

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2023



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

**WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	5
BASIC FINANCIAL STATEMENTS	
DISTRICT-WIDE FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	13
STATEMENT OF ACTIVITIES	14
FUND FINANCIAL STATEMENTS	
BALANCE SHEET – GOVERNMENTAL FUNDS	15
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS WITH THE STATEMENT OF NET POSITION	16
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	17
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS WITH THE STATEMENT OF ACTIVITIES	18
NOTES TO FINANCIAL STATEMENTS	
REQUIRED SUPPLEMENTARY INFORMATION	
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND	44
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS – INSURANCE PLAN	45
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB ASSET – PERSI SICK LEAVE PLAN	46
SCHEDULE OF DISTRICT CONTRIBUTIONS – PERSI SICK LEAVE PLAN	47
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY – PERSI BASE PLAN	48
SCHEDULE OF DISTRICT CONTRIBUTIONS – PERSI BASE PLAN	49
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION	50
SUPPLEMENTARY INFORMATION	

**WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2023**

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	53
COMBINING BALANCE SHEET – GENERAL FUNDS	54
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GENERAL FUNDS	56
COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS	58
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR GOVERNMENTAL FUNDS	59
COMBINING BALANCE SHEET – NONMAJOR STATE FUNDS	60
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR STATE FUNDS	61
COMBINING BALANCE SHEET – NONMAJOR FEDERAL FUNDS	62
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – NONMAJOR FEDERAL FUNDS	65
NOTES TO SUPPLEMENTARY INFORMATION	68
OTHER INDEPENDENT AUDITORS REPORTS	
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 <i>GOVERNMENT AUDITING STANDARDS</i>	70
INDEPENDENT AUDITORS’ REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE	72
FINDINGS AND QUESTIONED COSTS	
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	76
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS	84



INDEPENDENT AUDITORS' REPORT

Board of Trustees
West Bonner County School District No. 83
Priest River, Idaho

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Bonner County School District No. 83 (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2023, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of change in the total postemployment healthcare benefits liability and related ratios, schedule of the District's proportionate share of the net OPEB asset, schedule of the District's proportionate share of the net pension liability, and schedule of the District's pension contributions, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining general fund and nonmajor fund financial statements, and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the combining general fund and 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2025 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Ontario, California
September 30, 2025

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023

The management's discussion and analysis of the financial performance of West Bonner County School District No. 83 provides a narrative of the District's financial activities for the year ended June 30, 2023. The intent of this discussion and analysis is to look at the District's performance as a whole.

Information contained in this section is supplemented by detailed information provided in the District's financial statements, notes to financial statements and any accompanying supplementary information. To the extent this discussion contains any forward-looking statements of the District's plans, objectives, expectations and prospects, the actual results could differ materially from those discussed herein.

FINANCIAL HIGHLIGHTS

State Revenue

For the 2022-23 academic year, enrollment increased to 1,096 students, generating 61.31 funding units. Increased enrollment, coupled with increases in entitlement revenue and salary-based apportionment revenue resulted in an increase of state revenues for the general fund providing a total of \$7,471,335, which equates to a 13.9% increase from fiscal year 2022.

Supplemental Property Tax Levy Revenue

Since 2000, the District has had voter-approved, supplemental levies used for instructional expenditures, capital purchases and facility improvements. In the 2022-23 fiscal year, the District's supplemental property tax levy provided \$3,643,290.51. This revenue from a 2-year supplemental property tax levy expiring June 30, 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

The intent of this discussion and analysis is to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components:

- 1.) District-wide Financial Statements,
- 2.) Fund Financial Statements, and
- 3.) Notes to the Financial Statements.

Additionally, this report contains supplementary information.

District-Wide Financial Statements. The district-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private sector business. These statements are prepared using the accrual basis of accounting and include all assets and liabilities.

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

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

The district-wide financial statements outline functions of the District that are principally supported by state revenues, property taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, non-instruction, and capital assets programs.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds – Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets, which can readily be 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 financial 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. Therefore, reconciliations of the differences between the governmental funds and the district-wide statements are included as separate statements.

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

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process.

The District adopts an annual operating budget for all governmental funds. A budgetary comparison schedule has been provided for the General Fund.

Additionally, a Schedule of Expenditures of Federal Awards, as required by the Uniform Guidance (formerly, OMB Circular A-133), can be found in this report.

**WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

DISTRICT-WIDE FINANCIAL ANALYSIS

Net Position. Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets plus deferred outflows exceed liabilities plus deferred inflows by \$5,374,496 as of June 30, 2023.

The largest portion of the District's net position is invested in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment); less accumulated depreciation and any related debt used to acquire those assets that is still outstanding.

Table 1 presents the District's summarized Statements of Net Position for the fiscal years ended June 30, 2023 and 2022.

**Table 1
Statements of Net Position**

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	June 30, 2023	June 30, 2022	% Change
Current Assets	\$ 7,349,258	\$ 5,160,674	42.4%
Noncurrent Assets	3,025,103	3,398,854	-11.0%
Deferred Outflows of Resources	4,706,364	2,899,512	62.3%
Total Assets and Deferred Outflows of Resources	15,080,725	11,459,040	31.6%
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES			
Current Liabilities	1,729,269	1,805,709	-4.2%
Noncurrent Liabilities	7,308,685	348,570	1996.8%
Deferred Inflows of Resources	668,275	5,463,017	-87.8%
Total Liabilities and Deferred Inflows of Resources	9,706,229	7,617,296	27.4%
NET POSITION			
Net Investment in Capital Assets	2,694,312	2,627,982	2.5%
Restricted for Program Requirements	805,410	643,031	25.3%
Restricted for Replacement of Plant Equipment		9,591	-100.0%
Designated for Specific Purposes		1,711,829	-100.0%
Unrestricted Net Position	1,763,233	(1,004,051)	-286.7%
Total Net Position	\$ 5,374,496	\$ 3,841,744	39.9%

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023

Changes in net position. As shown in **Table 2**, the District relies heavily on state support, which accounts for approximately 50% of the funding for its governmental activities. Additionally, local property tax support accounts for about 23% of the District's governmental activities. The District had total revenues of \$15,664,342. Total revenues exceed total expenses by \$1,532,852.

Table 2
Changes in Net Position

REVENUES	2023	2022
<i>Program Revenues:</i>		
Charges for services	\$ 330,689	\$ 9,903
Operating grants and contributions	3,264,106	3,838,940
<i>General Revenue:</i>		
Property taxes, general purposes	3,620,788	3,649,790
Interest and investment earnings	150,769	4,775
State aid	7,992,120	6,662,683
Other local sources	305,870	154,153
Total Revenues	\$ 15,664,342	\$ 14,320,244
EXPENSES		
Instructional services	\$ 6,911,145	\$ 5,642,553
Support services	6,367,244	6,244,809
Non-instructional services	851,072	812,509
Debt service	2,029	1,955
Total Expenses	14,131,490	12,701,726
Change in net position	1,532,852	1,618,418
Net position, beginning of year	3,841,644	2,223,226
Net position, end of year	\$ 5,374,496	\$ 3,841,644

Governmental Activities. The following table presents the cost of the District's major functional activities: instructional programs, support service programs, non-instruction programs, capital asset program, and principal and interest. The table also shows each function's net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District's taxpayers by each of these functions.

**WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023**

**Table 3
Net Cost of Governmental Activities**

NET EXPENSE (REVENUE)	2023	2022	% Change
Instructional programs	\$ 5,294,181	\$ 4,299,173	23.1%
Support service programs	4,862,296	4,727,000	2.9%
Non-instructional programs	378,189	(175,145)	-315.9%
Capital assets and debt service	2,029	1,955	3.8%
Total Net Expenses (Revenue)	\$ 10,536,695	\$ 8,852,983	19.0%
GENERAL REVENUES			
Property taxes	\$ 3,620,788	\$ 3,649,790	-0.8%
Interest and investment earnings	150,769	4,775	3057.5%
Other local revenue	305,870	154,153	98.4%
State assistance and reimbursements	7,992,120	6,662,683	20.0%
Total General Revenues	\$ 12,069,547	\$ 10,471,401	15.3%

Net cost of governmental activities was financed primarily by general revenue, which is primarily made up of state support payments of \$7,992,120 for 2023 and \$6,662,683 for 2022.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$4,695,618, which includes a general fund contingency reserve balance of \$866,151, for an overall increase of \$1,345,427. The contingency reserve balance is a committed fund balance and can be used only for the specific purposes determined by a formal action of the Board of Trustees.

