

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

**BASIC FINANCIAL STATEMENTS
AND
SELECTED OTHER FINANCIAL INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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Independent Auditor's Report

To the Board of Trustees of the
Minidoka Joint School District No. 331
Rupert, Idaho 83350

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 11 and 43 through 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

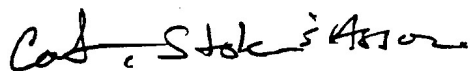
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Minidoka Joint School District No. 331 basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and supplemental information, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

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

Other Reporting Requirements by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 18, 2019, on our consideration of the Minidoka Joint School District No. 331's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Minidoka Joint School District No. 331's internal control over financial reporting and compliance.



Condie, Stoker & Associates
Rupert, Idaho
October 18, 2019



Minidoka County School District No. 331

Board Members

Bonnie Heins, Chairman
 Rick Stimpson, Vice Chairman
 Russ Suchan, Trustee
 Mary Anderson, Trustee
 Jeff Gibson, Trustee

Administration

Kenneth Cox, Superintendent
 Kerri Tibbitts, Board Clerk
 Michelle DeLuna, Business Manager

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2019

The Minidoka County School District's discussion and analysis of financial performance provides an overall review of the District's financial activities for the year ending June 30, 2019. The intent of this discussion and analysis is to look at the District's financial performance as a whole. This should be read in conjunction with the financial statements, which immediately follow this section.

Financial Position

- The District saw an increase in funding and reimbursements from the State from \$24,238,746 in fiscal year 2018 to \$25,561,202 in fiscal year 2019, or an increase of 5.5% in all funds. The difference stemmed from an increase in enrollment and funding provided from state sources.
- Local revenue in all funds increased from \$4,796,793 in fiscal year 2018 to \$5,766,693 in fiscal year 2019, an increase of 20.2%. These increases stem from the increase in the Supplemental Levy, increase in the bond levy rate collections, state pool interest, reimbursements from the new ARTEI charter and local Food Service revenue collections due to the elimination of free breakfast.
- Total General Fund revenues accounted for \$28,131,909 or 77.4% of all District revenues. Non-General Fund revenues in the form of charges for services, operating grants, capital grants and contributions accounted for \$8,222,978 or 22.6% of all revenues totaling \$36,354,887.
- The District General Fund fund-balance decreased by \$216,160 from \$1,567,848 in fiscal year 2018 to \$1,351,688 in fiscal year 2019. The District was only able to maintain a General Fund Operating Reserve equivalent to 4.8% of its General Fund revenue. This was less than the 5% goal of the district. These funds were not apportioned. In July 2018, the District initially reserved \$800,000 of its General Fund fund-balance within the contingency, and at year end the balance increased to \$1,200,000. This was due primarily to an increase in state support unit allocations over the previous year, savings from several staff not partaking in the district health benefit plan and undesignated fund balances from the previous year.
- The District transferred \$522,000 from the General Fund to the Permanent Improvement Capital Projects Fund to cover capital projects that are considered fixed assets. The School District also transferred \$45,200 to the Food Service Fund to match employee benefits. Another \$114,000 was transferred to the Debt Fund to pay for the interest payment on the energy audit loan and \$234,861 of depreciation was transferred to Plant Facilities to cover the cost to lease buses.
- The Minidoka County School district continues to participate in and be the fiscal agent for the ARTEC Charter School and the newly formed ARTEI Charter School. Minidoka County Schools received \$153,953 in reimbursements from the ARTEC Charter School and \$450,921 from the new ARTEI Charter School in 2018-2019 to cover 6 FTE teacher salaries and benefits, equipment, building rental, and support services. The District also received \$115,322 to cover the administrative personnel assigned to the ARTEC & ARTEI Charter School which serves Region IV participating districts and \$61,000 for fiscal agent fees.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

Overview of the Financial Statements

The district-wide financial statements are organized to provide an understanding of the fiscal performance of the District as a whole in a manner similar to a private sector business. The basic financial statements consist of two kinds of statements that present different views of the District's financial activities.

These statements utilize the accrual basis of accounting. This basis of accounting recognizes the financial effects of events when they occur, without regard to the timing of cash flows related to the events.

- The Statement of Net Position and Statement of Activities provide information on a district-wide basis. The statements present an aggregate view of the District's finances. District-wide statements contain useful long-term information, as well as information for the completed fiscal year.
- The remaining statements are fund financial statements that focus on individual funds and financial activities of the District. Fund statements generally report operations in more detail than the district-wide statements.

District-Wide Financial Statements

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The two district-wide statements report the District's net position and how they have changed. Comparative data to the prior year is provided in Exhibit 1 and 2. Net position, the difference between the District's position and liabilities, are one way to measure the District's overall financial position.

- Increases or decreases in the District's net assets are one indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall financial condition of the District, additional non-financial factors, such as changes in the District's property tax base and the condition of school buildings and other facilities should be considered.

In the district-wide financial statements, the District's activities are all classified as governmental activities. Governmental activities include all regular and special education, all educational support activities, administration, transportation, and food services. Most of the activities are supported by property taxes and state formula driven support.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds and not on the district as a whole. Funds are accounting devices the District uses to keep track of sources of funding and spending on particular programs and to demonstrate compliance with various regulatory requirements.

These statements utilize the modified accrual basis of accounting. This basis of accounting recognizes revenues in the period that they become measurable and available. It recognizes expenditures in the period that they become measurable, funded through available resources and payable within a current period.

- Some funds are required by state law and by bond covenants.
- The District establishes other funds to control and manage money designated for particular purposes or to show that it is properly using certain revenues, like grants.
- Most of the District's activities are represented in governmental funds, which generally focus on (1) how cash and other financial assets, which are readily converted to cash, flow in and out, and (2) the balances left at year-end that are available for funding future basic services. Consequently, the governmental funds statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Governmental fund information does not report on long-term commitments as is reported in the district-wide statements.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

- Fiduciary funds are used to account for assets held by the District in its capacity as agent or trustee. All of the District's fiduciary activities are reported in a separate Statement of Fiduciary Net Position. The fiduciary activities have been excluded from the District's district-wide financial statements because the District cannot use these assets to finance its operations.

The School District as a Whole

Net position, which is the difference between total assets and total liabilities, is one indicator of the financial condition of the District. When revenues exceed expenses, the result is an increase in net position. When expenses exceed revenues, the result is a decrease in net position. The District's net position, as measured in the Statement of Net Position (Exhibit 1), can be one way to measure the District's financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial position is improving, deteriorating, or remaining essentially the same. However, it should be noted that the District's goal and mission is to provide success for each child's education and is not necessarily to generate "profits" as companies and corporations do. For this reason, many other non-financial factors should be considered in assessing the overall position of the District.

The District's net position increased in year 2018-2019. Its net position is now \$11,630,323 compared to \$10,952,899 last year, a difference of \$677,424.

EXHIBIT 1 **STATEMENT OF NET POSITION**

ASSETS	<u>2017-2018</u>	<u>2018-2019</u>
Current and Other Assets	\$8,500,409	\$8,676,032
Capital Assets	<u>\$28,898,952</u>	<u>\$27,683,446</u>
Total Assets	\$37,399,361	\$36,359,478
 Deferred Outflow of Resources	 \$3,447,794	 \$3,904,858
 LIABILITIES		
Long-Term Liabilities	\$24,640,951	\$23,002,417
Other Liabilities	<u>\$3,791,099</u>	<u>\$3,933,071</u>
Total Liabilities	\$28,432,050	\$26,935,488
 Deferred Inflow of Resources	 \$1,462,206	 \$1,698,525
 NET POSITION		
Invested in Capital Assets, Net of Debt	\$12,628,303	\$12,663,316
Unrestricted	<u>-\$1,675,404</u>	<u>-\$1,032,993</u>
Total Net Position	<u><u>\$10,952,899</u></u>	<u><u>\$11,630,323</u></u>

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

Governmental Activities

Exhibit 2 shows the changes in net position between the difference of revenues and expenses and compares them to the prior year. For fiscal year 2018-19, Grants and Entitlements accounted for 74.5% of the revenue and Property Taxes made up 11.4%. Instructional Programs accounted for 49.6% of total District expenses and Support Services expenses made up 42.6%.

EXHIBIT 2 **CHANGES IN NET POSITION**

REVENUES	<u>2017-2018</u>	<u>2018-2019</u>
Program Revenues		
Charges for Services	\$368,720	\$425,642
Operating Grants and Contributions	\$3,483,832	\$3,467,225
General Revenues:		
Property Taxes	\$3,499,759	\$4,138,578
Grants and Entitlements	\$25,496,466	\$27,092,451
Other	\$940,708	\$1,221,162
Total Revenues	<u>\$33,789,485</u>	<u>\$36,345,058</u>
 PROGRAM EXPENSES		
Instructional	\$16,456,075	\$17,704,895
Support Services	\$13,683,689	\$15,187,127
Non-Instructional	\$2,136,824	\$2,202,875
Interest and Fees	\$588,860	\$572,737
Total Expense	<u>\$32,865,448</u>	<u>\$35,667,634</u>
 Increase/Decrease in Net Position	 <u>\$924,037</u>	 <u>\$677,424</u>

Instructional expenses include activities directly dealing with teaching of pupils and the interaction between teacher and pupil.

Support Services expenses include:

- Guidance, health services, improvement of instruction for staff and library services.
- School Administration; including building principals and office staff.
- District Administration expenses associated with administrative and financial supervision of the district. It also includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of his information internally and to the public.
- Operation of Plant and Maintenance activities involved with keeping the school grounds, buildings, and equipment in an effective working condition.
- Transportation activities involved with the conveyance of students to and from school as well as to and from school activities.

Non-Instructional expenses include:

- Food Services preparation, delivery, and servicing of breakfast, lunches and snacks to students.
- Community Services expenses related to student activities provided by the School District which are designed to provide opportunities for pupils to participate in school events, public events or a combination of these for the purpose of motivation, enjoyment and skill improvement.
- Principal payments on bonds for facility acquisition and construction as well as annual plant facilities projects for renovations, HVAC and building additions to keep the buildings maintained and comfortable for student use.

Interest and Fiscal Charges involves the transactions associated with the payment of interest on debt held by the District.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

Exhibit 3 shows the excess of revenues and other financing sources over expenditures and other financing (uses) for the governmental funds for the fiscal years ending June 30, 2018 and 2019.

EXHIBIT 3 **STATEMENT OF REVENUES AND EXPENDITURE** **GOVERNMENTAL FUNDS**

	<u>2017-2018</u>	<u>2018-2019</u>	<u>Variance</u>
REVENUES			
Property taxes	3,490,902	4,129,079	638,177
Child nutrition lunches	299,478	363,550	64,072
Interest	100,993	160,870	59,877
Other local revenue	905,420	1,113,194	207,774
State support	24,238,746	25,561,202	1,322,456
Federal revenues	4,774,427	5,026,992	252,565
Total revenues	<u>33,809,966</u>	<u>36,354,887</u>	<u>2,544,921</u>
EXPENDITURES			
Instructional programs	17,124,299	18,292,655	1,168,356
Support service programs	12,014,495	13,575,984	1,561,489
Non-Instruction programs (Incl. commodities)	2,190,941	2,311,723	120,782
Capital asset program	924,783	397,443	(527,340)
Debt service	2,308,031	2,334,911	26,880
Total expenditures	<u>34,562,549</u>	<u>36,912,716</u>	<u>2,350,167</u>
OTHER FINANCING SOURCES			
Transfers in	1,433,170	1,571,956	138,786
Transfers out	(1,433,170)	(1,571,956)	(138,786)
Debt/bond issuance	313,275	520,234	206,959
Total other financing sources	<u>313,275</u>	<u>520,234</u>	<u>206,959</u>
NET CHANGE IN FUND BALANCES	<u>(439,308)</u>	<u>(37,595)</u>	<u>401,713</u>

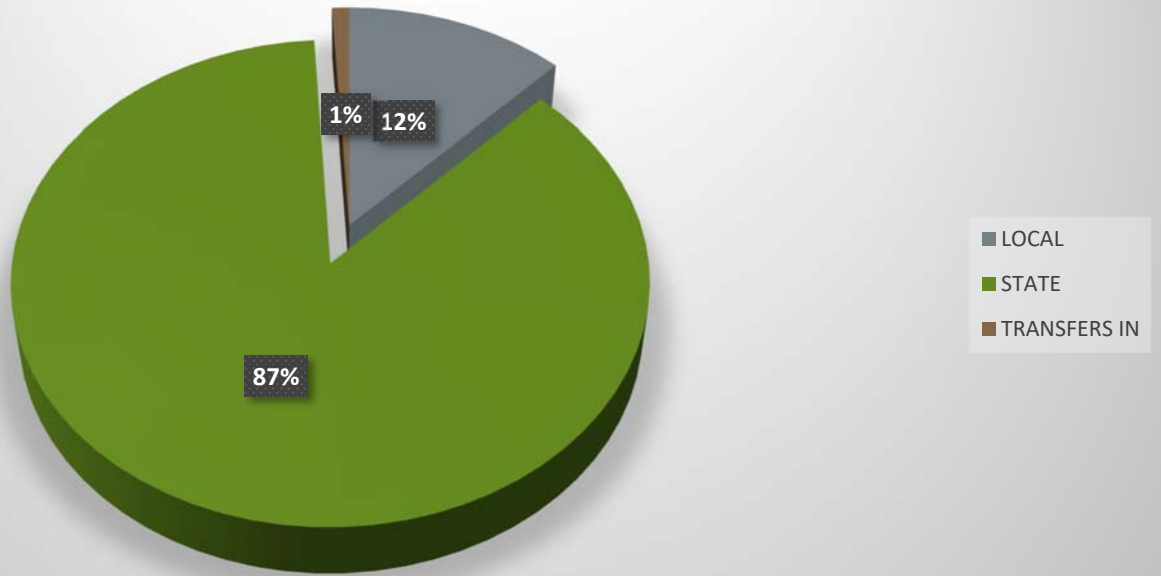
Debt Service

At June 30, 2019, the School District had \$13,900,000 in outstanding debt for bond levies, with a \$1,545,000 principal payment due within one year. The District also has five 5 year capital leases for 15 buses with an outstanding debt of \$920,132. The principal payment of \$299,012 is due within one year.

