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# Mingus Union High School District No. 4

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## Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2023



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

**Cottonwood, Arizona**

**Annual Comprehensive Financial Report  
Fiscal Year Ended June 30, 2023**

Issued by:  
Business and Finance Department

## Mingus Union High School District No. 4

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## **Introductory Section**

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# MINGUS UNION HIGH SCHOOL DISTRICT NO. 4

1801 East Fir Street  
Cottonwood, AZ 86326  
928-634-7531  
[www.mingusunion.com](http://www.mingusunion.com)



December 19, 2023

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 annual comprehensive financial report of the Mingus Union High School District No. 4 (District) for the fiscal year ended June 30, 2023.

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.

**Superintendent**  
Mike Westcott  
928-634-8640

**Governing Board**  
Lori Drake  
Carol Anne Teague  
Austin Babcock  
Misty Cox  
Anthony Lozano

**Finance Director**  
Lynn Leonard  
928-634-2941



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, 2023, 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, 2023, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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

## **Profile of the District**

The District is one of 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 1,103 resident students and 62 students from other local school districts that pay tuition to attend Mingus Union High School giving the district a total enrollment of 1,165. Projected enrollment for fiscal year 2024 includes 1,152 resident students and 60 non-resident students, for a total of 1,212.

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 District maintains budgetary controls as an integral part of its overall system of internal controls. The objective of these budgetary controls is to ensure compliance with legal provisions included in the annual expenditure budget adopted by the District's Governing Board. The annual expenditure budget also serves as the foundation for the District's financial planning and control. Activities of the general fund, special revenue funds, and capital projects funds are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is the total adopted expenditure budget. Arizona Revised Statutes permits the adopted expenditure budget to be revised annually. The District additionally exercises management control and oversight of the budget at the fund level. The District may have overexpenditures of budgeted funds 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.

### **Factors Affecting Financial Condition**

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

**Local Economy.** The Verde Valley includes about 714 square miles located in the geographic center of Arizona, about 100 miles north of the Phoenix metropolitan area. The Verde River runs through the valley from northwest to southeast and is augmented by flows from Sycamore Canyon, Oak Creek, Beaver Creek and West Clear Creek. The area is unsurpassed in its variety of physical beauty with the red rocks and Mogollon Rim to the north and east and the Black Hills and Mingus Mountain dominating the western and southern portions of the valley.

The City of Cottonwood serves as the trading center for the Verde Valley, with a wide variety of retail establishments, professional services, and manufacturing concerns. Located adjacent to the Verde River at elevations ranging from 3,300 feet to 3,900 feet above sea level it experiences a mild climate which, together with its proximity to an abundance of natural amenities such as the Grand Canyon, Sedona, Dead Horse Ranch State Park, Tuzigoot National Monument and the historic mining communities of Clarkdale and Jerome, continues to attract steady growth and tourism.

The 2020 census shows most of the Verde Valley is growing. As a whole, the Verde Valley has seen an increase of just over 3,000 residents from 2010. The city of Cottonwood has gone from 11,265 in 2010 to 12,029 in 2020.

A few of the major firms represented in Cottonwood include 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.** Mingus Union High School continues to place a strong emphasis on employee salaries and benefits. Over the past few years, the school has successfully maintained a stable workforce with very few open positions. This stands out, especially when compared to other school districts that are grappling with a shortage of qualified teachers. Mingus's ability to staff its classrooms with fully qualified individuals can be attributed to its commitment to offering competitive salaries and comprehensive benefits. One notable outcome of this dedication is the increase in the Teacher Experience Index (TEI), leading to more funding from the state. This, in turn, enables the district to provide salary increases for all its staff and cover the cost of employee single coverage for medical, dental, vision, life insurance, and short-term disability.

In the current year, the district has not only submitted but also received approval for several significant projects from the School Facilities Division. These projects encompass a wide range of improvements, including the replacement of roofs on several buildings, upgrading the majority of the air conditioning units, installing a new elevator in the weights room, and repairing all the expansion joints on campus. These initiatives are poised to yield substantial cost savings for the school district. With the fiscal cliff looming for the ESSER grants (federal funding for COVID-19 response), the district must remain vigilant about the need to secure funding for positions currently supported by ESSER grants in its Maintenance and Operation budget. Through meticulous planning this year, the district was able to absorb five positions as they dropped off the grant. Next year, they anticipate being able to cover an additional two positions, largely due to their strong carry-forward balance.

Given predictions by the Joint Legislative Budget Committee of a potential budget shortfall at the state level in the coming year, the district is well aware of the looming possibility of cuts to education funding. However, their prudent financial management, exemplified by a robust carry-forward and a healthy cash balance, ensures that the district can meet its financial obligations and still have ample reserves to handle unexpected expenses. This forward-thinking approach underscores the district's commitment to sustaining high-quality education and safeguarding the welfare of its employees, even in the face of potential financial challenges.

## 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 annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the 15th 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 annual comprehensive financial report for the fiscal year ended June 30, 2022. In order to be awarded these certificates, the District published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

These certificates are valid for a period of one year only. We believe that our current annual comprehensive 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, 2023 certificates.


**Acknowledgments.** The preparation of the annual comprehensive 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,



Mike Westcott  
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 Annual Comprehensive Financial Report  
for the Fiscal Year Ended June 30, 2022.

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



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style with a horizontal line underneath.

John W. Hutchison  
President

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style with a horizontal line underneath.

Siobhán McMahon, CAE  
Chief Operations Officer/  
Interim 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 Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

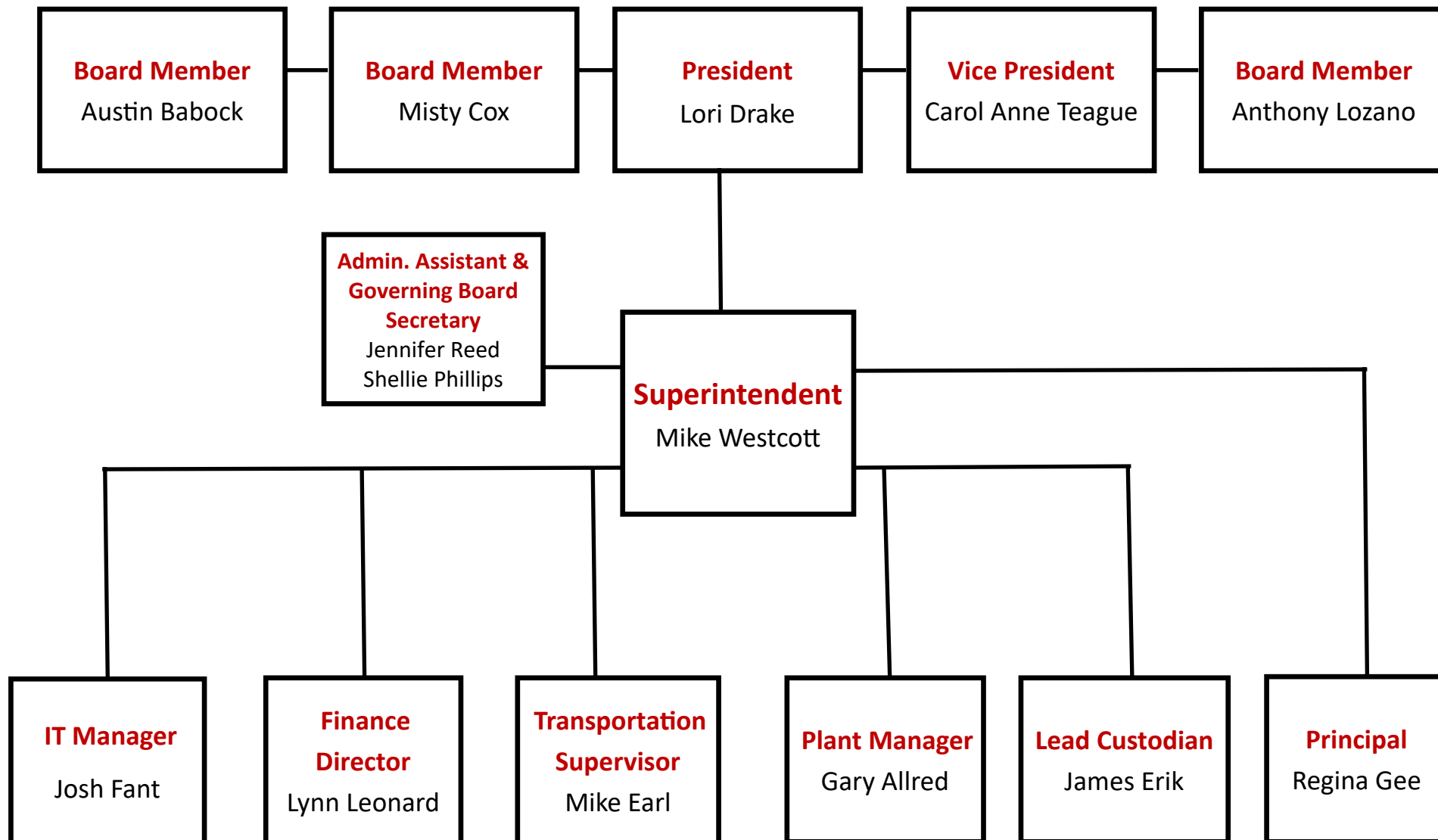
June 30, 2022

*Christopher P. Morill*

Executive Director/CEO



# Mingus Union High School District # 4



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

**List of Principal Officials**

**Governing Board**

Lori Drake, President

Carol Anne Teague, Vice President

Austin Babcock, Member

Misty Cox, Member

Anthony Lozano, Member

**Administrative Staff**

Mike Westcott, Superintendent

Lynn Leonard, Business Manager



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## **Financial Section**

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## **Independent Auditor's Report**

Governing Board  
Mingus Union High School District No. 4

### **Report on Audit of Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Mingus Union High School District No. 4 (District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Mingus Union High School District No. 4, as of June 30, 2023, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Mingus Union High School District No. 4 and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

As described in Note 1, the District implemented the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, for the year ended June 30, 2023, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

#### ***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

### ***Other Matters***

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

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

### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

### *Other Information*

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2023, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Mingus Union High School District No. 4's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Mingus Union High School District No. 4's internal control over financial reporting and compliance.

*Heinfeld Meech & Co. PC*

Heinfeld, Meech & Co., P.C.  
Flagstaff, Arizona  
December 19, 2023

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**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, 2023**

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, 2023. 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 \$183,826 which represents a three percent increase from the prior fiscal year which is not a significant change.
- General revenues accounted for \$12.8 million in revenue, or 74 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$4.6 million or 26 percent of total current fiscal year revenues.
- The District had approximately \$17.2 million in expenses related to governmental activities, an increase of 18 percent from the prior fiscal year primarily due to increased salaries and wages.
- Among major funds, the General Fund had \$11.2 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$11.0 million in expenditures. The General Fund's fund balance increase from \$1.1 million at the prior fiscal year end to \$1.4 million at the end of the current fiscal year was primarily due to increased property taxes and state grants.