The District has restricted and committed fund balances totaling \$1,628,732. Restricted and committed fund balances can only be spent on specific purposes stipulated by constitution, external resource providers, or through enabling legislation. The District has an assigned fund balance of \$271,158 for the Medical Insurance Fund and an assigned fund balance of \$2,669,143 for instruction. Assigned fund balances are those balances that are intended to be used by the District for specific purposes, but do not meet the criteria to be classified as restricted or committed.

The General Fund is the principal operating fund of the District.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023

BUDGETARY HIGHLIGHTS

The District adopts an original budget in June for the subsequent year. The budget is then often amended later in the fiscal year, typically in February or March, following determination of the first attendance period and certification of all levies on property taxes.

State revenues are primarily driven by student enrollment/attendance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. West Bonner County School District No. 83 has \$2,706,350 in capital assets, net of accumulated depreciation and amortization. These assets are made up of a broad range of items including buildings, improvements, transportation equipment and other equipment. The District has a \$5,000 threshold for capitalization of fixed assets. This year's major additions totaled \$361,214 and primarily included a new bus and building improvements paid by supplemental levy dollars.

Long-Term Debt. The District has no bonded indebtedness. The District has a total of \$67,889 of long-term debt, which consists of compensated absences and lease payable, if any, other postemployment benefits and pension liabilities. The deferred outflows and deferred inflows of resources related to the net OPEB and pension liabilities decreased the District's net position by \$799,125.

Table 4 below shows changes in compensated absences along with current maturities.

Table 4
Change in Compensated Absences and
Current Maturities

Balance, July 1, 2022	\$56,805
Additions	-
Retirements/Payments	(954)
Balance, June 30, 2023	55,851

Additional information on the District's compensated absences and lease payable can be found in Note 6 included in this report. Additional information on the District's other long-term, which consists of other postemployment benefits and pension liabilities, can be found in Notes 7 and 8, respectively.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2023

CURRENT ISSUES

At the present time, there are known factors that will impact the District's financial status in the future. These current issues include:

- **Supplemental Levy expires June 30, 2023:** On May 21, 2020 the District's voters approved a two-year supplemental levy that expires June 30, 2023. It primarily supports the District's co-curricular and extra-curricular programs, and facility improvements, and staffing. In fiscal year 2023, this levy represented 23% of our district's annual General Fund revenues; hence, the daily operations of our school district are heavily reliant on these levy dollars. State reductions throughout the years have resulted in the District's inability to continue to fund these expenditures from its General Fund discretionary dollars.
- **Federal ESSER Funding:** The ESSER packages (CARES, CRRSA and ARPA) contributed significantly to the District's financial position. These one-time federal COVID relief ESSER funds equated to over \$4.2 million dollars for our district, which expire on September 30, 2024. These monies were purposed for expenditures related to COVID-19 as outlined as allowable uses of funds. Additionally, these one-time federal dollars have allowed our district to increase on reserves.

The purpose of this financial report is to provide a general overview of the West Bonner County School District #83's finances. It is the District's intention to demonstrate transparency and accountability. Any questions regarding the information provided or requests for additional financial information should be directed to Kendra Salesky, Business Manager.

West Bonner County School District
Kendra Salesky, Business Manager
kendrasalesky@sd83.org
134 Main Street
Priest River, Idaho 83856
(208) 448-4439

BASIC FINANCIAL STATEMENTS

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 4,675,275
Receivables	2,519,613
Inventory	42,829
Prepaid Expenses	111,541
Total Current Assets	<u>7,349,258</u>
Noncurrent Assets:	
Capital Assets not Being Depreciated	191,931
Capital Assets, net of Depreciation	2,514,419
Net Other Postemployment Benefit (OPEB) Asset	318,753
Total Noncurrent Assets	<u>3,025,103</u>
Total Assets	10,374,361
DEFERRED OUTFLOWS OF RESOURCES	
Deferred Outflows Related to Net OPEB Asset	305,885
Deferred Outflows Related to Total OPEB Liability	20,192
Deferred Outflows Related to Net Pension Liability	4,380,287
Total Deferred Outflows of Resources	<u>4,706,364</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	95,341
Accrued Payroll and Related Liabilities	1,432,589
Unearned Revenue	135,920
Compensated Absences	55,851
Finance Purchase Agreement, Due Within One Year	9,568
Total Current Liabilities	<u>1,729,269</u>
Noncurrent Liabilities:	
Finance Purchase Agreement, Due in More than a Year	2,470
Total OPEB Liability	256,085
Net Pension Liability	7,050,130
Total Noncurrent Liabilities	<u>7,308,685</u>
Total Liabilities	9,037,954
DEFERRED INFLOWS OF RESOURCES	
Deferred Inflows Related to Net OPEB Asset	143,183
Deferred Inflows Related to Total OPEB Liability	487,683
Deferred Inflows Related to Net Pension Liability	37,409
Total Deferred Inflows of Resources	<u>668,275</u>
NET POSITION	
Net Investment in Capital Assets	2,694,312
Restricted Program Requirements	805,410
Unrestricted Net Position	1,874,774
Total Net Position	<u>\$ 5,374,496</u>

See accompanying Notes to Basic Financial Statements.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for	Operating	Revenue and
		Services	Grants and	Changes in
			Contributions	Net Position
				Governmental
				Activities
GOVERNMENTAL ACTIVITIES				
Instruction:				
Elementary Programs	\$ 3,007,199	\$ -	\$ 585,759	\$ (2,421,440)
Secondary Programs	2,306,316	-	411,528	(1,894,788)
Vocational Education Programs	287,422	-	7,808	(279,614)
Special Education Programs	972,940	-	366,526	(606,414)
Interscholastic and School Activity Programs	302,913	245,343	-	(57,570)
Summer School	34,355	-	-	(34,355)
Total Instructions	6,911,145	245,343	1,371,621	(5,294,181)
Support Services:				
Attendance, Guidance, and Health	521,454	-	323,928	(197,526)
Special Services	463,947	-	157,490	(306,457)
Instruction Improvement	353,171	-	137,667	(215,504)
Educational Media Program	134,939	-	-	(134,939)
Technology Program	560,107	-	105,835	(454,272)
District Administration	253,468	-	-	(253,468)
School Administration	767,057	-	241,822	(525,235)
Business Operations	431,146	-	25,427	(405,719)
Custodial and Maintenance	1,961,435	-	512,779	(1,448,656)
Transportation	920,520	-	-	(920,520)
Total Support Services	6,367,244	-	1,504,948	(4,862,296)
Noninstruction Programs:				
Child Nutrition Program	575,691	85,346	387,123	(103,222)
Community Service Program	275,381	-	414	(274,967)
Total Noninstruction Programs	851,072	85,346	387,537	(378,189)
Debt Service	2,029	-	-	(2,029)
Total Governmental Activities	\$ 14,131,490	\$ 330,689	\$ 3,264,106	(10,536,695)
GENERAL REVENUES				
Property Taxes, General Purposes				3,620,788
Interest and Investment Earnings				150,769
State Aid, unrestricted				7,992,120
Other Local Sources				305,870
Total General Revenue				12,069,547
CHANGE IN NET POSITION				1,532,852
Net Position - Beginning of Year				3,841,644
NET POSITION - END OF YEAR				\$ 5,374,496

See accompanying Notes to Basic Financial Statements.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	\$ 4,113,011	\$ 562,264	\$ 4,675,275
Receivables	1,086,384	1,433,229	2,519,613
Inventories	-	42,829	42,829
Prepaid Expenditures	111,541	-	111,541
Due from Other Funds	1,016,574	-	1,016,574
Total Assets	\$ 6,327,510	\$ 2,038,322	\$ 8,365,832
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 21,970	\$ 73,371	\$ 95,341
Accrued Payroll and Related Liabilities	1,056,933	375,656	1,432,589
Unearned Revenue	-	135,920	135,920
Due to Other Funds	-	1,016,574	1,016,574
Total Liabilities	1,078,903	1,601,521	2,680,424
DEFERRED INFLOWS OF RESOURCES			
Unavailable Property Tax Revenue	989,790	-	989,790
Total Deferred Inflows of Resources	989,790	-	989,790
FUND BALANCES			
Nonspendable	111,541	42,829	154,370
Restricted	340,824	421,757	762,581
Committed	866,151	-	866,151
Assigned	2,940,301	-	2,940,301
Unassigned	-	(27,785)	(27,785)
Total Fund Balances	4,258,817	436,801	4,695,618
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 6,327,510	\$ 2,038,322	\$ 8,365,832

See accompanying Notes to Basic Financial Statements.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
RECONCILIATION OF THE BALANCE SHEET – GOVERNMENTAL FUNDS
WITH THE STATEMENT OF NET POSITION
JUNE 30, 2023

Total Fund Balances - Governmental Funds	\$ 4,695,618
--	--------------

Amounts reported for governmental activities in the district-wide statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds.	2,706,350
--	-----------

Property taxes receivable will be collected, but are not available soon enough to pay for current period liabilities, and are therefore reported as deferred inflows of resources in the governmental funds.	989,790
--	---------

Noncurrent liabilities, including accrued compensated absences, finance purchase agreement, other postemployment benefit (OPEB) liabilities and net pension liability, are not due and payable in the current period and therefore are not reported as liabilities in the governmental funds:

Compensated Absences	(55,851)	
Finance Purchase Agreement	(12,038)	
Net OPEB Asset	318,753	
Total OPEB Liability	(256,085)	
Net Pension Liability	(7,050,130)	
Total	(7,055,351)	(7,055,351)

Deferred outflows and deferred inflows of resources related to the net pension and other postemployment benefit (OPEB) liabilities are not financial resources and therefore are not reported in the governmental funds.

