

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

**BASIC FINANCIAL STATEMENTS
AND
SELECTED OTHER FINANCIAL INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

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Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331, as of and for the year ended June 30, 2017, 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.

Basis for Qualified Opinion

Governmental Accounting Standards Board Statement No. 45 ("GASB 45") has not been implemented. In accordance with GASB 45, implicit rate subsidies related to Post-Retirement Healthcare Plans are required to be accrued. This accrual would increase liabilities and decrease fund balance on the Statement of Net Position and increase expenses on the Statement of Activities. The amount by which this departure would affect the liabilities, fund balance and expenses has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331 as of June 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 11 and 38 through 44 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

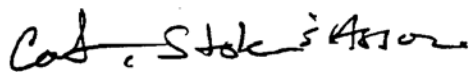
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Minidoka Joint School District No. 331 basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and supplemental information, 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 30, 2017, 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 30, 2017



Administration

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

Board Members

Bonnie Heins, Chairman
Rick Stimpson, Vice Chairman
Tammy Stevenson, Trustee
Mary Anderson, Trustee
Jeff Gibson, Trustee

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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, 2017. 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 \$22,145,458 in fiscal year 2016 to \$22,945,448 in fiscal year 2017, or an increase of 3.6% in all funds. The difference stemmed from an increase in enrollment and funding provided from state sources.
- Local revenue in all funds increased slightly from \$4,796,535 in fiscal year 2016 to \$4,803,903 in fiscal year 2017, an increase of 0.2%. This was attributed primarily due to increases in interest earnings.
- Total General Fund revenues accounted for \$25,033,502 or 77.6% of all District revenues. Non-General Fund revenues in the form of charges for services, operating grants, capital grants and contributions accounted for \$7,220,990 or 22.4% of all revenues totaling \$32,254,497.
- The District General Fund fund-balance decreased by \$186,977 from \$1,753,104 in fiscal year 2016 to \$1,566,127 in fiscal year 2017. The District was able to maintain a General Fund Operating Reserve equivalent to 5.5% of its General Fund revenue. These funds were not apportioned. In July 2016, the District initially reserved \$1,000,000 of its General Fund fund-balance within the contingency, and at year end the balance increased to \$1,500,000. 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 \$785,000 from the General Fund to the Permanent Improvement Capital Projects Fund to cover capital projects that are considered a fixed asset. The School District also transferred \$41,349 to the Food Service Fund to match employee benefits. Another \$104,000 was transferred to the Debt Fund to pay for the interest payment on the energy audit loan and \$202,511 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. Minidoka County Schools received \$360,380 in reimbursements from the ARTEC Charter School in 2016-2017 to cover 3.8 FTE teacher salaries and benefits, equipment, building rental, and support services. The District also received \$61,000 to cover the administrative personnel assigned to the ARTEC Charter School which serves Region IV participating districts and \$35,000 for fiscal agent fees.

Minidoka County School District Management's Discussion and Analysis 4

For the Year Ended June 30, 2017

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 5

For the Year Ended June 30, 2017

- 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 decreased in year 2016-2017. Its net position is now \$9,006,572 compared to \$9,101,899 last year, a difference of \$95,327.

EXHIBIT 1 **STATEMENT OF NET POSITION**

ASSETS	<u>2015-2016</u>	<u>2016-2017</u>
Current and Other Assets	\$7,584,293	\$7,859,394
Capital Assets	<u>\$30,958,934</u>	<u>\$29,722,204</u>
Total Assets	\$38,543,227	\$37,581,598
 Deferred Outflow of Resources	 \$4,563,691	 \$7,303,612
 LIABILITIES		
Long-Term Liabilities	\$26,131,323	\$28,369,057
Other Liabilities	<u>\$3,140,416</u>	<u>\$3,802,543</u>
Total Liabilities	\$29,271,739	\$32,171,600
 Deferred Inflow of Resources	 \$4,733,280	 \$3,707,038
 NET POSITION		
Invested in Capital Assets, Net of Debt	\$11,900,953	\$12,062,966
Unrestricted	<u>-\$2,799,054</u>	<u>-\$3,056,394</u>
Total Net Position	<u>\$9,101,899</u>	<u>\$9,006,572</u>

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 2016-17, Grants and Entitlements accounted for 75.2% of the revenue and Property Taxes made up 10.7%. Instructional Programs accounted for 48.9% of total District expenses and Support Services expenses made up 42.7%.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2017

EXHIBIT 2 **CHANGES IN NET POSITION**

REVENUES	2015-2016	2016-2017
Program Revenues		
Charges for Services	\$279,944	\$409,864
Operating Grants and Contributions	\$3,234,868	\$3,198,694
General Revenues:		
Property Taxes	\$3,727,851	\$3,435,772
Grants and Entitlements	\$23,247,920	\$24,246,068
Other	\$798,098	\$945,936
Total Revenues	\$31,288,681	\$32,236,334
 PROGRAM EXPENSES		
Instructional	\$14,586,773	\$15,805,353
Support Services	\$13,325,590	\$13,798,453
Non-Instructional	\$2,008,396	\$1,904,889
Interest and Fees	\$490,866	\$822,968
Total Expense	\$30,411,625	\$32,331,663
 Increase/Decrease in Net Position	\$877,056	(\$95,329)

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.

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, 2016 and 2017.

EXHIBIT 3 **STATEMENT OF REVENUES AND EXPENDITURE**

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Minidoka County School District Management's Discussion and Analysis
For the Year Ended June 30, 2017

EXHIBIT 3
STATEMENT OF REVENUES AND EXPENDITURE
GOVERNMENTAL FUNDS

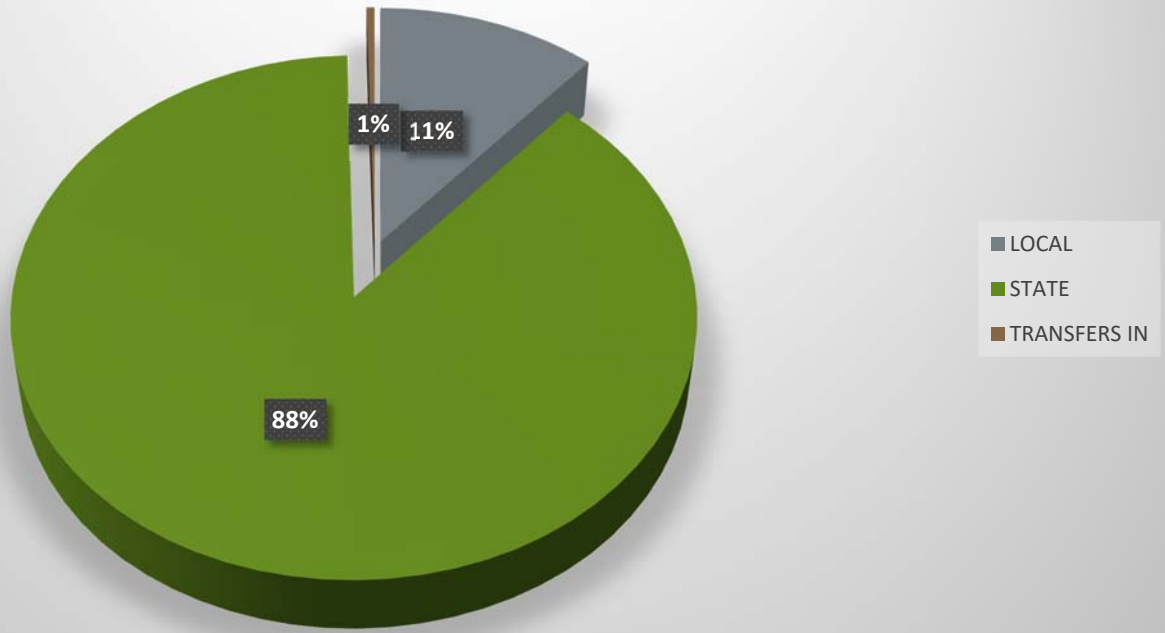
	<u>2015-2016</u>	<u>2016-2017</u>	<u>Variance</u>
REVENUES			
Property taxes	3,723,448	3,461,604	(261,844)
Child nutrition lunches	246,408	247,477	1,069
Interest	25,056	54,553	29,497
Other local revenue	801,623	1,042,774	241,151
State support	22,145,458	22,945,448	799,990
Federal revenues	4,339,160	4,502,641	163,481
Total revenues	<u>31,281,153</u>	<u>32,254,497</u>	<u>973,344</u>
EXPENDITURES			
Instructional programs	14,830,690	15,846,096	1,015,406
Support service programs	11,398,208	11,872,371	474,163
Non-Instruction programs (Incl. commodities)	2,046,050	1,968,023	(78,027)
Capital asset program	834,502	626,939	(207,563)
Debt service	2,570,825	2,342,656	(228,169)
Total expenditures	<u>31,680,275</u>	<u>32,656,085</u>	<u>975,810</u>
OTHER FINANCING SOURCES			
Transfers in	1,073,420	1,465,914	392,494
Transfers out	(1,073,420)	(1,465,914)	(392,494)
Debt/bond issuance	363,486	310,825	(52,661)
Total other financing sources	<u>363,486</u>	<u>310,825</u>	<u>(52,661)</u>
NET CHANGE IN FUND BALANCES	<u>(35,636)</u>	<u>(90,763)</u>	<u>(55,127)</u>