**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, 2023**

**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 are reported as governmental 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, 2023**

**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, Federal and State Grants, and Other Special Revenue 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.

**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 major Special Revenue Funds as required supplementary information. Schedules for the pension 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 \$5.5 million at the current fiscal year end.

The largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment, and construction in progress), less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of 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, 2023**

**Government-Wide Financial Analysis**

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2023 and June 30, 2022.

	As of June 30, 2023	As of June 30, 2022
Current and other assets	\$ 4,870,815	\$ 4,778,857
Capital assets, net	15,273,278	16,225,361
Total assets	<u>20,144,093</u>	<u>21,004,218</u>
Deferred outflows	<u>1,949,143</u>	<u>2,016,277</u>
Current and other liabilities	288,499	452,108
Long-term liabilities	14,838,059	13,593,548
Total liabilities	<u>15,126,558</u>	<u>14,045,656</u>
Deferred inflows	<u>1,429,795</u>	<u>3,621,782</u>
Net position:		
Net investment in capital assets	10,442,447	10,211,422
Restricted	1,925,498	2,016,204
Unrestricted	(6,831,062)	(6,874,569)
Total net position	<u>\$ 5,536,883</u>	<u>\$ 5,353,057</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 \$6.8 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 \$1.0 million of bonds.
- The increase of \$2.4 million of pension liabilities.

**Mingus Union High School District No. 4**  
**Management's Discussion and Analysis (MD&A)**  
**Year Ended June 30, 2023**

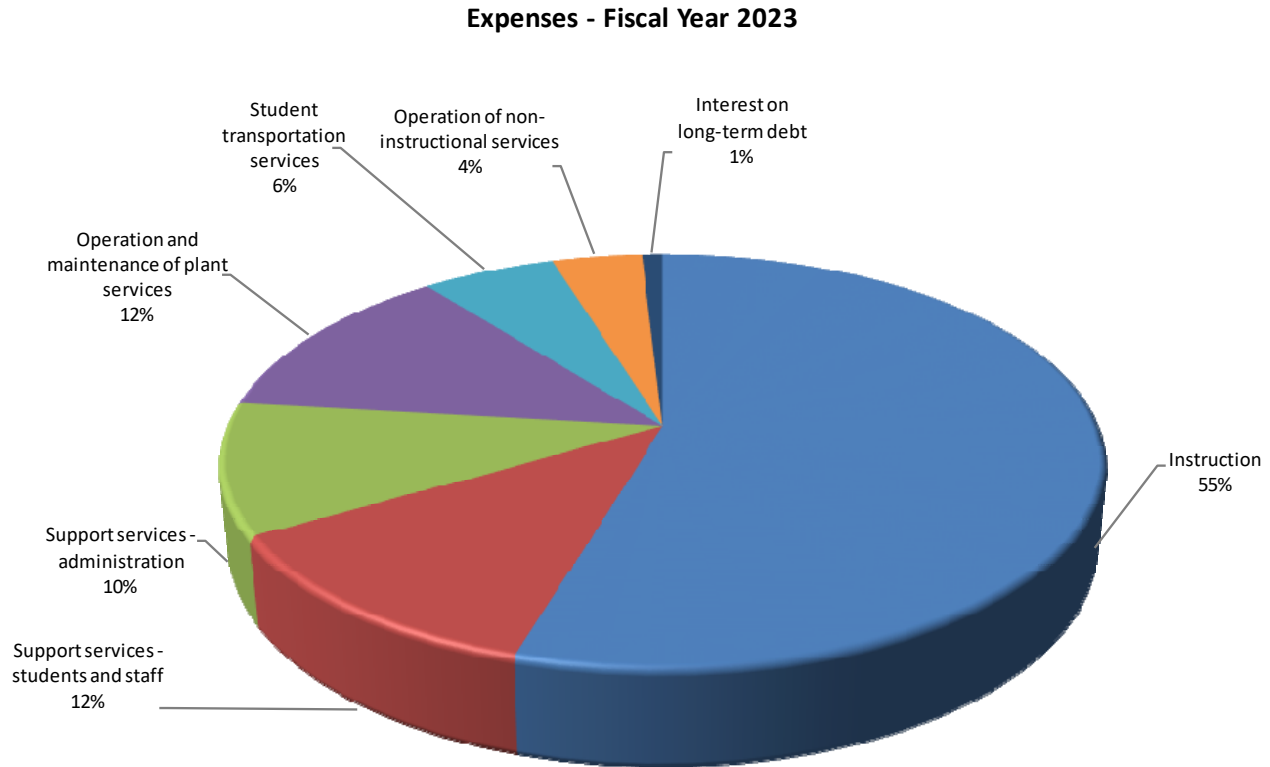
**Government-Wide Financial Analysis**

**Changes in net position.** The District's total revenues for the current fiscal year were \$17.4 million. The total cost of all programs and services was \$17.2 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2023 and June 30, 2022.

	Fiscal Year Ended June 30, 2023	Fiscal Year Ended June 30, 2022
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 1,532,704	\$ 1,394,590
Operating grants and contributions	2,950,181	2,618,897
Capital grants and contributions	101,765	112,482
General revenues:		
Property taxes	6,313,048	7,014,406
Investment income	88,058	8,724
Unrestricted county aid		653,416
Unrestricted state aid	6,337,021	4,587,006
Unrestricted federal aid	110,986	108,119
<b>Total revenues</b>	<u>17,433,763</u>	<u>16,497,640</u>
<b>Expenses:</b>		
Instruction	9,420,910	8,131,351
Support services - students and staff	2,074,328	1,600,147
Support services - administration	1,759,745	1,485,457
Operation and maintenance of plant services	2,173,714	1,840,481
Student transportation services	996,917	839,119
Operation of non-instructional services	671,882	612,129
Interest on long-term debt	152,441	160,716
<b>Total expenses</b>	<u>17,249,937</u>	<u>14,669,400</u>
<b>Changes in net position</b>	183,826	1,828,240
<b>Net position, beginning</b>	5,353,057	3,524,817
<b>Net position, ending</b>	<u>\$ 5,536,883</u>	<u>\$ 5,353,057</u>

**Mingus Union High School District No. 4**  
**Management's Discussion and Analysis (MD&A)**  
**Year Ended June 30, 2023**

**Government-Wide Financial Analysis**



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

- Unrestricted state aid increased \$1.8 million primarily due to an increased revenue rate per student.
- Operating grants and contributions increased \$504,834 due to increased grant funding related to the COVID-19 pandemic.
- Instruction expenses increased \$1.3 million due to increased salaries and benefits rates.

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, 2023**

**Government-Wide Financial Analysis**

	Year Ended June 30, 2023		Year Ended June 30, 2022	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 9,420,910	\$ (6,022,612)	\$ 8,131,351	\$ (5,455,499)
Support services - students and staff	2,074,328	(1,567,714)	1,600,147	(1,161,287)
Support services - administration	1,759,745	(1,744,130)	1,485,457	(1,401,708)
Operation and maintenance of plant services	2,173,714	(1,994,678)	1,840,481	(1,729,751)
Student transportation services	996,917	(996,917)	839,119	(835,381)
Operation of non-instructional services	671,882	(186,795)	612,129	200,911
Interest on long-term debt	152,441	(152,441)	160,716	(160,716)
Total	<u>\$ 17,249,937</u>	<u>\$ (12,665,287)</u>	<u>\$ 14,669,400</u>	<u>\$ (10,543,431)</u>

- The cost of all governmental activities this year was \$17.2 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$4.6 million.
- Net cost of governmental activities of \$12.7 million was financed by general revenues, which are made up of primarily property taxes of \$6.3 million and state aid of \$6.3 million. Investment earnings accounted for \$88,058 of funding.

**Financial Analysis of the District's Funds**

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$3.3 million, an increase of \$447,907.



**Mingus Union High School District No. 4**  
**Management's Discussion and Analysis (MD&A)**  
**Year Ended June 30, 2023**

**Financial Analysis of the District's Funds**

The General Fund comprises 42 percent of the total fund balance. Almost the entire General Fund's fund balance of \$1.4 million is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$244,430 to \$1.4 million as of fiscal year end was primarily a result of increased state aid and grants. General fund revenues increased \$1.2 million primarily due to increased state aid and grants. General Fund expenditures increased \$902,235 primarily due to increased salaries and wages.

The Federal and State Grants Fund revenues increase of \$853,312 was primarily a result of Federal grant revenue in response to the COVID-19 pandemic.

The Other Special Revenue Fund revenues increase of \$19,720 was not a significant change for the fund.

**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 \$236,343 decrease, or two percent, due to a decrease in estimated student count.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The significant favorable variance of \$774,418 in instruction expenditures was primarily due to a budget balance carry forward and costs saving throughout the year.

**Mingus Union High School District No. 4**  
**Management's Discussion and Analysis (MD&A)**  
**Year Ended June 30, 2023**

**Capital Assets and Debt Administration**

**Capital Assets.** At year end, the District had invested \$35.8 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$428,578 from the prior fiscal year. Total depreciation expense for the current fiscal year was \$1.4 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2023 and June 30, 2022.

	As of June 30, 2023	As of June 30, 2022
Capital assets - non-depreciable	\$ 41,774	\$ 293,969
Capital assets - depreciable, net	15,231,504	15,931,392
Total	<u>\$ 15,273,278</u>	<u>\$ 16,225,361</u>

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

**Debt Administration.** At year-end, the District had \$4.8 million in long-term debt outstanding, \$697,967 due within one year. Long-term debt decreased by \$1.2 million primarily due to principal retirement.

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 \$70.5 million and the Class B debt limit is \$47.0 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

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

**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 2023-24 budget. Among them:

- Fiscal year 2022-23 budget balance carry forward (estimated \$505,652).
- District student population (estimated 1,212).
- Employee salaries and wages (estimated \$9.1 million).