Deferred Outflows Related to the Net OPEB Asset	305,885	
Deferred Inflows Related to the Net OPEB Asset	(143,183)	
Deferred Outflows Related to the Total OPEB Liability	20,192	
Deferred Inflows Related to the Total OPEB Liability	(487,683)	
Deferred Outflows Related to the Net Pension Liability	4,380,287	
Deferred Inflows Related to the Net Pension Liability	(37,409)	
Total	4,038,089	4,038,089

Net Position of Governmental Activities as Reported on the Statement of Net Position	\$ 5,374,496
--	--------------

See accompanying Notes to Basic Financial Statements.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	General Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Property Taxes	\$ 2,653,500	\$ -	\$ 2,653,500
Interest and Investment Earnings	150,769	-	150,769
Other Local Revenue	305,657	330,902	636,559
State Assistance and Reimbursements	7,992,120	300,155	8,292,275
National Forest Reserve	-	41,808	41,808
Other Federal Revenues	-	3,052,253	3,052,253
Total Revenues	<u>11,102,046</u>	<u>3,725,118</u>	<u>14,827,164</u>
EXPENDITURES			
Instruction:			
Elementary Programs	2,142,320	676,272	2,818,592
Secondary Programs	1,902,633	364,460	2,267,093
Vocational Education Programs	262,861	7,808	270,669
Special Education Programs	555,390	362,811	918,201
Interscholastic and School Activity Programs	285,871	-	285,871
Summer School	32,422	-	32,422
Total Instruction	<u>5,181,497</u>	<u>1,411,351</u>	<u>6,592,848</u>
Support Services:			
Attendance, Guidance and Health	191,267	300,849	492,116
Special Services	299,567	138,277	437,844
Instruction Improvement	271,918	61,384	333,302
Educational Media Program	127,347	-	127,347
Technology Program	414,554	105,247	519,801
District Administration	234,560	-	234,560
School Administration	516,295	207,607	723,902
Business Operations	385,634	21,255	406,889
Custodial and Maintenance	1,270,973	556,537	1,827,510
Transportation	777,716	115,913	893,629
Total Support Services	<u>4,489,831</u>	<u>1,507,069</u>	<u>5,996,900</u>
Noninstruction Programs:			
Child Nutrition Programs	-	539,089	539,089
Community Service Programs	-	259,889	259,889
Total Noninstruction Programs	<u>-</u>	<u>798,978</u>	<u>798,978</u>
Debt Service	11,023	-	11,023
Total Expenditures	<u>9,682,351</u>	<u>3,717,398</u>	<u>13,399,749</u>
EXCESS OF REVENUES OVER EXPENDITURES	1,419,695	7,720	1,427,415
OTHER FINANCING SOURCES (USES)			
Transfers in	266,976	440,014	706,990
Transfers out	(341,244)	(365,746)	(706,990)
Total Other Financing Sources (Uses)	<u>(74,268)</u>	<u>74,268</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	1,345,427	81,988	1,427,415
Fund Balances - Beginning of Year	<u>2,913,390</u>	<u>354,813</u>	<u>3,268,203</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 4,258,817</u></u>	<u><u>\$ 436,801</u></u>	<u><u>\$ 4,695,618</u></u>

See accompanying Notes to Basic Financial Statements.

**WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
WITH THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2023**

Net Change in Fund Balances - Governmental Funds \$ 1,427,415

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

Capital outlays to purchase capital assets are reported in governmental funds as expenditures. However, in the district-wide statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation.

Amounts recognized for these items in the current year are as follows:

Capital Outlay	\$	349,214	
Depreciation Expense		(291,778)	
Total			57,436

Some property taxes will not be collected until several months after the District's fiscal year-end, and therefore will not be available to pay liabilities of the current period. Accordingly, they are recorded as deferred inflows of resources. They are, however, recorded as revenue in the district-wide statement of activities. 837,178

In the district-wide statement of activities, certain operating expenses (e.g., compensated absences) and certain nonpension retirement benefits (e.g., other postemployment benefits) are measured by the amount earned or incurred during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (i.e., the amount actually paid). In the current year, compensated absences and other postemployment benefits paid exceeded compensated absences and other postemployment benefits earned. 25,716

In the district-wide statement of activities, pension expense (revenue) is actuarially determined and adjusted by amortization of deferred outflows and deferred inflows of resources. In the governmental funds, however, pension expenditures are measured by the amount of financial resources used (i.e., the amount of contributions actually paid). The difference between contributions paid and the changes in the District's proportionate share of the Base Plan's net pension liability and the related deferred outflows and deferred inflows of resources is an adjustment. (823,887)

Borrowings under finance purchase agreements are considered revenue and repayments of principal are reported as expenditures in the governmental funds, but the proceeds and repayments are recorded within long-term obligations in the district-wide statement of net position. Amounts recognized for these items in the current year are as follows:

Repayment of Finance Purchase Agreement Principal	8,994
---	-------

Change in Net Position of Governmental Activities as Reported in the Statement of Activities \$ 1,532,852

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of West Bonner County School District No. 83 (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America, as applied to government units (hereinafter referred to as generally accepted accounting principles (GAAP)). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District's significant accounting policies are described below.

Reporting Entity

The District is governed by a locally elected five-member Board of Trustees, which has governance responsibilities over all activities related to public elementary and secondary school education in western Bonner County, Idaho. The District is not included in any other governmental reporting entity and has no component units which are required to be included in its reporting entity.

Basis of Presentation – Government-Wide Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. *Governmental activities* are generally supported by taxes, intergovernmental revenues, and other nonexchange transactions.

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

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are transactions between the District's governmental and fiduciary activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the District's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds in separate columns in the fund financial statements.

The District reports the following major governmental fund:

General Fund: used to account for all financial resources except those required to be accounted for in another fund. The revenue of the fund consists primarily of local property taxes and state funds. This is a budgeted fund, and any unassigned or unencumbered fund balances are considered as resources available for use.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of recognition in the financial statements of various kinds of transactions or events.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized when they have been earned and they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service principal and interest expenditures on general long-term debt, including lease liabilities, as well as expenditures related to compensated absences, and claims and judgments, postemployment benefits and asset retirement obligations are recognized based on specific accounting rules applicable to each, generally when payment is due. General capital asset acquisitions, including entering into contracts giving the District the right to use lease assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

The District considers tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amounts is received during the period or the availability period for this revenue source (within one year). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within one year). All other revenue items are considered to be measurable and available only when cash is received by the District.

Fund Accounting

To ensure compliance with finance related legal requirements, the financial resources of the District are divided into separate funds for which separate accounts are maintained for recording cash, other resources and all related liabilities, obligations, and equities.

The statement of revenues, expenditures and changes in fund balance are statements of financial activities of the particular fund related to the current reporting period. Expenditures of the various funds frequently include amounts for land, buildings, equipment, retirement of indebtedness, transfers to other funds, etc. Consequently, these statements do not purport to present the result of operations or the net income or loss for the period as would a statement of income for a profit-type organization.

Cash and Cash Equivalents

The District's cash and cash equivalents include cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Cash balances, unless a separate account is required, are pooled for investment purposes. Earnings from such investments are allocated to the respective funds based on applicable cash participation by each fund. Additionally, deposits in the State of Idaho Treasurer's Local Government Investment Pool (LGIP), if any, are available to the District on demand and, accordingly, are considered to be cash equivalents.