Debt Service

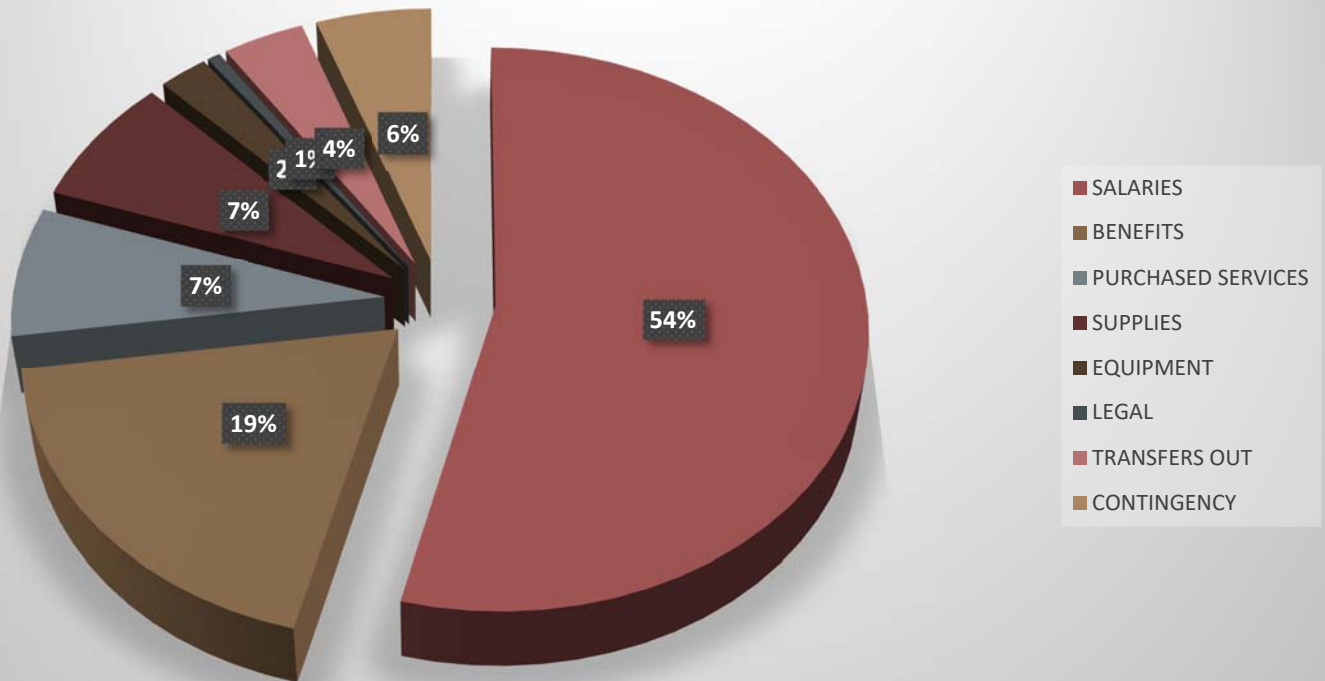
At June 30, 2017, the School District had \$16,820,000 in outstanding debt for bond levies, with a \$1,440,000 payment due within one year. The District also has five 5 year capital leases for 14 buses with an outstanding debt of \$839,238. The principal payment of \$261,863 is due within one year.

EXHIBIT 4

General Fund Revenues FY 2016-2017



General Fund Expenditures FY 2016-2017



Minidoka County School District Management's Discussion and Analysis 9

For the Year Ended June 30, 2017

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 2016-2017 revenues and expenditures in graphical comparison. State appropriations made up 88.2% of the total general fund revenues and salary and benefits comprised 72.8% of the general fund expenditures. The 2016-17 amended budget resulted in appropriations increasing \$564,650. This represents a 2.2% increase from the adopted budget. Increased state revenues, under budgeted general fund grants as well as matching fund grant, and insurance proceeds all contributed to the revenue change.

For the General Fund, the revised budget calculated income estimate was \$25,515,650. The original budget estimate from the adopted budget was \$24,951,000. During fiscal year 2016-2017, the District's original budget was \$2,643,000 for property taxes and other revenue and \$22,308,000 for other inter-governmental revenues. The School District received \$2,847,817 in property and other tax revenues and \$22,185,685 in other inter-governmental revenue.

Capital Assets

At the end of the fiscal year 2016-2017, the School District had \$29,722,204 invested in land, building, furniture and equipment, and vehicles qualifying as fixed assets.

Exhibit 5 shows fiscal 2016-2017 capital asset balances compared to 2015-2016.

EXHIBIT 5

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

	<u>2015-2016</u>	<u>2016-2017</u>
Land	749,487	749,487
Buildings and Improvements	24,593,797	23,320,058
Furniture and Equipment	4,396,206	4,366,196
Vehicles	1,219,444	1,286,463
Totals	<u>30,958,934</u>	<u>29,722,204</u>

Overall capital assets decreased \$1,236,729 from fiscal year 2015-2016 to fiscal year 2016-2017.

General Fund Balance

At fiscal year end, the fund balance for the General fund was \$1,566,127. Below Exhibit 6 shows designations, contingencies, and reserves budgeted for payment in the fiscal year 2017-2018. 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, 2017, (2) could not be initiated before June 30, 2017, (3) are designated to a reserved fund or grant, or (4) are used to help balance the 2017-2018 year budget.

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For the Year Ended June 30, 2017

EXHIBIT 6 **FUND BALANCE DESIGNATIONS**

2016-2017 FUND BALANCE (carryover)	1,566,127
Designations:	
General Fund Grants and designations	89,000
Contingency 17-18	1,000,000
Balance 17-18 General Budget Expenditures	300,000
17-18 Capital Projects designations	85,000
Undesignated	92,127
	1,566,127
Total Encumbrances & Designations	1,566,127

The General Fund balances documented in Exhibit 6 above include designations as well as contingencies. The total amount of budgeted contingency for the 2017-2018 school year is \$1,000,000 or 4% of the total General Fund. The Districts goal has been to maintain the General Fund contingency at the 5.0% level recommended. For the 2016-2017 school year ending on June 30, 2017, the General Fund contingency was \$1,500,000 or 5.5% 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>
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
2003-04	\$1,924,208
2002-03	\$2,651,832
2001-02	\$2,776,662

*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>
2016-17	4259	241.8
2015-16	4219	232.5
2014-15	4186	227.8
2013-14	4141	219
2012-13	4057	213.5
2011-12	4087	236
2010-11	4026	236.5
2009-10	3996	244.25
2008-09	3991	245.8
2007-08	4011	248.8
2006-07	4032	249.33

Minidoka County School District Management's Discussion and Analysis 11

For the Year Ended June 30, 2017

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 8.8% of the Minidoka student population and Special Education students comprise 12.2% of the population. Communities in the District include many households that function at a poverty level as indicated by a 2016 Federal Free and Reduced Lunch rate of 63.5% 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 2006-2017.

In accordance to the Negotiated Agreement for the 2016-2017 school year, the certificated salary schedule was based upon the State Career Ladder with a \$ 400, \$800 and \$1400 increment for credits of BA+24, BA+48 or MA+24 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 \$33,400. The Certificated Salary Schedule for the 2016-2017 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 (208-436-4727) 310 10th St. Rupert, Idaho 83350.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF NET POSITION AS OF JUNE 30, 2017

Assets:

Cash and Cash Equivalents	4,925,205
Receivables:	
Property Taxes	1,177,494
State of Idaho	843,876
Federal	767,265
Other	99,060
Construction in Progress	46,494
Capital Assets, Net	29,722,204
	<hr/>
Total Assets	37,581,598
	<hr/> <hr/>

Deferred Outflows of Resources:

Deferred Outflow of Resources From Pensions	7,303,612
	<hr/>

Liabilities

Accounts Payable	50,675
Salaries and Contracts Payable	3,144,228
Accrued Interest	224,069
Unearned Revenue	262,689
Accrued Vacation Pay	120,882
Long Term Liabilities:	
Due Within One Year	1,701,863
Due in More Than One Year	15,957,375
Net Pension Liability	10,709,819
	<hr/>
Total Liabilities	32,171,600
	<hr/> <hr/>

Deferred Inflows of Resources:

Deferred Inflow of Resources From Pensions	3,655,958
Deferred Gain on Refunding	51,080
	<hr/>

Net Position

Net Investment in Capital Assets	12,062,966
Unrestricted	(3,056,394)
	<hr/>
Total Net Position	9,006,572
	<hr/> <hr/>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF ACTIVITIES FOR THE YEAR ENDING JUNE 30, 2017

	<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	6,114,399	-	46,548	-	(6,067,851)
Secondary	5,978,513	134,156	182,042	-	(5,662,315)
Alternative	879,978	-	-	-	(879,978)
Special	2,567,605	-	-	-	(2,567,605)
School Activity	100,303	-	-	-	(100,303)
Summer School	136,791	-	-	-	(136,791)
Detention	27,764	-	-	-	(27,764)
Support Services:					
Special Guidance	538,297	-	-	-	(538,297)
Special Services	630,881	-	-	-	(630,881)
Instruction Improvement	1,901,073	-	84,661	-	(1,816,412)
Board of Education	47,593	-	-	-	(47,593)
District Administration	392,878	-	-	-	(392,878)
School Administration	3,414,150	-	-	-	(3,414,150)
Business Operation	308,326	-	-	-	(308,326)
Buildings Operation and Maintenance	4,007,217	25,726	-	-	(3,981,491)
Transportation	2,558,038	2,505	1,243,712	-	(1,311,821)
Non-Instructional Services	1,904,889	247,477	1,641,731	-	(15,681)
Interest and Fiscal Charges	822,968	-	-	-	(822,968)
Total Governmental Activities	32,331,663	409,864	3,198,694	-	(28,723,105)
General Revenues:					
Property Taxes Levied for:					
General Operations					1,484,993
Supplemental					1,950,779
Grants and Entitlements not Restricted to Specific Programs					24,246,068
Investment Earnings					54,553
Miscellaneous					891,383
Total General Revenues					28,627,776
Change in Net Position					(95,329)
Net Position Beginning of Year					9,101,901
Net Position End of Year					9,006,572