**Mingus Union High School District No. 4**  
**Management's Discussion and Analysis (MD&A)**  
**Year Ended June 30, 2023**

**Economic Factors and Next Year's Budget and Rates**

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

Budgeted expenditures in the General Fund increased five percent to \$10.8 million in fiscal year 2023-24 primarily due to an increase in the estimate of the District's student count. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2023-24 budget.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business 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, 2023**

	<b>Governmental Activities</b>
<b>Assets</b>	
Current assets:	
Cash and investments	\$ 3,221,097
Property taxes receivable	157,994
Due from governmental entities	290,544
Leases receivable	<u>1,201,180</u>
Total current assets	<u>4,870,815</u>
Noncurrent assets:	
Capital assets not being depreciated	41,774
Capital assets, net accumulated depreciation	<u>15,231,504</u>
Total noncurrent assets	<u>15,273,278</u>
<b>Total assets</b>	<u><b>20,144,093</b></u>
<b>Deferred outflows of resources</b>	
Pension plan items	<u>1,949,143</u>
<b>Total deferred outflows of resources</b>	<u><b>1,949,143</b></u>
<b>Liabilities</b>	
Current liabilities:	
Accounts payable	243,905
Unearned revenues	44,594
Compensated absences payable	24,495
Financed purchases payable	172,967
Bonds payable	<u>525,000</u>
Total current liabilities	<u>1,010,961</u>
Noncurrent liabilities:	
Non-current portion of long-term obligations	<u>14,115,597</u>
Total noncurrent liabilities	<u>14,115,597</u>
<b>Total liabilities</b>	<u><b>15,126,558</b></u>
<b>Deferred inflows of resources</b>	
Pension plan items	259,299
Leases	<u>1,170,496</u>
<b>Total deferred inflows of resources</b>	<u><b>1,429,795</b></u>
<b>Net position</b>	
Net investment in capital assets	10,442,447
Restricted for:	
Instruction	1,402,530
Food service	88,529
Non-instructional purposes	260,990
Debt service	173,085
Capital outlay	364
Unrestricted	<u>(6,831,062)</u>
<b>Total net position</b>	<u><b>\$ 5,536,883</b></u>

**Mingus Union High School District No. 4**  
**Statement of Activities**  
**For the Year Ended June 30, 2023**

Functions/Programs	Expenses	Program Revenue			Net (Expense)
		Charges for	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
		Services			Governmental Activities
<b>Governmental activities</b>					
Instruction	\$ 9,420,910	\$ 1,075,597	\$ 2,220,936	\$ 101,765	\$ (6,022,612)
Support services - students and staff	2,074,328	64,505	442,109		(1,567,714)
Support services - administration	1,759,745	9,754	5,861		(1,744,130)
Operation and maintenance of plant services	2,173,714	81,771	97,265		(1,994,678)
Student transportation services	996,917				(996,917)
Operation of non-instructional services	671,882	301,077	184,010		(186,795)
Interest on long-term debt	152,441				(152,441)
<b>Total governmental activities</b>	<u>\$ 17,249,937</u>	<u>\$ 1,532,704</u>	<u>\$ 2,950,181</u>	<u>\$ 101,765</u>	<u>(12,665,287)</u>
<b>General revenues</b>					
Property taxes					6,313,048
Investment income					88,058
Unrestricted state aid					6,337,021
Unrestricted federal aid					110,986
<b>Total general revenues</b>					<u>12,849,113</u>
<b>Changes in net position</b>					183,826
<b>Net position, beginning of year</b>					<u>5,353,057</u>
<b>Net position, end of year</b>					<u>\$ 5,536,883</u>



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## **Fund Financial Statements**

**Mingus Union High School District No. 4**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2023**

	<b>General</b>	<b>Federal and State Grants</b>	<b>Other Special Revenue</b>	<b>Non-Major Governmental Funds</b>
<b>Assets</b>				
Cash and investments	\$ 1,473,817	\$ 23,257	\$ 942,251	\$ 781,772
Property taxes receivable	133,423			24,571
Due from governmental entities		152,797	57,565	80,182
Leases receivable	1,201,180			
<b>Total assets</b>	<u>\$ 2,808,420</u>	<u>\$ 176,054</u>	<u>\$ 999,816</u>	<u>\$ 886,525</u>
<b>Liabilities</b>				
Accounts payable	\$ 148,785	\$ 90,613	\$ 4,507	\$
Unearned revenues		44,594		
<b>Total liabilities</b>	<u>148,785</u>	<u>135,207</u>	<u>4,507</u>	
<b>Deferred inflows of resources</b>				
Unavailable revenues - property taxes	104,335			19,107
Unavailable revenues - intergovernmental		16,657		
Leases	1,170,496			
<b>Total deferred inflows of resources</b>	<u>1,274,831</u>	<u>16,657</u>		<u>19,107</u>
<b>Fund balances</b>				
Restricted	2,817	24,190	995,309	867,418
Unassigned	1,381,987			
<b>Total fund balances</b>	<u>1,384,804</u>	<u>24,190</u>	<u>995,309</u>	<u>867,418</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 2,808,420</u>	<u>\$ 176,054</u>	<u>\$ 999,816</u>	<u>\$ 886,525</u>

**Total  
Governmental  
Funds**

---

\$	3,221,097
	157,994
	290,544
	<u>1,201,180</u>
\$	<u>4,870,815</u>

\$	243,905
	<u>44,594</u>
	<u>288,499</u>

	123,442
	16,657
	<u>1,170,496</u>
	<u>1,310,595</u>

	1,889,734
	<u>1,381,987</u>
	<u>3,271,721</u>

\$	<u>4,870,815</u>
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**Mingus Union High School District No. 4**  
**Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position**  
**June 30, 2023**

**Total fund balances - governmental funds** **\$ 3,271,721**

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	\$ 35,803,476	
Less accumulated depreciation/amortization	<u>(20,530,198)</u>	
		15,273,278

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

Property taxes	123,442	
Intergovernmental	<u>16,657</u>	
		140,099

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

Deferred outflows of resources related to pensions	1,949,143	
Deferred inflows of resources related to pensions	<u>(259,299)</u>	
		1,689,844

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

Compensated absences payable	(163,297)	
Financed purchases payable	(889,495)	
Bonds payable	(3,941,336)	
Net pension liability	<u>(9,843,931)</u>	
		<u>(14,838,059)</u>

**Net position of governmental activities** **\$ 5,536,883**

**Mingus Union High School District No. 4**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2023**

	<b>General</b>	<b>Federal and State Grants</b>	<b>Other Special Revenue</b>	<b>Non-Major Governmental Funds</b>
<b>Revenues</b>				
Other local	\$ 787,265	\$	\$ 843,046	\$ 139,004
Property taxes	5,271,718			1,076,873
State aid and grants	5,036,129	190,674		1,300,892
Federal aid, grants and reimbursements	110,986	2,620,916		184,010
<b>Total revenues</b>	<u>11,206,098</u>	<u>2,811,590</u>	<u>843,046</u>	<u>2,700,779</u>
<b>Expenditures</b>				
Current:				
Instruction	5,206,167	1,144,913	355,720	1,095,687
Support services - students and staff	1,194,832	535,145	88,958	108,122
Support services - administration	1,415,249	5,763	46,095	10,792
Operation and maintenance of plant services	1,558,880	163,400	592	11,115
Student transportation services	557,869	15,838	317	
Operation of non-instructional services	91,336	7,374	229,545	278,434
Capital outlay	830,534	784,827	50,840	3,136
Debt service:				
Principal retirement	168,775			1,000,000
Interest and fiscal charges	22,899			143,875
<b>Total expenditures</b>	<u>11,046,541</u>	<u>2,657,260</u>	<u>772,067</u>	<u>2,651,161</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>159,557</u>	<u>154,330</u>	<u>70,979</u>	<u>49,618</u>
<b>Other financing sources (uses)</b>				
Transfers in	71,450			
Transfers out		(71,450)		
Proceeds from sale of capital assets	13,423			
<b>Total other financing sources (uses)</b>	<u>84,873</u>	<u>(71,450)</u>		
<b>Changes in fund balances</b>	<u>244,430</u>	<u>82,880</u>	<u>70,979</u>	<u>49,618</u>
<b>Fund balances, beginning of year</b>	<u>1,140,374</u>	<u>(58,690)</u>	<u>924,330</u>	<u>817,800</u>
<b>Fund balances, end of year</b>	<u>\$ 1,384,804</u>	<u>\$ 24,190</u>	<u>\$ 995,309</u>	<u>\$ 867,418</u>

**Total  
Governmental  
Funds**

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\$ 1,769,315  
6,348,591  
6,527,695  
2,915,912  
17,561,513

7,802,487  
1,927,057  
1,477,899  
1,733,987  
574,024  
606,689  
1,669,337  
  
1,168,775  
166,774  
17,127,029

434,484

71,450  
(71,450)  
13,423  
13,423

447,907

2,823,814

\$ 3,271,721



**Mingus Union High School District No. 4**  
**Reconciliation of the Statement of Revenues, Expenditures and**  
**Changes in Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2023**

<b>Changes in fund balances - total governmental funds</b>	<b>\$</b>	<b>447,907</b>
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Amounts reported for governmental activities in the Statement of Activities are different because:

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

Expenditures for capitalized assets	\$ 453,450		
Less current year depreciation/amortization	<u>(1,400,608)</u>		
			(947,158)

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

Property taxes	(35,543)		
Intergovernmental	<u>(105,630)</u>		
			(141,173)

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

Financed purchase principal retirement	168,775		
Bond principal retirement	<u>1,000,000</u>		
			1,168,775

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

Current year pension contributions	956,971		
Pension expense	<u>(1,303,367)</u>		
			(346,396)

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

Loss on disposal of assets	(4,925)		
Amortization of deferred bond items	14,333		
Compensated absences	<u>(7,537)</u>		
			<u>1,871</u>

<b>Changes in net position in governmental activities</b>	<b>\$</b>	<b><u>183,826</u></b>
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**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**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, 2023, the District implemented the provisions of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. This Statement increases the usefulness of the financial statements by requiring the recognition of certain assets and liabilities for SBITAs. This Statement also requires a government to disclose essential information about the arrangement. The District's analysis of SBITAs in effect at the beginning of the year resulted in no changes to beginning balances reported in the financial statements due to the implementation of this standard.

In addition, during the year the District consolidated individual reporting funds that were presented separately in the prior year financial statements. The consolidated funds include the Federal and State Grants Fund, Other Special Revenue Fund, and Other Capital Projects Fund.

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.

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 1 – Summary Of Significant Accounting Policies**

Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, bookstore, and athletic functions.

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

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The District does not allocate indirect expenses to programs or functions. 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 aid, and other items not included among program revenues are reported instead as general revenues.

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

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

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**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. Capital asset acquisitions are reported as expenditures in governmental funds. Issuances of long-term debt and acquisitions under lease contracts and subscription-based information technology arrangements are reported as other financing sources.

Property taxes, federal, state 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.

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 and the Unrestricted Capital Outlay 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.