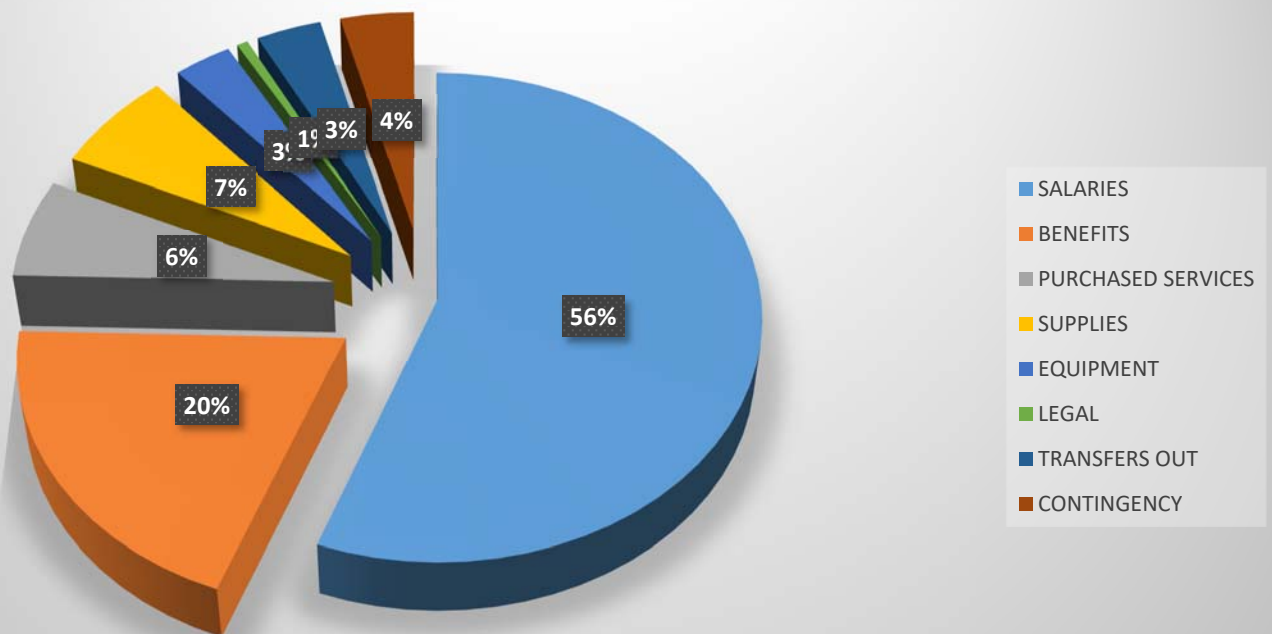
Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

EXHIBIT 4

General Fund Revenues 2018-2019



General Fund Expenditures 2018-2019



Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

General Fund Budgeting Highlights

The School District's budget is prepared according to Idaho law and is based on accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The proposed budget is formally adopted in June for the subsequent year. The most significant budgeted fund is the General Fund. The budget is then often amended later in the fiscal year, typically in June, following determination of the first attendance period, placement of certified staff, and certification of all levies on property taxes. Exhibit 4 shows the amended 2018-2019 revenues and expenditures in graphical comparison. State appropriations made up 86.8% of the total general fund revenues and salary and benefits comprised 75.5% of the general fund expenditures. The 2018-19 amended budget resulted in appropriations increasing \$881,500 (including transfers in). This represents a 3.2% increase from the adopted budget. Increased state revenues, new charter revenue, increased supplemental levy, increased interest, under budgeted general fund grants as well as matching fund grant all contributed to the revenue change.

For the General Fund, the revised budget calculated income estimate and transfers in was \$28,285,500. The original budget estimate from the adopted budget was \$27,404,000. During fiscal year 2018-2019, the District's original budget was \$3,406,000 for property taxes and other revenue and \$23,998,000 for other inter-governmental revenues. The School District received \$2,285,799 in property and other tax revenues and \$25,846,110 in other inter-governmental revenue.

Capital Assets

At the end of the fiscal year 2018-2019, the School District had \$27,683,446 invested in land, building, furniture and equipment, and vehicles qualifying as fixed assets.

Exhibit 5 shows fiscal 2018-2019 capital asset balances compared to 2017-2018.

EXHIBIT 5

CAPITAL ASSETS (Net of Depreciation) AS OF JUNE 30th

	2017-2018	2018-2019
Land	749,487	749,487
Buildings and Improvements	22,497,124	21,256,518
Furniture and Equipment	4,283,959	4,211,557
Vehicles	1,368,382	1,465,884
Totals	28,898,952	27,683,446

Overall capital assets decreased \$1,215,506 from fiscal year 2017-2018 to fiscal year 2018-2019.

General Fund Balance

At fiscal year end, the fund balance for the General fund was \$1,351,688. Below Exhibit 6 shows designations, contingencies, and reserves budgeted for payment in the fiscal year 2018-2019. These designations are necessary because of the June 30 year-end that imposes a budget deadline for all projects. They are budgeted projects that (1) could not be finished and paid by June 30, 2019, (2) could not be initiated before June 30, 2019, (3) are designated to a reserved fund or grant, or (4) are used to help balance the 2019-2020 year budget.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

EXHIBIT 6 FUND BALANCE DESIGNATIONS

2018-2019 FUND BALANCE (carryover)	1,351,688
Designations:	
General Fund Grants and designations	52,700
Contingency 18-19	800,000
Balance 18-19 General Budget Expenditures	450,000
Undesignated	48,988
 Total Encumbrances & Designations	 1,351,688

The General Fund balances documented in Exhibit 6 above include designations as well as contingencies. The total amount of budgeted contingency for the 2019-2020 school year is \$800,000 or 2.8% of the total General Fund. The Districts goal has been to maintain the General Fund contingency at the 5.0% level recommended. For the 2018-2019 school year ending on June 30, 2019 the General Fund contingency was \$1,200,000 or 4.1% of the total budget in the General Fund. Exhibit 7 shows historical data of ending fund balances in the General Fund.

EXHIBIT 7 HISTORICAL YEAR END GENERAL FUND BALANCE TOTALS

<u>Fiscal Year</u>	<u>Fund Balance as of June 30th</u>
2018-19	\$1,351,688
2017-18	\$1,567,848
2016-17	\$1,566,127*
2015-16	\$1,753,102
2014-15	\$1,633,150
2013-14	\$ 920,954
2012-13	\$ 490,844
2011-12	\$1,042,265
2010-11	\$2,314,201**
2009-10	\$1,730,219
2008-09	\$1,204,885
2007-08	\$1,349,393
2006-07	\$1,643,453
2005-06	\$1,731,679
2004-05	\$1,536,147

*Medicaid Fund balance moved to Fund 260

**One time State funding was awarded on July 1 for previous year.

EXHIBIT 8 HISTORICAL ENROLLMENT DATA (PK-12 including Charter School)

<u>Fiscal Year</u>	<u>Student Population</u>	<u>FTE Certified Teachers</u>
2018-19	4336	247.5
2017-18	4265	246.1
2016-17	4259	241.8
2015-16	4220	232.5
2014-15	4175	227.8
2013-14	4145	219
2012-13	4012	213.5
2011-12	4043	236
2010-11	4037	236.3
2009-10	3996	244.3
2008-09	3991	245.8

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2019

Economic Factors and the Budget

The Minidoka County School District is financially stable having established a firm economic base on the funds received from the State of Idaho. The Board of Trustees continues to be conservative in planning ahead to protect the public trust with regard to the use of public funds. The economic outlook for the District and State of Idaho is improving as shown in the stability of our fund balance.

The Minidoka County School District must educate minority student populations that require costly special program funding. Current figures show that Limited English Proficiency students comprise 12% of the Minidoka student population and Special Education students comprise 11% of the population. Communities in the District include many households that function at a poverty level as indicated by a 2018 Federal Free and Reduced Lunch rate of 65.8% across all schools in the district.

The financial performance of the District has been affected by a variety of economic factors including changes in the way public schools are funded and the reallocation of the distributions in specific line items and categories by the state. After several years of decreases in funding due to declining enrollment and the economy, the district has seen an increase in revenues in recent years, allowing the district to increase staff to the levels allowed by state funding. Exhibit 8 provides enrollment and certified staff data for the years encompassing 2008-2019.

In accordance to the Negotiated Agreement for the 2018-2019 school year, the certificated salary schedule was based upon the State Career Ladder with a \$1,600 and \$2,800 increment for credits of BA+24 or MA respectively, with the exception of the employees who were "Above State Salary Schedule". The base for all salaries in the district were increased by at least 3%, with a minimum certified salary of \$35,800. The Certificated Salary Schedule for the 2018-2019 was based on a 190 day contract.

Contacting the School District's Financial Management Team

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the District's ongoing accountability for the money it receives. If you have questions about this report or need additional financial information please contact the business office at the District Service Center at (208) 436-4727 or 310 10th St., Rupert, Idaho 83350.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF NET POSITION AS OF JUNE 30, 2019

Assets:

Cash and Cash Equivalents	4,389,265
Receivables:	
Property Taxes	1,316,412
State of Idaho	818,084
Federal	1,059,302
Other	36,984
Capital Assets, Net	27,683,446
Net OPEB Asset	1,055,985
	<hr/>
Total Assets	36,359,478
	<hr/>

Deferred Outflows of Resources:

Deferred Outflow of Resources From Pensions	3,565,802
Deferred Outflow of Resources From OPEB	339,056
	<hr/>

Liabilities

Accounts Payable	88,882
Salaries and Contracts Payable	3,556,948
Accrued Interest	209,787
Unearned Revenue	77,454
Accrued Vacation Pay	133,145
Long Term Liabilities:	
Due Within One Year	2,044,011
Due in More Than One Year	12,976,119
Net Pension Liability	7,849,142
	<hr/>
Total Liabilities	26,935,488
	<hr/>

Deferred Inflows of Resources:

Deferred Inflow of Resources From Pensions	1,600,058
Deferred Inflow of Resources From OPEB	62,727
Deferred Gain on Refunding	35,740
	<hr/>

Net Position

Net Investment in Capital Assets	12,663,316
Unrestricted	(1,032,993)
	<hr/>
Total Net Position	11,630,323
	<hr/> <hr/>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF ACTIVITIES FOR THE YEAR ENDING JUNE 30, 2019

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Total Governmental Activities</u>
Governmental Activities					
Instruction:					
Elementary	6,546,563	-	49,982	-	(6,496,581)
Secondary	6,789,019	34,925	211,905	-	(6,542,189)
Alternative	1,175,275	-	-	-	(1,175,275)
Special	2,934,921	-	-	-	(2,934,921)
School Activity	46,829	-	-	-	(46,829)
Summer School	183,372	-	-	-	(183,372)
Detention	28,916	-	-	-	(28,916)
Support Services:					
Special Guidance	717,751	-	-	-	(717,751)
Special Services	649,155	-	-	-	(649,155)
Instruction Improvement	2,270,320	-	412	-	(2,269,908)
Board of Education	48,753	-	-	-	(48,753)
District Administration	529,632	-	-	-	(529,632)
School Administration	3,204,875	-	-	-	(3,204,875)
Business Operation	359,756	-	-	-	(359,756)
Buildings Operation and Maintenance	4,588,906	25,051	-	-	(4,563,855)
Transportation	2,817,979	2,116	1,456,944	-	(1,358,919)
Non-Instructional Services	2,202,875	363,550	1,747,982	-	(91,343)
Interest and Fiscal Charges	572,737	-	-	-	(572,737)
Total Governmental Activities	35,667,634	425,642	3,467,225	-	(31,774,767)
General Revenues:					
Property Taxes Levied for:					
General Operations					1,858,899
Supplemental					2,279,679
Grants and Entitlements not Restricted to Specific Programs					27,092,451
Investment Earnings					160,870
Miscellaneous					1,087,294
Loss on Disposition of Capital Assets					(27,002)
Total General Revenues					32,452,191
Change in Net Position					677,424
Net Position Beginning of Year					10,952,899
Net Position End of Year					11,630,323

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

BALANCE SHEET GOVERNMENTAL FUNDS AS OF JUNE 30, 2019

	<u>General</u>	<u>Food Service</u>	<u>Debt Service</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	2,905,748	484,133	999,384
Receivables:			
Property Taxes	728,918	-	587,494
State of Idaho	813,864	-	-
Federal	-	63,111	-
Other	34,883	-	2,101
Interfund Loan Receivable	521,243	-	88,870
	<u>5,004,656</u>	<u>547,244</u>	<u>1,677,849</u>
<u>Liabilities:</u>			
Accounts Payable	71,846	858	-
Salaries and Contracts Payable	3,017,937	122,930	-
Interfund Loan Payable	523,166	-	211
Unearned Revenue	-	-	-
	<u>3,612,949</u>	<u>123,788</u>	<u>211</u>
<u>Deferred Inflows of Resources</u>			
Unavailable Revenue - Property Taxes	40,019	-	31,546
Total Deferred Inflows of Resources	<u>40,019</u>	<u>-</u>	<u>31,546</u>
<u>Fund Balances:</u>			
Restricted For:			
Food Service	-	423,456	-
Debt Service	-	-	1,646,092
Plant Facility	-	-	-
Committed For:			
Subsequent Year Designations	1,302,700	-	-
Unassigned	48,988	-	-
	<u>1,351,688</u>	<u>423,456</u>	<u>1,646,092</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>5,004,656</u>	<u>547,244</u>	<u>1,677,849</u>

See accompanying notes to financial statements.