Investments

At times, the District invests in the LGIP. Investments are authorized by Board policy as permitted by Idaho Code, section 67-1210. Deposits in the LGIP are stated at fair market value, which approximates costs, and consist of local certificates of deposits, repurchase agreements and U.S. government securities.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables

Receivables are generally recorded when the amount is earned and can be estimated. All material receivables are considered fully collectible.

Inventories

Inventories, which consist of food supplies, are recorded at the lower of cost using the first in-first out method or net realizable value, or if donated, at fair value when received. Donated food commodities are reported in the Child Nutrition Fund as revenue and expense when received.

Capital Assets

Capital assets are tangible and intangible assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. The District does not own any infrastructure as defined by GASB.

Capital assets are capitalized and reported at cost or estimated historical cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materiality extend its life are not capitalized. Donated capital assets are recorded at acquisition value at the date of donation.

Land and construction in progress are not depreciated. The other tangible and intangible property, plant, equipment and infrastructure of the District are depreciated/amortized using the straight-line method over the following estimated useful lives:

Buildings, building improvements and portable units	20 to 40 Years
Furniture and equipment	3 to 20 Years
Buses	8 Years
Other vehicles	3 to 5 Years

Compensated Absences

The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated personal and vacation leave balances. No liability is recorded for non-vesting accumulated rights to receive sick pay.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pensions

For purposes of measuring the net pension liability (asset) and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to, or deduction from, the 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. Member contributions are recognized in the period in which they are earned. Investments are reported at fair value.

Postemployment Benefit Obligations Other than Pensions (OPEB)

The District maintains two postemployment benefit plans that allow for certain costs of retiree and retiree dependents' medical benefits to be covered. All employees of the District may become eligible for these benefits if they remain employed until normal retirement age. Additionally, employees who are eligible for early retirement may also become eligible for these benefits. The District accrues the estimated cost of benefit payments over the beneficiaries' active service periods.

Deferred Outflows/Inflows of Resources

Deferred outflows of resources represent a consumption of net position or fund balance that applies to a future period(s) and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources represent an acquisition of net position by the District that is applicable to a future reporting period and will not be recognized as revenue until then. These amounts are reported in the government-wide statement of net position.

Deferred Outflows/Inflows – Other Post-Employment Benefits (OPEB): The deferred outflows/inflows of resources related to OPEB benefits results from actuarially determined changes to the OPEB plan. The amounts will be deferred and amortized as detailed in Note 7 to the financial statements.

Deferred Outflows/Inflows – Pensions: The deferred outflows/inflows of resources related to pensions resulted from District contributions to employee pension plans subsequent to the measurement date of the actuarial valuations for the pension plans and the effects of actuarially-determined changes to the pension plan. These amounts are deferred and amortized as detailed in Note 8 to the financial statements.

Deferred Inflows – Unavailable Property Tax Revenue: The deferred inflows of resources related to unavailable property tax revenue is related to receivable for property tax revenues that are not considered to be available to liquidate liabilities of the current period.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position

Net position represents the difference between assets plus deferred outflows of resources less liabilities and deferred inflows of resources.

Net investment in capital assets: Consists of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvements of those assets

Restricted net position: Consists of amounts reported when there are limitations imposed on use through external restrictions imposed by donors, grantors, laws or regulations of other governments or by enabling legislation adopted by the District

Unrestricted net position: Consists of amounts that do not meet the definition of the two preceding categories.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance

The governmental fund financial statements present fund balance classifications that comprise a hierarchy based on the extent to which the District is bound to honor constraints on the specific purposes for which amounts can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: Consists of amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact.

Restricted: Consists of amounts that can be spent only for specific purposes because of constraints imposed by external resource providers (creditors, grantors contributors or laws or regulations of other governments) or imposed by constitutional provisions or enabling legislation.

Committed: Consists of amounts that can be used only for the specific purposes determined by a formal action (resolution) of the District's Board of Trustees, the District's highest decision-making level of authority. Commitments may be changed or lifted only by the Board taking the same formal action that originally imposed the constraint

Assigned: Consists of amounts that are intended to be used by the District for specific purposes but do not meet the criteria to be classified as committed. Intent may be expressed either by the Board or officials to which the Board has delegated authority

Unassigned: Consists of the residual amount for the general fund that is not contained in the other classifications. The general fund is the only fund that reports a positive unassigned fund balance. Any deficit fund balance within the other governmental fund types is reported as unassigned

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Balance (Continued)

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds

Property Taxes

In accordance with Idaho State Law, an ad valorem property tax is levied in September for each calendar year. Taxes are recorded by the District using the modified accrual basis of accounting. Levies are made on the second Monday of September. All of the personal property taxes are due on or before June 20 of the following year. One-half of the real property taxes are due on or before both June 20 and December 20 of the following year. Unpaid property taxes attach as an enforceable lien on property as of January 1 of the following year. Notice of foreclosure is filed with the County Clerk on property three years from the date of delinquency. The property tax revenue is budgeted for the ensuing fiscal year. Bonner County acts as an agent for the District in both the assessment and collection of property taxes. The County remits tax revenues to the District monthly, with the majority of the collections being remitted in January and July.

In the governmental funds financial statements, property taxes are recorded as revenue in the period for which the taxes are levied, to the extent that they are both measurable and available. Property taxes receivable which are collectible subsequent to 60 days after the financial statement date are reflected in the fund financial statements as deferred inflows of resources. In the district-wide financial statements, all property taxes receivable, regardless of when they are collected, are recorded as revenue in the period for which the taxes are levied.

Grant Revenue

The District receives financial assistance from governmental agencies in the form of grants, which are accounted for in special revenue funds. Revenue is deemed earned and thus recognized when applicable program expenditures are recorded.

Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2 CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of deposits held in checking accounts and a money market account with a local bank. 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's bank deposits at the financial institution were insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at June 30, 2023. In addition, through a sweep account with the local bank, the District's deposits in the account are fully collateralized and insured.

A summary of the total insured and collateralized bank balances at the June 30, 2023 is as follows:

Insured by FDIC	\$ 290,248
Additional FDIC through local bank sweep account	4,264,218
Uninsured bank balances	183,004
	<u>\$ 4,737,470</u>

NOTE 3 RECEIVABLES

Receivables as of June 30, 2023, are as follows:

	General Fund	Nonmajor Governmental Funds
State Support	\$ 99,737	\$ -
Federal and State Grants	-	1,433,229
Property Tax	986,647	-
Total Receivables	<u>\$ 1,086,384</u>	<u>\$ 1,433,229</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023, is as follows:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Capital Assets, Not Being Depreciated:				
Land	\$ 191,931	\$ -	\$ -	\$ 191,931
Construction in Progress	12,000	-	(12,000)	-
Total Capital Assets, Not Being Depreciated	203,931	-	(12,000)	191,931
Capital Assets, Being Depreciated:				
Buildings and Building Improvements	\$ 10,892,374	\$ 244,874	\$ -	\$ 11,137,248
Furniture and Equipment	1,429,622	-	-	1,429,622
Buses	1,909,411	116,340	(124,237)	1,901,514
Other Vehicles	94,116	-	-	94,116
Total Capital Assets, Being Depreciated	14,325,523	361,214	(124,237)	14,562,500
Less Accumulated Depreciation				
Buildings and Building Improvements	(8,995,325)	(182,010)	-	(9,177,335)
Furniture and Equipment	(1,233,241)	(27,809)	-	(1,261,050)
Buses	(1,557,858)	(81,959)	124,237	(1,515,580)
Other Vehicles	(94,116)	-	-	(94,116)
Total Accumulated Depreciation	(11,880,540)	(291,778)	124,237	(12,048,081)
Total Capital Assets, Being Depreciated, Net	2,444,983	69,436	-	2,514,419
Total Capital Assets, Net	\$ 2,648,914	\$ 69,436	\$ (12,000)	\$ 2,706,350

Depreciation expense was charged to functions/programs of the District as follows:

Instruction:	
Elementary Programs	\$ 78,298
Secondary Programs	79,220
Vocational Education Programs	617
Support Services:	
Technology Program	9,318
District Administration	4,925
Custodial and Maintenance	24,978
Transportation	89,958
Noninstruction Programs:	
Child Nutrition Programs	4,464
Total Depreciation Expense	\$ 291,778

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5 INTERFUND TRANSACTIONS

Interfund receivables and payables arise primarily from one fund holding cash on behalf of another fund in order to limit the number of bank accounts held by the District. Interfund receivables and payables may also arise from one fund making payments on behalf of another fund to cover expenditures until grant reimbursements are received. When grant reimbursements are received, the paying fund is reimbursed for the payments made on behalf of the receiving fund.