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 1 – Summary of Significant Accounting Policies**

Federal and State Grants Fund – The Federal and State Grants Fund accounts for financial assistance received for federal and state grants and projects.

Other Special Revenue Funds Fund – The Other Special Revenue Funds Fund accounts for the revenues and expenditures of other special revenue activities, including the following: civic center, community school, extracurricular activities fees tax credit, and student activities.

**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.

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

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 1 – Summary of Significant Accounting Policies**

**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.

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

**H. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 1 – Summary of Significant Accounting Policies**

**I. Capital Assets**

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

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

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

Capital assets are depreciated using the straight-line method over the estimated useful life of the asset. Intangible right-to-use assets are amortized over the shorter of the lease/subscription term or the underlying asset's useful life. The estimated useful lives and amortization periods are as follows:

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

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

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

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

**K. Compensated Absences**

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

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 1 – Summary of Significant Accounting Policies**

**L. Leases**

As lessor, the District recognizes lease receivables with an initial, individual value of \$9,000 or more. If there is no stated rate in the lease contract (or if the stated rate is not the rate the District charges the lessee) and the implicit rate cannot be determined, the District uses an interest rate based on the Applicable Federal Rate as the discount rate to measure lease receivables.

**M. Pensions**

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

**N. Long-term Obligations**

In the government-wide financial statements, 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.



**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 1 – Summary of Significant Accounting Policies**

**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.

**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.

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 2 – Fund Balance Classifications**

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

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

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

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

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 2 – Fund Balance Classifications**

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

	General	Federal and State Grants	Other Special Revenue	Non-Major Governmental Funds
Fund Balances:				
Restricted:				
Debt service	\$	\$	\$	\$ 153,978
Capital projects				364
Voter approved initiatives				624,547
Federal and state projects		24,190		
Food service				88,529
Civic center			106,408	
Community schools			45,294	
Extracurricular activities			210,255	
Insurance refund			106,471	
Career technical education			163,616	
Gifts and donations			163,810	
Intergovernmental agreements			29,213	
Student activities			170,242	
Other purposes	2,817			
Unassigned	1,381,897			
Total fund balances	<u>\$ 1,384,714</u>	<u>\$ 24,190</u>	<u>\$ 995,309</u>	<u>\$ 867,418</u>

**Note 3 – Stewardship, Compliance and Accountability**

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

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**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 \$183,417 and the bank balance was \$314,810. At year end, \$64,810 of the District's deposits were covered by collateral held by the pledging financial institution in the District's name.

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

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

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

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer's investment pool	2.62 years	\$ 3,037,680

*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, 2023**

**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 major and non-major governmental funds in the aggregate were as follows:

	Federal and State Grants	Other Special Revenue	Non-Major Governmental Funds
Due from other governmental entities:			
Due from federal government	\$ 151,722	\$	\$ 10,865
Due from state government	1,075		69,317
Due from other districts		57,565	
Net due from governmental entities	<u>\$ 152,797</u>	<u>\$ 57,565</u>	<u>\$ 80,182</u>

**Note 6 – Leases Receivable**

The District has entered into contracts to provide land for two cell phone towers under the provisions of contracts classified as leases. The related receivables under the lease agreements have been recorded at the present value of their future minimum lease payments as of the inception date. Lease revenue of \$34,220 and related interest revenue of \$3,019 is recorded as other local revenue in the General Fund.

Future minimum lease payments to be received under the leases agreement at year end are summarized as follows:

Year Ending June 30:	
2024	\$ 38,431
2025	39,584
2026	40,772
2027	41,995
2028	43,255
2029-33	156,543
2034-38	124,072
2039-43	143,835
2044-48	166,743
2049-53	193,301
2054-58	224,088
2059	48,930
Total	<u>\$ 1,261,549</u>

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 7 – 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	263,969	66,674	318,869	11,774
Total capital assets, not being depreciated	293,969	66,674	318,869	41,774
Capital assets, being depreciated:				
Land improvements	1,820,630	198,755		2,019,385
Buildings and improvements	27,147,336	50,644		27,197,980
Vehicles, furniture and equipment	6,112,963	456,246	24,872	6,544,337
Total capital assets being depreciated	35,080,929	705,645	24,872	35,761,702
Less accumulated depreciation for:				
Land improvements	(788,456)	(145,443)		(933,899)
Buildings and improvements	(15,532,711)	(834,453)		(16,367,164)
Vehicles, furniture and equipment	(2,828,370)	(420,712)	(19,947)	(3,229,135)
Total accumulated depreciation	(19,149,537)	(1,400,608)	(19,947)	(20,530,198)
Total capital assets, being depreciated, net	15,931,392	(694,963)	4,925	15,231,504
Governmental activities capital assets, net	\$ 16,225,361	\$ (628,289)	\$ 323,794	\$ 15,273,278

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 819,583
Support services – students and staff	47,049
Support services – administration	14,029
Operation and maintenance of plant services	331,955
Student transportation services	176,727
Operation of non-instructional services	11,265
Total depreciation expense – governmental activities	<u>\$ 1,400,608</u>

**Construction Commitments** – At year end, the District had contractual commitments related to various capital projects for the construction of various building improvements. At year end the District had spent \$11,774 on the projects and had estimated remaining contractual commitments of \$151,275. These projects are being funded by the General Fund.

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 8 – Short Term Debt –Revolving Line of Credit**

The District has a revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$1.5 million in unused line of credit.

**Note 9 – Financed Purchases Payable**

The District has constructed energy efficiency upgrades and acquired athletic turf installation under the provisions of contracts classified as financed purchases payables. Revenues from the General Fund are used to pay the debt obligations.

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

Year ending June 30:	Governmental Activities	
	Principal	Interest
2024	\$ 172,967	\$ 18,708
2025	177,270	14,405
2026	181,688	9,987
2027	72,972	5,450
2028	74,183	4,238
2029-31	210,415	5,245
Total	<u>\$ 889,495</u>	<u>\$ 58,033</u>

**Note 10 – 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. The District's legal debt limit is \$70.5 million and the available margin is \$66.8 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2023	Due Within One Year
<b>Governmental activities:</b>					
School Improvement Bonds, Project of 2015, Series A (2016)	\$ 5,990,000	2.5-4.0%	7/1/24-35	<u>\$ 3,755,000</u>	<u>\$ 525,000</u>

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 10 – 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
2024	\$ 525,000	\$ 118,576
2025	450,000	105,450
2026	475,000	94,200
2027	400,000	79,950
2028	400,000	65,950
2029-33	1,220,000	157,900
2034	285,000	17,200
Total	<u>\$ 3,755,000</u>	<u>\$ 639,226</u>

**Note 11 – Changes in Long-Term Liabilities**

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 4,755,000	\$	\$ 1,000,000	\$ 3,755,000	\$ 525,000
Premium	200,669		14,333	186,336	
Total bonds payable	<u>4,955,669</u>		<u>1,014,333</u>	<u>3,941,336</u>	<u>525,000</u>
Financed purchases payable	1,058,270		168,775	889,495	172,967
Net pension liability	7,423,849	2,420,082		9,843,931	
Compensated absences payable	155,760	88,020	80,483	163,297	24,495
Total long-term liabilities	<u>\$ 13,593,548</u>	<u>\$ 2,508,102</u>	<u>\$ 1,263,591</u>	<u>\$ 14,838,059</u>	<u>\$ 722,462</u>

**Note 12 – Interfund Receivables, Payables and Transfers**

At year end, interfund balances were as follows:

**Interfund transfers** – Transfers of \$71,450 between the Federal and State Projects fund, a major fund, to the General Fund were used to move federal grant funds restricted for indirect costs.



**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 13 – Contingent Liabilities**

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

**Note 14 – Prior Period Adjustment**

The July 1, 2022, fund balance of the General Fund and Other Special Revenue Fund, a major governmental fund, do not agree to the prior year financial statements due to a change in what fund lease receivable revenue was being recorded.

	Governmental Funds	
	General Fund	Other Special Revenue
Net Position/fund balance, June 30, 2022 as previously reported	\$ 1,125,432	\$ 939,272
Lease receivable revenue being received in a different fund	14,942	(14,942)
Net Position/fund balance, July 1, 2022, as restated	<u>\$ 1,140,374</u>	<u>\$ 924,330</u>

**Note 15 – 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 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.

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 15 – Risk Management**

The District's employees have health and accident insurance coverage with Kairos Health Arizona, Inc. Kairos is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the state. The District pays a monthly premium to Kairos for employees' health and accident insurance coverage. The agreement provides that Kairos will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

**Note 16 – Pensions**

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

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

**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, 2023**

**Note 16 – Pensions**

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

**Contributions.** In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.17 percent (12.03 percent for retirement and 0.14 percent for long-term disability) of the members' annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.17 percent (11.92 percent for retirement, 0.11 percent for health insurance premium benefit, and 0.14 percent for long-term disability) of the active members' annual covered payroll. The District's contributions to the pension plan for the year ended June 30, 2023 were \$956,971.

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 9.68 percent (9.62 for retirement and 0.06 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

**Pension Liability.** The net pension liability was measured as of June 30, 2022. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2021, to the measurement date of June 30, 2022. The District's proportion of the net liability was based on the District's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2022.

At June 30, 2023, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2022, the District's percentage proportion for the plan and the related change from its proportion measured as of June 30, 2021 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 9,843,931	0.060	0.003

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 16 – Pensions**

**Pension Expense and Deferred Outflows/Inflows of Resources.** The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District's pension expense for the year ended June 30, 2023 was \$1,303,367.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 83,876	\$
Changes of assumptions or other inputs	488,573	
Net difference between projected and actual earnings on pension investments		259,299
Changes in proportion and differences between contributions and proportionate share of contributions	419,723	
Contributions subsequent to the measurement date	956,971	
Total	<u>\$ 1,949,143</u>	<u>\$ 259,299</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:	
2024	\$ 704,370
2025	63,686
2026	(450,203)
2027	415,020

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 16 – Pensions**

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

Actuarial valuation date	June 30, 2021
Actuarial roll forward date	June 30, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Inflation	2.3%
Projected salary increases	2.9-8.4%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, excluding any expected inflation.