<u>Plant Facility</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
-	-	4,389,265
-	-	1,316,412
-	4,220	818,084
-	996,191	1,059,302
-	-	36,984
<u>403,958</u>	<u>30,338</u>	<u>1,044,409</u>
<u>403,958</u>	<u>1,030,749</u>	<u>8,664,456</u>
-	16,181	88,885
-	416,081	3,556,948
-	521,032	1,044,409
-	77,455	77,455
-	1,030,749	4,767,697
-	-	71,565
-	-	71,565
-	-	423,456
-	-	1,646,092
403,958	-	403,958
-	-	1,302,700
-	-	48,988
<u>403,958</u>	<u>-</u>	<u>3,825,194</u>
<u>403,958</u>	<u>1,030,749</u>	<u>8,664,456</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET POSITION AS OF JUNE 30, 2019

Total Governmental Fund Balance 3,825,194

Amounts reported for the 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. These assets consist of:

Capital Assets	27,683,446	
Total Capital Assets	<u>27,683,446</u>	27,683,446

Net pension assets and liabilities as well as pension-related deferred outflows
and deferred inflows of resources are recognized in the government-wide
statements and include:

Net Pension Liability	(7,849,142)	
Deferred Outflows of Resources From Pensions	3,565,802	
Deferred Inflows of Resources From Pensions	<u>(1,600,058)</u>	
Total Pension Related		(5,883,398)

Net OPEB assets and liabilities as well as OPEB-related deferred outflows
and deferred inflows of resources are recognized in the government-wide
statements and include:

Net OPEB Asset	1,055,985	
Deferred Outflows of Resources From OPEB	339,056	
Deferred Inflows of Resources From OPEB	<u>(62,727)</u>	
Total Pension Related		1,332,314

Other long-term assets are not available to pay for current period
expenditures and therefore are deferred in the fund statements. 71,569

Some liabilities are not due and payable in the current period and therefore are
not reported in the fund statements. Those liabilities consist of:

Bond Payable:		
Due Within One Year	(2,044,011)	
Due in More Than One Year	(12,976,119)	
Deferred Gain on Bond Refunding	(35,740)	
Accrued Interest on Bonds	(209,787)	
Accrued Vacation Pay	<u>(133,145)</u>	
Total Liabilities		<u>(15,398,802)</u>

Net Position of Governmental Activities 11,630,323

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDING JUNE 30, 2019

	General Fund	Food Service	Debt Service
Revenues:			
Property Taxes, Penalty and Interest	2,285,799	-	1,843,280
Tuition	18,406	-	-
Earnings on Investments	139,607	9,467	11,796
Lunches	-	363,550	-
Other Local Revenue	1,066,661	-	182
State	24,621,436	-	251,965
Federal	-	1,747,982	-
	<hr/>	<hr/>	<hr/>
Total Revenues	28,131,909	2,120,999	2,107,223
Expenditures:			
Instruction:			
Elementary	6,164,971	-	-
Secondary	6,110,009	-	-
Alternative	1,093,783	-	-
Special	2,451,116	-	-
School Activity	48,320	-	-
Summer School	113,033	-	-
Detention	29,589	-	-
Support Services:			
Special Guidance	672,805	-	-
Special Services	289,988	-	-
Instruction Improvement	1,208,908	-	-
Board of Education	48,753	-	-
District Administration	547,663	-	-
School Administration	1,836,520	-	-
Business Operation	369,211	-	-
Buildings Operation and Maintenance	5,099,172	-	-
Transportation	1,937,846	-	-
Non-Instructional Services	1,950	2,261,309	-
Principal Retirement	-	-	1,480,000
Interest and Fiscal Charges	-	-	549,967
	<hr/>	<hr/>	<hr/>
Total Expenditures	28,023,637	2,261,309	2,029,967
Excess (Deficit) Revenues Over Expenditures	108,272	(140,310)	77,256
Other Financing Sources (Uses):			
Debt/Bond Issuance	514,680	-	-
Proceeds from Sale of Assets	5,554	-	-
Operating Transfers In	286,395	45,200	114,000
Operating Transfers (Out)	(1,131,061)	-	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(324,432)	45,200	114,000
Net Change in Fund Balances	(216,160)	(95,110)	191,256
Fund Balance at Beginning of Year	<hr/>	<hr/>	<hr/>
Fund Balance at End of Year	1,567,848	518,566	1,454,836
	<hr/>	<hr/>	<hr/>
Fund Balance at End of Year	1,351,688	423,456	1,646,092
	<hr/>	<hr/>	<hr/>

See accompanying notes to financial statements.

<u>Plant Facility</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
-	-	4,129,079
-	-	18,406
-	-	160,870
-	-	363,550
27,945	-	1,094,788
-	687,801	25,561,202
-	3,279,010	5,026,992
<hr/>	<hr/>	<hr/>
27,945	3,966,811	36,354,887
-	557,040	6,722,011
-	978,640	7,088,649
-	110,777	1,204,560
-	559,921	3,011,037
-	-	48,320
-	75,456	188,489
-	-	29,589
-	63,806	736,611
-	377,167	667,155
-	1,075,943	2,284,851
-	-	48,753
-	-	547,663
-	-	1,836,520
-	-	369,211
397,443	44,481	5,541,096
-	3,721	1,941,567
-	48,464	2,311,723
285,199	-	1,765,199
19,745	-	569,712
<hr/>	<hr/>	<hr/>
702,387	3,895,416	36,912,716
(674,442)	71,395	(557,829)
-	-	514,680
-	-	5,554
756,861	369,500	1,571,956
-	(440,895)	(1,571,956)
<hr/>	<hr/>	<hr/>
756,861	(71,395)	520,234
82,419	-	(37,595)
<hr/>	<hr/>	<hr/>
321,539	-	3,862,789
<hr/>	<hr/>	<hr/>
403,958	-	3,825,194

MINIDOKA JOINT SCHOOL DISTRICT NO 331

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES AS OF JUNE 30, 2019

Net Change in Fund Balances - Total Governmental Funds (37,595)

Amounts reported for the governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlay	1,132,290	
Depreciation Expense	<u>(2,324,668)</u>	
Depreciation Expense in Excess of Capital Outlay		(1,192,378)

Loss on the Disposition of Fixed Assets	(27,002)	
Proceeds from the Disposition of Fixed Assets (recorded as a receivable)	<u>(5,554)</u>	
		(32,556)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Further, long term obligations are recorded as other financing resources in the governmental funds but increase the long-term liabilities in the statement of net position. In the current year, these amounts consist of:

Long-term Bond Proceeds	(514,680)	
Bond Principal Payments	1,765,199	
Amortization of Deferred Gain on Bond Refunding	<u>7,670</u>	
Principal Payments in Excess of Long-term Proceeds		1,258,189

Net differences between pension system contributions recognized 532,018

Net differences between OPEB contributions recognized 150,743

Revenues that will not be collected for several months after the School District's fiscal year end are not considered "available" revenues and are deferred in the governmental funds. Deferred revenue changed as follows:

Property Taxes (Decrease)		9,499
---------------------------	--	-------

Some items 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. These activities consist of:

Net Decrease (Increase) in Accrued Interest	(3,019)	
Net Decrease (Increase) in Vacation Leave Pay	<u>(7,477)</u>	
		<u>(10,496)</u>

Change in Net Position of Governmental Activities 677,424

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF NET POSITION FIDUCIARY FUNDS AS OF JUNE 30, 2019

	Private Purpose Trust	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	36,562	406,520
Total Assets	<u>36,562</u>	<u>406,520</u>
Liabilities		
Due to Student Groups	-	406,520
Total Liabilities	<u>-</u>	<u>406,520</u>
Net Position		
Held in Trust for Scholarships	36,562	-
Total Net Position	<u><u>36,562</u></u>	<u><u>-</u></u>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331**STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
AS OF JUNE 30, 2019**

	Private Purpose Trust
Additions:	
Donations	30,882
Deductions:	
Scholarship Awards	(16,840)
Net Position - Beginning of Year	<u>22,520</u>
Net Position - End of Year	<u><u>36,562</u></u>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The School District operates under a Board of Trustees elected by the people within each trustee's zone. The Board shall have power to make bylaws, rules and regulations consistent with the laws of the State of Idaho and the State Board of Education in managing the school affairs.

The accounting policies of the School District are to conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

1. Scope of Entity

All funds and account groups of the School District as directed and defined by the National Council on Governmental Reporting Accounting are included in this basic financial report.

2. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements that provide a more detailed level of financial information.

a. Government-wide Financial Statements:

The Statement of Net Position and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The Statement of Net Position presents the financial condition of the governmental activities of the School District at year end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

b. Fund Financial Statements:

During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary fund is reported by type.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

3. Fund Accounting

GOVERNMENTAL FUNDS

Governmental funds are used to account for the government's general activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collected within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for un-matured interest on general long-term debt, which is recognized when the obligations are expected to be liquidated with expendable available financial resources. Property taxes, franchise taxes, licenses, interest and special assessments are susceptible to accrual. Sales taxes collected and held by the state at year-end on behalf of the government are also recognized as revenue. Other receipts and taxes become measurable and available when the cash is received by the government and are recognized as revenue at that time.

Expenditures are recorded when the liability is incurred.

Formal budgetary accounting is employed as a management control for all funds of the District. Annual operating budgets are adopted each fiscal year through passage of an annual budget ordinance and amended as required for the General Fund, Special Revenue Funds, and Debt Service Fund, and the same basis of accounting is used to reflect actual revenues and expenditures/expenses recognized on a generally accepted accounting principles basis. Budgets for certain Capital Projects Funds are made on a project basis, spanning more than one fiscal year. Budgetary control is exercised at the departmental level or by projects.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is used in governmental funds.

Encumbrances outstanding at the year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities of the present year because the commitments will be honored in the subsequent year.

Encumbrances outstanding at the year-end have materially lapsed.

Grant revenues are recorded for financial reporting purposes when the School District has met the qualifications for the respective grants. Various reimbursement procedures are used for grant awards received by the School District. Consequently, timing differences between expenditures and program reimbursements can exist at the beginning and end of the year. Accrued balances at year end represent an excess of expenditures over cash reimbursements received to date. Deferred balances at year end represent an excess of cash reimbursements received over reimbursable expenditures to date. Generally, accrued or deferred balances caused by differences in the timing of cash reimbursements and expenditures will be reversed in the remaining grant period.

The District reports the following major governmental funds:

General Fund – The District's primary operating fund, it accounts for all activities of the general government, except those required to be accounted for in another fund.

Food Service Fund – This fund accounts for the food preparation services provided by the District.

Debt Service Fund – This fund provides for the repayment of long-term debt obligations.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Plant Facility Fund – This fund accounts for purchase of minor capital assets, along with the maintenance and repair of all District facilities.

GASB Statement No. 54 provided new categories for reporting fund balances in governmental funds. The categories and descriptions are as follows:

Non-spendable Fund Balance – Amounts which are considered non-spendable because they are not available for current use (such as fund balance associated with inventories, long-term receivables, and prepaid expenditures).

Restricted Fund Balance – Amounts which are constrained by externally imposed legal restrictions, or by law through constitutional provisions or enabling legislation.

Committed Fund Balance – Amounts which are constrained for specific purposes, imposed by formal action of the School Board by ordinance, or resolution. Committed fund balances cannot be used for other purposes unless the government uses that same action to modify or rescind a fund balance commitment.

Other (Nonmajor) Governmental Funds

-Title I-A Basic	-Combined Federal Funds	-Combined State Grants
-Title I-C Migrant	-Title I-D Neglected Children	-Forest Reserve
-Title VI – B -Title III ESEA LEP	-Drivers Ed	-Professional Tech
Special Education	-Gear Up Grant	-Technology
Preschool	-Emergency Immigrant	-Substance Abuse
-Medicaid		
-Title II-A Improving Teacher Quality	- Title III ESEA	-Local Special Project
-Perkins III	-Title VI-B Rural Ed	-School Improvement

FIDUCIARY FUNDS**Private Purpose Trust**

- Birrer Scholarship Fund
- Private Scholarship Donation

Agency Trust Funds

- | | |
|-----------------------------|-----------------------------|
| - Minico High School | - East Minico Middle School |
| - West Minico Middle School | - Acequia Elementary School |
| - Heyburn Elementary School | - Mt. Harrison High School |
| - Paul Elementary School | - Rupert Elementary School |

4. Measurement Focus**a. Government-wide Financial Statements:**

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the School District are included on the Statement on Net Position. Internal activity between funds has been eliminated.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**b. Fund Financial Statements**

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

5. Taxes

Taxes are recorded as revenue when levied from the various counties. The balances to be collected and remitted by the various counties per the county records are recorded as a receivable. The amounts collected after 60 days of year end are recorded as deferred inflows of resources.

The bases of accounting described above are in accordance with generally accepted accounting principles.

6. Budgetary Data

The budgets are set based on resources available and/or appropriations necessary for each fiscal year by program and fund.

At least 28 days prior to its annual meeting, the Board of Trustees of the School District shall have a budget prepared and a public hearing held thereon. A copy of the budget shall be available for public inspection and a summary statement of the budget for the ensuing year shall be published, including amounts budgeted for the prior year, which shall be included for purposes of comparison. Within 14 days after the budget public hearing, the Board shall adopt the budget for the ensuing year.

Once the budget is approved, it can be amended at the Function and Fund level only by unanimous approval of the Board of Trustees of the School District. Amendments are presented to the Board at their regular meetings. Each amendment must have unanimous Board approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law.

7. Component Units

No component units exist that are connected to the School District.

8. Capital Assets

Capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of five thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

All reported capital assets except for land and land improvements are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Useful Lives</u>
Office computers and library books	5 Yr.
Lab, AV, business machines, and communication equipment	10 Yr.
Mowers/tractors, kitchen, shop, and custodial equipment	15 Yr.
Outdoor equipment	20 Yr.
Building remodels	25 Yr.
Buildings & Additions	30 Yr.

9. Capital Leases

Capital leases are recorded at the inception of the leases as expenditures and other financing sources in governmental fund financial statements at the present value of the future minimum lease payments using the stated or implicit interest rate in the leases. Lease payments are recorded as expenditures on the due date. Capital leases are recorded as a liability in the government-wide financial statements at the time of inception and the corresponding asset is recorded in the capital asset section on the balance sheet.

