total	<u>\$ 295,297,540</u>	<u>\$ 345,402,983</u>	<u>\$ 420,015,402</u>	<u>\$ 454,794,192</u>	<u>\$ 457,387,983</u>
Gross Full Cash Value	\$ 2,449,465,188	\$ 2,800,777,676	\$ 3,498,652,886	\$ 3,823,259,603	\$ 3,832,289,849
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12%	12%	12%	12%	12%
Estimated Net Full Cash Value	2,291,595,828	2,607,955,978	3,277,233,624	3,558,872,918	3,588,141,391
Total Direct Rate	2.67	2.05	1.90	1.94	1.71

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	19 %	19 %	20 %
Agricultural and Vacant	15	15	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	14	15	16	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Commercial, Industrial, Utilities and Mining	20 %	20 %	21 %	22 %	23 %
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	17	18	20

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.

**MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates						District Direct Rates		
	State	County	Cottonwood	Clarksdale	Joint Tech	Clarkdale	Primary	Secondary	Total
	Equalization		Oak Creek Elem	Jerome #3 Elem		Fire District			
2018	0.49	1.84	3.03	2.56	0.05	3.22	2.08	0.95	3.03
2017	0.50	1.90	3.11	2.56	0.05	3.22	2.02	0.91	2.93
2016	0.51	1.93	3.46	2.68	0.05	3.23	2.16	0.80	2.96
2015	0.51	1.96	2.70	2.63	0.05	3.25	2.17	0.78	2.95
2014	0.51	1.93	2.45	2.42	0.05	3.24	2.17	0.77	2.94
2013	0.47	1.64	2.67	2.62	0.05	2.93	1.93	0.75	2.67
2012	0.43	1.43	2.25	2.32	0.05	2.51	1.88	0.17	2.05
2011	0.36	1.35	1.78	1.74	0.05	1.83	1.46	0.44	1.90
2010	0.33	1.28	1.64	1.59	0.05	1.83	1.56	0.38	1.94
2009		1.37	2.22	1.67	0.05	1.83	1.44	0.27	1.71

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Taxpayer	2018			2009	
	Net Limited Assessed Valuation	Percentage of District's Net Limited Assessed Valuation		Net Full Cash Assessed Valuation	Percentage of District's Net Full Cash Assessed Valuation
Phoenix Cement Co	\$ 15,945,781	5.88	%	\$ 12,002,845	2.62 %
Arizona Public Service Company	12,329,390	4.55		4,859,158	1.06
Unisource Energy Corporation	2,730,418	1.01		3,481,188	0.76
Wal-Mart	1,757,615	0.65		2,719,678	0.59
Qwest Corporation	1,723,815	0.64		7,542,573	1.65
Salt River Pima-Maricopa Indian	1,305,250	0.48		4,061,386	0.89
GRL Inc	1,243,996	0.46		3,771,287	0.82
Verde Valley Medical Center	1,034,946	0.38		3,662,500	0.80
RCG-Cottonwood LLC	1,009,203	0.37		3,263,614	0.71
HD Development of Maryland In	982,045	0.36		2,973,515	0.65
Phelps Dodge Corp	927,831	0.34		-	-
Cottonwood Retirement Village	782,020	0.29		-	-
PLP Cottonwood LLC	728,659	0.27		-	-
Mountain Gate Clarkdale LLC	710,125	0.26		-	-
Solar City LMC Series II, LLC	655,475	0.24		-	-
Verde Canyon RailroadLC	607,880	0.22		-	-
Minerals Research Inc.	542,722	0.20		-	-
Joram Corporation	524,778	0.19		-	-
Solar City LMC Series V, LLC	522,745	0.19		-	-
Clarkdale Minerals LLC	505,774	0.19		-	-
Total	<u>\$ 46,570,468</u>	<u>17.17</u>	%	<u>\$ 48,337,744</u>	<u>10.57</u> %

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
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
2018	\$ 6,399,021	\$ 6,308,526	98.59 %	\$	\$ 6,308,526	98.59 %
2017	6,526,437	6,388,004	97.88	134,117	6,522,121	99.93
2016	6,525,596	6,372,658	97.66	146,998	6,519,656	99.91
2015	6,322,803	6,180,961	97.76	136,286	6,317,247	99.91
2014	6,558,355	6,387,496	97.39	163,703	6,551,199	99.89
2013	6,766,901	6,588,719	97.37	171,625	6,760,344	99.90
2012	6,522,534	6,210,475	95.22	300,950	6,511,425	99.83
2011	5,778,073	5,432,417	94.02	338,245	5,770,662	99.87
2010	6,735,419	6,390,411	94.88	345,008	6,735,419	100.00
2009	5,367,175	5,128,184	95.55	238,991	5,367,175	100.00

Source: The source of this information is the 2018 Yavapai County Treasurer's records.