Due to/from Other Funds

The composition of interfund balances as of June 30, 2023, is as follows:

Receivable Fund	Payable Fund	Amount
	Nonmajor Governmental Funds:	
General Fund	ESSER III ARPA Funds	\$ 247,983
General Fund	ESSER I - CARES Act Fund	1,370
General Fund	ESSER II - CRRSA Fund	360,272
General Fund	Title I-A Fund	158,175
General Fund	Title IV-A Fund	49,967
General Fund	Title II-A Fund	68,183
General Fund	Title VI Part B Fund	239
General Fund	ARP IDEA PART B Fund	55,167
General Fund	Carl Perkins Fund	21,161
General Fund	Gear Up Fund	26,272
General Fund	Bus Acquisitions	27,785
		<u>\$ 1,016,574</u>

Interfund Transfers

The composition of interfund transfers for the year ended June 30, 2023, is as follows:

Transfer From	Transfer To	Purpose	Amount
Federal Forest Fund	General Fund	Expenditure Transfer	\$ 41,808
ESSER III ARPA Fund	General Fund	Expenditure Transfer	10,129
ESSER II CRRSA Fund	General Fund	Expenditure Transfer	215,039
Title IV-A Fund	Title I-A Fund	Grant Transferability	37,427
Title II-A Fund	Title I-A Fund	Grant Transferability	61,343
General Fund	Gear Up Fund	Expenditure Transfer	17,030
General Fund	Medicaid	Reimbursements	45,890
General Fund	Food Services	Reimbursements	200,000
General Fund	Bus Acquisition	Reimbursements	78,324
			<u>\$ 706,990</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 6 LONG-TERM OBLIGATIONS

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due Within One Year
Compensated Absences	\$ 56,805	\$ -	\$ (954)	\$ 55,851	\$ 55,851
Finance Purchase Agreement	21,032	-	(8,994)	12,038	9,568
Total	<u>\$ 77,837</u>	<u>\$ -</u>	<u>\$ (9,948)</u>	<u>\$ 67,889</u>	<u>\$ 65,419</u>

Finance Purchase Agreement

During 2020, the District entered into an agreement for the purchase of photocopiers. The agreement has a term of five years and calls for monthly payments of \$827, including an implicit interest rate of 5.19%.

Total debt service requirements for the finance purchase agreement are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 9,568	\$ 356	\$ 9,924
2025	2,470	11	2,481
	<u>\$ 12,038</u>	<u>\$ 367</u>	<u>\$ 12,405</u>

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS

The District administers a single employer defined benefit health care plan (the Insurance Plan) and a cost-sharing, multiple-employer defined benefit OPEB plan (the Sick Leave Plan).

The details of the plans are as follows:

	<u>Total / Net OPEB Liability / (Asset)</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>OPEB Expense / (Benefit)</u>
Insurance Plan	\$ 256,085	\$ 20,192	\$ 487,683	\$ (78,876)
Sick Leave Plan	(318,753)	305,885	143,183	49,065
Total	<u>\$ (62,668)</u>	<u>\$ 326,077</u>	<u>\$ 630,866</u>	<u>\$ (29,811)</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Insurance Plan

Plan Description and Eligibility

The District offers medical, dental, long-term care, prescription drug, and vision insurance benefits to its retirees and their dependents, accounted for as an OPEB (the Insurance Plan). All employees of the District may become eligible for these benefits if they remain employed until normal retirement age. Additionally, employees who are eligible for early retirement may also become eligible for these benefits. The District does not explicitly contribute towards the cost of certain of these benefits for retirees, including long-term care and dental.

In accordance with Chapter 13, Title 59, Idaho Code, employees who have attained the normal retirement age of 65, or the early retirement age of 55, and completed 5 years of contractual service with the District are eligible to retire and participate in the District's healthcare plan by paying premiums equal to those charged for the District's active employees. Spouses and eligible dependent children of retirees may also be covered. The District does not explicitly contribute towards the cost of these benefits for retirees. This option creates a defined benefit other post-employment benefits plan since retirees are typically older than the average age of active plan participants and therefore receive a benefit of lower insurance rates. No assets are accumulated in a trust that meets the criteria and definition of a trust under GASB. The District covers OPEB costs when they come due, on a pay-as-you-go basis.

Insurance Plan (Continued)

Actuarial Methods and Assumptions

The total OPEB liability was determined based on an actuarial valuation as of June 30, 2023. The following actuarial assumptions used in the June 30, 2023 valuation applied to all periods included in the measurement, unless otherwise specified:

Valuation Data	June 30, 2023
Measurement Date	June 30, 2023
Actuarial Cost Method	Entry Age Normal Funding Method
Participation Rates	40% of future retirees will elect medical and dental
Discount Rate	4.11%
Salary Increases	3.75%
Healthcare Costs Trend Rate	Medical & Prescription Drugs: 5.1% declining to 3.9% Dental: 2.9% declining to 2.0%

For PERSI teachers, mortality follows the Pub-2010 Teacher table adjusted 112% for males or adjusted 121% for females, projected generationally using mortality improvement rates reported by Social Security Administration from 1957 to 2017, for all contributing members, retired and surviving beneficiaries. For disabled PERSI members, mortality follows the Pub-2010 Disabled table adjusted 138% for males or adjusted 136% for females, projected generationally using mortality improvement rates reported by Social Security Administration from 1957 to 2017.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Insurance Plan (Continued)

Actuarial Methods and Assumptions (Continued)

Membership in the Insurance Plan consisted of the following at June 30, 2023, the date of the latest actuarial valuation:

Participants

Actives	140
Inactives	12
	<u>152</u>

Discount Rate

The discount rate used to measure the OPEB liability was 4.11% and was based on the average of multiple June 30, 2023 municipal bond rate sources.

Changes in the Total OPEB Liability

Total OPEB Liability at June 30, 2022	\$ 336,583
Changes for the year:	
Service cost	30,911
Interest	12,433
Benefit payments	(39,229)
Differences between expected and actual experience	(25,185)
Changes in assumptions	(59,428)
Net Change in Total OPEB Liability	<u>(80,498)</u>
Total OPEB Liability at June 30, 2023	<u>\$ 256,085</u>

Sensitivity

The following presents the District's total OPEB liability calculated using the discount rate of 4.11%, as well as what the total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	\$ 268,305	\$ 256,085	\$ 244,374

The following presents the District's total OPEB liability calculated using the healthcare cost trend rate, as well as what the total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or higher than the current rate:

	1% Decrease	Current Healthcare Trend Rate	1% Increase
Total OPEB Liability	\$ 238,076	\$ 256,085	\$ 276,474

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Insurance Plan (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the District recognized negative OPEB expense of \$78,876. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ -	\$ 389,637
Changes of Assumptions	20,192	98,046
Total	<u>\$ 20,192</u>	<u>\$ 487,683</u>

These amounts will be amortized over the expected average remaining service life (EARSL) of the plan participants. The EARSL for the plan from the June 30, 2023 measurement date is 11.61. Amounts will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amortization</u>
2024	\$ (79,310)
2025	(79,310)
2026	(79,310)
2027	(63,969)
2028	(62,809)
Thereafter	(102,783)
Total	<u>\$ (467,491)</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Sick Leave Plan

Plan Description and Eligibility

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

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

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

Contributions

The contribution rate for employers is set by statute at .065% of covered compensation for state members. Covered school members' contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rates are 1.16% for school members with nine or ten sick days and 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave then the contribution rate will be set by the PERSI Retirement Board based on current cost and actuarial data and reviewed annually. The District's contributions to the PERSI Sick Leave Plan were \$0 for the year ended June 30, 2023 as set by the Board.