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

BALANCE SHEET GOVERNMENTAL FUNDS AS OF JUNE 30, 2017

	<u>General</u>	<u>Food Service</u>	<u>Debt Service</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	2,608,655	788,027	1,092,690
Receivables:			
Property Taxes	671,585	-	505,909
State of Idaho	806,214	-	-
Federal	-	60,730	-
Other	98,172	-	888
Interfund Loan Receivable	<u>350,901</u>	<u>-</u>	<u>-</u>
 Total Assets	 <u>4,535,527</u>	 <u>848,757</u>	 <u>1,599,487</u>
<u>Liabilities:</u>			
Accounts Payable	39,175	8,183	-
Salaries and Contracts Payable	2,668,914	115,340	-
Interfund Loan Payable	232,685	-	-
Unearned Revenue	<u>-</u>	<u>-</u>	<u>-</u>
 Total Liabilities	 2,940,774	 123,523	 -
<u>Deferred Inflows of Resources</u>			
Unavailable Revenue - Property Taxes	<u>28,626</u>	<u>-</u>	<u>24,584</u>
Total Deferred Inflows of Resources	<u>28,626</u>	<u>-</u>	<u>24,584</u>
<u>Fund Balances:</u>			
Restricted For:			
Food Service	-	725,234	-
Debt Service	-	-	1,574,903
Plant Facility	-	-	-
Committed For:			
Subsequent Year Designations	1,474,000	-	-
Unassigned	<u>92,127</u>	<u>-</u>	<u>-</u>
 Total Fund Balances	 <u>1,566,127</u>	 <u>725,234</u>	 <u>1,574,903</u>
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	 <u>4,535,527</u>	 <u>848,757</u>	 <u>1,599,487</u>

See accompanying notes to financial statements.

<u>Plant Facility</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
435,833	-	4,925,205
-	-	1,177,494
-	37,662	843,876
-	706,535	767,265
-	-	99,060
-	232,685	583,586
<u>435,833</u>	<u>976,882</u>	<u>8,396,486</u>
-	3,317	50,675
-	359,975	3,144,229
-	350,901	583,586
-	262,689	262,689
-	976,882	4,041,179
-	-	53,210
-	-	53,210
-	-	725,234
-	-	1,574,903
435,833	-	435,833
-	-	1,474,000
-	-	92,127
<u>435,833</u>	<u>-</u>	<u>4,302,097</u>
<u>435,833</u>	<u>976,882</u>	<u>8,396,486</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET POSITION AS OF JUNE 30, 2017

Total Governmental Fund Balance 4,302,097

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	29,722,204	
Construction in Progress	46,494	
Total Capital Assets	<u>29,768,698</u>	29,768,698

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	(10,709,819)	
Deferred Outflows of Resources From Pensions	7,303,612	
Deferred Inflows of Resources From Pensions	<u>(3,655,958)</u>	
Total Pension Related		(7,062,165)

Other long-term assets are not available to pay for current period
expenditures and therefore are deferred in the fund statements. 53,210

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	(1,701,863)	
Due in More Than One Year	(15,957,375)	
Deferred Gain on Bond Refunding	(51,080)	
Accrued Interest on Bonds	(224,068)	
Accrued Vacation Pay	<u>(120,882)</u>	
Total Liabilities		<u>(18,055,268)</u>

Net Position of Governmental Activities 9,006,572

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, 2017

	<u>General Fund</u>	<u>Food Service</u>	<u>Debt Service</u>
Revenues:			
Property Taxes, Penalty and Interest	1,976,394	-	1,485,210
Tuition	37,818	-	-
Earnings on Investments	41,425	5,100	8,028
Lunches	-	247,477	-
Other Local Revenue	792,180	-	5
State	22,185,685	-	324,992
Federal	-	1,641,731	-
	<hr/>	<hr/>	<hr/>
Total Revenues	25,033,502	1,894,308	1,818,235
Expenditures:			
Instruction:			
Elementary	5,447,780	-	-
Secondary	5,202,282	-	-
Alternative	811,736	-	-
Special	1,940,450	-	-
School Activity	100,330	-	-
Summer School	107,858	-	-
Detention	48,352	-	-
Support Services:			
Special Guidance	505,740	-	-
Special Services	322,070	-	-
Instruction Improvement	1,015,418	-	-
Board of Education	47,593	-	-
District Administration	392,985	-	-
School Administration	1,854,486	-	-
Business Operation	308,400	-	-
Buildings Operation and Maintenance	4,455,924	-	-
Transportation	1,723,616	-	-
Non-Instructional Services	478	1,955,541	-
Principal Retirement	-	-	1,400,000
Interest and Fiscal Charges	-	-	619,910
	<hr/>	<hr/>	<hr/>
Total Expenditures	24,285,498	1,955,541	2,019,910
Excess (Deficit) Revenues Over Expenditures	748,004	(61,233)	(201,675)
Other Financing Sources (Uses):			
Debt/Bond Issuance	310,825	-	-
Operating Transfers In	110,054	41,349	104,000
Operating Transfers (Out)	(1,355,860)	(36,824)	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(934,981)	4,525	104,000
Net Change in Fund Balances	(186,977)	(56,708)	(97,675)
Fund Balance at Beginning of Year	<hr/>	<hr/>	<hr/>
	1,753,104	781,942	1,672,578
Fund Balance at End of Year	<hr/>	<hr/>	<hr/>
	1,566,127	725,234	1,574,903

See accompanying notes to financial statements.

<u>Plant Facility</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
-	-	3,461,604
-	-	37,818
-	-	54,553
-	-	247,477
212,771	-	1,004,956
-	434,771	22,945,448
-	2,860,910	4,502,641
<hr/>	<hr/>	<hr/>
212,771	3,295,681	32,254,497
-	674,151	6,121,931
-	788,004	5,990,286
-	68,448	880,184
-	627,740	2,568,190
-	-	100,330
-	28,965	136,823
-	-	48,352
-	32,689	538,429
-	308,968	631,038
-	899,802	1,915,220
-	-	47,593
-	-	392,985
-	-	1,854,486
-	-	308,400
626,939	2,351	5,085,214
-	2,329	1,725,945
-	12,004	1,968,023
309,568	-	1,709,568
13,178	-	633,088
<hr/>	<hr/>	<hr/>
949,685	3,445,451	32,656,085
<hr/>	<hr/>	<hr/>
(736,914)	(149,770)	(401,588)
-	-	310,825
987,511	223,000	1,465,914
-	(73,230)	(1,465,914)
<hr/>	<hr/>	<hr/>
987,511	149,770	310,825
<hr/>	<hr/>	<hr/>
250,597	-	(90,763)
<hr/>	<hr/>	<hr/>
185,236	-	4,392,860
<hr/>	<hr/>	<hr/>
435,833	-	4,302,097
<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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, 2017

Net Change in Fund Balances - Total Governmental Funds (90,763)

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	1,155,756	
Construction in Progress	40,330	
Depreciation Expense	<u>(2,392,486)</u>	
Depreciation Expense in Excess of Capital Outlay		(1,196,400)

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	(310,825)	
Bond Principal Payments	1,709,568	
Gain on Debt Forgiveness	-	
Amortization of Deferred Gain on Bond Refunding	<u>7,670</u>	
Principal Payments in Excess of Long-term Proceeds		1,406,413

Net differences between pension system contributions recognized 5,567

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)	(25,832)
---------------------------	----------

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	(189,881)	
Net Decrease (Increase) in Vacation Leave Pay	<u>(4,433)</u>	
		<u>(194,314)</u>

Change in Net Position of Governmental Activities (95,329)

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF NET POSITION FIDUCIARY FUNDS AS OF JUNE 30, 2017

	<u>Private Purpose Trust</u>	<u>Agency</u>
Assets		
Equity in Pooled Cash and Cash Equivalents	<u>16,934</u>	<u>442,704</u>
Total Assets	<u>16,934</u>	<u>442,704</u>
Liabilities		
Due to Student Groups	<u>-</u>	<u>442,704</u>
Total Liabilities	<u>-</u>	<u>442,704</u>
Net Position		
Held in Trust for Scholarships	<u>16,934</u>	<u>-</u>
Total Net Position	<u>16,934</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, 2017

	<u>Private Purpose Trust</u>
Additions:	
Donations	<u>23,911</u>
Total Additions	23,911
Deductions	
Scholarship Awards	(94,100)
Net Position - Beginning of Year	<u>87,123</u>
Net Position - End of Year	<u><u>16,934</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, 2017

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 one item that qualifies for reporting in this category. This item only arises under the full accrual basis of accounting. Accordingly, the item, Deferred Outflow of Resources From Pensions is 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 is only reported in the government-wide financial statements. The Statement of Net Position report defers pension 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.