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less:	Total	Percentage of	Per Capita	Capital Leases	Total	Percentage of	Per Capita	Percentage of Personal Income	
		Amounts		Estimated				Estimated			
		Restricted for Principal		Actual Value (Full Cash Value)				Actual Value (Full Cash Value)			
2018	\$ 11,781,693	\$ 225,831	\$ 11,555,862	0.46 %	\$ 322	\$ 900,038	\$ 12,681,731	0.51 %	\$ 354	0.15 %	
2017	13,359,764	481,452	12,878,312	0.45	372	962,959	14,322,723	0.50	413	0.18	
2016	14,763,532	367,190	14,396,342	0.58	418	1,024,852	15,788,384	0.64	458	0.23	
2015	9,029,891	104,774	8,925,117	0.41	377	1,563,592	10,593,483	0.48	447	0.15	
2014	10,120,590	164,880	9,955,710	0.45	423	1,687,445	11,808,035	0.54	502	0.21	
2013	12,025,000	202,169	11,822,831	0.48	509	301,706	12,326,706	0.50	530	0.22	
2012	12,950,000	20,881	12,929,119	0.46	555	440,977	13,390,977	0.48	575	0.25	
2011	13,700,000	44,526	13,655,474	0.39	576	573,057	14,273,057	0.41	602	0.23	
2010	14,325,000	167,119	14,157,881	0.37	591		14,325,000	0.37	598	0.22	
2009	14,825,000	126,446	14,698,554	0.38	578	103,165	14,928,165	0.39	587	0.25	

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2018

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Yavapai County Community College District	\$ 32,270,000	11.11 %	\$ 3,585,197
City of Cottonwood	52,097,804	100.00	52,097,804
Cottonwood-Oak Creek Elementary School	14,067,438	100.00	14,067,438
Subtotal, Overlapping Debt			<u>69,750,439</u>
Direct:			
Mingus Union High School District No. 4			<u>12,681,731</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 82,432,170</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation	4.27 %	
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 2,347	
As a Percentage of Net Limited Assessed Valuation	29.99 %	
As a Percentage of Gross Full Cash Value	3.25 %	

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, 2017 is presented for the overlapping governments as this is the most recent available information.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2018:

Net full cash assessed valuation	\$ 319,107,304
Debt limit (10% of assessed value)	31,910,730
Debt applicable to limit	<u>11,105,000</u>
Legal debt margin	<u><u>\$ 20,805,730</u></u>

Total Legal Debt Margin Calculation for Fiscal Year 2018:

Net full cash assessed valuation	\$ 319,107,304
Debt limit (15% of assessed value)	47,866,096
Debt applicable to limit	<u>11,105,000</u>
Legal debt margin	<u><u>\$ 36,761,096</u></u>

	Fiscal Year Ended June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Debt Limit	\$ 47,866,096	\$ 46,181,168	\$ 41,620,487	\$ 37,981,226	\$ 38,660,357
Total net debt applicable to limit	<u>11,105,000</u>	<u>12,585,000</u>	<u>13,875,000</u>	<u>8,920,000</u>	<u>10,120,590</u>
Legal debt margin	<u><u>\$ 36,761,096</u></u>	<u><u>\$ 33,596,168</u></u>	<u><u>\$ 27,745,487</u></u>	<u><u>\$ 29,061,226</u></u>	<u><u>\$ 28,539,767</u></u>
Total net debt applicable to the limit as a percentage of debt limit	23%	27%	33%	23%	26%
	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Debt Limit	\$ 43,907,588	\$ 51,810,447	\$ 63,002,310	\$ 68,219,129	\$ 68,608,197
Total net debt applicable to limit	<u>12,025,000</u>	<u>12,950,000</u>	<u>13,700,000</u>	<u>14,325,000</u>	<u>14,825,000</u>
Legal debt margin	<u><u>\$ 31,882,588</u></u>	<u><u>\$ 38,860,447</u></u>	<u><u>\$ 49,302,310</u></u>	<u><u>\$ 53,894,129</u></u>	<u><u>\$ 53,783,197</u></u>
Total net debt applicable to the limit as a percentage of debt limit	27%	25%	22%	21%	22%

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.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
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>
2017	224,363	\$	8,287,072	\$	36,936	4.8 %	35,858
2016	216,850		7,900,004		35,545	4.9	34,657
2015	214,991		6,987,852		32,503	5.9	34,444
2014	218,844		7,172,392		32,774	6.3	23,680
2013	215,133		5,665,528		26,335	8.6	23,523
2012	212,637		5,534,516		26,028	8.7	23,250
2011	211,888		5,441,284		25,680	10.0	23,308
2010	215,686		6,283,809		29,134	10.2	23,726
2009	214,929		6,450,243		30,011	9.5	23,966
2008	227,348		5,860,461		27,620	5.6	25,444

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 2008 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2017, the source of the information is the Arizona Office of Employment and Population Statistics.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR

Employer	2018			2009		
	Employees	Percentage of Total Employment		Employees	Percentage of Total Employment	
Verde Valley Medical Center	1,000	29.38	%	440	7.13	%
Wal-Mart	365	10.72		430	6.97	
Cottonwood Oak-Creek Sch. District	220	6.46		385	6.24	
City of Cottonwood	205	6.02		160	2.59	
Phoenix Cement Co.	180	5.29		155	2.51	
Mingus Union High School	178	5.23		150	2.43	
Spectrum Health	170	4.99		135	2.19	
Western Technologies	162	4.76		125	2.03	
City of Sedona	142	4.17		120	1.95	
Home Depot	135	3.97		100	1.62	
CTI Corp	125	3.67		95	1.54	
Tungland Corp	125	3.67		55	0.89	
Frys	120	3.53			-	
Sedona-Oak Creek Joint Unified Sch. District	65	1.91			-	
Larry Green Chevrolet	64	1.88			-	
Clarkdale-Jerome Sch. District	52	1.53			-	
Safeway	96	2.82			-	
Total	3,404	100.00	%	2,350	38.09	%
Total employment	3,404			6,169		

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

Note: The information presented above is County-wide.