OPEB Asset

At June 30, 2023, the District reported an asset of \$318,753 for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB asset was based on the District's share of contributions relative to the total contributions of all employers participating in the Sick Leave Plan. At June 30, 2023, the District's proportion was 0.4187113% which is the same proportion measured as of June 30, 2022.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Sick Leave Plan

Actuarial Methods and Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. The Sick Leave Plan amortizes any net OPEB asset based on a level percentage of payroll. The maximum amortization period for the Sick Leave Plan permitted under Section 59-1322, Idaho Code, is 25 years. The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary Increases including Inflation	3.05%
Investment Rate of Return-net of Investment Fees	5.45%

The long-term expected rate of return on OPEB Fund investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Even though history provides a valuable perspective for setting the investment return assumption, the approach used builds upon the latest capital market assumptions. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is more conservative than the current allocation of the 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.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad U.S. Equity	39.3 %	8.53 %
Global EX U.S. Equity	10.7	9.09
Fixed Income	50.0	2.80
Cash Equivalents	0.0	2.25

Discount Rate

The discount rate used to measure the total OPEB liability was 5.45%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the OPEB plan's net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Sick Leave Plan

Sensitivity

The following presents the District's net OPEB liability (asset) calculated using the discount rate of 5.45%, as well as what the net OPEB liability (asset) would be if it were calculated using a discount rate that is one percentage point lower or higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Net OPEB Liability (Asset)	\$ (224,896)	\$ (318,753)	\$ (404,570)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB

For the year ended June 30, 2023, the District recognized OPEB expense of \$49,065. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 76,995	\$ -
Changes of Assumptions	62,221	143,183
Changes in Proportion	38,946	-
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	127,723	-
Total	<u>\$ 305,885</u>	<u>\$ 143,183</u>

Amounts will be recognized in OPEB expense as follows:

<u>Year Ending June 30,</u>	<u>Amortization</u>
2024	\$ 30,349
2025	37,318
2026	24,119
2027	65,164
2028	2,202
Thereafter	3,550
Total	<u>\$ 162,702</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 PUBLIC EMPLOYEE RETIREMENT SYSTEM OF IDAHO BASE PLAN

Plan Description

The District contributes to the Base Plan, which is a cost-sharing, multiple-employer defined benefit pension plan administered by the 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.

Responsibility for administration of the Base Plan is assigned to the PERSI Board, which is 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 be Idaho citizens who are 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 (five 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. Amounts in parenthesis represent police/firefighters.

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, up 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 and earnings from investments. 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, which are expressed as percentages of annual covered payroll, if current rates are actuarially determined to be inadequate or in excess of the rates needed to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% (72%) of the employer rate. The required contribution rate as a percentage of covered payroll for members was 7.16% (9.13%). The employer contribution rate is set by the Retirement Board and was 11.94% (12.28%) of covered compensation. The District's employer contributions required and paid were \$833,496 for the year ended June 30, 2023.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 PUBLIC EMPLOYEE RETIREMENT SYSTEM OF IDAHO BASE PLAN (CONTINUED)

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

At June 30, 2023, the District reported a liability of \$7,050,130 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the Base Plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2022, the District's proportionate allocation was 0.1789937% which is a decrease of 0.0005329% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the District recognized pension expense of \$1,825,931. At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to Measurement Date	\$ 833,496	\$ -
Differences Between Expected and Actual Experience	775,257	31,467
Changes of Assumptions	1,149,383	-
Changes in Proportion	-	5,942
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	1,622,151	-
Total	<u>\$ 4,380,287</u>	<u>\$ 37,409</u>

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. The net difference between projected and actual earnings on plan investments is amortized over a five year period on a straight-line basis. All other deferred outflows of resources and deferred inflows of resources are amortized over the expected average remaining service life (EARSL) of the plan participants. The EARSL for the June 30, 2022 measurement date is 4.6 years.

The remaining amount will be recognized to pension expense as follows:

<u>Year Ending June 30,</u>	Amortization
2024	\$ 838,993
2025	910,947
2026	419,433
2027	1,340,009
Total	<u>\$ 3,509,382</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 PUBLIC EMPLOYEE RETIREMENT SYSTEM OF IDAHO BASE PLAN (CONTINUED)

Actuarial Methods and 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.

The total pension liability in the June 30, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary Increases including Inflation	3.05%
Investment Rate of Return-net of Investment Fees	6.35%
Cost of Living (COLA) Adjustments	1.00%

Several different sets of mortality rates are used in the valuation for contributing members, members retired for service and beneficiaries. These rates were adopted for the valuation dated July 1, 2022.

Contributing Members, Service Retirement Members, and Beneficiaries

General Employees and All Beneficiaries - Males	Pub-2010 General Tables, increased 11%.
General Employees and All Beneficiaries - Females	Pub-2010 General Tables, increased 21%.
Teachers - Males	Pub-2010 Teacher Tables, increased 12%.
Teachers - Females	Pub-2010 Teacher Tables, increased 21%.
Fire & Police - Males	Pub-2010 Safety Tables, increased 21%.
Fire & Police - Females	Pub-2010 Safety Tables, increased 26%.
	5% of Fire and Police active member deaths are assumed to be duty related.
	This assumptions was adopted July 1, 2021.
Disabled Members - Males	Pub-2010 Disabled Tables, increased 38%.
Disabled Members - Females	Pub-2010 Disabled Tables, increased 36%.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 PUBLIC EMPLOYEE RETIREMENT SYSTEM OF IDAHO BASE PLAN (CONTINUED)

Actuarial Assumptions (Continued)

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 weighting 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.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	0 %	0 %
Large Cap	18	4.50
Small/Mid Cap	11	4.70
International Equity	15	4.50
Emerging Markets Equity	10	4.90
Domestic Fixed	20	(0.25)
TIPS	10	(0.30)
Real Estate	8	3.75
Private Equity	8	6.00

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8 PUBLIC EMPLOYEE RETIREMENT SYSTEM OF IDAHO BASE PLAN (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability was 6.35%. 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 Base Plan's net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on 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.

The following presents the District's proportionate share of the net pension liability calculated using the current discount rate as well as what the net pension liability would be if it were calculated using a discount rate that is one percent lower or higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Net Pension Liability	\$ 12,442,789	\$ 7,050,130	\$ 2,636,378

Payables to the Pension Plan

At June 30, 2023, the District reported \$5,547 in payables to the defined benefit pension plan for legally required employer contributions or employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 9 FUND BALANCES

The fund balance classifications of the governmental funds as of June 30, 2023, were as follows:

	General Fund	Nonmajor Governmental Funds	Total
Fund Balance:			
Nonspendable:			
Inventories	\$ -	\$ 42,829	\$ 42,829
Prepaid Items	111,541	-	111,541
Restricted:			
Program Requirements	340,824	421,757	762,581
Committed:			
Unforeseen Expenditures	866,151	-	866,151
Assigned:			
Instruction	2,669,143	-	2,669,143
Support Services	271,158	-	271,158
Unassigned	-	(27,785)	(27,785)
	<u>-</u>	<u>(27,785)</u>	<u>(27,785)</u>
Total Fund Balance	<u>\$ 4,258,817</u>	<u>\$ 436,801</u>	<u>\$ 4,695,618</u>

NOTE 10 JOINT POWERS AGREEMENTS

The District participates in two joint powers agreement (JPA) entity: the Idaho Counties Risk Management Program (ICRMP) and State Insurance Fund Idaho Workers' Compensation (SIF). ICRMP and SIF arrange for and provide property and liability insurance, and workers compensation insurance. The District pays a premium commensurate with the level of coverage requested.

The JPA is governed by a board consisting of a representative from each member district. The governing board controls the operations of its JPA independent of any influence by the District beyond the District's representation on the governing boards.

The JPA is independently accountable for its fiscal matters. Budgets are not subject to any approval other than that of the respective governing boards. Member districts share surpluses and deficits proportionately to their participation in the JPA. Separate financial statements for the JPA may be obtained from their management.

Total premium paid for ICRMP and SIF for the fiscal year were \$84,112 and \$212,710, respectively.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 11 COMMITMENTS AND CONTINGENCIES

Litigation

The District is involved in claims and legal actions arising in the ordinary course of business. In the opinion of management, the ultimate disposition of these matters will not have a material adverse effect on the District's financial statements.

State and Federal Allowances, Awards, and Grants

The District has received state and federal funds for specific purposes, including reimbursement of mandated costs, which are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursement will not be material.