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	1,007,388	703,087	20,732	-	723,819
State Investment Pool	4,661,024	4,661,024	-	-	4,661,024
Total	5,668,412	5,364,111	20,732	-	5,384,843
Less Amounts Reported on the Fiduciary Funds Statement of Net Position:					
					(16,934)
					(442,704)
					<u>4,925,205</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.

NOTE C - TAXES RECEIVABLE (Cont.)

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	2016 Levy	2015 Levy	2014 Levy	2013 Levy	2012 Levy	Total
Minidoka	1,068,280	28,330	13,505	439	-	1,110,554
Cassia	15,635	1,233	1,082	-	-	17,950
Jerome	36,955	54	-	2	-	37,011
Lincoln	11,979	-	-	-	-	11,979
	<u>1,132,849</u>	<u>29,617</u>	<u>14,587</u>	<u>441</u>	<u>-</u>	<u>1,177,494</u>

NOTE D - STATE RECEIVABLE

This represents the final 2016-2017 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 had \$46,494 in various open construction projects as of June 30, 2017.

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 2017 fiscal year is reflected as follows:

	6/30/2016	Additions	Deletions	6/30/2017
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	749,487	-	-	749,487
Capital Assets, Being Depreciated:				
Buildings	51,934,341	100,855	-	52,035,196
Furniture and Equipment	12,738,330	729,377	(489,513)	12,978,194
Vehicles	4,638,316	325,524	(164,409)	4,799,431
Total Capital Assets Being Depreciated	<u>69,310,987</u>	<u>1,155,756</u>	<u>(653,922)</u>	<u>69,812,821</u>
Less Accumulated Depreciation:				
Buildings	(27,340,544)	(1,374,594)	-	(28,715,138)
Furniture and Equipment	(8,342,124)	(759,387)	489,513	(8,611,998)
Vehicles	(3,418,872)	(258,505)	164,409	(3,512,968)
Total Accumulated Depreciation	<u>(39,101,540)</u>	<u>(2,392,486)</u>	<u>653,922</u>	<u>(40,840,104)</u>
Capital Assets, Net of Depreciation	<u>30,958,934</u>	<u>(1,236,730)</u>	<u>-</u>	<u>29,722,204</u>

NOTE G – CAPITAL ASSETS (Cont.)

Depreciation expense was charged to governmental functions as follows

Instruction:	
Elementary	812,568
Secondary	744,991
Support Services	
School Administration	2,560
Other	832,367
 Total Depreciation	 <u><u>2,392,486</u></u>

As of June 30, 2017, the District had capital lease included in the schedule of capital assets of \$2,203,627 – \$545,034 and \$1,658,593 shown in furniture and equipment and vehicles, respectively. The accumulated depreciation related to these capital leases was \$1,077,088 – \$501,159 and \$575,929 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 2017 fiscal school year.

NOTE J - LONG TERM LIABILITIES AND CAPITAL LEASES

Change in Long Term-Debt:

Beginning Long-Term Debt	19,057,981
Add Additional Debt Proceeds	310,825
Less Scheduled Principal Payments Debt Service Fund	<u>(1,709,568)</u>
Ending Long-Term Liabilities	<u><u>17,659,238</u></u>

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

The District issued a \$4,400,000 General Obligation Bonds for the purpose of completing the building of two new elementary schools replacing Heyburn and Acequia Elementary, due to an increase in construction cost. The District was funded by these bonds on November 25, 2008. Original terms of the bonds are payments every March 15 and September 15 through the year 2028 with a true interest cost of 4.717%. The payments by year are as follows:

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2017-18	145,888	190,000	335,888
2018-19	136,138	200,000	336,138
2019-20	-	-	-
2020-21	-	-	-
2021-22	-	-	-
Thereafter	-	-	-
Total	282,026	390,000	672,026

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:

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2017-18	113,800	600,000	713,800
2018-19	92,400	620,000	712,400
2019-20	67,200	640,000	707,200
2020-21	41,100	665,000	706,100
2021-22	13,900	695,000	708,900
Thereafter	-	-	-
Total	328,400	3,220,000	3,548,400

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
2017-18	366,448	650,000	1,016,448
2018-19	355,396	660,000	1,015,396
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
Thereafter	752,000	7,290,000	8,042,000
Total	2,432,741	10,560,000	12,992,741

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
2017-18	94,250	-	94,250
2018-19	94,250	-	94,250
2019-20	89,750	225,000	314,750
2020-21	80,650	230,000	310,650
2021-22	71,250	240,000	311,250
Thereafter	225,125	1,955,000	2,180,125
Total	655,275	2,650,000	3,305,275

The District entered into a five year capital lease on July 15, 2012 for two 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 Sovereign Bank until the final lease payment is made. The lease payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2017-18	919	36,719	37,638
2018-19	-	-	-
2019-20	-	-	-
2020-21	-	-	-
2021-22	-	-	-
Thereafter	-	-	-
Total	919	36,719	37,638

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

The District entered into a five year capital lease on February 15, 2014 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 Sovereign Bank until the final lease payment is made. The lease payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2017-18	1,766	54,013	55,779
2018-19	890	54,889	55,779
2019-20	-	-	-
2020-21	-	-	-
2021-22	-	-	-
Thereafter	-	-	-
Total	2,656	108,901	111,557

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
2017-18	4,296	53,673	57,969
2018-19	2,901	55,068	57,969
2019-20	1,464	56,508	57,972
2020-21	-	-	-
2021-22	-	-	-
Thereafter	-	-	-
Total	8,661	165,249	173,910

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:

Fiscal Year	Interest	Principal	Total
2017-18	5,656	52,313	57,969
2018-19	4,296	53,673	57,969
2019-20	2,900	55,069	57,969
2020-21	1,482	56,490	57,972
2021-22	-	-	-
Thereafter	-	-	-
Total	14,334	217,544	231,878

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:

Fiscal Year	Interest	Principal	Total
2017-18	760	65,145	65,905
2018-19	7,076	58,829	65,905
2019-20	5,381	60,524	65,905
2020-21	3,638	62,267	65,905
2021-22	1,845	64,060	65,905
Thereafter	-	-	-
Total	18,700	310,825	329,525

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, 2017, consists of grant 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, 2016 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 \$1,852,610 for the year ended June 30, 2017.

NOTE M - DEFINED BENEFIT PENSION PLAN (Cont.)

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

At June 30, 2017, 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, 2016, 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, 2016, the School District's proportion was .5283181 percent.

For the year ended June 30, 2017, the School District recognized pension expense (revenue) of \$1,880,216. At June 30, 2017, 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	-	\$ 1,067,154
Changes in assumptions or other inputs	\$ 238,072	-
Net difference between projected and actual earnings on pension plan investments	\$5,212.687	\$2,435,611
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	\$ 243	\$ 153,193
Employer contributions subsequent to the measurement date	<u>\$1,852,610</u>	-
Total	<u>\$7,303,612</u>	<u>\$3,655,958</u>

The \$1,852,610 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, 2017.

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, 2015, the beginning of the measurement period ended June 30, 2016, is 4.9 years and 5.5 years for the measurement period June 30, 2015.

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:	
2017	\$ (23,110)
2018	\$ (23,110)
2019	\$ 1,208,526
2020	\$ 649,711
2021	\$ (33,994)
Thereafter	\$ (17,021)

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, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25 – 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%, 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, 2016 is based on the results of an actuarial valuation date July 1, 2016.

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, 2016.

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%	15%	23% - 33%
Cash	2.25%	0.90%	30%	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	3.25%
Assumed Inflation – Standard Deviation	2.00%
Portfolio Arithmetic Mean Return	8.42%
Portfolio Long-Term Expected Geometric Rate of Return	7.50%
Assumed Investment Expenses	<u>0.40%</u>
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<u>7.10%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. 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 7.10 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 (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer’s proportionate share of the net pension liability (asset)	\$21,008,865	\$10,709,819	\$2,145,026

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 - 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 O – INTERFUND TRANSFERS

Transfer From Fund	Purpose	Transfer to Fund	Amount
Other Governmental Funds	Indirect Cost Transfer	General Fund	73,230
Food Service Fund	Indirect Cost Transfer	General Fund	36,824
General Fund	Break out Medicaid to own fund	Other Governmental Funds	223,000
General Fund	Lewy Funds Transfer	Plant Facility Fund	987,511
General Fund	Required Benefits Reimbursement	Food Service Fund	41,349
General Fund	Energy Bond Payment	Debt Service Fund	104,000
Total			1,465,914

NOTE P – INTERFUND RECEIVABLES AND PAYABLES

Interfund Payable	Purpose	Interfund Receivable	Amount
Title I-A	Pooled Cash	General	99,950
Title I-C Migrant	Pooled Cash	General	13,198
Title VI-B Special Ed	Pooled Cash	General	129,358
Title II-A Improving Teacher	Pooled Cash	General	25,745
Perkins III	Pooled Cash	General	49,005
School Improvement	Pooled Cash	General	15,608
Title VI-B Rural Ed	Pooled Cash	General	9,830
Combined Federal Grants	Pooled Cash	General	8,207
General	Pooled Cash	Medicaid	215,605
General	Pooled Cash	Combined State Grants	17,080
Total			583,586

NOTE Q – RELATED PARTY TRANSACTIONS

The district has an agreement with ARTEC Charter Schools to provide facilities, equipment, materials and services for programs. Along with this agreement the ARTEC reimburses the district for direct cost related to ARTEC students. During the last fiscal year the school district received \$456,380 in revenue from ARTEC.