10. General Long-Term Debt

Unmatured long-term debt is presented in the government-wide financial statements. Repayment of all long-term debt, except accrued vacation pay, is recorded in the Debt Service Fund. Payment of accrued vacation pay will be made from the General and Special Revenue Funds incurring the expenditure. Interest expense on long-term debt is recorded when due.

11. Restricted and Unrestricted Resources

The District has the policy of using restricted resources first before using unrestricted resources.

12. Cash and Cash Equivalents

Cash and Cash equivalents consist of cash on deposit and certificates of deposit.

13. Deferred Outflows/Inflows of Resources

The School District has implemented GASB No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position and No. 65, Items Previously Reported as Assets and Liabilities. These new standards establish accounting and financial reporting for deferred outflows/inflows of resources and the concept of net position as the residual of all other elements presented in a Statement of Net Position.

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The School District has two items that qualify for reporting in this category. These items only arise under the full accrual basis of accounting. Accordingly, these items, Deferred Outflow of Resources From Pensions and Deferred Outflow of Resources From OPEB, are reported only on the Statement of Net Position.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. Deferred Outflow of Resources From Pensions and Deferred Outflow of Resources from OPEB are only reported in the government-wide financial statements. The Statement of Net Position report defers pension and OPEB cost, which will be recognized as an inflow of resources in the period in which the amounts are applied. The other item, deferred gain on bond refunding, is only reported on the government-wide Statement of Net Position. A deferred gain on refunding results from the difference in the carrying value of the refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**14. Pensions**

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base 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.

15. Other Post Employment Benefits (OPEB)

For purpose of measuring the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho (PERSI or System) Sick Leave Insurance Reserve Fund and additions to/deductions from Sick Leave Insurance Reserve Fund's fiduciary net position have been determined on the same basis as they are reported by the Sick Leave Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE B – CASH AND INVESTMENTS

The School District accounts for its cash and cash equivalents on a pooled basis whereby total cash is pooled in the general ledger account. Each fund has a positive or negative equity in the general ledger cash depending upon the net effect of its receipts and disbursements activity. In effect, the funds with negative cash balances are borrowing from those with positive balances.

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 which would further limit its investment choices beyond those stated in Idaho Code. All deposits are either FDIC insured or fully collateralized, with securities held in trust by the financial institutions but not in the name of Minidoka County School District.

Concentration of Credit Risk – The District places no limit on the amount the District may invest in any one issuer.

Custodial Credit Risk, Deposits – Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. The District's pooled and non-pooled deposits are categorized to give an indication of the level of risk assumed by the District at fiscal year-end. The cash is recorded in terms of United States currency.

District and Fiduciary cash balances at year end are as follows:

	Bank Balance	Book Balance			Total
		Collateralized or FDIC insured and held in the District's name	Uncollateralized, uninsured, or unregistered and held in the District's name	Uncollateralized, uninsured, or unregistered and not held in the District's name	
Financial Institutions	1,700,636	546,939	-	-	546,939
State Investment Pool	4,285,408	4,285,409	-	-	4,285,408
Total	5,986,044	4,832,348	-	-	4,832,347
Less Amounts Reported on the Fiduciary Funds Statement of Net Position:					
					(36,562)
					(406,520)
Government Wide Cash Report on Statement of Net Position					<u>4,389,265</u>

NOTE C – TAXES RECEIVABLE

Minidoka, Cassia, Jerome, and Lincoln counties serve as collecting agents for taxes levied by the School District. Property taxes are certified to the County officials each September and recorded on the books of each county as taxes owing during the month of November. Taxes are due in two installments at December 20 and June 20 following the levy date.

Taxes receivable are stated at taxes levied less amounts collected and canceled. The Counties maintain individual taxpayer records. Because the County has the right to take tax deeds on property for the collection of real property taxes no allowance for uncollectible taxes receivable has been established. Deferred revenue has been recorded as recommended by NCGA Interpretation #3 - "Revenue Recognition" for collections 60 days after year end.

County	2018 Levy	2017 Levy	2016 Levy	2015 Levy	2014 Levy	Total
Minidoka	1,179,587	23,814	14,298	337	-	1,218,036
Cassia	26,137	1,335	615	-	-	28,087
Jerome	43,968	596	-	-	-	44,564
Lincoln	25,725	-	-	-	-	25,725
	<u>1,275,417</u>	<u>25,745</u>	<u>14,913</u>	<u>337</u>	<u>-</u>	<u>1,316,412</u>

NOTE D – STATE RECEIVABLE

This represents the final 2018-2019 apportionment of State funds for the School District along with state grant receivables.

NOTE E – FEDERAL RECEIVABLE

The federal government provides resources for certain programs conducted by the School District (e.g., school lunch, title and migrant programs). Each program is funded separately and distinctly, e.g., some are dollar amount requests of approved funds while others are dollar amount reimbursements for expenditures incurred. The amounts receivable represent accrual for reimbursement of program expenditures financed temporarily by other Special Revenue Funds.

NOTE F – CONSTRUCTION IN PROGRESS

The School District did not have any open construction projects as of June 30, 2019.

NOTE G – CAPITAL ASSETS

All purchased capital assets are valued at cost when historical records are available. When no historical records are available, fixed assets are valued at estimated historical cost. Fixed asset activity for the 2019 fiscal year is reflected as follows:

NOTE G – CAPITAL ASSETS (Cont.)

	6/30/2018	Additions	Disposals	6/30/2019
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	749,487	-	-	749,487
Capital Assets, Being Depreciated:				
Buildings	52,464,150	127,760	-	52,591,910
Furniture and Equipment	13,004,783	602,100	(1,190,562)	12,416,321
Vehicles	4,915,791	411,857	(531,393)	4,796,255
Total Capital Assets Being Depreciated	70,384,724	1,141,717	(1,721,955)	69,804,486
Less Accumulated Depreciation:				
Buildings	(29,967,026)	(1,368,366)	-	(31,335,392)
Furniture and Equipment	(8,720,824)	(641,946)	1,158,006	(8,204,764)
Vehicles	(3,547,409)	(314,355)	531,393	(3,330,371)
Total Accumulated Depreciation	(42,235,259)	(2,324,667)	1,689,399	(42,870,527)
Capital Assets, Net of Depreciation	28,898,952	(1,182,950)	(32,556)	27,683,446

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Elementary	695,740
Secondary	716,967
Support Services	
School Administration	2,023
Other	909,938
Total Depreciation	2,324,668

As of June 30, 2019, the District had capital leases included in the schedule of capital assets of \$2,339,198 – \$52,650 and \$2,286,548 shown in furniture and equipment and vehicles, respectively. The accumulated depreciation related to these capital leases was \$1,014,055 – \$12,285 and \$1,001,770 shown in furniture and equipment and vehicles, respectively.

NOTE H – ACCOUNTS PAYABLE

Accounts payable consist of goods and services acquired prior to the fiscal year end and approved for payment by the School District's July School Board Meeting.

NOTE I – SALARIES AND CONTRACTS PAYABLE

It is the policy of the School District to pay contracted personnel over a 12-month period beginning July, August or September (depending on the time of starting their position). Since the fiscal year ends June 30 and most of the personnel have completed their contract, an outstanding obligation of funds is required to be paid in July and August following the fiscal year end.

Included, along with salaries, are accrued employee benefits for health, dental, life insurance, retirement, unused personal leave benefit, and payroll taxes on the contracted balance of salaries for the 2019 fiscal school year.

NOTE J – LONG TERM LIABILITIES AND CAPITAL LEASES

Change in Long Term-Debt:

Beginning Long-Term Debt	16,270,649
Add Additional Debt Proceeds	514,680
Less Scheduled Principal Payments Debt Service Fund	<u>(1,765,199)</u>
Ending Long-Term Liabilities	<u><u>15,020,130</u></u>

The District issued \$4,950,000 General Obligation Bonds to advance refund term bonds in the amount of \$5,045,000. The general obligation bonds were issued at a premium of \$559,090 and, after paying issuance costs of \$92,128, the net proceeds were \$5,416,962. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the school districts government wide financial statements. As a result of the advance refunding, the District reduced its total debt service requirements by \$95,000, which resulted in an economic gain of \$235,267. The District was funded by these bonds on October 19, 2011. Terms of the bonds are payments every August 1 and February 1 through the year 2021 with a true interest cost of 3.862%. The payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2019-20	67,200	640,000	707,200
2020-21	41,100	665,000	706,100
2021-22	13,900	695,000	708,900
2022-23	-	-	-
2023-24	-	-	-
Thereafter	-	-	-
Total	<u>122,200</u>	<u>2,000,000</u>	<u>2,122,200</u>

The District issued \$10,770,000 General Obligation Bonds to advance refund term bonds in the amount of \$10,820,000. The general obligation bonds were issued at a premium of \$1,113,414 and, after paying issuance costs of \$147,702, the net proceeds were \$11,735,712. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the school districts government wide financial statements. The District was funded by these bonds on April 17, 2014. Terms of the bonds are payments every August 15 and February 15 through the year 2026 with a true interest costs ranging from 1.38% to 4%.

The reacquisition price exceeded the net carrying amount of the old debt by \$50,000. This amount is reported as a deferred outflow of resources and amortized over the remaining life of the refunding debt. The District advance refunded the general obligation bonds to reduce its total debt service payments by \$771,771 to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$656,280.

NOTE J – LONG TERM LIABILITIES AND CAPITAL LEASES (Cont.)

The payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2019-20	339,331	680,000	1,019,331
2020-21	319,341	705,000	1,024,341
2021-22	300,225	575,000	875,225
2022-23	264,700	1,345,000	1,609,700
2023-24	209,800	1,400,000	1,609,800
Thereafter	277,500	4,545,000	4,822,500
Total	1,710,897	9,250,000	10,960,897

The District issued \$2,650,000 General Obligation Bonds to advance refund term bonds in the amount of \$2,665,000. The general obligation bonds were issued at a premium of \$381,103 and, after paying issuance costs of \$88,562, the net proceeds were \$2,942,541. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. government securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the school districts government wide financial statements. The District was funded by these bonds on May 25, 2016. Terms of the bonds are payments every September 15 and March 15 through the year 2028 with a true interest costs of 3.406%.

The reacquisition price exceeded the net carrying amount of the old debt by \$15,000. This amount is reported as a deferred outflow of resources and amortized over the remaining life of the refunding debt. The District advance refunded the general obligation bonds to reduce its total debt service payments by \$384,358 to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$358,899.

The payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2019-20	89,750	225,000	314,750
2020-21	80,650	230,000	310,650
2021-22	71,250	240,000	311,250
2022-23	61,450	250,000	311,450
2023-24	51,250	260,000	311,250
Thereafter	112,425	1,445,000	1,557,425
Total	466,775	2,650,000	3,116,775

The District entered into a five year capital lease on February 15, 2015 for three Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by the Bank until the final lease payment is made. The lease payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2019-20	1,464	56,508	57,972
2020-21	-	-	-
2021-22	-	-	-
2022-23	-	-	-
2023-24	-	-	-
Thereafter	-	-	-
Total	1,464	56,508	57,972

NOTE J – LONG TERM LIABILITIES AND CAPITAL LEASES (Cont.)

The District entered into a five year capital lease on May 25, 2016 for three Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by the Bank until the final lease payment is made. The lease payments by year are as follows:

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2019-20	2,900	55,069	57,969
2020-21	1,482	56,490	57,972
2021-22	-	-	-
2022-23	-	-	-
2023-24	-	-	-
Thereafter	-	-	-
Total	<u>4,382</u>	<u>111,558</u>	<u>115,940</u>

The District entered into a five year capital lease on June 27, 2017 for three Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by the Bank until the final lease payment is made. The lease payments by year are as follows:

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2019-20	5,381	60,524	65,905
2020-21	3,638	62,267	65,905
2021-22	1,845	64,060	65,905
2022-23	-	-	-
2023-24	-	-	-
Thereafter	-	-	-
Total	<u>10,864</u>	<u>186,851</u>	<u>197,715</u>

The District entered into a five year capital lease on January 15, 2018 for three Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by the Bank until the final lease payment is made. The lease payments by year are as follows:

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2019-20	7,391	59,932	67,323
2020-21	5,623	61,700	67,323
2021-22	3,803	63,520	67,323
2022-23	1,941	65,382	67,323
2023-24	-	-	-
Thereafter	-	-	-
Total	<u>18,758</u>	<u>250,535</u>	<u>269,293</u>

NOTE J – LONG TERM LIABILITIES AND CAPITAL LEASES (Cont.)

The District entered into a five year capital lease on May 17, 2019 for three Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by the Bank until the final lease payment is made. The lease payments by year are as follows:

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2019-20	1,029	66,979	68,008
2020-21	9,538	58,470	68,008
2021-22	7,287	60,721	68,008
2022-23	4,949	63,059	68,008
2023-24	2,521	65,451	67,972
Thereafter	-	-	-
Total	25,324	314,680	340,004

NOTE K – ACCRUED VACATION PAY

School District employees are granted vacation and sick leave in varying amounts. Vacation days are for full-time classified and certified employees who are assigned a twelve-month work schedule. Vacation days are earned after one year of continuous employment and are granted based on years of employment. If there are unused vacation days at the end of the year, up to five days can be carried to the next year. The maximum that can be earned in any year is 20 days for employees who have been with the District in excess of twenty-one years. The Board of Directors occasionally exempts this policy under special circumstances. In the event of termination, an employee is reimbursed for accumulated vacation days up to 25 days. Amounts accrued for vacation pay will be provided out of future resources of the School District.

Also, employees are given four days of personal leave per fiscal year. Personal leave days not used at the end of the fiscal year can be paid as additional compensation to the employee at year end. Any unpaid personal leave benefit has been accrued with salaries and contracts payable.

NOTE L – UNEARNED REVENUE

Unearned revenue, as of June 30, 2019, consists of grant and Medicaid funds received but not yet expended.