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

Asset Class	Target Allocation	Long-Term Expected Geometric Real Rate of Return
Equity	50%	3.90%
Credit	20	5.30
Interest rate sensitive bonds	10	(0.20)
Real estate	20	6.00
Total	100%	

**Mingus Union High School District No. 4**  
**Notes to Financial Statements**  
**June 30, 2023**

**Note 16 – Pensions**

**Discount Rate.** The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.** The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	Current		
	1% Decrease	Discount Rate	1% Increase
Rate	6.0%	7.0%	8.0%
Net liability	\$ 14,524,428	\$ 9,843,931	\$ 5,941,128

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

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### **Required Supplementary Information**



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**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**General**  
**For the Year Ended June 30, 2023**

	<b>Budget</b>		<b>Non-GAAP Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
Other local	\$	\$	\$ 460,161	\$ 460,161
Property taxes			4,849,726	4,849,726
State aid and grants			4,754,459	4,754,459
<b>Total revenues</b>			<u>10,064,346</u>	<u>10,064,346</u>
<b>Expenditures</b>				
Current:				
Instruction	5,933,116	5,795,292	5,020,874	774,418
Support services - students and staff	1,085,427	1,072,671	1,176,864	(104,193)
Support services - administration	1,359,753	1,332,075	1,284,945	47,130
Operation and maintenance of plant services	1,465,795	1,395,460	1,553,692	(158,232)
Student transportation services	640,817	652,795	557,869	94,926
Operation of non-instructional services	14,543	14,815	91,336	(76,521)
<b>Total expenditures</b>	<u>10,499,451</u>	<u>10,263,108</u>	<u>9,685,580</u>	<u>577,528</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(10,499,451)</u>	<u>(10,263,108)</u>	<u>378,766</u>	<u>10,641,874</u>
<b>Changes in fund balances</b>	<u>(10,499,451)</u>	<u>(10,263,108)</u>	<u>378,766</u>	<u>10,641,874</u>
<b>Fund balances, beginning of year</b>			<u>281,947</u>	<u>281,947</u>
<b>Fund balances, end of year</b>	<u>\$ (10,499,451)</u>	<u>\$ (10,263,108)</u>	<u>\$ 660,713</u>	<u>\$ 10,923,821</u>

**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Federal and State Grants**  
**For the Year Ended June 30, 2023**

	<b>Budget</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>Revenues</b>				
State aid and grants	\$	\$	\$ 190,674	\$ 190,674
Federal aid, grants and reimbursements			2,620,916	2,620,916
<b>Total revenues</b>			<u>2,811,590</u>	<u>2,811,590</u>
<b>Expenditures</b>				
Current:				
Instruction	1,329,287	1,306,703	1,144,913	161,790
Support services - students and staff	621,323	610,768	535,145	75,623
Support services - administration	6,691	6,577	5,763	814
Operation and maintenance of plant services	189,713	186,490	163,400	23,090
Student transportation services	18,389	18,076	15,838	2,238
Operation of non-instructional services	8,561	8,416	7,374	1,042
Capital outlay	911,213	895,733	784,827	110,906
<b>Total expenditures</b>	<u>3,085,178</u>	<u>3,032,764</u>	<u>2,657,260</u>	<u>375,504</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(3,085,178)</u>	<u>(3,032,764)</u>	<u>154,330</u>	<u>3,187,094</u>
<b>Other financing sources (uses)</b>				
Transfers out			(71,450)	(71,450)
<b>Total other financing sources (uses)</b>			<u>(71,450)</u>	<u>(71,450)</u>
<b>Changes in fund balances</b>	<u>(3,085,178)</u>	<u>(3,032,764)</u>	<u>82,880</u>	<u>3,115,644</u>
<b>Fund balances, beginning of year</b>			<u>(58,690)</u>	<u>(58,690)</u>
<b>Fund balances, end of year</b>	<u>\$ (3,085,178)</u>	<u>\$ (3,032,764)</u>	<u>\$ 24,190</u>	<u>\$ 3,056,954</u>

**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Other Special Revenue**  
**For the Year Ended June 30, 2023**

	<u>Budget</u>		<u>Variance with</u>
	<u>Original and Final</u>	<u>Actual</u>	<u>Final Budget</u>
<b>Revenues</b>			
Other local	\$	843,046	\$ 843,046
<b>Total revenues</b>		843,046	843,046
<b>Expenditures</b>			
Current:			
Instruction	498,748	355,720	143,028
Support services - students and staff	124,726	88,958	35,768
Support services - administration	64,629	46,095	18,534
Operation and maintenance of plant services	830	592	238
Student transportation services	444	317	127
Operation of non-instructional services	321,841	229,545	92,296
Capital outlay	71,282	50,840	20,442
<b>Total expenditures</b>	1,082,500	772,067	310,433
<b>Excess (deficiency) of revenues over expenditures</b>	(1,082,500)	70,979	1,153,479
<b>Changes in fund balances</b>	(1,082,500)	70,979	1,153,479
<b>Fund balances, beginning of year</b>		924,330	924,330
<b>Fund balances, end of year</b>	\$ (1,082,500)	\$ 995,309	\$ 2,077,809

**Mingus Union High School District No. 4**  
**Schedule of the Proportionate Share of the Net Pension Liability**  
**Arizona State Retirement System**  
**Last Nine Fiscal Years**

	<u><b>2023</b></u>	<u><b>2022</b></u>	<u><b>2021</b></u>	<u><b>2020</b></u>
Measurement date	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019
District's proportion of the net pension (assets) liability	0.06%	0.06%	0.06%	0.06%
District's proportionate share of the net pension (assets) liability	\$ 9,843,931	\$ 7,423,849	\$ 9,657,802	\$ 8,257,785
District's covered payroll	\$ 7,162,848	\$ 6,317,545	\$ 6,043,293	\$ 5,981,136
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	137.43%	117.51%	159.81%	138.06%
Plan fiduciary net position as a percentage of the total pension liability	74.26%	78.58%	69.33%	73.24%

**Schedule of Pension Contributions**  
**Arizona State Retirement System**  
**Last Nine Fiscal Years**

	<u><b>2023</b></u>	<u><b>2022</b></u>	<u><b>2021</b></u>	<u><b>2020</b></u>
Actuarially determined contribution	\$ 956,971	\$ 860,258	\$ 735,994	\$ 691,957
Contributions in relation to the actuarially determined contribution	<u>956,971</u>	<u>860,258</u>	<u>735,994</u>	<u>691,957</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 8,028,280	\$ 7,162,848	\$ 6,317,545	\$ 6,043,293
Contributions as a percentage of covered payroll	11.92%	12.01%	11.65%	11.45%

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
0.06%	0.05%	0.05%	0.05%	0.06%
\$ 7,730,534	\$ 8,354,509	\$ 8,394,936	\$ 8,144,550	\$ 8,217,668
\$ 5,593,954	\$ 5,331,651	\$ 4,868,498	\$ 4,844,475	\$ 4,964,561
138.19%	156.70%	172.43%	168.12%	165.53%
73.40%	69.92%	67.06%	68.35%	69.49%

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 668,691	\$ 609,741	\$ 574,752	\$ 528,232	\$ 531,208
668,691	609,741	574,752	528,232	531,208
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 5,981,136	\$ 5,593,954	\$ 5,331,651	\$ 4,868,498	\$ 4,844,475
11.18%	10.90%	10.78%	10.85%	10.97%

**Mingus Union High School District No. 4**  
**Notes to Required Supplementary Information**  
**June 30, 2023**

**Note 1 – Budgetary Basis of Accounting**

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

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.
- Employee insurance expenditures are budgeted in the year the employee insurance account is funded.

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in		
Fund Balances - Governmental Funds	\$ 11,046,541	\$ 1,384,804
Activity budgeted as special revenue funds	(355,988)	(769,603)
Activity budgeted as capital projects funds	(999,610)	101,282
Employee insurance account	<u>(5,363)</u>	<u>(55,770)</u>
Schedule of Revenue, Expenditures and Changes in		
Fund Balances – Budget and Actual - General Fund	<u>\$ 9,685,580</u>	<u>\$ 660,713</u>

**Note 2 – Pension Plan Schedules**

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

**Factors that Affect Trends.** The actuarial assumptions used in the June 30, 2021, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation.

**Combining and Individual  
Fund Financial Statements and Schedules**



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## **Governmental Funds**

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## **Non-Major Governmental Funds**

### **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.

**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.

**Other Special Revenue Funds** – to account for the revenues and expenditures of other special revenue activities, including the following: civic center, community school, extracurricular activities fees tax credit, career technical education and student activities.

### **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.

### **Capital Projects Fund**

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

**Mingus Union High School District No. 4**  
**Combining Balance Sheet**  
**Non-Major Governmental Funds**  
**June 30, 2023**

	<u>Special Revenue Funds</u>			<u>Debt Service Fund</u>
	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Food Service</u>	<u>Debt Service</u>
<b>Assets</b>				
Cash and investments	\$ 470,886	\$ 84,344	\$ 77,664	\$ 148,514
Property taxes receivable				24,571
Due from governmental entities		69,317	10,865	
<b>Total assets</b>	<u>\$ 470,886</u>	<u>\$ 153,661</u>	<u>\$ 88,529</u>	<u>\$ 173,085</u>
<b>Deferred inflows of resources</b>				
Unavailable revenues - property taxes				19,107
<b>Total deferred inflows of resources</b>				<u>19,107</u>
<b>Fund balances</b>				
Restricted	<u>470,886</u>	<u>153,661</u>	<u>88,529</u>	<u>153,978</u>
<b>Total fund balances</b>	<u>470,886</u>	<u>153,661</u>	<u>88,529</u>	<u>153,978</u>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<u>\$ 470,886</u>	<u>\$ 153,661</u>	<u>\$ 88,529</u>	<u>\$ 173,085</u>

**Capital Projects**

<u>Funds</u>		<u>Total Non-Major Governmental Funds</u>
<u>Adjacent Ways</u>		
\$ 364		\$ 781,772
		24,571
		80,182
<u>\$ 364</u>		<u>\$ 886,525</u>
		<u>19,107</u>
		<u>19,107</u>
<u>364</u>		<u>867,418</u>
<u>364</u>		<u>867,418</u>
<u>\$ 364</u>		<u>\$ 886,525</u>

**Mingus Union High School District No. 4**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Non-Major Governmental Funds**  
**For the Year Ended June 30, 2023**