NOTE R- SUBSEQUENT EVENTS

As of October 30, 2017, management 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, 2017 WITH 2016 PERSI DATA

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Employer's portion of net pension liability	0.528318%	0.528303%	0.539394%
Employer's proportionate share of the net pension liability	\$10,709,819	\$6,956,894	\$3,970,780
Employer's covered-employee payroll	\$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	65.44%	45.00%	26.83%
Plan fiduciary net position as a percentage of the total pension liability	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 (Employer) 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>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contribution	\$1,852,610	\$1,750,002	\$1,675,091
Contributions in relation to the statutorily required contribution	\$1,852,610	\$1,750,002	\$1,675,091
Contribution (deficiency) excess	\$0	\$0	\$0
Employer's covered-employee payroll	\$16,365,809	\$15,459,367	\$14,797,625
Contributions as a percentage of covered-employee payroll	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 (Employer) 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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GENERAL FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2017

	<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	1,960,000	1,964,000	1,976,394	12,394
Tuition	10,000	37,000	37,818	818
Earnings on Investments	10,000	35,000	41,425	6,425
Other Local Revenue	663,000	890,050	792,180	(97,870)
State	22,308,000	22,589,600	22,185,685	(403,915)
Total Revenues	24,951,000	25,515,650	25,033,502	(482,148)
Expenditures:				
Instruction:				
Elementary	5,648,922	5,508,963	5,447,780	61,183
Secondary	5,219,167	5,234,837	5,202,282	32,555
Alternative	823,795	820,595	811,736	8,859
Special	1,951,184	1,950,161	1,940,450	9,711
School Activity	92,008	100,008	100,330	(322)
Summer School	106,824	108,824	107,858	966
Detention	29,096	51,596	48,352	3,244
Support Services:				
Special Guidance	558,168	514,468	505,740	8,728
Special Services	321,534	321,844	322,070	(226)
Instruction Improvement	1,106,677	1,643,577	1,015,418	628,159
Board of Education	59,000	56,000	47,593	8,407
District Administration	377,456	394,156	392,985	1,171
School Administration	1,860,620	1,854,263	1,854,486	(223)
Business Operation	312,635	309,278	308,400	878
Buildings Operation and Maintenance	3,601,414	4,212,050	4,455,924	(243,874)
Transportation	1,685,500	1,732,130	1,723,616	8,514
Non-Instructional Services	-	-	478	(478)
Contingency	1,000,000	1,500,000	-	1,500,000
Total Expenditures	24,754,000	26,312,750	24,285,498	2,027,252
Excess (Deficit) Revenues Over Expenditures	197,000	(797,100)	748,004	1,545,104
Other Financing Sources (Uses):				
Debt Issuance	-	-	310,825	310,825
Operating Transfers In	108,000	108,000	110,054	2,054
Operating Transfers (Out)	(1,635,000)	(1,064,000)	(1,355,860)	(291,860)
Net Change in Fund Balances	(1,330,000)	(1,753,100)	(186,977)	1,566,123
Fund Balance at Beginning of Year	1,330,000	1,753,100	1,753,104	4
Fund Balance at End of Year	-	-	1,566,127	1,566,127

See independent auditor's report on other financial information.

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, 2017

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Earnings on Investments	1,000	4,000	5,100	1,100
Lunches	249,000	266,000	247,477	(18,523)
Federal	1,640,000	1,545,000	1,641,731	96,731
Total Revenues	1,890,000	1,815,000	1,894,308	79,308
Expenditures:				
Support Services:				
Non-Instructional Services	1,895,000	2,602,000	1,955,541	646,459
Total Expenditures	1,895,000	2,602,000	1,955,541	646,459
Excess (Deficit) Revenues Over Expenditures	(5,000)	(787,000)	(61,233)	725,767
Other Financing Sources (Uses):				
Operating Transfers In	40,000	40,000	41,349	1,349
Operating Transfers (Out)	(35,000)	(35,000)	(36,824)	(1,824)
Net Change in Fund Balances	-	(782,000)	(56,708)	725,292
Fund Balance at Beginning of Year	-	782,000	781,942	(58)
Fund Balance at End of Year	-	-	725,234	725,234

See independent auditor's report on other financial information.

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, 2017

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property Taxes, Penalty and Interest	1,710,000	1,455,000	1,485,210	30,210
Earnings on Investments	-	3,000	8,028	5,028
Other Local Revenue	-	-	5	5
State	257,000	325,000	324,992	(8)
Total Revenues	1,967,000	1,783,000	1,818,235	35,235
<u>Expenditures:</u>				
Non-Instructional Services	-	-	-	-
Principal Retirement	1,400,000	1,400,000	1,400,000	-
Interest and Fiscal Charges	677,000	667,000	619,910	47,090
Total Expenditures	2,077,000	2,067,000	2,019,910	47,090
Excess (Deficit) Revenues Over Expenditures	(110,000)	(284,000)	(201,675)	82,325
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	110,000	104,000	104,000	-
Operating Transfers (Out)	-	(1,492,600)	-	1,492,600
Net Change in Fund Balances	-	(1,672,600)	(97,675)	1,574,925
Fund Balance at Beginning of Year	-	1,672,600	1,672,578	(22)
Fund Balance at End of Year	-	-	1,574,903	1,574,903

See independent auditor's report on other financial information.

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, 2017

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Other Local Revenue	-	210,000	212,771	2,771
Total Revenues	-	210,000	212,771	2,771
Expenditures:				
Support Services:				
Buildings Operation and Maintenance	1,425,000	1,255,000	626,939	628,061
Principal Retirement	-	-	309,568	(309,568)
Interest and Fiscal Charges	-	-	13,178	(13,178)
Total Expenditures	1,425,000	1,255,000	949,685	305,315
Excess (Deficit) Revenues Over Expenditures	(1,425,000)	(1,045,000)	(736,914)	308,086
Other Financing Sources (Uses):				
Operating Transfers In	1,485,000	920,000	987,511	67,511
Operating Transfers (Out)	(60,000)	(60,000)	-	60,000
Net Change in Fund Balances	-	(185,000)	250,597	435,597
Fund Balance at Beginning of Year	-	185,000	185,236	236
Fund Balance at End of Year	-	-	435,833	435,833

See independent auditor's report on other financial information.

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

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, 2017**

	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>					
Cash in Bank	-	-	-	-	-
Receivables:					
State of Idaho	-	-	-	-	-
Federal	228,721	32,516	255,510	48,241	-
Interfund Loan Receivable	-	-	-	-	215,605
Total Assets	<u>228,721</u>	<u>32,516</u>	<u>255,510</u>	<u>48,241</u>	<u>215,605</u>
<u>Liabilities</u>					
Accounts Payable	-	262	-	-	-
Salaries and Contracts Payable	128,771	19,056	126,152	22,496	-
Interfund Loan Payable	99,950	13,198	129,358	25,745	-
Unearned Revenue	-	-	-	-	215,605
Total Liabilities	<u>228,721</u>	<u>32,516</u>	<u>255,510</u>	<u>48,241</u>	<u>215,605</u>
<u>Fund Equity</u>					
Fund Balance:					
Designated for Subsequent Years' Expenditures	-	-	-	-	-
Undesignated	-	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Equity	<u>228,721</u>	<u>32,516</u>	<u>255,510</u>	<u>48,241</u>	<u>215,605</u>

Perkins III Professional Tech Act	School Improvement	Title VI-B Rural Ed	Combined Small Federal Grants	Combined State Grants	Total
-	-	-	-	-	-
-	-	-	-	37,662	37,662
54,372	33,557	23,449	30,169	-	706,535
-	-	-	-	17,080	232,685
54,372	33,557	23,449	30,169	54,742	976,882
796	-	-	-	2,259	3,317
4,571	17,949	13,619	18,215	9,146	359,975
49,005	15,608	9,830	8,207	-	350,901
-	-	-	3,747	43,337	262,689
54,372	33,557	23,449	30,169	54,742	976,882
-	-	-	-	-	-
-	-	-	-	-	-
54,372	33,557	23,449	30,169	54,742	976,882

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, 2017**

	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	857,517	156,715	983,354	241,487	183,828
Total Revenues	857,517	156,715	983,354	241,487	183,828
Expenditures:					
Instructional	742,509	117,840	628,089	188,298	406,828
Support Services	83,874	32,097	322,382	50,648	-
Non-Instructional	7,688	1,602	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	834,071	151,539	950,471	238,946	406,828
Excess (Deficit) Revenues Over Expenditures	23,446	5,176	32,883	2,541	(223,000)
Other Financing Sources (Uses):					
Operating Transfers In	-	-	-	-	223,000
Operating Transfers (Out)	(23,446)	(5,176)	(32,883)	(2,541)	-
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
-	-	-	-	434,771	434,771
54,211	167,283	84,661	131,854	-	2,860,910
54,211	167,283	84,661	131,854	434,771	3,295,681
54,211	161,687	81,830	127,265	139,274	2,647,831
-	-	-	2,834	292,783	784,618
-	-	-	-	2,714	12,004
-	-	-	998	-	998
54,211	161,687	81,830	131,097	434,771	3,445,451
-	5,596	2,831	757	-	(149,770)
-	-	-	-	-	223,000
-	(5,596)	(2,831)	(757)	-	(73,230)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