NOTE M – DEFINED BENEFIT PENSION PLAN

Plan Description

The School District contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2018 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% for general employees and 11.66% for police and firefighters. The School District's contributions were \$2,074,467 for the year ended June 30, 2019.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, the School District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2018, the School District's proportion was 0.5321390 percent.

NOTE M – DEFINED BENEFIT PENSION PLAN (Cont.)

For the year ended June 30, 2019, the School District recognized pension expense (revenue) of \$1,574,144. At June 30, 2019, the School 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	\$ 861,612	\$ 592,800
Changes in assumptions or other inputs	\$ 510,742	-
Net difference between projected and actual earnings on pension plan investments	-	\$ 872,084
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	\$ 118,981	\$ 135,174
Employer contributions subsequent to the measurement date	<u>\$2,074,467</u>	<u>-</u>
Total	<u>\$3,565,802</u>	<u>\$1,600,058</u>

The \$2,074,467 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2019.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2016, the beginning of the measurement period ended June 30, 2018, is 4.9 years and 5.5 years for the measurement period June 30, 2016.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ended Date:	
2019	\$ 615,456
2020	\$ 52,602
2021	\$ (648,743)
2022	\$ (149,865)
Thereafter	\$ 21,827

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

NOTE M – DEFINED BENEFIT PENSION PLAN (Cont.)

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases including inflation	3.75%
Investment rate of return	7.05%, net of investment expenses
Cost-of-living adjustments	1%

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed for the period July 1, 2007 through June 30, 2013 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2018 is based on the results of an actuarial valuation date July 1, 2018.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2017.

Capital Market Assumptions

Asset Class	Expected Return	Expected Risk	Strategic Normal	Strategic Ranges
Equities			70%	66% - 77%
Broad Domestic Equity	9.15%	19.00%	55%	50% - 65%
International	9.25%	20.20%	15%	10% - 20%
Fixed Income	3.05%	3.75%	30%	23% - 33%
Cash	2.25%	0.90%	0%	0% - 5%
Total Fund	Expected Return	Expected Inflation	Expected Real Return	Expected Risk
Actuary	7.00%	3.25%	3.75%	N/A
Portfolio	6.58%	2.25%	4.33%	12.67%

*Expected arithmetic return net of fees and expenses

NOTE M – DEFINED BENEFIT PENSION PLAN (Cont.)**Actuarial Assumptions:**

Assumed Inflation - Mean	2.25%
Assumed Inflation – Standard Deviation	1.50%
Portfolio Arithmetic Mean Return	6.75%
Portfolio Long-Term Expected Geometric Rate of Return	6.13%
Assumed Investment Expenses	<u>0.40%</u>
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<u>5.73%</u>

Valuation Assumptions Chosen by PERSI Board:

Long-Term Expected Real Rate of Return, Net of Investment Expenses Assumed Inflation	4.05%
Assumed Inflation	<u>3.00%</u>
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<u>7.05%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' 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 pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate.

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.05 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

	1% Decrease (6.05%)	Current Discount Rate (7.05%)	1% Increase (8.05%)
Employer's proportionate share of the net pension liability (asset)	\$19,648,181	\$7,849,143	\$ (1,920,944)

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

NOTE N – OPEB PLAN

Plan Description

The School District contributes to the Sick Leave Insurance reserve Fund (Sick Leave Plan) which is a cost-sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for the Sick Leave Plan. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Sick Leave Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

OPEB Benefits

Group retiree health, dental, accident, and life insurance premiums may qualify as a benefit. Retirees who have a sick leave account can use their balance as a credit towards these premiums paid directly to the applicable insurance company.

Employer Contributions

The contributions rate for employees are set by statute at .065% of covered compensation for state members. Covered school members contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate of 1.16% for school members with nine or ten sick days, 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave the contribution rate will be set by the PERSI Retirement Board based on Current cost and actuarial data and reviewed annually. The Districts contributions were \$198,560 for the year ended June 30, 2018.

OPEB Liabilities, OPEB Expense (Expense Offset), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2019, the District reported an asset for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The Districts proportion of the net OPEB asset was based on the Districts share of contributions relative to the total contributions of all participating Sick Leave employers. At June 30, 2018, the Districts proportion was 1.2731149 percent.

For the year ended June 30, 2019, the District recognized OPEB expense of \$57,752. There was \$339,056 reported as deferred outflows of resources related to OPEBs resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB asset in the year ending June 30, 2018.

Actuarial Assumptions

Valuations are based on the actuarial assumptions, the benefit formulas, and employee groups. The Sick Leave Plan amortizes any net OPEB asset based on a level percentage of payroll. The maximum amortization period for the Sick Leave Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of investment expenses

NOTE N – OPEB PLAN (Cont.)

The long-term expected rate of return on OPEB plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB plan 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 weighing the expected future real rates of return by the target assets allocation percentage and by adding expected inflation. The health care rate is not applicable as the benefit amount a participant will receive is established with a set amount upon retirement thus would have no impact.

Even though history provides a valuable perspective for setting the investment return assumption, the system relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

Capital Market Assumptions

Asset Class	Expected Return	Expected Risk	Strategic Normal	Strategic Ranges
Equities			70%	66% - 77%
Broad Domestic Equity	9.15%	19.00%	55%	50% - 65%
International	9.25%	20.20%	15%	10% - 20%
Fixed Income	3.05%	3.75%	30%	23% - 33%
Cash	2.25%	0.90%	0%	0% - 5%
Total Fund	Expected Return	Expected Inflation	Expected Real Return	Expected Risk
Actuary	7.00%	3.25%	3.75%	N/A
Portfolio	6.58%	2.25%	4.33%	12.67%

*Expected arithmetic return net of fees and expenses

Actuarial Assumptions:

Assumed Inflation - Mean	2.25%
Assumed Inflation – Standard Deviation	1.50%
Portfolio Arithmetic Mean Return	6.75%
Portfolio Long-Term Expected Geometric Rate of Return	6.13%
Assumed Investment Expenses	<u>0.40%</u>
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<u>5.73%</u>

Valuation Assumptions Chosen by PERSI Board:

Long-Term Expected Real Rate of Return, Net of Investment Expenses Assumed Inflation	4.05%
Assumed Inflation	<u>3.00%</u>
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<u>7.05%</u>

NOTE N – OPEB PLAN (Cont.)*Discount Rate*

The discount rate used to measure the total OPEB liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the OPEB plan's 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 OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

Sensitivity of the net OPEB asset to changes in the discount rate.

The following presents the Employer's proportionate share of the net OPEB asset calculated using the discount rate 7.05 percent, as well as what the Employer's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1 percentage-point lower (6.05 or 1-percentage-point higher (8.05 percent) than the current rate:

	1% Decrease (6.05%)	Current Discount Rate (7.05%)	1% Increase (8.05%)
Employer's proportionate share of the net OPEB liability (asset)	\$ (932,401)	\$ (1,055,985)	\$ (1,172,048)

OPEB plan fiduciary net position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for OPEB. That report may be obtained on the PERSI website at www.persi.idaho.gov.

NOTE O – RISK MANAGEMENT

The School 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 purchases commercial insurance to manage the risks of loss.

NOTE P – INTERFUND TRANSFERS

Transfer From Fund	Purpose	Transfer to Fund	Amount
General Fund	Required Benefits Reimbursement	Food Service Fund	45,200
General Fund	Energy Bond Payment	Debt Service Fund	114,000
General Fund	Levy Funds Transfer	Plant Facility Fund	756,861
General Fund	Indirect Cost Transfer	Medicaid Fund	215,000
Medicaid Fund	Indirect Cost Transfer	General Fund	215,000
School Improvement Fund	Indirect Cost Transfer	General Fund	518
Title I-A Fund	Indirect Cost Transfer	General Fund	30,783
Title I-C Fund	Indirect Cost Transfer	General Fund	7,361
Title VI-B Fund	Indirect Cost Transfer	General Fund	28,137
Title II-A Fund	Indirect Cost Transfer	General Fund	2,746
Combined Small Federal Grants	Indirect Cost Transfer	General Fund	1,850
Title II-A Fund	Indirect Cost Transfer	Title I-A Fund	105,000
Combined Small Federal Grants	Indirect Cost Transfer	Title VI-B Fund	49,500
Total			1,571,956

NOTE Q – INTERFUND RECEIVABLES AND PAYABLES

Interfund Payable	Purpose	Interfund Receivable	Amount
Title I-A	Pooled Cash	General	19,519
Title I-C Migrant	Pooled Cash	General	23,955
Title VI-B Special Ed	Pooled Cash	General	103,522
Perkins III	Pooled Cash	General	51,910
Combined Federal Grants	Pooled Cash	General	36,926
Title II-A	Pooled Cash	General	119,805
Combined State Grants	Pooled Cash	General	15,024
Medicaid	Pooled Cash	General	150,371
Debt Service	Pooled Cash	General	211
General	Pooled Cash	Debt Service	88,870
General	Pooled Cash	Plant Facility	403,958
General	Pooled Cash	Title VI-B Rural Ed	7,607
General	Pooled Cash	Combined State Grants	22,731
Total			1,044,409

NOTE R – RELATED PARTY TRANSACTIONS

The District has an agreement with ARTEC and ARTEI Charter Schools to provide facilities, equipment, materials and services for programs. Along with this agreement ARTEC and ARTEI reimburse the district for direct cost related to ARTEC students. During the last fiscal year, the school district received \$781,196 in revenue from ARTEC and ARTEI.

NOTE S – SUBSEQUENT EVENTS

Management for the Company reviewed subsequent events as of October 18, 2019, which was the date the report was available to be issued, and was not aware of any subsequent events that needed to be disclosed.

REQUIRED SUPPLEMENTARY INFORMATION

MINIDOKA JOINT SCHOOL DISTRICT NO 331

PENSION PLAN REQUIRED SUPPLEMENTARY INFORMATION FOR YEAR ENDED JUNE 30, 2019 WITH 2018 PERSI DATA

Schedule of Employer's Share of Net Pension Liability PERSI - Base Plan Last 10 Fiscal Years *

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Employer's portion of net pension liability	0.532139%	0.524525%	0.528318%	0.528303%	0.539394%
Employer's proportionate share of the net pension liability	\$7,849,142	\$8,244,634	\$10,709,819	\$6,956,894	\$3,970,780
Employer's covered-employee payroll	\$18,277,695	\$17,254,519	\$16,365,809	\$15,459,367	\$14,797,625
Employer's proportional share of the net pension liability as a percentage of its covered-employee payroll	42.94%	47.78%	65.44%	45.00%	26.83%
Plan fiduciary net position as a percentage of liability	91.69%	90.68%	87.26%	91.38%	94.95%

* GASB Statement No. 68 requires ten years of information to be presented in the table. However, until a full 10-year trend is compiled, the School District will present information for those years for which information is available.

Data reported is measured as of July 1 of the prior year.

Schedule of Employer Contributions PERSI - Base Plan Last 10 Fiscal Years *

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contribution	\$2,069,035	\$1,953,212	\$1,852,610	\$1,750,002	\$1,675,091
Contributions in relation to the statutorily required contribution	\$2,074,467	\$1,953,212	\$1,852,610	\$1,750,002	\$1,675,091
Contribution (deficiency) excess	\$5,432	\$0	\$0	\$0	\$0
Employer's covered-employee payroll	\$18,277,695	\$17,254,519	\$16,365,809	\$15,459,367	\$14,797,625
Contributions as a percentage of covered-employee payroll	11.32%	11.32%	11.32%	11.32%	11.32%

* GASB Statement No. 68 requires ten years of information to be presented in the table. However, until a full 10-year trend is compiled, the School District will present information for those years for which information is available.

Data reported is measured as of July 1 of the prior year.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

OPEB REQUIRED SUPPLEMENTARY INFORMATION FOR YEAR ENDED JUNE 30, 2019 WITH 2018 OPEB DATA

Schedule of Employer's Share of Net OPEB Asset

PERSI - OPEB Plan

Last 10 - Fiscal Years *

	<u>2019</u>	<u>2018</u>
Employer's portion of net the OPEB asset	1.2731149%	1.2789897%
Employer's proportionate share of the net OPEB asset	\$ 1,055,985	\$ 981,790
Employer's covered-employee payroll	\$ 18,078,939	\$ 17,117,940
Employer's proportional share of the net OPEB asset as a percentage of its covered-employee payroll	5.84%	5.74%
Plan fiduciary net position as a percentage of the total OPEB Asset	135.69%	136.78%

*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is complied, the School District will present information for those years for which information is available.

Data reported is measured as of June 30 of the prior year.

Schedule of Employer Contributions

PERSI - OPEB Plan

Last 10 - Fiscal Years*

	<u>2019</u>	<u>2018</u>
Statutorily required contribution	\$ 209,716	\$ 198,568
Contributions in relation to the statutorily required contribution	\$ 209,716	\$ 198,568
Contribution (deficiency) excess	\$ -	\$ -
Employer's covered-employee payroll	\$ 18,078,939	\$ 17,117,940
Contributions as a percentage of covered-employee payroll	1.16%	1.16%

*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is complied, the School District will present information for those years for which information is available.