	<b>Special Revenue Funds</b>			<b>Debt Service Fund</b>
	<b>Classroom Site</b>	<b>Instructional Improvement</b>	<b>Food Service</b>	<b>Debt Service</b>
<b>Revenues</b>				
Other local	\$ 14,661	\$ 773	\$ 63,484	\$ 60,086
Property taxes				1,076,873
State aid and grants	1,206,277	94,615		
Federal aid, grants and reimbursements			184,010	
<b>Total revenues</b>	<u>1,220,938</u>	<u>95,388</u>	<u>247,494</u>	<u>1,136,959</u>
<b>Expenditures</b>				
Current:				
Instruction	1,025,791	69,896		
Support services - students and staff	87,352	20,770		
Support services - administration		10,792		
Operation and maintenance of plant services			11,115	
Operation of non-instructional services			278,434	
Capital outlay			3,136	
Debt service:				
Principal retirement				1,000,000
Interest and fiscal charges				143,875
<b>Total expenditures</b>	<u>1,113,143</u>	<u>101,458</u>	<u>292,685</u>	<u>1,143,875</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>107,795</u>	<u>(6,070)</u>	<u>(45,191)</u>	<u>(6,916)</u>
<b>Changes in fund balances</b>	<u>107,795</u>	<u>(6,070)</u>	<u>(45,191)</u>	<u>(6,916)</u>
<b>Fund balances, beginning of year</b>	<u>363,091</u>	<u>159,731</u>	<u>133,720</u>	<u>160,894</u>
<b>Fund balances, end of year</b>	<u>\$ 470,886</u>	<u>\$ 153,661</u>	<u>\$ 88,529</u>	<u>\$ 153,978</u>

**Capital Projects****Funds**

<b>Adjacent Ways</b>		<b>Total Non-Major Governmental Funds</b>
\$		\$ 139,004
		1,076,873
		1,300,892
		184,010
		2,700,779
		1,095,687
		108,122
		10,792
		11,115
		278,434
		3,136
		1,000,000
		143,875
		2,651,161
		49,618
		49,618
	364	817,800
\$	364	\$ 867,418



**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Classroom Site**  
**For the Year Ended June 30, 2023**

	<u>Budget</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
<b>Revenues</b>				
Other local	\$	\$	\$ 14,661	\$ 14,661
State aid and grants			1,206,277	1,206,277
<b>Total revenues</b>			<u>1,220,938</u>	<u>1,220,938</u>
<b>Expenditures</b>				
Current:				
Instruction	1,443,593	1,484,415	1,025,791	458,624
Support services - students and staff	78,660	93,600	87,352	6,248
<b>Total expenditures</b>	<u>1,522,253</u>	<u>1,578,015</u>	<u>1,113,143</u>	<u>464,872</u>
<b>Changes in fund balances</b>	<u>(1,522,253)</u>	<u>(1,578,015)</u>	<u>107,795</u>	<u>1,685,810</u>
<b>Fund balances, beginning of year</b>			<u>363,091</u>	<u>363,091</u>
<b>Fund balances, end of year</b>	<u>\$ (1,522,253)</u>	<u>\$ (1,578,015)</u>	<u>\$ 470,886</u>	<u>\$ 2,048,901</u>

**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Instructional Improvement**  
**For the Year Ended June 30, 2023**

	<u>Budget</u>		<u>Variance with</u>
	<u>Original and Final</u>	<u>Actual</u>	<u>Final Budget</u>
<b>Revenues</b>			
Other local	\$	\$ 773	\$ 773
State aid and grants		94,615	94,615
<b>Total revenues</b>		<u>95,388</u>	<u>95,388</u>
<b>Expenditures</b>			
Current:			
Instruction	84,951	69,896	15,055
Support services - students and staff	25,244	20,770	4,474
Support services - administration	13,116	10,792	2,324
<b>Total expenditures</b>	<u>123,311</u>	<u>101,458</u>	<u>21,853</u>
<b>Changes in fund balances</b>	<u>(123,311)</u>	<u>(6,070)</u>	<u>117,241</u>
<b>Fund balances, beginning of year</b>		<u>159,731</u>	<u>159,731</u>
<b>Fund balances, end of year</b>	<u>\$ (123,311)</u>	<u>\$ 153,661</u>	<u>\$ 276,972</u>

**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Food Service**  
**For the Year Ended June 30, 2023**

	<u>Budget</u>		<u>Variance with</u>
	<u>Original and Final</u>	<u>Actual</u>	<u>Final Budget</u>
<b>Revenues</b>			
Other local	\$	\$ 63,484	\$ 63,484
Federal aid, grants and reimbursements		184,010	184,010
<b>Total revenues</b>		<u>247,494</u>	<u>247,494</u>
<b>Expenditures</b>			
Current:			
Operation and maintenance of plant services	18,153	11,115	7,038
Operation of non-instructional services	454,726	278,434	176,292
Capital outlay	5,122	3,136	1,986
<b>Total expenditures</b>	<u>478,000</u>	<u>292,685</u>	<u>185,315</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(478,000)</u>	<u>(45,191)</u>	<u>432,809</u>
<b>Changes in fund balances</b>	<u>(478,000)</u>	<u>(45,191)</u>	<u>432,809</u>
<b>Fund balances, beginning of year</b>		<u>133,720</u>	<u>133,720</u>
<b>Fund balances, end of year</b>	<u>\$ (478,000)</u>	<u>\$ 88,529</u>	<u>\$ 566,529</u>

**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Debt Service**  
**For the Year Ended June 30, 2023**

	<u>Budget</u>		<u>Variance with</u>
	<u>Original and Final</u>	<u>Actual</u>	<u>Final Budget</u>
<b>Revenues</b>			
Other local	\$	\$ 60,086	\$ 60,086
Property taxes		1,076,873	1,076,873
<b>Total revenues</b>		<u>1,136,959</u>	<u>1,136,959</u>
<b>Expenditures</b>			
Debt service:			
Principal retirement	1,000,000	1,000,000	
Interest and fiscal charges	143,575	143,875	(300)
<b>Total expenditures</b>	<u>1,143,575</u>	<u>1,143,875</u>	<u>(300)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,143,575)</u>	<u>(6,916)</u>	<u>1,136,659</u>
<b>Changes in fund balances</b>	<u>(1,143,575)</u>	<u>(6,916)</u>	<u>1,136,659</u>
<b>Fund balances, beginning of year</b>		160,894	160,894
<b>Fund balances, end of year</b>	<u>\$ (1,143,575)</u>	<u>\$ 153,978</u>	<u>\$ 1,297,553</u>

**Mingus Union High School District No. 4**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual**  
**Adjacent Ways**  
**For the Year Ended June 30, 2023**

	<u>Budget</u>		Variance with
	<u>Original and Final</u>	<u>Actual</u>	<u>Final Budget</u>
<b>Revenues</b>			
Other local	\$	\$	\$
Property taxes			
<b>Total revenues</b>			
<b>Expenditures</b>			
Capital outlay			
<b>Total expenditures</b>			
<b>Changes in fund balances</b>			
<b>Fund balances, beginning of year</b>		364	364
<b>Fund balances, end of year</b>	\$	\$ 364	\$ 364

## **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)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2023</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 10,442,447	\$ 10,211,422	\$ 9,100,228	\$ 8,072,256	\$ 8,017,284
Restricted	1,925,498	2,016,204	1,440,791	1,623,563	1,199,432
Unrestricted	(6,831,062)	(6,874,569)	(7,016,202)	(6,820,528)	(6,767,079)
Total net position	<u>\$ 5,536,883</u>	<u>\$ 5,353,057</u>	<u>\$ 3,524,817</u>	<u>\$ 2,875,291</u>	<u>\$ 2,449,637</u>
	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>
<b>Net Position:</b>					
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	(7,176,636)	(7,394,139)	(7,442,712)	(8,298,569)	90,720
Total net position	<u>\$ 1,173,159</u>	<u>\$ 959,687</u>	<u>\$ 1,054,574</u>	<u>\$ 691,829</u>	<u>\$ 9,015,355</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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>Expenses</b>					
Instruction	\$ 9,420,910	\$ 8,131,351	\$ 7,565,407	\$ 7,724,388	\$ 6,799,135
Support services - students and staff	2,074,328	1,600,147	1,415,227	1,471,245	1,240,480
Support services - administration	1,759,745	1,485,457	1,472,483	1,369,658	1,207,121
Operation and maintenance of plant services	2,173,714	1,840,481	1,662,325	1,488,137	1,401,058
Student transportation services	996,917	839,119	791,548	726,993	621,438
Operation of non-instructional services	671,882	612,129	444,712	559,353	323,433
Interest on long-term debt	152,441	160,716	240,903	301,082	345,194
Total expenses	<u>17,249,937</u>	<u>14,669,400</u>	<u>13,592,605</u>	<u>13,640,856</u>	<u>11,937,859</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	1,075,597	1,051,559	926,659	1,013,874	995,725
Operation of non-instructional services	301,077	212,301	178,548	268,272	83,629
Other activities	156,030	130,730	50,102	29,714	61,040
Operating grants and contributions	2,950,181	2,618,897	1,701,247	1,125,984	1,035,171
Capital grants and contributions	101,765	112,482	114,210	109,870	252,091
Total program revenues	<u>4,584,650</u>	<u>4,125,969</u>	<u>2,970,766</u>	<u>2,547,714</u>	<u>2,427,656</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (12,665,287)</u>	<u>\$ (10,543,431)</u>	<u>\$ (10,621,839)</u>	<u>\$ (11,093,142)</u>	<u>\$ (9,510,203)</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><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>	<u><b>2014</b></u>
<b>Expenses</b>					
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>
<b>Program Revenues</b>					
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>
<b>Net (Expense)/Revenue</b>	<u>\$ (9,479,753)</u>	<u>\$ (9,020,336)</u>	<u>\$ (8,803,879)</u>	<u>\$ (8,853,651)</u>	<u>\$ (8,885,146)</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)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2023</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>
<b>Net (Expense)/Revenue</b>	\$ (12,665,287)	\$ (10,543,431)	\$ (10,621,839)	\$ (11,093,142)	\$ (9,510,203)
<b>General Revenues:</b>					
Property taxes	6,313,048	7,014,406	7,033,384	6,926,243	6,949,040
Investment income	88,058	8,724	10,214	50,957	42,870
Unrestricted county aid		653,416	503,739	503,773	416,172
Unrestricted state aid	6,337,021	4,587,006	3,604,344	3,796,057	3,251,347
Unrestricted federal aid	110,986	108,119	119,684	106,768	127,252
<b>Total general revenues</b>	<b><u>12,849,113</u></b>	<b><u>12,371,671</u></b>	<b><u>11,271,365</u></b>	<b><u>11,383,798</u></b>	<b><u>10,786,681</u></b>
<b>Changes in Net Position</b>	<b><u>\$ 183,826</u></b>	<b><u>\$ 1,828,240</u></b>	<b><u>\$ 649,526</u></b>	<b><u>\$ 290,656</u></b>	<b><u>\$ 1,276,478</u></b>

(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><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>	<u><b>2014</b></u>
<b>Net (Expense)/Revenue</b>	\$ (9,479,753)	\$ (9,020,336)	\$ (8,803,879)	\$ (8,853,651)	\$ (8,885,146)
<b>General Revenues:</b>					
Property taxes	6,501,392	6,585,761	6,518,877	6,306,322	6,554,473
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
<b>Total general revenues</b>	<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>
<b>Changes in Net Position</b>	<u>\$ 275,818</u>	<u>\$ (94,887)</u>	<u>\$ 362,745</u>	<u>\$ (41,026)</u>	<u>\$ 132,536</u>

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

**Note:** Due to a change in legislation, beginning with fiscal year 2023, unrestricted county aid is now presented with property taxes.