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, 2017

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Federal	850,000	859,400	857,517	(1,883)
Total Revenues	850,000	859,400	857,517	(1,883)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	418,038	452,438	452,589	(151)
Secondary	239,000	220,200	221,472	(1,272)
Alternative	60,512	68,312	68,448	(136)
<u>Support Services:</u>				
Instruction Improvement	84,950	82,950	82,521	429
Buildings Operation and Maintenance	-	1,000	1,353	(353)
Non-Instructional Services	17,500	9,500	7,688	1,812
Total Expenditures	820,000	834,400	834,071	329
Excess (Deficit) Revenues Over Expenditures	30,000	25,000	23,446	(1,554)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(30,000)	(25,000)	(23,446)	1,554
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, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	169,000	210,769	156,715	(54,054)
Total Revenues	169,000	210,769	156,715	(54,054)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Secondary	81,000	88,800	89,224	(424)
Summer School	40,000	65,000	28,616	36,384
<u>Support Services:</u>				
Special Guidance	31,700	30,526	31,318	(792)
Instruction Improvement	4,000	11,500	779	10,721
Non-Instructional Services	6,500	9,000	1,602	7,398
Total Expenditures	163,200	204,826	151,539	53,287
Excess (Deficit) Revenues Over Expenditures	5,800	5,943	5,176	(767)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(5,800)	(5,943)	(5,176)	767
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, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	922,000	1,044,500	983,354	(61,146)
Total Revenues	922,000	1,044,500	983,354	(61,146)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Special	596,446	661,646	627,740	33,906
Summer School	-	2,000	349	1,651
<u>Support Services:</u>				
Special Services	300,254	335,254	308,968	26,286
Instruction Improvement	-	14,000	13,414	586
Total Expenditures	896,700	1,012,900	950,471	62,429
Excess (Deficit) Revenues Over Expenditures	25,300	31,600	32,883	1,283
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(25,300)	(31,600)	(32,883)	(1,283)
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 IMPROVING TEACHER FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	223,000	241,500	241,487	(13)
Total Revenues	223,000	241,500	241,487	(13)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	200,200	142,200	140,983	1,217
Secondary	15,000	36,500	45,818	(9,318)
<u>Support Services:</u>				
Instruction Improvement	-	55,500	52,145	3,355
Total Expenditures	215,200	234,200	238,946	(4,746)
Excess (Deficit) Revenues Over Expenditures	7,800	7,300	2,541	(4,759)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(7,800)	(7,300)	(2,541)	4,759
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, 2017

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Federal	-	-	183,828	183,828
Total Revenues	-	-	183,828	183,828
<u>Expenditures:</u>				
<u>Support Services:</u>				
Instruction Improvement	-	-	406,828	(406,828)
Total Expenditures	-	-	406,828	(406,828)
Excess (Deficit) Revenues Over Expenditures	-	-	(223,000)	(223,000)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	-	-	223,000	223,000
Operating Transfers (Out)	-	-	-	-
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, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	46,400	54,790	54,211	(579)
Total Revenues	46,400	54,790	54,211	(579)
<u>Expenditures:</u>				
Secondary	46,400	54,790	54,211	579
Alternative	-	-	-	-
Total Expenditures	46,400	54,790	54,211	579
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	-	-
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, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	150,000	175,600	167,283	(8,317)
Total Revenues	150,000	175,600	167,283	(8,317)
<u>Expenditures:</u>				
Secondary	136,000	126,100	124,849	1,251
Instruction Improvement	14,000	49,500	36,838	12,662
Total Expenditures	150,000	175,600	161,687	13,913
Excess (Deficit) Revenues Over Expenditures	-	-	5,596	5,596
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	(5,596)	(5,596)
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, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	81,000	88,500	84,661	(3,839)
Total Revenues	81,000	88,500	84,661	(3,839)
<u>Expenditures:</u>				
Elementary	44,700	52,000	48,248	3,752
Secondary	33,500	33,500	33,582	(82)
Total Expenditures	78,200	85,500	81,830	3,670
Excess (Deficit) Revenues Over Expenditures	2,800	3,000	2,831	(169)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(2,800)	(3,000)	(2,831)	169
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, 2017

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	137,500	164,218	131,854	(32,364)
Total Revenues	137,500	164,218	131,854	(32,364)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	31,200	31,751	32,317	(566)
Secondary	70,000	79,635	79,588	47
<u>Support Services:</u>				
Instruction Improvement	35,000	49,400	15,865	33,535
Buildings Operation and Maintenance	-	-	998	(998)
Transportation	-	2,600	2,329	271
Non-Instructional Services	-	-	-	-
Total Expenditures	136,200	163,386	131,097	32,289
Excess (Deficit) Revenues Over Expenditures	1,300	832	757	(75)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(1,300)	(832)	(757)	75
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, 2017

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Other Local Revenue	-	-	-	-
State	389,555	476,555	434,771	(41,784)
Total Revenues	389,555	476,555	434,771	(41,784)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	10,000	100	14	86
Secondary	128,555	140,955	139,260	1,695
Alternative	-	-	-	-
<u>Support Services:</u>				
Special Guidance	-	1,300	1,371	(71)
Instruction Improvement	246,000	331,000	291,412	39,588
Non-Instructional Services	5,000	3,200	2,714	486
Total Expenditures	389,555	476,555	434,771	41,784
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	-	-
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, 2017

	Cash Balance 6/30/2016	Receipts and Transfers	Disbursed and Transfers	Cash Balance 6/30/2017
Student Activity Fee Fund	6,150	4,221	7,309	3,062
Kindergarten Activity Fee Fund	652	336	717	271
Library Fund	210	6,166	6,075	301
Starlab Fund	484	1,607	1,408	683
Sunshine Fund	-	1,297	671	626
General Fund	<u>6,734</u>	<u>3,876</u>	<u>3,647</u>	<u>6,963</u>
Total	<u><u>14,230</u></u>	<u><u>17,503</u></u>	<u><u>19,827</u></u>	<u><u>11,906</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

RUPERT ELEMENTARY SCHOOLS ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2017

	<u>Cash Balance 6/30/2016</u>	<u>Receipts and Transfers</u>	<u>Disbursed and Transfers</u>	<u>Cash Balance 6/30/2017</u>
Activity Fund	-	4,498	4,169	329
Library Fund	207	-	56	151
Kindergarten	465	649	579	535
General Fund	35,754	46,524	49,048	33,230
K - Kids	<u>189</u>	<u>6,847</u>	<u>7,035</u>	<u>1</u>
Total	<u><u>36,615</u></u>	<u><u>58,518</u></u>	<u><u>60,887</u></u>	<u><u>34,246</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

HEYBURN ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2017

	Cash Balance 6/30/2016	Receipts and Transfers	Disbursed and Transfers	Cash Balance 6/30/2017
General Fund	2,522	3,409	3,647	2,284
Student Activity	2,505	6,733	7,682	1,556
Kindergarten Supplies	808	674	737	745
Classroom Fund	718	3,362	4,080	-
Sunshine	-	3,056	1,294	1,762
Fundraiser	1,951	895	895	1,951
Total	8,504	18,129	18,335	8,298

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

PAUL ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2017

	Cash Balance 6/30/2016	Receipts and Transfers	Disbursed and Transfers	Cash Balance 6/30/2017
Activity Fee	2,540	11,807	9,440	4,907
Kindergarten	153	586	531	208
Library	734	5,641	4,778	1,597
Fun Run - Technologies/Supplies	6,628	8,079	6,979	7,728
General	5,399	2,765	3,439	4,725
Total	<u>15,454</u>	<u>28,878</u>	<u>25,167</u>	<u>19,165</u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