Data reported is measured as of June 30 of the prior year.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GENERAL FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property Taxes, Penalty and Interest	2,260,000	2,260,000	2,285,799	25,799
Tuition	10,000	27,000	18,406	(8,594)
Earnings on Investments	85,000	140,000	139,607	(393)
Other Local Revenue	821,000	1,041,000	1,066,661	25,661
State	23,998,000	24,547,500	24,621,436	73,936
Total Revenues	27,174,000	28,015,500	28,131,909	116,409
Expenditures:				
Instruction:				
Elementary	6,061,434	6,200,371	6,164,971	35,400
Secondary	6,054,050	6,135,911	6,110,009	25,902
Alternative	1,093,036	1,095,827	1,093,783	2,044
Special	2,370,969	2,457,442	2,451,116	6,326
School Activity	61,000	49,300	48,320	980
Summer School	122,435	112,835	113,033	(198)
Detention	29,254	29,254	29,589	(335)
Support Services:				
Special Guidance	661,959	687,311	672,805	14,506
Special Services	359,263	289,895	289,988	(93)
Instruction Improvement	976,709	1,212,908	1,208,908	4,000
Board of Education	45,000	50,000	48,753	1,247
District Administration	532,868	543,079	547,663	(4,584)
School Administration	1,818,870	1,833,276	1,836,520	(3,244)
Business Operation	344,774	368,561	369,211	(650)
Buildings Operation and Maintenance	4,079,379	4,649,430	5,099,172	(449,742)
Transportation	1,778,000	1,877,000	1,937,846	(60,846)
Non-Instructional Services	-	-	1,950	(1,950)
Contingency	800,000	1,200,000	-	1,200,000
Total Expenditures	27,189,000	28,792,400	28,023,637	768,763
Excess (Deficit) Revenues Over Expenditures	(15,000)	(776,900)	108,272	885,172
Other Financing Sources (Uses):				
Debt Issuance	-	-	514,680	514,680
Proceeds from Sale of Assets	-	-	5,554	5,554
Operating Transfers In	230,000	270,000	286,395	16,395
Operating Transfers (Out)	(1,615,000)	(1,061,000)	(1,131,061)	(70,061)
Net Change in Fund Balances	(1,400,000)	(1,567,900)	(216,160)	1,351,740
Fund Balance at Beginning of Year	1,400,000	1,567,900	1,567,848	(52)
Fund Balance at End of Year	-	-	1,351,688	1,351,688

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOOD SERVICE FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Earnings on Investments	5,000	10,000	9,467	(533)
Lunches	295,000	370,000	363,550	(6,450)
Federal	1,590,000	1,615,000	1,747,982	132,982
Total Revenues	1,890,000	1,995,000	2,120,999	125,999
<u>Expenditures:</u>				
<u>Support Services:</u>				
Non-Instructional Services	2,265,000	2,554,000	2,261,309	292,691
Total Expenditures	2,265,000	2,554,000	2,261,309	292,691
Excess (Deficit) Revenues Over Expenditures	(375,000)	(559,000)	(140,310)	418,690
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	40,000	40,000	45,200	5,200
Operating Transfers (Out)	(165,000)	-	-	-
Net Change in Fund Balances	(500,000)	(519,000)	(95,110)	423,890
Fund Balance at Beginning of Year	500,000	519,000	518,566	(434)
Fund Balance at End of Year	-	-	423,456	423,456

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES DEBT SERVICE FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property Taxes, Penalty and Interest	1,655,000	1,820,000	1,843,280	23,280
Earnings on Investments	5,000	5,000	11,796	6,796
Other Local Revenue	-	-	182	182
State	259,000	252,000	251,965	(35)
Total Revenues	1,919,000	2,077,000	2,107,223	30,223
Expenditures:				
Principal Retirement	1,480,000	1,480,000	1,480,000	-
Interest and Fiscal Charges	554,000	551,000	549,967	1,033
Total Expenditures	2,034,000	2,031,000	2,029,967	1,033
Excess (Deficit) Revenues Over Expenditures	(115,000)	46,000	77,256	31,256
Other Financing Sources (Uses):				
Operating Transfers In	115,000	114,000	114,000	-
Operating Transfers (Out)	-	(1,615,000)	-	1,615,000
Net Change in Fund Balances	-	(1,455,000)	191,256	1,646,256
Fund Balance at Beginning of Year	-	1,455,000	1,454,836	(164)
Fund Balance at End of Year	-	-	1,646,092	1,646,092

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES PLANT FACILITIES FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other Local Revenue	-	15,000	27,945	12,945
Total Revenues	-	15,000	27,945	12,945
Expenditures:				
Support Services:				
Buildings Operation and Maintenance	1,710,000	1,043,500	397,443	646,057
Principal Retirement	-	-	285,199	(285,199)
Interest and Fiscal Charges	-	-	19,745	(19,745)
Total Expenditures	1,710,000	1,043,500	702,387	341,113
Excess (Deficit) Revenues Over Expenditures	(1,710,000)	(1,028,500)	(674,442)	354,058
Other Financing Sources (Uses):				
Operating Transfers In	1,460,000	707,000	756,861	49,861
Net Change in Fund Balances	(250,000)	(321,500)	82,419	403,919
Fund Balance at Beginning of Year	250,000	321,500	321,539	39
Fund Balance at End of Year	-	-	403,958	403,958

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Basis of Presentation

The Schedules of Revenues, Expenditures and Changes in Fund Balance have been prepared on the modified accrual basis of accounting.

Budgetary Legal Requirements

Idaho codified law prescribes the budgetary procedures to be followed by the School District as follows:

- A. No later than 28 days prior to the District's annual meeting school board will prepare a budget in accordance with guide lines prescribed by the state of Idaho superintendent.
- B. The School Board will hold a public hearing concerning the proposed budget.
- C. No longer than 14 days after the public hearing the board shall adopt a budget for the ensuing school year.
- D. As necessary, due to unanticipated resources and expenditures, the School Board can amend the adopted budget by resolution

SUPPLEMENTAL INFORMATION

MINIDOKA JOINT SCHOOL DISTRICT NO 331

**COMBINING BALANCE SHEET - NON-MAJOR FUNDS
AS OF JUNE 30, 2019**

	Title I-A ESEA Improving Basic	Title I-C ESEA Migrant	Title VI-B Special Ed and Preschool	Title II-A ESEA Improving Teacher	Medicaid
<u>Assets</u>					
Receivables:					
State of Idaho	-	-	-	-	-
Federal	165,880	55,651	252,853	125,633	268,158
Interfund Loan Receivable	-	-	-	-	-
Total Assets	<u>165,880</u>	<u>55,651</u>	<u>252,853</u>	<u>125,633</u>	<u>268,158</u>
<u>Liabilities</u>					
Accounts Payable	208	8,023	111	-	3,595
Salaries and Contracts Payable	146,153	23,673	149,220	5,828	43,906
Interfund Loan Payable	19,519	23,955	103,522	119,805	150,371
Unearned Revenue	-	-	-	-	70,286
Total Liabilities	<u>165,880</u>	<u>55,651</u>	<u>252,853</u>	<u>125,633</u>	<u>268,158</u>
<u>Fund Equity</u>					
Fund Balance:					
Undesignated	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Equity	<u>165,880</u>	<u>55,651</u>	<u>252,853</u>	<u>125,633</u>	<u>268,158</u>

Perkins III Professional Tech Act	School Improvement	Title VI-B Rural Ed	Combined Small Federal Grants	Combined State Grants	Total
-	-	-	-	4,220	4,220
57,058	-	590	56,689	13,679	996,191
-	-	7,607	-	22,731	30,338
57,058	-	8,197	56,689	40,630	1,030,749
-	-	-	126	4,119	16,182
5,148	-	8,197	19,637	14,318	416,080
51,910	-	-	36,926	15,024	521,032
-	-	-	-	7,169	77,455
57,058	-	8,197	56,689	40,630	1,030,749
-	-	-	-	-	-
-	-	-	-	-	-
57,058	-	8,197	56,689	40,630	1,030,749

MINIDOKA JOINT SCHOOL DISTRICT NO 331

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS - ACTUAL
AS OF JUNE 30, 2019**

	Title I-A ESEA Improving Basic	Title I-C ESEA Migrant	Title VI-B Special Ed and Preschool	Title II-A ESEA Improving Teacher	Medicaid
Revenues:					
State	-	-	-	-	-
Federal	899,718	246,216	970,758	196,694	690,409
Total Revenues	899,718	246,216	970,758	196,694	690,409
Expenditures:					
Instructional	873,902	157,808	561,181	53,973	239,335
Support Services	92,908	77,320	381,440	34,975	451,074
Non-Instructional	7,125	3,727	-	-	-
Total Expenditures	973,935	238,855	942,621	88,948	690,409
Excess (Deficit) Revenues Over Expenditures	(74,217)	7,361	28,137	107,746	-
Other Financing Sources (Uses):					
Operating Transfers In	105,000	-	-	-	215,000
Operating Transfers (Out)	(30,783)	(7,361)	(28,137)	(107,746)	(215,000)
Excess (Deficit) Revenues and Other Sources Over Expenditures and Other Uses	-	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-	-
Fund Balance at End of Year	-	-	-	-	-

Perkins III Professional Tech Act	School Improvement	Title VI-B Rural Ed	Combined Small Federal Grants	Combined State Grants	Total
-	-	-	-	687,801	687,801
57,054	35,051	412	182,698	-	3,279,010
57,054	35,051	412	182,698	687,801	3,966,811
57,054	-	49,912	110,047	183,134	2,286,346
-	34,533	-	21,301	467,055	1,560,606
-	-	-	-	37,612	48,464
57,054	34,533	49,912	131,348	687,801	3,895,416
-	518	(49,500)	51,350	-	71,395
-	-	49,500	-	-	369,500
-	(518)	-	(51,350)	-	(440,895)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE I-A FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Federal	826,600	911,700	899,718	(11,982)
Total Revenues	826,600	911,700	899,718	(11,982)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	505,888	515,100	514,450	650
Secondary	243,800	249,250	247,692	1,558
Alternative	70,137	121,700	110,779	10,921
Summer School	-	-	981	(981)
<u>Support Services:</u>				
Instruction Improvement	70,425	90,300	91,317	(1,017)
Buildings Operation and Maintenance	-	1,500	1,591	(91)
Non-Instructional Services	10,350	12,350	7,125	5,225
Total Expenditures	900,600	990,200	973,935	16,265
Excess (Deficit) Revenues Over Expenditures	(74,000)	(78,500)	(74,217)	4,283
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	100,000	105,000	105,000	-
Operating Transfers (Out)	(26,000)	(26,500)	(30,783)	(4,283)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE I-C MIGRANT FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	232,000	324,000	246,216	(77,784)
Total Revenues	232,000	324,000	246,216	(77,784)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	-	1,000	601	399
Secondary	85,000	86,000	83,992	2,008
Summer School	65,000	144,000	73,215	70,785
<u>Support Services:</u>				
Special Guidance	69,700	59,200	58,928	272
Instruction Improvement	2,300	18,300	18,392	(92)
Non-Instructional Services	-	8,000	3,727	4,273
Total Expenditures	222,000	316,500	238,855	77,645
Excess (Deficit) Revenues Over Expenditures	10,000	7,500	7,361	(139)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(10,000)	(7,500)	(7,361)	139
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE VI-B SPECIAL ED AND PRESCHOOL FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	961,000	1,044,000	970,758	(73,242)
Total Revenues	961,000	1,044,000	970,758	(73,242)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Special	572,558	617,000	559,921	57,079
Summer School	-	2,000	1,260	740
<u>Support Services:</u>				
Special Services	359,442	391,000	377,167	13,833
Instruction Improvement	-	5,000	4,273	727
Total Expenditures	932,000	1,015,000	942,621	72,379
Excess (Deficit) Revenues Over Expenditures	29,000	29,000	28,137	(863)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(29,000)	(29,000)	(28,137)	863
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES IMPROVING TEACHER FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	143,000	203,000	196,694	(6,306)
Total Revenues	143,000	203,000	196,694	(6,306)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	12,000	11,000	11,070	(70)
Secondary	12,000	40,500	42,903	(2,403)
<u>Support Services:</u>				
Instruction Improvement	19,000	46,500	34,975	11,525
Total Expenditures	43,000	98,000	88,948	9,052
Excess (Deficit) Revenues Over Expenditures	100,000	105,000	107,746	2,746
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(100,000)	(105,000)	(107,746)	(2,746)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES MEDICAID FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	400,000	900,000	690,409	(209,591)
Total Revenues	400,000	900,000	690,409	(209,591)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Secondary	210,000	234,000	239,335	(5,335)
<u>Support Services:</u>				
Instruction Improvement	190,000	466,000	451,074	14,926
Total Expenditures	400,000	700,000	690,409	9,591
Excess (Deficit) Revenues Over Expenditures	-	200,000	-	(200,000)
Operating Transfers In	-	(200,000)	215,000	415,000
Operating Transfers (Out)	-	-	(215,000)	(215,000.00)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES PERKINS III PROFESSIONAL TECH ACT FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	52,000	57,100	57,054	(46)
Total Revenues	52,000	57,100	57,054	(46)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Secondary	52,000	57,100	57,054	46
Total Expenditures	52,000	57,100	57,054	46
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES SCHOOL IMPROVEMENT FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	-	35,000	35,051	51
Total Revenues	-	35,000	35,051	51
<u>Expenditures:</u>				
<u>Support Services:</u>				
Instruction Improvement	-	35,000	34,533	467
Total Expenditures	-	35,000	34,533	467
Excess (Deficit) Revenues Over Expenditures	-	-	518	518
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	(518)	(518)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE VI-B RURAL ED FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	62,000	49,500	412	(49,088)
Total Revenues	62,000	49,500	412	(49,088)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	36,900	29,700	29,974	(274)
Secondary	25,100	19,800	19,938	(138)
Total Expenditures	62,000	49,500	49,912	(412)
Excess (Deficit) Revenues Over Expenditures	-	-	(49,500)	(49,500)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	-	-	49,500	49,500
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES COMBINED SMALL FEDERAL FUNDS BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	44,800	205,200	182,698	(22,502)
Total Revenues	44,800	205,200	182,698	(22,502)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	33,600	-	-	-
Secondary	11,200	118,500	105,535	12,965
<u>Support Services:</u>				
Special Guidance	-	4,000	4,512	(512)
Instruction Improvement	-	32,000	17,580	14,420
Transportation	-	-	3,721	(3,721)
Total Expenditures	44,800	154,500	131,348	23,152
Excess (Deficit) Revenues Over Expenditures	-	50,700	51,350	650
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	(50,700)	(51,350)	(650)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES COMBINED STATE FUNDS BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2019