**(Concluded)**

**Mingus Union High School District No. 4**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2023</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>
General Fund:					
Nonspendable	\$	\$	\$	\$	\$
Restricted	2,817	3,776	3,766	3,749	5,691
Unassigned	1,381,987	970,045	1,241,822	817,797	488,663
Total General Fund	<u>\$ 1,384,804</u>	<u>\$ 973,821</u>	<u>\$ 1,245,588</u>	<u>\$ 821,546</u>	<u>\$ 494,354</u>
All Other Governmental Funds:					
Nonspendable	\$	\$	\$	\$	\$ 15,831
Restricted	1,886,917	1,931,013	1,392,741	1,579,415	1,271,559
Unassigned		(81,020)	(293,830)	(7,398)	(111,087)
Total all other governmental funds	<u>\$ 1,886,917</u>	<u>\$ 1,849,993</u>	<u>\$ 1,098,911</u>	<u>\$ 1,572,017</u>	<u>\$ 1,176,303</u>

(Continued)

**Mingus Union High School District No. 4**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>	<u><b>2014</b></u>
General Fund:					
Nonspendable	\$	\$ 299,000	\$ 299,000	\$	\$
Restricted	4,700	4,090			
Unassigned	748,936	266,125	450,923	120,937	24,670
Total General Fund	<u>\$ 753,636</u>	<u>\$ 569,215</u>	<u>\$ 749,923</u>	<u>\$ 120,937</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			-		
Total all other governmental funds	<u>\$ 1,247,545</u>	<u>\$ 2,033,912</u>	<u>\$ 6,125,343</u>	<u>\$ 937,592</u>	<u>\$ 1,028,179</u>

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

**(Concluded)**

**Mingus Union High School District No. 4**  
**Governmental Funds Revenues**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2023</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>
<b>Federal sources:</b>					
Federal grants	\$ 2,731,902	\$ 1,879,461	\$ 1,362,344	\$ 798,573	\$ 732,127
National School Lunch Program	184,010	610,543	256,650	226,516	198,916
Total federal sources	<u>2,915,912</u>	<u>2,490,004</u>	<u>1,618,994</u>	<u>1,025,089</u>	<u>931,043</u>
<b>State sources:</b>					
State equalization assistance	5,036,129	3,320,377	2,818,662	2,982,343	2,470,853
State grants	190,674	126,101	127,943	247,940	159,495
School Facilities Oversight Board			19,985	47,018	
Other revenues	1,300,892	1,296,311	796,811	813,714	831,740
Total state sources	<u>6,527,695</u>	<u>4,742,789</u>	<u>3,763,401</u>	<u>4,091,015</u>	<u>3,462,088</u>
<b>Local sources:</b>					
Property taxes	6,348,591	6,994,208	7,022,916	6,910,236	6,974,262
County aid		653,416	503,739	503,773	416,172
Food service sales	63,484	9,115	18,387	67,174	83,629
Investment income	88,058	8,724	10,214	50,957	42,870
Other revenues	1,617,773	1,509,593	1,248,716	1,405,222	1,184,548
Total local sources	<u>8,117,906</u>	<u>9,175,056</u>	<u>8,803,972</u>	<u>8,937,362</u>	<u>8,701,481</u>
<b>Total revenues</b>	<u><u>\$ 17,561,513</u></u>	<u><u>\$ 16,407,849</u></u>	<u><u>\$ 14,186,367</u></u>	<u><u>\$ 14,053,466</u></u>	<u><u>\$ 13,094,612</u></u>

(Continued)

**Mingus Union High School District No. 4**  
**Governmental Funds Revenues**  
**Last Ten Fiscal Years**  
**(Modified accrual basis of accounting)**

	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>	<u><b>2014</b></u>
<b>Federal sources:</b>					
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>
<b>State sources:</b>					
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 Oversight 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>
<b>Local sources:</b>					
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>
<b>Total revenues</b>	<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>

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

**Note:** Due to a change in legislation, beginning with fiscal year 2023, county aid is now presented with property taxes.

**(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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 7,802,487	\$ 7,233,077	\$ 6,213,804	\$ 6,025,129	\$ 6,120,876
Support services - students and staff	1,927,057	1,563,534	1,315,335	1,365,008	1,274,310
Support services - administration	1,477,899	1,378,222	1,285,763	1,221,647	1,187,599
Operation and maintenance of plant services	1,733,987	1,486,351	1,271,181	1,124,188	1,099,165
Student transportation services	574,024	554,598	445,874	441,463	428,135
Operation of non-instructional services	606,689	584,283	398,810	507,297	313,332
Capital outlay	1,669,337	1,722,740	1,291,317	757,549	694,659
Debt service -					
Principal retirement	1,168,775	1,716,339	1,736,107	1,670,027	1,598,966
Interest and fiscal charges	166,774	219,061	277,240	337,419	381,531
Bond issuance costs					
<b>Total expenditures</b>	<u><u>\$ 17,127,029</u></u>	<u><u>\$ 16,458,205</u></u>	<u><u>\$ 14,235,431</u></u>	<u><u>\$ 13,449,727</u></u>	<u><u>\$ 13,098,573</u></u>
Expenditures for capitalized assets	\$ 453,450	\$ 1,112,982	\$ 439,650	\$ 277,782	\$ 490,170
Debt service as a percentage of noncapital expenditures	8%	13%	15%	15%	16%

(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>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Expenditures:</b>					
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 -					
Principal retirement	1,542,921	1,351,893	1,658,740	1,198,853	1,336,706
Interest and fiscal charges	425,026	475,804	402,307	478,444	500,225
Bond issuance costs			321,540		
<b>Total expenditures</b>	<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%

**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)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2023</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ 434,484	\$ (50,356)	\$ (49,064)	\$ 603,739	\$ (3,961)
<b>Other financing sources (uses):</b>					
Capital lease agreements		529,671			
Insurance recoveries					9,074
Transfers in	71,450	112,759	69,511	26,609	38,474
Transfers out	(71,450)	(112,759)	(69,511)	(26,609)	(38,474)
Proceeds from sale of capital assets	13,423				
Total other financing sources (uses)	<u>13,423</u>	<u>529,671</u>	<u></u>	<u></u>	<u>9,074</u>
<b>Changes in fund balances</b>	<u>\$ 447,907</u>	<u>\$ 479,315</u>	<u>\$ (49,064)</u>	<u>\$ 603,739</u>	<u>\$ 5,113</u>
	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (579,026)	\$ (4,331,796)	\$ (936,034)	\$ (94,708)	\$ (1,779,663)
<b>Other financing sources (uses):</b>					
School improvement bonds issued			5,990,000		
Refunding bonds issued			6,715,000		
Premium on sale of bonds			872,835		
Payment to refunded bond escrow agent			(7,140,629)		
Capital lease agreements					1,687,445
Transfers in	90,513	42,321	280,151	37,615	103,614
Transfers out	(90,513)	(42,321)	(280,151)	(37,615)	(103,614)
Total other financing sources (uses)	<u></u>	<u></u>	<u>6,437,206</u>	<u></u>	<u>1,687,445</u>
<b>Changes in fund balances</b>	<u>\$ (579,026)</u>	<u>\$ (4,331,796)</u>	<u>\$ 5,501,172</u>	<u>\$ (94,708)</u>	<u>\$ (92,218)</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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Commercial, Industrial, Utilities and Mining	\$ 82,514,673	\$ 81,088,488	\$ 80,661,368	\$ 80,923,994	\$ 79,060,365
Agricultural and Vacant	27,063,053	26,208,898	25,085,842	24,940,242	25,448,629
Residential (Owner Occupied)	172,342,471	161,802,368	151,993,049	142,509,134	134,025,807
Residential (Rental)	54,241,658	50,868,878	49,046,518	47,420,501	43,689,742
Railroad, Private Cars and Airlines	621,288	717,761	651,813	624,800	642,081
Historical Property	1,037,263	986,122	936,911	886,520	848,807
Certain Government Property Improvements	28,022	26,637	25,497	23,322	22,267
<b>Total</b>	<b>\$ 337,848,428</b>	<b>\$ 321,699,152</b>	<b>\$ 308,400,998</b>	<b>\$ 297,328,513</b>	<b>\$ 283,737,698</b>
<b>Gross Full Cash Value</b>	<b>\$ 4,514,205,995</b>	<b>\$ 4,141,919,905</b>	<b>\$ 4,027,133,484</b>	<b>\$ 3,601,881,614</b>	<b>\$ 3,312,240,486</b>
Ratio of Net Limited Assessed Value to Gross Full Cash Value	7%	8%	8%	8%	9%
Total Direct Rate	2.30	2.58	2.73	2.80	2.90

<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
<b>Total</b>	<b>\$ 271,150,118</b>	<b>\$ 261,988,929</b>	<b>\$ 253,099,676</b>	<b>\$ 250,728,428</b>	<b>\$ 257,342,623</b>
<b>Gross Full Cash Value</b>	<b>\$ 2,499,692,669</b>	<b>\$ 2,860,249,479</b>	<b>\$ 2,486,254,341</b>	<b>\$ 2,190,672,253</b>	<b>\$ 2,198,613,264</b>
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

**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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Commercial, Industrial, Utilities and Mining	\$ 107,413,827	\$ 96,843,477	\$ 103,696,465	\$ 94,058,932	\$ 92,106,804
Agricultural and Vacant	44,194,292	44,253,123	41,644,918	33,897,719	34,030,818
Residential (Owner Occupied)	237,245,224	219,404,865	205,818,372	186,702,252	167,179,382
Residential (Rental)	79,202,366	73,732,715	71,007,492	64,105,908	57,420,354
Railroad, Private Cars and Airlines	636,834	733,123	662,597	633,738	649,589
Historical Property	1,395,445	1,276,060	1,109,087	1,118,313	1,055,490
Certain Government Property Improvements	44,469	35,233	42,666	32,812	33,863
Total	<u>\$ 470,132,457</u>	<u>\$ 436,278,596</u>	<u>\$ 423,981,597</u>	<u>\$ 380,549,674</u>	<u>\$ 352,476,300</u>
Gross Full Cash Value	\$ 4,514,205,995	\$ 4,141,919,905	\$ 4,027,133,484	\$ 3,601,881,614	\$ 3,312,240,486
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	11%	11%	11%	11%
Estimated Net Full Cash Value	4,003,189,325	3,709,993,256	3,562,787,295	3,210,420,812	2,945,990,148
Total Direct Rate	2.30	2.58	2.73	2.80	2.90