EAST MINICO MIDDLE SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2017

Activity	Cash Balance 6/30/16	Receipts	Transfers	Disbursed	Cash Balance 6/30/17
Webstore Fees	4	(19)	52	(178)	(141)
Sales Tax	104	2,565	-	(2,669)	-
Athletics	-	352	10,600	(10,952)	-
Athletics-Uniforms	-	1,265	1,729	(2,994)	-
Athletics-Staff Clothing	-	277	(277)	-	-
Athletics-Gate Receipts	-	6,433	(6,433)	-	-
Athletics-Basketball Boys	919	994	(375)	(1,346)	192
Athletics-Basketball Boys 7th	-	2,936	383	(3,319)	-
Athletics-Basketball Girls	-	902	186	(1,088)	-
Athletics-Football	4,380	3,044	(1,028)	(715)	5,681
Athletics-Football Uniforms	-	-	273	(273)	-
Athletics-Football Fundraiser	-	-	755	(755)	-
Athletics-Wrestling	25	1,592	(1,223)	(394)	-
Athletics-Wrestling Uniforms	-	-	1,832	(1,832)	-
Class 2021	356	77	508	(523)	418
General Account	610	(48)	237	(799)	-
Concessions	179	6,614	(2,193)	(4,600)	-
Vending	-	2,718	(12)	(2,496)	210
Activity Cards	1,284	4,714	(5,727)	(271)	-
Annuals	608	6,991	(1,116)	(6,483)	-
School Planners/Handbooks	422	657	-	(660)	419
Lockers-Hallway	-	-	-	-	-
Interest	78	24	(102)	-	-
Student Body Fundraiser	390	11,759	-	(10,715)	1,434
Special Interest Fundraiser	300	4,238	-	(1,923)	2,615
Student Council	3,089	3,595	-	(4,933)	1,751
Club-Annual	-	-	699	(699)	-
Club-Builders	605	-	-	(454)	151
Club-Ski	3,110	12,088	-	(12,238)	2,960
Club-Special Olympics	180	-	-	-	180
Club-Technology	2,328	255	735	(455)	2,863
Instructional-General	1,520	-	(14)	(405)	1,101
Instruction-Renaissance	23	157	14	(194)	-
Instruction-Art	127	643	-	(581)	189
Instruction-Band	1,133	350	-	(1,080)	403
Instruction-Cheerleading	1,081	6,005	(2,299)	(3,807)	980
Instruction-Cheer Uniform	3,434	4,668	3,078	(9,598)	1,582
Instruction-Cheerleading Camp	913	57	31	(1,001)	-
Instruction-Choreography/Gym	729	2,375	(833)	(2,771)	(500)
Instruction-Cheerleading Trip	-	1,347	23	(1,370)	-
Instruction-Choir	541	404	-	(225)	720
Instruction-Dance/Drill	1,906	-	5,717	(5,353)	2,270
Instruction-Dance/Drill Unif	-	13,641	(5,346)	(7,993)	302
Instruction-Dance/Drill Camp	-	371	(371)	-	-
Instruction-Home Ec	1,884	1,822	(55)	(1,228)	2,423
Instruction-Facs Class	-	-	55	(55)	-
Instruction-Life Skills	331	-	-	(20)	311
Instruction-Media	603	1,541	-	(1,619)	525
Instruction-Orchestra	1,289	372	-	(1,244)	417
Instruction-Physical Education	-	464	319	(638)	145
Instruction-Towel And Locker	-	10	166	(176)	-
Instruction-Bowling Fee	1,541	3,546	-	(1,700)	3,387
Instruction-Shop	50	-	1,053	(1,103)	-
Instruction-Shop 7Th & 8Th	899	1,741	(1,053)	(729)	858
Faculty Vending	-	-	12	(12)	-
Due To Dsc-Other	1,593	-	-	(1,325)	268
Total	38,568	113,537	-	(117,991)	34,114

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

WEST MINICO MIDDLE SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2017

Activity	Cash Balance 6/30/16	Receipts	Transfers	Disbursed	Cash Balance 6/30/17
Web Store Fees	(20)	45	-	(135)	(110)
Sales Tax	-	4,471	-	(4,471)	-
Athletics	-	3,154	13,916	(15,991)	1,079
Athletics-Staff Clothing	-	-	-	-	-
Athletics-Gate Receipts	-	8,448	(8,448)	-	-
Athletics-Region IV Tournament	-	717	(717)	-	-
Athletics-Track	-	-	638	(638)	-
General Account	106	(19)	-	(22)	65
Concessions	12,919	7,009	(11,519)	(4,952)	3,457
Vending	2,090	3,848	-	(3,835)	2,103
Activity Cards	421	7,273	-	(6,950)	744
Annuals	3,195	7,285	-	(7,282)	3,198
School Planners/Handbooks	4	-	-	-	4
Lockers-Hallway	2,279	-	-	-	2,279
Interest	2	-	-	-	2
Student Body Fundraiser	8,627	10,119	-	(15,276)	3,470
School Improvement Fund Raise	3,265	14,779	10,000	(3,567)	24,477
Student Council	1,301	3,986	100	(4,994)	393
Club-Builders	2,181	513	(100)	(524)	2,070
Club-Heritage	4	-	-	-	4
Club-Ski	205	8,400	-	(8,045)	560
Club-Special Olympics	27	-	-	-	27
Club-Technology	620	-	-	-	620
Instructional-General	9,011	-	-	(254)	8,757
Instruction-Renaissance	1,860	617	-	(680)	1,797
Instruction-Art	1,500	1,276	96	(821)	2,051
Instruction-Band	1,128	669	-	(1,390)	407
Instruction-Cheerleading	1,676	2,039	512	(1,125)	3,102
Instruction-Cheer Uniform	5,134	6,985	(512)	(7,245)	4,362
Instruction-Cheerleading Camp	-	1,780	-	(1,780)	-
Instruction-Choir	252	85	-	(228)	109
Instruction-Dance/Drill	2,439	1,240	(751)	(966)	1,962
Instruction-Dance/Drill Unif	1,018	5,135	691	(5,127)	1,717
Instruction-Dance/Drill Camp	(180)	1,020	60	-	900
Instruction-Exploratory 6Th Gr	286	-	(286)	-	-
Instruction-Facs Class	500	696	95	(619)	672
Instruction-Home Ec 6Th Gr	439	992	-	(703)	728
Instruction-Media	446	366	(19)	(341)	452
Instruction-Acc Reader	203	-	19	(222)	-
Instruction-Orchestra	938	1,492	-	(306)	2,124
Instruction-Towel And Locker	-	88	29	(117)	-
Instruction-Bowling Fee	671	4,437	(1,108)	(4,000)	-
Instruction-Shop 6th Gr	-	-	411	(411)	-
Instruction-Shop 7th & 8th	1,874	1,613	(316)	(1,433)	1,738
Due To Dsc-Textbook Fines-Dan	1	-	-	-	1
Due To Dsc-Other	360	-	-	-	360
Total	66,782	113,349	-	(104,450)	75,681

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

MINICO HIGH SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2017

Activity	Cash Balance 6/30/16	Receipts	Disbursements	Transfers	Cash Balance 6/30/17
Web Store Fees	(564)	(158)	(981)	-	(1,703)
Sales Tax	5	21,976	(21,982)	1	-
Athletics	809	7,496	(54,472)	65,296	19,129
Athletics-Staff Clothing	-	218	-	(218)	-
Athletics-Gate Receipts	-	71,336	(8,669)	(62,667)	-
Athletics-Region IV Tournament	-	6,392	(187)	(6,205)	-
Athletics-Red Halverson	-	7,963	(1,987)	(5,975)	1
Athletics Memorial Donation	-	8,080	-	-	8,080
Athletics-Baseball	3,113	1,223	(18,039)	15,798	2,095
Athletics-Baseball Uniforms	-	71	(4,532)	4,461	-
Athletics-Baseball Fundraisers	-	27,370	(7,892)	(19,478)	-
Athletics-Basketball Boys	3,105	25,459	(29,842)	7,058	5,780
Athletics-Bb Boys Uniforms	-	-	(1,470)	1,470	-
Athletics-Bb Boys Fundraisers	-	11,882	(5,583)	(6,299)	-
Athletics-Basketball Girls	2,006	4,204	(13,871)	11,981	4,320
Athletics-Bb Girls Fundraisers	-	11,284	(2,094)	(9,190)	-
Athletics-Bowling	580	6,629	(6,544)	400	1,065
Athletics-Cross Country	2,248	865	(2,159)	557	1,511
Athletics-Football	(352)	7,306	(28,452)	21,795	297
Athletics-Football Uniforms	-	-	(10,973)	10,973	-
Athletics-Football Fundraisers	-	22,801	-	(22,801)	-
Athletics-Spartan Moms	229	850	(1,088)	9	-
Athletics-Football Camp	-	9,380	(7,375)	(2,005)	-
Athletics-Golf	571	1,550	(844)	(2,081)	(804)
Athletics-Golf Uniforms	-	-	(1,866)	1,866	-
Athletics-Golf Tournament	-	-	(735)	735	-
Athletics-Soccer Boys	763	-	(811)	756	708
Athletics-Soccer Boys Uniform	-	821	(816)	(5)	-
Athletics-Soccer Girls	2,931	197	(4,328)	4,668	3,468
Athletics-Soccer Girls Uniform	179	3,699	-	(3,878)	-
Athletics-Softball	2,523	7,851	(10,531)	502	345
Athletics-Softball Uniforms	-	-	(1,394)	1,394	-
Athletics-Tennis	2,883	2,450	(3,670)	545	2,208
Athletics-Track	3,716	1,890	(3,970)	1,700	3,336
Athletics-Volleyball	5,068	9,813	(9,630)	144	5,395
Athletics-Volleyball Uniforms	-	-	(1,500)	1,500	-
Athletics-Wrestling	4,205	23,049	(18,338)	(5,916)	3,000
Athletics-Wrestling Fundraise	-	-	(9,638)	9,638	-
Class 2016	500	-	300	-	800
Class 2017	1,393	16,764	(18,222)	289	224
Class 2018	1,161	5,355	(3,219)	137	3,434
Class 2019	929	2,680	(2,092)	212	1,729
Class 2020	500	-	(362)	347	485
General Account	-	(170)	(533)	703	-
Parking Permits	-	3,885	(1,085)	-	2,800
Concessions	4,178	28,548	(20,966)	(7,488)	4,272
Vending	-	5,529	(9,306)	3,777	-