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
State	680,300	695,650	687,801	(7,849)
Total Revenues	680,300	695,650	687,801	(7,849)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	-	1,000	944	56
Secondary	254,600	186,250	182,190	4,060
<u>Support Services:</u>				
Special Guidance	-	-	366	(366)
Instruction Improvement	351,500	430,000	423,799	6,201
Buildings Operation and Maintenance	42,000	43,000	42,890	110
Non-Instructional Services	32,200	35,400	37,612	(2,212)
Total Expenditures	680,300	695,650	687,801	7,849
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

ACEQUIA ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

	Cash Balance 6/30/2018	Receipts	Transfers	Disbursed	Cash Balance 6/30/2019
Webstore Fees	-	-	-	(17)	(17)
Sales Tax	-	56	-	(56)	-
General Account	559	4,340	-	(1,608)	3,291
Activity Fund	937	2,634	-	(3,567)	4
School Improvement Fund	789	670	-	(639)	820
Instruction - Kindergarten	10	242	-	(83)	169
Instruction - Kinderkamp	-	300	-	-	300
Instruction - Media	138	33	-	(20)	151
School Climate Fund	4,852	1,884	(168)	(3,221)	3,347
Sunshine Fund	459	701	168	(598)	730
Total	<u>7,744</u>	<u>10,860</u>	<u>-</u>	<u>(9,809)</u>	<u>8,795</u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

RUPERT ELEMENTARY SCHOOLS ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

	Cash Balance 6/30/2018	Receipts	Transfers	Disbursed	Cash Balance 6/30/2019
Webstore Fees	-	2	-	(43)	(41)
Sales Tax	-	43	-	(43)	-
General Account	5,475	15,411	-	(15,539)	5,347
Activity Fund	-	2,552	-	(2,769)	(217)
School Improvement	28,402	25,390	-	(35,056)	18,736
Instruction - Kindergarten	204	174	130	(482)	26
Instruction - Kindergarten Activity	667	1,014	(130)	(523)	1,028
Insturction - Kinderkamp	-	200	-	-	200
Instruction - Media	117	21	-	-	138
School Climate	2,094	956	-	(1,897)	1,153
Total	<u>36,959</u>	<u>45,763</u>	<u>-</u>	<u>(56,352)</u>	<u>26,370</u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

HEYBURN ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

	Cash Balance 6/30/2018	Receipts	Transfers	Disbursed	Cash Balance 6/30/2019
Webstore Fees	-	-	-	(78)	(78)
Sales Tax	-	160	-	(160)	-
General Account	2,762	2,063	-	(3,143)	1,682
Activity Fund	893	10,224	-	(7,564)	3,553
School Improvement Fund	1,228	2,030	-	(2,237)	1,021
Instruction - Kindergarten	547	526	-	(1,058)	15
Insturction - Media	92	344	-	(259)	177
School Climate	3,056	2,036	-	(213)	4,879
Sunshine Fund	<u>2,466</u>	<u>2,530</u>	<u>-</u>	<u>(4,478)</u>	<u>518</u>
Total	<u><u>11,044</u></u>	<u><u>19,913</u></u>	<u><u>-</u></u>	<u><u>(19,190)</u></u>	<u><u>11,767</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

PAUL ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

	<u>Cash Balance 6/30/2018</u>	<u>Receipts</u>	<u>Transfers</u>	<u>Disbursed</u>	<u>Cash Balance 6/30/2019</u>
Webstore Fees	-	2	-	(207)	(205)
Sales Tax	-	58	-	(58)	-
General Account	6,826	3,984	-	(2,326)	8,484
Activity Fund	2,975	6,443	-	(5,426)	3,992
School Improvement Fund	12,110	10,000	-	(215)	21,895
Instruction - Kindergarten	435	581	-	(1,055)	(39)
Instruction - Media	-	16,893	-	(16,893)	-
School Climate	<u>2,199</u>	<u>1,662</u>	<u>-</u>	<u>(880)</u>	<u>2,981</u>
Total	<u><u>24,545</u></u>	<u><u>39,623</u></u>	<u><u>-</u></u>	<u><u>(27,060)</u></u>	<u><u>37,108</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

EAST MINICO MIDDLE SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

Activity	Cash Balance 6/30/2018	Receipts	Transfers	Disbursed	Cash Balance 6/30/2019
Webstore Fees	-	57	-	(57)	-
Sales Tax	-	3,674	-	(3,644)	30
Athletics	-	43	-	(43)	-
Athletics-Uniforms	-	2,450	-	(2,450)	-
Athletics-Staff Clothing	-	464	-	(464)	-
Athletics-Gate Reciepts	-	11,224	-	(11,224)	-
Athletics-Basketball Boys	-	2,124	-	(2,067)	57
Athletics-Basketball Boys 7th	-	2,973	-	(2,976)	(3)
Athletics-Basketball Girls	-	391	-	18	409
Athletics-Football	2,947	5,084	-	(4,562)	3,469
Athletics-Football 7th	590	-	-	-	590
Athletics-Wrestling	-	2,694	-	(1,847)	847
Class 2022	23	-	-	(23)	-
Concessions	226	7,476	-	(7,084)	618
Vending	-	5,412	-	(4,747)	665
Activity Cards	-	4,292	-	(2,690)	1,602
Annuals	350	5,812	-	(2,834)	3,328
School Planners/Handbooks	339	326	-	(599)	66
Interest	22	23	-	-	45
Student Body Fundraiser	264	1,252	-	(412)	1,104
Special Interest Fundraiser	61	-	-	-	61
Student Council	2,526	5,491	-	(6,123)	1,894
Club-Annual	-	-	-	(34)	(34)
Club-Builders	(245)	23	-	(30)	(252)
Club-STEM	-	330	-	(531)	(201)
Club-Ski	3,266	12,198	-	(10,354)	5,110
Club-Special Olympics	180	-	-	-	180
Club-Technology	2,551	60	-	(963)	1,648
Instructional-General	609	5	-	(39)	575
Instruction-Renaissance	-	40	-	(32)	8
Instruction-Art	34	-	-	(29)	5
Instruction-Band	-	590	-	(409)	181
Instruction-Cheerleading	(994)	6,412	-	(3,995)	1,423
Instruction-Cheer Uniform	-	10,552	-	(10,552)	-
Instruction-Cheerleading Camp	-	309	-	(309)	-
Instruction-Choreography/Gym	-	1,156	-	(1,156)	-
Instruction-Cheerleading Trip	(924)	-	-	-	(924)
Instruction-Choir	477	567	-	(740)	304
Instruction-Dance/Drill	-	-	2,698	(1,834)	864
Instruction-Dance/Drill Unif	2,698	14,962	(2,698)	(14,962)	-
Instruction-Dance/Drill Camp	-	20	-	(20)	-
Instruction-Home Ec	2,077	157	-	(1,257)	977
Instruction-Life Skills	311	-	-	-	311
Instruction-Media	300	927	-	(985)	242
Instruction-Orchestra	364	372	-	(110)	626
Instruction-Physical Education	-	68	-	-	68
Instruction-Towel And Locker	66	10	(66)	-	10
Instruction-Bowling Fee	3,773	3,257	66	(2,344)	4,752
Instruction-Shop	-	-	-	(37)	(37)
Instruction-Shop 7Th & 8Th	591	552	-	(1,143)	-
Faculty Vending	-	-	-	(18)	(18)
Due To Dsc-Other	56	-	-	(37)	19
Total	22,538	113,829	-	(105,748)	30,619

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

WEST MINICO MIDDLE SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

Activity	Cash Balance 6/30/2018	Receipts	Transfers	Disbursed	Cash Balance 6/30/2019
Web Store Fees	-	37	-	(43)	(6)
Sales Tax	-	5,445	-	(5,445)	-
Athletics	-	3,049	-	573	3,622
Athletics-Spirit Packs	-	3,362	-	(3,362)	-
Athletics-Gate Receipts	-	14,807	-	(14,807)	-
Athletics-Region IV Tournament	-	3,610	-	(1,597)	2,013
Athletics-Wrestling	-	21	-	(21)	-
General Account	-	-	-	(5)	(5)
Concessions	4,237	11,302	-	(8,373)	7,166
Vending	908	4,058	-	(3,394)	1,572
Activity Cards	-	7,067	-	(7,087)	(20)
Annuals	3,502	7,899	-	(8,588)	2,813
School Planners/Handbooks	4	-	-	-	4
Interest	2	-	-	-	2
School Improvement Fund Raise	19,730	19,300	-	(27,300)	11,730
Student Council	347	2,633	-	(2,605)	375
Club-Builders	1,697	-	-	-	1,697
Club-Sources of Strength	1,696	-	-	(453)	1,243
Club-Heritage	4	-	-	-	4
Club-Ski	1,012	8,493	-	(7,972)	1,533
Club-Special Olympics	27	-	-	-	27
Club-Technology	-	435	-	-	435
Instructional-General	8,382	6	-	(86)	8,302
Instruction-Renaissance	958	500	-	(648)	810
Instruction-Art	639	-	-	(373)	266
Instruction-Band	-	765	-	(567)	198
Instruction-Cheerleading	152	5,578	-	(5,507)	223
Instruction-Cheer Uniform	3,726	9,560	-	(6,843)	6,443
Instruction-Cheerleading Camp	-	2,113	-	(2,008)	105
Instruction-Choir	242	355	-	(602)	(5)
Instruction-Dance/Drill	2,411	1,548	-	(1,603)	2,356
Instruction-Dance/Drill Unif	774	5,622	-	(5,043)	1,353
Instruction-Dance/Drill Camp	(20)	250	-	(1,400)	(1,170)
Insctruction-Facs Class	989	34	-	(281)	742
Instruction-Home Ec 6Th Gr	458	-	-	(134)	324
Instruction-Media	662	184	-	(164)	682
Instruction-Orchestra	3,488	720	-	(2,660)	1,548
Instruction-Towel And Locker	2,230	105	151	-	2,486
Instruction-Bowling Fee	151	5,744	(151)	(4,750)	994
Instruction-Shop 7th & 8th	933	474	-	(767)	640
Due To Dsc-Textbook Fines-Dan	1	-	-	-	1
Due To Dsc-Other	360	-	-	-	360
Total	59,702	125,076	-	(123,915)	60,863

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

MINICO HIGH SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2019

Activity	Cash				Cash
	Balance 6/30/18	Receipts	Transfers	Disbursements	Balance 6/30/19
Web Store Fees	-	514	-	(514)	-
Sales Tax	15	23,338	-	(23,353)	-
Athletics	12,059	15,082	-	(19,660)	7,481
Athletics-Spirit Packs	-	19	-	(19)	-
Athletics-Gate Receipts	-	81,050	-	(81,050)	-
Athletics-Region IV Tournament	-	2,637	-	(2,637)	-
Athletics-Red Halverson	-	16,756	-	(16,756)	-
Athletics Memorial Donation	4,048	-	-	(2,000)	2,048
Athletics-Baseball	8,779	-	-	(6,701)	2,078
Athletics-Baseball Fundraisers	-	31,990	-	(31,990)	-
Athletics-Basketball Boys	6,573	17,233	-	(22,035)	1,771
Athletics-Bb Boys Fundraisers	-	14,164	-	(14,164)	-
Athletics-Basketball Girls	1,623	2,278	-	(3,356)	545
Athletics-Bb Girls Fundraisers	-	10,299	-	(10,299)	-
Athletics-Bowling	783	4,941	-	(2,789)	2,935
Athletics-Cross Country	1,256	1,362	-	(1,450)	1,168
Athletics-Football	5,165	8,718	-	(10,979)	2,904
Athletics-Football Uniforms	-	366	-	(366)	-
Athletics-Football Fundraisers	-	26,136	-	(26,136)	-
Athletics-Spartan Moms	140	530	-	(657)	13
Athletics-Football Camp	-	11,705	-	(12,683)	(978)
Athletics-Golf	450	5,210	-	(2,582)	3,078
Athletics-Soccer Boys	684	-	(659)	512	537
Athletics-Soccer Boys Uniform	-	-	659	(659)	-
Athletics-Soccer Girls	86	1,205	345	(583)	1,053
Athletics-Soccer Girls Uniform	345	-	(345)	-	-
Athletics-Softball	3,913	15,640	(1,497)	(16,161)	1,895
Athletics-Softball Uniforms	-	-	1,497	(410)	1,087
Athletics-Tennis	3,853	5,235	-	(8,341)	747
Athletics-Track	4,697	1,841	-	(2,725)	3,813
Athletics-Volleyball	7,961	9,222	(252)	(9,491)	7,440
Athletics-Volleyball Uniforms	-	-	252	-	252
Athletics-Wrestling	2,950	35,600	247	(37,057)	1,740
Athletics-Wrestling Fundraise	247	-	(247)	-	-
Class 2016	800	-	-	(300)	500
Class 2017	159	-	-	-	159
Class 2018	1,741	-	-	(1,241)	500
Class 2019	3,334	16,522	-	(19,856)	-
Class 2020	2,346	7,735	-	(2,974)	7,107
Class 2021	357	2,250	-	(468)	2,139
Class 2022	-	492	-	(65)	427
General Account	10	(84)	-	74	-