REQUIRED SUPPLEMENTARY INFORMATION

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2023

	Budgeted Amounts		Actual Amounts	Variance	
	Original	Final		Original to Final	Final to Actual
REVENUES					
Property Taxes	\$ 4,172,100	\$ 4,209,099	\$ 2,653,500	\$ 36,999	\$ (1,555,599)
Interest and Investment Earnings	387	387	150,769	-	150,382
Other Local Revenue	40,999	4,000	305,657	(36,999)	301,657
State Assistance and Reimbursements	7,421,267	7,573,565	7,992,120	152,298	418,555
Total Revenues	11,634,753	11,787,051	11,102,046	152,298	(685,005)
EXPENDITURES					
Instruction:					
Elementary Programs	2,130,411	2,230,742	2,142,320	100,331	(88,422)
Secondary Programs	2,067,448	2,067,448	1,902,633	-	(164,815)
Vocational Education Programs	292,094	292,094	262,861	-	(29,233)
Special Education Programs	628,572	628,572	555,390	-	(73,182)
Interscholastic and School Activity Programs	379,103	379,103	285,871	-	(93,232)
Summer School	9,348	9,348	32,422	-	23,074
Total Instruction	5,506,976	5,607,307	5,181,497	100,331	(425,810)
Support Services:					
Attendance, Guidance and Health	279,725	279,725	191,267	-	(88,458)
Special Services	200,551	200,551	299,567	-	99,016
Instruction Improvement	782,261	782,261	271,918	-	(510,343)
Educational Media Program	157,121	157,121	127,347	-	(29,774)
Technology Program	340,807	340,807	414,554	-	73,747
District Administration	224,964	224,964	234,560	-	9,596
School Administration	762,093	762,093	516,295	-	(245,798)
Business Operations	349,522	349,522	385,634	-	36,112
Custodial and Maintenance	2,041,827	2,041,827	1,270,973	-	(770,854)
Transportation	753,865	753,815	777,716	(50)	23,901
Total Support Services	5,892,736	5,892,686	4,489,831	(50)	(1,402,855)
Noninstruction Programs:					
Child Nutrition Programs	13,311	13,311	-	-	(13,311)
Total Noninstruction Programs	13,311	13,311	-	-	(13,311)
Debt Service	12,800	12,800	11,023	-	(1,777)
Total Expenditures	11,425,823	11,526,104	9,682,351	100,281	(1,843,753)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	208,930	260,947	1,419,695	52,017	1,158,748
OTHER FINANCING SOURCES (USES)					
Transfers in	2,584,444	2,584,444	266,976	-	(2,317,468)
Transfers out	(3,455,196)	(3,455,196)	(341,244)	-	3,113,952
Total Other Financing Sources (Uses)	(870,752)	(870,752)	(74,268)	-	796,484
NET CHANGE IN FUND BALANCES	<u>\$ (661,822)</u>	<u>\$ (609,805)</u>	1,345,427	<u>\$ 52,017</u>	<u>\$ 1,955,232</u>
Fund Balances - Beginning of Year			2,913,390		
FUND BALANCES - END OF YEAR			<u>\$ 4,258,817</u>		

See accompanying Notes to Required Supplementary Information.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS
INSURANCE PLAN – LAST TEN YEARS
JUNE 30, 2023

Insurance Plan	2023	2022	2021	2020	2019
Changes for the Year					
Service cost	\$ 30,911	\$ 38,153	\$ 35,032	\$ 37,697	\$ 60,446
Interest	12,433	7,769	11,054	14,323	35,268
Benefit payments	(39,229)	(26,752)	(28,438)	(26,556)	(85,477)
Differences between expected and actual experience	(25,185)	-	(102,388)	-	(491,091)
Changes in assumptions	(59,428)	-	(13,854)	-	8,608
Net Change in Total OPEB Liability	(80,498)	19,170	(98,594)	25,464	(472,246)
Total OPEB Liability, Beginning Balance	336,583	317,413	416,007	390,543	862,789
Total OPEB Liability, Ending Balance	<u>\$ 256,085</u>	<u>\$ 336,583</u>	<u>\$ 317,413</u>	<u>\$ 416,007</u>	<u>\$ 390,543</u>
District's Covered Payroll	\$ 6,135,044	\$ 6,380,753	\$ 5,594,081	\$ 6,374,516	\$ 6,393,402
Total OPEB Liability as a Percentage of its Covered Payroll	4.17%	5.27%	5.67%	6.53%	6.11%
	2018	2017	2016	2015	2014
Changes for the Year					
Service cost	\$ 64,236	\$ 68,678	\$ 54,614	\$ 57,898	\$ 47,553
Interest	34,648	33,543	43,769	42,059	33,673
Benefit payments	(78,866)	(68,849)	(81,559)	(56,570)	(38,203)
Differences between expected and actual experience	-	-	(103,263)	N/A	N/A
Changes in assumptions	-	-	(79,408)	N/A	N/A
Net Change in Total OPEB Liability	20,018	33,372	(165,847)	N/A	N/A
Total OPEB Liability, Beginning Balance	842,771	809,399	975,246	931,179	744,760
Total OPEB Liability, Ending Balance	<u>\$ 862,789</u>	<u>\$ 842,771</u>	<u>\$ 809,399</u>	<u>\$ 975,246</u>	<u>\$ 931,179</u>
District's Covered Payroll	\$ 6,395,207	\$ 6,337,049	\$ 6,163,227	\$ 6,071,306	\$ 5,849,827
Total OPEB Liability as a Percentage of its Covered Payroll	13.49%	13.30%	13.13%	16.06%	15.92%

See accompanying Notes to Required Supplementary Information.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB ASSET
PERSI SICK LEAVE PLAN – LAST TEN YEARS
JUNE 30, 2023

PERSI Sick Leave Plan	2023	2022	2021
Measurement Date	6/30/2022	6/30/2021	6/30/2020
District's Proportion of the Net OPEB Liability	0.4187113%	0.4187113%	0.4187113%
District's Proportionate Share of the Net OPEB Liability (Asset)	\$ (318,753)	\$ (608,054)	\$ (515,562)
District's Covered Payroll	\$ 7,021,938	\$ 6,696,393	\$ 6,481,877
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	-5%	-9%	-8%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	127%	153%	153%
	2020	2019	2018
Measurement Date	6/30/2019	6/30/2018	6/30/2017
District's Proportion of the Net OPEB Liability	0.4521366%	0.4756087%	0.4958554%
District's Proportionate Share of the Net OPEB Liability (Asset)	\$ (433,058)	\$ (394,493)	\$ (380,633)
District's Covered Payroll	\$ 6,393,402	\$ 6,395,207	\$ 6,337,049
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	-7%	-6%	-6%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	139%	136%	137%

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See accompanying Notes to Required Supplementary Information.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
SCHEDULE OF DISTRICT CONTRIBUTIONS
PERSI SICK LEAVE PLAN – LAST TEN YEARS
JUNE 30, 2023

PERSI Sick Leave Plan	2023	2022	2021	2020
Contractually Required Contribution	\$ -	\$ -	\$ -	\$ 37,628
Contributions in Relation to the Contractually Required Contribution	-	-	-	37,628
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 7,126,627	\$ 7,021,938	\$ 6,696,393	\$ 6,481,877
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.58%
	2019	2018	2017	
Contractually Required Contribution	\$ 74,164	\$ 74,184	\$ 73,510	
Contributions in Relation to the Contractually Required Contribution	74,164	74,186	73,267	
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ (2)</u>	<u>\$ 243</u>	
District's Covered Payroll	\$ 6,393,402	\$ 6,395,207	\$ 6,337,049	
Contributions as a Percentage of Covered Payroll	1.16%	1.16%	1.16%	

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PERSI BASE PLAN – LAST TEN YEARS
JUNE 30, 2023

PERSI Base Plan	2023	2022	2021	2020	2019
Measurement Period	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
District's Proportion of the Net Pension Liability	0.1789937%	0.1795266%	0.1828011%	0.1888858%	0.1987718%
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 7,050,130	\$ (141,786)	\$ 4,244,883	\$ 2,156,079	\$ 2,931,919
District's Covered Payroll	\$ 7,058,077	\$ 6,696,393	\$ 6,512,197	\$ 6,412,343	\$ 6,394,287
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	100%	-2%	65%	34%	46%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83%	100%	88%	94%	92%
	2018	2017	2016	2015	
Measurement Period	6/30/2017	6/30/2016	6/30/2015	6/30/2014	
District's Proportion of the Net Pension Liability	0.2033565%	0.2104832%	0.2169167%	0.2158908%	
District's Proportionate Share of the Net Pension Liability (Asset)	\$ 3,196,415	\$ 4,266,818	\$ 2,856,440	\$ 1,589,294	
District's Covered Payroll	\$ 6,337,049	\$ 6,163,227	\$ 6,071,306	\$ 5,849,827	
District's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	50%	69%	47%	27%	
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	91%	87%	91%	95%	

Note: Accounting standards require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

See accompanying Notes to Required Supplementary Information.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
SCHEDULE OF DISTRICT CONTRIBUTIONS
PERSI BASE PLAN
YEAR ENDED JUNE 30, 2023

PERSI Base Plan	2023	2022	2021	2020	2019
Contractually Required Contribution	\$ 833,496	\$ 842,734	\$ 799,549	\$ 777,556	\$ 725,877
Contributions in Relation to the					
Contractually Required Contribution	833,496	842,735	799,550	777,527	725,877
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ 29</u>	<u>\$ -</u>
District's Covered Payroll	\$ 6,980,706	\$ 7,058,077	\$ 6,696,393	\$ 6,512,197	\$ 6,412,343
Contributions as a Percentage					
of Covered Payroll	11.94%	11.94%	11.94%	11.94%	11.32%
	2018	2017	2016	2015	2014
Contractually Required Contribution	\$ 723,833	\$ 717,354	\$ 697,677	\$ 687,272	\$ 662,200
Contributions in Relation to the					
Contractually Required Contribution	723,833	717,353	697,678	687,273	662,080
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ (1)</u>	<u>\$ (1)</u>	<u>\$ 120</u>
District's Covered Payroll	\$ 6,394,287	\$ 6,337,049	\$ 6,163,227	\$ 6,071,306	\$ 5,849,827
Contributions as a Percentage					
of Covered Payroll	11.32%	11.32%	11.32%	11.32%	11.32%

See accompanying Notes to Required Supplementary Information.