Activity	Cash				Cash Balance 6/30/17
	Balance 6/30/16	Receipts	Disbursements	Transfers	
Activity Cards	978	24,409	(856)	(23,750)	781
Yearbooks	70	21,698	(19,036)	15	2,747
Interest	794	240	-	-	1,034
School Improvement Fund	12,478	-	(365)	(60)	12,053
Gift Of Green	424	3,824	(3,687)	-	561
Student Council	3,719	15,369	(21,135)	3,077	1,030
Club-Annual	556	80	(59)	-	577
Club-Art	315	40	(141)	-	214
Club-Business	2,183	2,791	(3,718)	-	1,256
Club-Mr Mhs	1,433	-	-	-	1,433
Club-Drug Free Youth	2,364	2,461	(4,117)	-	708
Club-Fccla	15	90	(383)	318	40
Club-Ffa	(1,493)	28,666	(20,178)	25	7,020
Club-Key	587	1,259	(1,218)	(15)	613
Club-Leo	454	-	-	-	454
Club-M Club	251	5	-	-	256
Club-Mountain Bike	1,365	-	-	-	1,365
Club-Nhs	486	1,211	(1,759)	332	270
Club-Rodeo	4,593	13,181	(11,282)	-	6,492
Club-Science	2,364	4,085	(5,739)	-	710
Club-Ski	534	4,276	(4,553)	-	257
Club-Spanish	283	-	-	-	283
Club-Swim Team	(92)	149	(619)	502	(60)
Club-Tsa Industrial Tech	779	546	(660)	-	665
Club-Young Republican	1,724	1,263	(1,404)	-	1,583
Instructional-General	7,937	5,964	(3,200)	-	10,701
Instruction-Renaissance	1,065	-	(816)	623	872
Instruction-Psat	162	612	(432)	-	342
Instruction-Plan Test	293	-	-	-	293
Instruction-Idla Fees	517	825	(1,342)	-	-
Instruction-Aerobics	560	901	(226)	-	1,235
Instruction-Art	40	684	(758)	35	1
Instruction-Art Baird	1,432	3,354	(2,149)	(96)	2,541
Instruction-Art Call	948	767	(1,383)	-	332
Instruction-Band	5,621	11,200	(9,872)	(2,711)	4,238
Instruction-Piano Repair	120	-	-	-	120
Instruction-Band Uniforms	-	-	(1,540)	1,539	(1)
Instruction-Band Instrument	50	1,000	(2,695)	1,644	(1)
Instruction-Cheerleading	8,343	28,111	(14,377)	(8,831)	13,246
Instruction-Cheer Uniform	4,469	9,671	(18,911)	4,771	-
Instruction-Cheer Camp	100	1,688	(1,234)	(554)	-
Instruction-Choreography	-	-	(5,350)	5,350	-
Instruction-Chemistry	1,515	-	-	-	1,515
Instruction-Choir	-	11,459	(14,115)	14,948	12,292
Instruction-Music Tour	-	26,647	(29,105)	2,458	-
Instruction-Madrigal Dinner	10,854	14,964	(3,561)	(17,257)	5,000
Instruction-Dance Force	6,050	17,665	(9,709)	(3,077)	10,929

Activity	Cash				Cash
	Balance 6/30/16	Receipts	Disbursements	Transfers	Balance 6/30/17
Instruction-Dance Uniforms	-	6,126	(9,208)	2,206	(876)
Instruction-Choreography	-	4,946	(4,865)	419	500
Instruction-Dance Force Trip	-	-	(1,000)	1,000	-
Instruction-Drama	550	-	-	-	550
Instruction-Journalism	198	-	-	-	198
Instruction-Life Skills	362	-	(347)	-	15
Instruction-Life Sports	2,752	3,770	(3,036)	-	3,486
Instruction-Media	1,672	595	(1,006)	-	1,261
Instruction-Operetta	2,814	11,911	(9,759)	-	4,966
Instruction-Orchestra	3,238	920	(3,309)	1,170	2,019
Instruction-Cowboy Dinner	-	1,952	(611)	-	1,341
Instruction-Photo & Graphic	621	478	(325)	-	774
Instruction-Physical Education	1,312	-	-	(1,312)	-
Instruction-Pe Bowling	160	2,430	(4,310)	1,322	(398)
Instruction-Science	5,116	267	(4,826)	-	557
Instruction-Science Fundraiser	740	-	(129)	-	611
Instruction-Speech/Debate	2,575	-	-	-	2,575
Instruction-Weights	4,036	7,273	(2,108)	17	9,218
Voc Instruction-Greenhouse	8,868	12,107	(10,757)	164	10,382
Voc Instruction-Floral Design	-	4,233	(3,496)	-	737
Voc Instruction-Ag Shop	2,594	2,224	(739)	(25)	4,054
Voc Instruction-Shop Supplies	790	3,058	(2,975)	-	873
Voc Instruction-Diesel	837	380	-	(197)	1,020
Voc Instruction-Diesel Skills	357	1,216	(1,770)	197	-
Voc Instruction-Bus/Accounting	734	192	(961)	35	-
Voc-Instruction-Business Stely	627	-	-	(35)	592
Voc Instruction-Business Killoy	925	3	(273)	-	655
Voc Instruction-Business Shipen	135	-	-	-	135
Voc Instruction-Vid Multimedia	720	-	-	-	720
Voc Instruction-Info Tech	1,056	-	-	-	1,056
Voc Instruction-Info Tech Skills	221	1,500	(1,500)	-	221
Voc Instruction-Preengineering	565	745	(1,055)	-	255
Voc Instruction- Academy	120	-	-	-	120
Voc Instruction-Manufacturing	881	1,529	(1,242)	30	1,198
Voc Instruction- Copies	117	-	-	9	126
Voc Instruction-Construction	423	13,783	(14,909)	1,208	505
Voc Instruction-Constr Skills	2,339	2,163	(2,293)	-	2,209
Voc Instruction-Food Lab	2,147	567	(37)	-	2,677
Voc Instruction-Spartan Bistro	200	1	-	-	201
Voc Instruction-Clothing	942	1,311	(985)	-	1,268
Voc Instruction-Cert Nursing	6,473	5,848	(7,169)	-	5,152
Esl Scholarship	369	-	-	-	369
Missmhs	294	-	-	-	294
Private Scholarship	-	1,000	(1,000)	-	-
Due to DSC-Laptop Insurance	-	6,495	(6,495)	-	-
	188,799	726,716	(675,927)	-	239,588

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

MT. HARRISON HIGH SCHOOL FOR THE YEAR ENDING JUNE 30, 2017

	<u>Cash Balance 6/30/2016</u>	<u>Receipts and Transfers</u>	<u>Disbursed and Transfers</u>	<u>Cash Balance 6/30/2017</u>
Annual Fund	322	278	255	345
Interest Fund	14	9	-	23
Daycare Fund	10,864	5,016	1,751	14,129
Book Deposit Fund	138	-	-	138
Business	70	276	49	297
Marketing Economics	36	-	-	36
Snack Bar	523	1,196	632	1,087
Seniors	1,399	3,329	3,263	1,465
Shirts	211	24	68	167
Renaissance	<u>273</u>	<u>-</u>	<u>-</u>	<u>273</u>
Total	<u><u>14,142</u></u>	<u><u>13,027</u></u>	<u><u>7,463</u></u>	<u><u>19,706</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
UNIFORM GUIDANCE
SUPPLEMENTARY FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2017

**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, 2017, 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 30, 2017.

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.

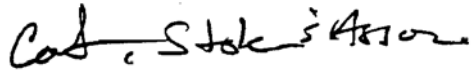
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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



Condie, Stoker & Associates
October 30, 2017



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, 2017. 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

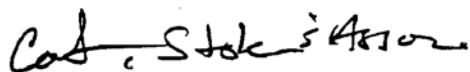
In our opinion, Minidoka Joint School District No. 331, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

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 30, 2017

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR END JUNE 30, 2017**

<u>Description</u>	<u>Federal CFDA Number</u>	<u>Accrued (Deferred) Grant Revenue 6/30/2016</u>	<u>Cash/ Commodities Received 07/01/16 thru 6/30/2017</u>	<u>Expenditures</u>	<u>Accrued (Deferred) Grant Revenue 6/30/2017</u>
Department of Agriculture					
Passed Through State Department of Education					
School Breakfast Program	10.553	-	538,322	538,322	-
National School Lunch Program	10.555	-	1,013,948	1,013,948	-
Commodities	10.555	-	89,354	89,354	-
Summer Food Service Program	10.559	61,412	90,725	89,454	60,141
Total Child Nutrition Cluster		61,412	1,732,349	1,731,078	60,141
Team Nutrition Grants	10.574	-	-	-	-
Fresh Fruit and Vegetable Program	10.582	751	56,177	62,364	6,937
Total Dept of Agriculture		62,163	1,788,526	1,793,441	67,078
Department of Education					
Passed Through State Department of Education					
Title 1 Basic Concentration*	84.010	189,188	817,984	857,517.41	228,721
Title I-D ESEA Neglected Children	84.010	-	-	-	-
Total Title I	84.010	189,188	817,984	857,517	228,721
Handicapped State Grants	84.027	227,329	921,015	936,806	243,121
Handicapped Preschool	84.173	11,617	45,775	46,548	12,389
Total Special Ed Cluster		238,946	966,790	983,354	255,510
Migrant Education - Basic State Formula	84.011	39,776	163,975	156,715	32,516
Carl Perkins Vocational Ed Basic	84.048	48,417	48,256	54,211	54,372
Gear Up Grant	84.334	41,345	91,971	71,470	20,844
School Program	84.358	1,509	62,721	84,661	23,449
English Language Acquisition Grants	84.365	12,440	38,801	38,661	12,300
Improving Teacher Quality	84.367	60,678	253,924	241,487	48,241
Idaho Dept. of Ed. - Statewide Data	84.377	37,274	171,000	167,283	33,557
Total State Department of Education		669,573.68	2,615,422.50	2,655,359.08	709,510.26
Total Federal Financial Assistance		731,736	4,403,948	4,448,800	776,589

MINIDOKA JOINT SCHOOL DISTRICT NO. 331**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

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, 2017**

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 30, 2017. 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 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