Activity	Cash				Cash
	Balance 6/30/18	Receipts	Transfers	Disbursements	Balance 6/30/19
Parking Permits	5,459	3,309	-	(10)	8,758
Concessions	1,374	36,444	-	(32,831)	4,987
Vending	30	5,951	-	(5,183)	798
Activity Cards	869	24,985	-	(24,322)	1,532
Yearbooks	7,209	22,486	-	(22,920)	6,775
Interest	1,034	89	-	(1,034)	89
School Improvement Fund	17,860	-	-	(12,876)	4,984
Gift Of Green	1,691	4,432	-	(5,903)	220
Student Council	-	14,125	-	(13,532)	593
Club-Annual	1,253	918	-	(343)	1,828
Club-Art	61	70	-	(40)	91
Club-Business	(346)	5,080	346	(3,412)	1,668
Club-Mr Mhs	3,585	815	(346)	(4,055)	(1)
Club-Drug Free Youth	148	2,380	-	(1,935)	593
Club-Fccla	(12)	125	-	200	313
Club-Ffa	11,849	69,425	-	(66,329)	14,945
Club-Key	347	964	-	(831)	480
Club-Leo	454	-	-	(454)	-
Club-M Club	256	5	-	-	261
Club-Minico Ballroom	1,365	-	-	(1,365)	-
Club-Nhs	987	1,433	-	(1,881)	539
Club-Rodeo	877	12,374	-	(11,990)	1,261
Club-Science	638	7,576	-	(6,860)	1,354
Club-Ski	388	6,209	-	(5,762)	835
Club-Spanish	231	-	-	-	231
Club-Spirit (Red Zone)	-	187	-	600	787
Club-Swim Team	859	5,279	-	(4,304)	1,834
Club-Tsa Industrial Tech	314	98	-	(418)	(6)
Club-Young Republican	968	3,025	-	(3,344)	649
Club-Trap	2,316	2,500	-	(4,136)	680
Instructional-General	8,810	1,922	-	(4,934)	5,798
Instruction-Renaissance	761	419	-	(472)	708
Instruction-Psat	227	160	-	(144)	243
Instruction-Plan Test	293	-	-	-	293
Instruction-Idla Fees	75	1,635	-	(1,710)	-
Instruction-Aerobics	1,235	-	-	(1,235)	-
Instruction-Art	-	-	-	1,130	1,130
Instruction-Art Baird	1,921	-	(919)	(1,003)	(1)
Instruction-Art Call	15	-	919	(934)	-
Instruction-Band	3,645	10,819	(41)	(11,817)	2,606
Instruction-Piano Repair	120	-	-	-	120
Instruction-Band Instrument	(41)	-	41	-	-
Instruction-Cheerleading	788	19,678	-	(17,740)	2,726
Instruction-Cheer Uniform	-	9,952	-	(12,782)	(2,830)
Instruction-Choreography	-	2,618	-	(4,418)	(1,800)
Instruction-Chemistry	1,515	-	-	-	1,515
Instruction-Choir	12,012	8,345	-	(14,854)	5,503
Instruction-Music Tour	-	27,509	-	(27,509)	-

Activity	Cash				Cash
	Balance 6/30/18	Receipts	Transfers	Disbursements	Balance 6/30/19
Instruction-Madrigal Dinner	7,003	16,546	-	(9,915)	13,634
Instruction-Dance Force	7,559	22,782	-	(20,267)	10,074
Instruction-Dance Uniforms	-	5,651	-	(3,648)	2,003
Instruction-Choreography	(1,953)	1,057	-	(1,232)	(2,128)
Instruction-Drama	550	-	-	(550)	-
Instruction-Drivers Ed	200	8,375	-	(8,575)	-
Instruction-Dr Ed IDLA Fees	-	600	-	(600)	-
Instruction-Home Ec	-	8	-	-	8
Instruction-Journalism	198	-	-	-	198
Instruction-Life Skills	15	50	-	352	417
Instruction-Life Sports	3,631	7,650	-	(4,293)	6,988
Instruction-Media	581	354	-	(265)	670
Instruction-Operetta	2,579	8,214	-	(6,547)	4,246
Instruction-Orchestra	2,171	2,496	-	(4,127)	540
Instruction-Orchestra Trip	-	135	-	-	135
Instruction-Cowboy Dinner	-	3,877	-	(218)	3,659
Instruction-Photo & Graphic	22	-	-	(22)	-
Instruction-Pe Bowling	-	3,938	-	(3,938)	-
Instruction-Science	250	124	-	(374)	-
Instruction-Speech/Debate	2,575	-	-	(22)	2,553
Instruction-Weights	3,757	1,161	-	-	4,918
Voc Instruction-Greenhouse	13,919	8,999	(530)	(8,028)	14,360
Voc Instruction-Floral Design	207	-	530	(777)	(40)
Voc Instruction-Ag Shop	-	1,134	2,717	(3,324)	527
Voc Instruction-Shop Supplies	2,717	2,291	(2,717)	(566)	1,725
Voc Instruction-Diesel	853	4,826	(480)	(1,551)	3,648
Voc Instruction-Diesel Skills	74	5	480	(559)	-
Voc-Instruction-Business Stely	322	-	-	-	322
Voc Instruction-Business Killoy	856	3	(39)	(186)	634
Voc Instruction-Business Shipen	96	-	39	(135)	-
Voc Instruction-Vid Multimedia	725	-	-	135	860
Voc Instruction-Info Tech	1,056	-	(438)	-	618
Voc Instruction-Info Tech Skills	103	-	438	-	541
Voc Instruction-Preengineering	(298)	224	927	(853)	-
Voc Instruction- Academy	290	169	(170)	(230)	59
Voc Instruction-Manufacturing	1,786	1,618	(824)	(788)	1,792
Voc Instruction- Copies	58	127	67	8	260
Voc Instruction-Construction	-	16,540	1,908	(17,333)	1,115
Voc Instruction-Constr Skills	1,541	4,154	(1,908)	(3,787)	-
Voc Instruction-Food Lab	2,760	-	-	-	2,760
Voc Instruction-Spartan Bistro	200	547	-	(257)	490
Voc Instruction-Clothing	1,332	10	-	(372)	970
Voc Instruction-Cert Nursing	1,685	3,686	-	(5,226)	145
Esl Scholarship	369	-	-	-	369
Missmhs	294	-	-	-	294
School Climate	-	1,250	-	(815)	435
Due to DSC-Laptop Insurance	-	8,930	-	(8,930)	-
Due to DSC-Laptop Replace Fine	30	1,073	-	(1,103)	-
	<u>227,927</u>	<u>821,931</u>	<u>-</u>	<u>(844,531)</u>	<u>205,327</u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

MT. HARRISON HIGH SCHOOL
FOR THE YEAR ENDING JUNE 30, 2019

	Cash Balance 6/30/2018	Receipts	Transfers	Disbursed	Cash Balance 6/30/2019
Class 2018	1,549	-	101	(1,650)	-
Class 2019	-	3,275	-	(3,275)	-
Senior Spotlight	101	580	(101)	(580)	-
General Account	23	1,059	-	-	1,082
Concessions	92	-	-	-	92
Vending	1,754	2,059	-	(1,548)	2,265
Annuals	247	446	-	(488)	205
Interest	11	21	-	-	32
Student Body Fundraiser	-	563	-	(725)	(162)
School Improvement Fund	-	1,370	-	-	1,370
Special Interest Fundraiser-Veterans	391	464	-	(365)	490
Student Council	813	1,706	-	(1,474)	1,045
Club-Business	-	61	-	(30)	31
Club-Sources Of Strength	864	1,499	-	(704)	1,659
Club-Fishing	-	50	-	-	50
Instruction-Daycare	15,455	2,590	-	(1,615)	16,430
Instructional-Renaissance	691	-	-	(147)	544
Voc Instruction-Bus/Accounting	603	118	-	(267)	454
Sunshine Fund	144	305	-	(365)	84
Total	22,738	16,166	-	(13,233)	25,671

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
UNIFORM GUIDANCE
SUPPLEMENTARY FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

**UNIFORM GUIDANCE
SUPPLEMENTARY FINANCIAL REPORT**

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Trustees of the
Minidoka Joint School District No. 331
Rupert, Idaho 83350

We have audited, in accordance with the 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Minidoka Joint School District No. 331's basic financial statements and have issued our report thereon dated October 18, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Minidoka Joint School District No. 331's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Minidoka Joint School District No. 331's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Minidoka Joint School District No. 331's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

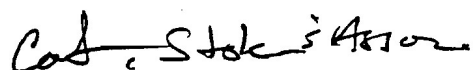
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Minidoka Joint School District No. 331's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Condie, Stoker & Associates". The signature is written in a cursive, flowing style.

Condie, Stoker & Associates
October 18, 2019



Condie
Stoker &
Associates

CERTIFIED PUBLIC ACCOUNTANTS



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Trustees of the
Minidoka Joint School District No. 331
Rupert, Idaho 83350

Report on Compliance for Each Major Federal Program

We have audited the Minidoka Joint School District No. 331's compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2019. Minidoka Joint School District No. 331's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Minidoka Joint School District No. 331's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Minidoka Joint School District No. 331's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Minidoka Joint School District No. 331's compliance.

Opinion on Each Major Federal Program

In our opinion, Minidoka Joint School District No. 331, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

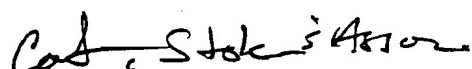
Report on Internal Control Over Compliance

Management of Minidoka Joint School District No. 331, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Minidoka Joint School District No. 331's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance..

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Condie, Stoker & Associates

October 18, 2019

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR END JUNE 30, 2019**

Description	Federal CFDA Number	Accrued (Deferred) Grant Revenue 6/30/2018	Cash/ Commodities Received 07/01/18 thru 6/30/2019	Expenditures	Accrued (Deferred) Grant Revenue 6/30/2019
Department of Agriculture					
Passed Through State Department of Education					
School Breakfast Program	10.553	-	319,187	319,187	-
National School Lunch Program	10.555	-	1,110,803	1,110,803	-
Commodities	10.555	-	122,156	122,156	-
Summer Food Service Program	10.559	60,324	98,954	101,741	63,111
Total Child Nutrition Cluster		60,324	1,651,100	1,653,887	63,111
Team Nutrition Grants	10.574	-	-	-	-
Fresh Fruit and Vegetable Program	10.582	6,434	94,949	98,807	10,291
Total Dept of Agriculture		66,758	1,746,049	1,752,694	73,402
Department of Education					
Passed Through State Department of Education					
Title 1 Basic Concentration*	84.010	211,401	945,239	899,718	165,880
Title I-D ESEA Neglected Children	84.010	-	-	-	-
Total Title I	84.010	211,401	945,239	899,718	165,880
Handicapped State Grants	84.027	217,395	897,366	920,776	240,805
Handicapped Preschool	84.173	11,540	49,474	49,982	12,048
Total Special Ed Cluster		228,935	946,840	970,758	252,853
State Administrative Expenses for Child Nutrition	10.560	-	-	-	-
Migrant Education - Basic State Formula	84.011	57,376	247,942	246,216	55,651
Carl Perkins Vocational Ed Basic	84.048	51,287	51,284	57,055	57,058
Migrant Education Interstate and Intrastate Coordination Pro	84.162	-	-	-	-
Gear Up Grant	84.334	21,717	41,843	60,933	40,807
School Program	84.358	19,135	18,956	412	590
English Language Acquisition Grants	84.365	12,288	55,858	58,318	14,748
Improving Teacher Quality	84.367	15,476	86,537	196,694	125,633
Idaho Dept. of Ed. - Statewide Data	84.377	27,024	62,074	35,051	-
Student Support and Academic Enrichment Program	84.424	-	46,046	59,726	13,679
Total State Department of Education		644,638	2,502,619	2,584,879	726,898
Total Federal Financial Assistance		711,396	4,248,668	4,337,572	800,300

MINIDOKA JOINT SCHOOL DISTRICT NO. 331**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the School District's federal award programs presented on the accrual basis of accounting in accordance with generally accepted accounting principles. The information in this Schedule is presented in accordance with the requirements of the Uniform Guidance, *Audit of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operation of the District, it is not intended to and does not present the financial position or changes in net position of Minidoka Joint School District #331.

NOTE B – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received.

**MINIDOKA JOINT SCHOOL DISTRICT #331
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2019**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses a qualified opinion on the financial statements of Minidoka Joint School District #331.
2. No reportable deficiencies disclosed during the audit of the financial statements are reported in the report of internal control dated October 18, 2019. None of the conditions are reported as a material weakness.
3. No instances of noncompliance material to the financial statements were disclosed during the audit.
4. No material reportable conditions were discovered during the audit of the Major Federal Award Programs.
5. The auditor's report on compliance for the Major Federal Award Programs for Minidoka Joint School District #331 expresses an unqualified opinion.
6. The audit did not disclose any audit findings.
7. The programs tested as major programs include:
 - Special Education (IDEA) Cluster – 84.027 Special Education Grants to States and 84.173 Special Education Preschool Grants
 - 84.010 Title I Grants to Local Educational Agencies
8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. Minidoka Joint School District #331 was determined to be a high-risk Auditee.

B. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

<u>Finding</u>	<u>Reportable Condition</u>	<u>Questioned Cost</u>
None	None	None

C. FINDINGS - FINANCIAL STATEMENTS AUDIT

None



Management Letter Comments

To the Board of Trustees of the
Minidoka Joint School District No. 331
Rupert, Idaho 83350

In planning and performing our audit of the general purpose financial statements of Minidoka Joint School District No. 331 for the year ended June 30, 2019, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure. However, we noted certain matters involving the internal control structure and its operation that are not considered to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect Minidoka Joint School District No. 331's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

East Minico – Check Voucher Review and Approval

In our testing of East Minico expenditures, we noted that there is not documentation showing that the principal reviewed and approved all of the check runs throughout the year. While it appears that the majority of checks were approved, there were checks that the approval was not documented. Since the signatures on the checks are printed electronically, it is vital for the principal to go through and review and approve each of these check runs. To help with the segregation of duties and to reduce the risk of fraud or misappropriation of assets, Condie, Stoker & Associates recommends that the principal reviews and indicates his approval of the check run by signing off on a voucher approval form that indicates the details of the checks that were approved.

Accounts Payable and Old Invoices

In our testing of expenditures that were paid subsequent to the fiscal year end, we noted that there were several Peterbuilt invoices that were from early in 2019 that still had not been paid and were not included in Accounts Payable at fiscal year end. The amount of these old invoices was not material to our audit and an adjustment was not considered necessary, but Condie, Stoker & Associates recommends that all departments turn over invoices in a timely manner so they can be paid on time. This will help the district properly record accounts payable at year end and will allow for better tracking of expenditures and avoid misappropriation of assets.

We appreciated working with and the assistance and responsiveness of District personnel during the audit. We also note management's ability and sensitivity to display and communicate an appropriate attitude regarding internal control and the financial reporting process. We are available to discuss these matters with you as needed.

This communication is intended solely for the information and use of management and the Board and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully,

Condie, Stoker and Associates
October 18, 2019