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Supervisory					
Superintendent	1	1	1	1	1
Principals	1	1	1	1	1
Assistant principals	1	2	1	1	1
Total supervisory	<u>3</u>	<u>4</u>	<u>3</u>	<u>3</u>	<u>3</u>
Instruction					
Teachers	58	56	57	57	60
Aides	14	14	14	13	13
Total instruction	<u>72</u>	<u>70</u>	<u>71</u>	<u>70</u>	<u>73</u>
Student Services					
Counselors/Advisors	7	7	7	4	4
Total student services	<u>7</u>	<u>7</u>	<u>7</u>	<u>4</u>	<u>4</u>
Support and Administration					
Clerical workers	12	12	5	5	5
Bus Drivers	8	9	18	7	11
Other classified	23	22	6	23	23
Total support and administration	<u>43</u>	<u>43</u>	<u>29</u>	<u>35</u>	<u>39</u>
Total	<u><u>125</u></u>	<u><u>124</u></u>	<u><u>110</u></u>	<u><u>112</u></u>	<u><u>119</u></u>

(Continued)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Supervisory					
Superintendent	1	1	1	1	1
Principals	1	1	1	1	1
Assistant principals	1	1	1	1	1
Total supervisory	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>	<u>3</u>
Instruction					
Teachers	58	57	57	61	65
Aides	15	15	15	17	14
Total instruction	<u>73</u>	<u>72</u>	<u>72</u>	<u>78</u>	<u>79</u>
Student Services					
Counselors/Advisors	4	4	4	4	4
Total student services	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>
Support and Administration					
Clerical workers	5	5	5	4	4
Bus Drivers	11	11	11	11	13
Other classified	23	23	23	23	23
Total support and administration	<u>39</u>	<u>39</u>	<u>39</u>	<u>38</u>	<u>40</u>
Total	<u><u>119</u></u>	<u><u>118</u></u>	<u><u>118</u></u>	<u><u>123</u></u>	<u><u>126</u></u>

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

(Concluded)

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30	Average Daily Membership	Operating Expenditures	Cost per Pupil	Percentage Change	Expenses	Cost per Pupil	Percentage Change	Teaching Staff	Pupil- Teacher Ratio	Percentage of Free/Reduced Students
2018	1,180	\$ 9,437,597	\$ 7,998	(1.34) %	\$ 11,821,727	\$ 10,018	1.34 %	72	16.4	70.0 %
2017	1,122	9,095,346	8,106	1.00	11,092,341	9,886	4.34	70	16.0	72.0
2016	1,125	9,029,152	8,026	4.97	10,659,372	9,475	0.45	71	15.8	76.0
2015	1,129	8,632,041	7,646	1.68	10,649,711	9,433	3.70	70	16.1	43.0
2014	1,191	8,955,816	7,520	(2.28)	10,833,219	9,096	(0.92)	73	16.3	49.0
2013	1,163	8,949,322	7,695	(0.63)	10,677,112	9,181	(2.24)	73	15.9	50.6
2012	1,142	8,843,044	7,743	7.81	10,724,551	9,391	(0.28)	72	15.9	50.6
2011	1,176	8,446,808	7,183	(3.06)	11,074,714	9,417	5.75	72	16.3	43.6
2010	1,206	8,935,387	7,409	(7.15)	10,739,735	8,905	(4.99)	78	15.5	48.5
2009	1,158	9,240,919	7,980	1.51	10,853,936	9,373	3.99	79	14.7	34.2

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

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

MINGUS UNION HIGH SCHOOL DISTRICT NO. 4
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<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>	<u>2009</u>
<u>Schools</u>										
<u>High</u>										
Buildings	8	8	8	8	8	8	8	8	8	8
Square feet	186,030	186,030	171,269	171,269	171,269	171,269	171,269	171,269	171,269	171,269
Capacity	1,313	1,313	1,163	1,163	1,163	1,163	1,163	1,163	1,163	1,163
Enrollment	1,180	1,122	1,125	1,129	1,191	1,163	1,142	1,176	1,206	1,158
Garages	1	1	1	1	1	1	1	1	1	1
Buses	23	23	20	18	18	15	15	15	15	15
<u>Athletics</u>										
Football fields	1	1	1	1	1	1	1	1	1	1
Soccer fields	1	1	1	1	1	1	1	1	1	1
Running tracks	1	1	1	1	1	1	1	1	1	1
Baseball/softball	4	4	4	4	4	4	4	4	4	4

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

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