<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

**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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	18 %
Agricultural and Vacant	15	15	15	15	15
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	15	15	14

<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

**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	Career Tech	Clarkdale	Primary	Secondary	Total
	Equalization		Oak Creek Elem	Jerome #3 Elem		Fire District			
2023	0.00	1.79	2.66	2.50	0.05	3.21	1.73	0.58	2.31
2022	0.43	1.86	2.75	2.44	0.05	3.21	1.83	0.75	2.58
2021	0.44	1.93	2.79	2.41	0.05	3.21	1.86	0.87	2.73
2020	0.46	2.02	2.86	2.44	0.05	3.21	1.92	0.88	2.80
2019	0.47	1.78	3.00	2.47	0.05	3.22	1.98	0.91	2.90
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

**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	2023			2014	
	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
Arizona Public Service Company	\$ 15,285,465	3.25	%	\$ 8,866,109	3.44 %
Phoenix Cement Company	10,736,011	2.28		18,556,971	7.20
Unisource Energy Corporation	3,337,291	0.71		2,190,754	0.85
WalMart Stores Inc.	2,140,660	0.46		1,546,414	0.60
GRL Inc	1,522,696	0.32			
Salt River Pima-Maricopa Indian Comm.	1,399,214	0.30			
Qwest Corporation	1,128,274	0.24			
HD Development of Maryland Inc	1,181,686	0.25			
Freeport McMoran Bagdad	1,660,000	0.35			
San Tan Hotel Partners LLC	997,528	0.21			
JP Morgan Chase Bank				1,159,811	0.45
Home Depot USA Inc.				1,159,811	0.45
Granite Cottonwood LLC UI				1,134,037	0.44
PLP Cottonwood LLC				1,005,169	0.39
Ace Hardware				4,587,696	1.78
Century Link				1,314,452	0.51
GRRLL INC ESOP Trust				1,056,716	0.41
Total	<u>\$ 39,388,825</u>	<u>8.37</u>	%	<u>\$ 42,577,940</u>	<u>16.52 %</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
2023	\$ 6,303,115	\$ 6,153,202	97.62 %	\$	\$ 6,153,202	97.62 %
2022	7,016,842	6,845,551	97.56	21,372	6,866,923	97.86
2021	7,063,703	6,905,246	97.76	152,811	7,058,057	99.92
2020	6,947,288	6,759,219	97.29	187,029	6,946,248	99.99
2019	6,951,114	6,823,383	98.16	127,565	6,950,948	100.00
2018	6,399,021	6,308,526	98.59	90,141	6,398,667	99.99
2017	6,526,437	6,388,004	97.88	138,210	6,526,214	100.00
2016	6,525,596	6,372,658	97.66	152,719	6,525,377	100.00
2015	6,322,803	6,180,961	97.76	141,715	6,322,676	100.00
2014	6,558,355	6,387,496	97.39	170,734	6,558,230	100.00

**Source:** The source of this information is the 2021 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	Financed Purchases and Leases	Total	Percentage of	Per Capita	Percentage of Personal Income	
		Amounts Restricted for Principal		Estimated Actual Value (Full Cash Value)				Estimated Actual Value (Full Cash Value)			
2023	\$ 3,941,336	\$ 173,085	\$ 3,768,251	0.08 %	\$ 105	\$ 889,495	\$ 4,830,831	0.11 %	\$ 134	0.04 %	
2022	4,955,669	196,959	4,758,710	0.11	126	1,058,270	6,013,939	0.15	159	0.05	
2021	6,677,480	189,484	6,487,996	0.16	175	704,938	7,382,418	0.18	199	0.08	
2020	8,445,551	184,472	8,261,079	0.23	216	771,045	9,216,596	0.26	241	0.10	
2019	10,148,622	194,672	9,953,950	0.30	264	836,072	10,984,694	0.33	292	0.13	
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	

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

**Note:** The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87 were adopted in fiscal year 2022. The standard replaces the previous capital and operating lease designations with financed purchases or leases depending on the substance of the transactions. The fiscal year 2014-2021 information within this column relates to the transactions previously designated as capital leases

**Mingus Union High School District No. 4**  
**Direct and Overlapping Governmental Activities Debt**  
**June 30, 2023**

<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	\$ 4,725,000	92.85 %	\$ 4,387,388
City of Cottonwood	51,328,183	24.57	12,612,495
Cottonwood-Oak Creek Elementary District	74,000	10.09	7,464
Subtotal, Overlapping Debt			<u>17,007,347</u>
Direct:			
Mingus Union High School District No. 4			<u>4,830,831</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 21,838,178</u></u>

**Direct and Overlapping General Bonded Debt Ratios**

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		1.12 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 577	
As a Percentage of Net Limited Assessed Valuation		6.15 %
As a Percentage of Gross Full Cash Value		0.46 %

**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, 2022 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 2023:**

Net full cash assessed valuation	\$ 470,132,457
Debt limit (10% of assessed value)	47,013,246
Debt applicable to limit	3,755,000
Legal debt margin	<u>\$ 43,258,246</u>

**Total Legal Debt Margin Calculation for Fiscal Year 2023:**

Net full cash assessed valuation	\$ 470,132,457
Debt limit (15% of assessed value)	70,519,869
Debt applicable to limit	3,755,000
Legal debt margin	<u>\$ 66,764,869</u>

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2023</u></b>	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>
Debt Limit	\$ 70,519,869	\$ 65,441,789	\$ 63,597,240	\$ 57,082,451	\$ 52,871,445
Total net debt applicable to limit	<u>3,755,000</u>	<u>4,755,000</u>	<u>6,295,000</u>	<u>7,965,000</u>	<u>9,570,000</u>
Legal debt margin	<u>\$ 66,764,869</u>	<u>\$ 60,686,789</u>	<u>\$ 57,302,240</u>	<u>\$ 49,117,451</u>	<u>\$ 43,301,445</u>
Total net debt applicable to the limit as a percentage of debt limit	5%	7%	10%	14%	18%
	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>
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>\$ 36,761,096</u>	<u>\$ 33,596,168</u>	<u>\$ 27,745,487</u>	<u>\$ 29,061,226</u>	<u>\$ 28,539,767</u>
Total net debt applicable to the limit as a percentage of debt limit	23%	27%	33%	23%	26%

**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>
2022	245,389	\$	12,739,608	\$	51,747	3.5	%	36,005
2021	241,173		11,884,929		49,060	4.1		37,815
2020	236,426		9,731,391		41,393	6.1		37,008
2019	232,386		9,352,066		40,312	4.0		38,216
2018	228,970		8,532,977		37,398	4.5		37,651
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

**Sources:** The source of the "Personal Income" and "Per Capita" information is the Federal Reserve Bank of St. Louis.  
The source of the "Population" and "Unemployment Rate" 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**

<u>Employer</u>	<u>2023</u>		<u>2014</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Walmart	348	2.88	370	3.52
Phoenix Cement Company	134	1.11		
Verde Valley Medical Center	865	7.15	1,000	9.52
Cottonwood Oak Creek School District	255	2.11	262	2.50
City of Cottonwood	212	1.75	193	1.84
Fry's	128	1.06	130	1.24
Home Depot	142	1.17	150	1.43
Verde Valley Guidance Clinic			120	1.14
Safeway	98	0.81	105	1.00
Oxendales			70	0.67
Larry Green	76	0.63		
Mingus Union High School	149	1.23	117	1.11
Total	<u>2,407</u>	<u>19.90</u> %	<u>2,517</u>	<u>23.97</u> %
Total employment	<u>12,100</u>		<u>10,500</u>	

**Source:** 2022 Arizona COG/MPO Employer Database, employers with 25 or more employees.  
2013 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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
<b>Supervisory</b>					
Superintendent	1	1	1	1	1
Principals	1	1	1	1	1
Assistant principals	3	1	2	2	1
Total supervisory	<u>5</u>	<u>3</u>	<u>4</u>	<u>4</u>	<u>3</u>
<b>Instruction</b>					
Teachers	58	58	61	60	62
Aides	16	12	13	13	15
Total instruction	<u>74</u>	<u>70</u>	<u>74</u>	<u>73</u>	<u>77</u>
<b>Student Services</b>					
Counselors/Advisors	11	8	9	8	7
Total student services	<u>11</u>	<u>8</u>	<u>9</u>	<u>8</u>	<u>7</u>
<b>Support and Administration</b>					
Clerical workers	12	12	11	11	12
Bus drivers	6	6	8	8	8
Other classified	25	23	20	21	24
Total support and administration	<u>43</u>	<u>41</u>	<u>39</u>	<u>40</u>	<u>44</u>
<b>Total</b>	<u><u>133</u></u>	<u><u>122</u></u>	<u><u>126</u></u>	<u><u>125</u></u>	<u><u>131</u></u>

(Continued)

**Mingus Union High School District No. 4**  
**Full-Time Equivalent District Employees by Type**  
**Last Ten Fiscal Years**

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b>Supervisory</b>					
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>
<b>Instruction</b>					
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>
<b>Student Services</b>					
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>
<b>Support and Administration</b>					
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>
<b>Total</b>	<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>

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

(Concluded)



**Mingus Union High School District No. 4**  
**Operating Statistics**  
**Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil- Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2023	1,165	\$ 14,122,143	\$ 12,124	13.91 %	\$ 17,249,937	\$ 14,810	21.40 %	74	15.7	46.0 %
2022	1,203	12,800,065	10,644	12.08	14,669,400	12,199	3.29	70	17.2	70.0
2021	1,151	10,930,767	9,497	8.35	13,592,605	11,809	5.53	74	15.6	70.0
2020	1,219	10,684,732	8,765	(0.18)	13,640,856	11,190	11.27	73	16.7	70.0
2019	1,187	10,423,417	8,781	9.79	11,937,859	10,057	0.39	77	15.4	65.0
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

**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>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b><u>Schools</u></b>										
<b>High</b>										
Buildings	8	8	8	8	8	8	8	8	8	8
Square feet	186,030	186,030	186,030	186,030	186,030	186,030	186,030	171,269	171,269	171,269
Capacity	1,313	1,313	1,313	1,313	1,313	1,313	1,313	1,163	1,163	1,163
Enrollment	1,203	1,203	1,189	1,250	1,187	1,180	1,122	1,125	1,129	1,191
Garages	1	1	1	1	1	1	1	1	1	1
Buses	17	20	20	20	23	23	23	20	18	18
<b><u>Athletics</u></b>										
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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