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 PURPOSE OF SCHEDULES

Schedule of Budgetary Comparison for the General Fund

A budgetary comparison is presented for the general fund. This schedule presents the budget as originally adopted, the revised budget as of the fiscal year end, actual amounts at fiscal yearend, and any adjustments needed to present the amounts in accordance with generally accepted accounting principles (GAAP).

Prior to July 1st, the District's Board must adopt and publish a budget and file with the State Department of Education. The District publishes a proposed budget for public review and holds public hearings to obtain taxpayer comments prior to adoption. Budgets for all funds were adopted on a basis consistent with GAAP.

These budgets are revised by the District's Board during the year to give consideration to unanticipated income and expenditures. Expenditures cannot legally exceed budgeted appropriations at the functional level.

Schedule of Changes in the Total OPEB Liability and Related Ratios – Insurance Plan

The schedule is intended to show trends about the changes in the District's actuarially determined liability for postemployment benefits other than pensions for the last 10 years.

The District has not established a plan or equivalent that contains an irrevocable transfer of assets dedicated to providing benefits to retirees in accordance with the terms of the Plan and that are legally protected from creditors.

Benefit changes – None

Changes of Assumptions:

2022-23

The discount rate increased from 2.27% to 4.11% and decrement tables updated per the October 2022 Actuarial Section of PERSI's Annual Comprehensive Financial Report from 2020 Annual Report assumptions for PERSI.

Schedule of the District's Proportionate Share of the Net OPEB Asset – PERSI Sick Leave Plan

The schedule presents information on the District's proportionate share of the liability (asset) of the total postemployment benefits other than pensions, the plans' fiduciary net position and, when applicable, the state's proportionate share of the liability (asset) of the total postemployment benefits other than pensions associated with the District. In the future, as data becomes available, 10 years of information will be presented.

Benefit changes – None

Changes of Assumptions – None

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023

NOTE 1 PURPOSE OF SCHEDULES (Continued)

Schedule of the District Contributions – PERSI Sick Leave Plan

The schedule presents information on the District's required contribution, the amounts actually contributed and any excess or deficiency related to the required contribution. In the future, as data becomes available, 10 years of information will be presented.

Schedule of the District's Proportionate Share of the Net Pension Liability – PERSI Base Plan

The schedule presents information on the District's proportionate share of the net pension liability, the plans' fiduciary net position and, when applicable, the state's proportionate share of the net pension liability associated with the District. In the future, as data becomes available, 10 years of information will be presented.

Benefit changes – None

Changes of Assumptions – None

Schedule of the District Contributions – PERSI Base Plan

The schedule presents information on the District's required contribution, the amounts actually contributed and any excess or deficiency related to the required contribution.

NOTE 2 EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Excesses of expenditures over appropriations occurred in the General Fund as follows:

Instruction:	
Summer School	\$ 23,074
Support Services:	
Special Services	99,016
Technology Program	73,747
District Administration	9,596
Business Operations	36,112
Transportation	23,901

SUPPLEMENTARY INFORMATION

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2023

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
United States Department of Agriculture				
Pass-Through Idaho State Department of Education:				
Child Nutrition Cluster:				
Non-Cash Assistance (Commodities):				
National School Lunch Program	10.555	202323N119947	23,454	-
Cash Assistance:				
School Breakfast Program	10.553	202222N119947	7,172	-
School Breakfast Program	10.553	202323N109947	69,420	-
National School Lunch Program	10.555	202222N119947	20,920	-
National School Lunch Program	10.555	202323N119947	159,396	-
Supply Chain Assistance	10.555	202221N890347	44,031	-
Supply Chain Assistance	10.555	202323N890347	13,055	-
Summer Food Service Program for Children	10.559	202221N119947	9,253	-
Fresh Fruit and Vegetable Program	10.582	202221L160347	4,314	-
Fresh Fruit and Vegetable Program	10.582	202322L160347	36,108	-
Subtotal Child Nutrition Cluster			387,123	-
Schools and Roads Grants to States (Forest Reserve)	10.665	N/A	41,808	-
Total United States Department of Agriculture			428,931	-
United States Department of Treasury				
Passed Through Idaho State Department of Education:				
COVID-19 Coronavirus Relief Fund - Distance and Blended Learning				
	21.019	20-1892-0-1-806	140,549	-
Total United States Department of Treasury			140,549	-
United States Department of Education				
Passed Through Idaho State Department of Education:				
Special Education Cluster:				
Title VI-B - Federal Special Education K-12	84.027	H027A210088	293,100	-
Special Education ARPA	84.173X	H173A210030	55,167	-
Total Special Education Cluster			348,267	-
Education Stabilization Fund (ESF):				
COVID-19 ESF - Elementary and Secondary School Emergency Relief (ESSER) I Fund				
	84.425D	S425D200043	6,189	-
COVID-19 ESF - ESSER II Fund	84.425D	S425D210043	1,310,675	-
COVID-19 ESF - ESSER III Fund	84.425U	S425U210043	351,964	-
Subtotal ESF Program			1,668,828	-
Other Programs:				
Title I-A - Local Education Agencies	84.010	S010A200012	351,561	-
Gaining Early Awareness and Readiness for Undergraduate Programs				
	84.334	P334S180012	25,457	-
Title II-A - Supporting Effective Instruction	84.367	S367A220011	68,183	-
Strengthening Career and Technical Education for the 21st Century (Perkins V)				
	84.048	V048A220012	21,161	-
Title IV-A - Student Support & Academic Enrichment	84.424	S424A210013	41,124	-
Total United States Department of Education			2,524,581	-
Total Expenditures of Federal Awards			\$ 3,094,061	\$ -

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
GENERAL FUNDS
JUNE 30, 2023

	General Fund	Medical Insurance Fund	Contingency Fund	General Grants Fund
ASSETS				
Cash and Cash Equivalents	\$ (775,513)	\$ 271,158	\$ 866,151	\$ 371,260
Receivables	170,076	-	-	-
Prepaid Expenditures	102,421	-	-	-
Due From Other Funds	1,016,574	-	-	-
Total Assets	<u>\$ 513,558</u>	<u>\$ 271,158</u>	<u>\$ 866,151</u>	<u>\$ 371,260</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 7,725	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	1,009,285	-	-	30,436
Total Liabilities	<u>1,017,010</u>	<u>-</u>	<u>-</u>	<u>30,436</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Property Tax Revenue	73,779	-	-	-
Total Deferred Inflow s of Resources	<u>73,779</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES				
Nonspendable	102,421	-	-	-
Restricted	-	-	-	340,824
Committed	-	-	866,151	-
Assigned	(679,652)	271,158	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>(577,231)</u>	<u>271,158</u>	<u>866,151</u>	<u>340,824</u>
Total Liabilities, Deferred Inflow s of Resources and Fund Balances	<u>\$ 513,558</u>	<u>\$ 271,158</u>	<u>\$ 866,151</u>	<u>\$ 371,260</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
GENERAL FUNDS
JUNE 30, 2023

	Supplemental Levy 2019-2020	Supplemental Levy 2020-2021	Supplemental Levy 2021-2022	Supplemental Levy 2022-2023	Total General Fund
ASSETS					
Cash and Cash Equivalents	\$ 217,683	\$ 176,357	\$ 770,347	\$ 2,215,568	\$ 4,113,011
Receivables	608	8,119	10,366	897,215	1,086,384
Prepaid Expenditures	-	-	-	9,120	111,541
Due From Other Funds	-	-	-	-	1,016,574
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,016,574</u>
Total Assets	<u>\$ 218,291</u>	<u>\$ 184,476</u>	<u>\$ 780,713</u>	<u>\$ 3,121,903</u>	<u>\$ 6,327,510</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ 14,245	\$ 21,970
Accrued Payroll and Related Liabilities	-	-	-	17,212	1,056,933
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,457</u>	<u>1,078,903</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Property Tax Revenue	634	8,137	10,378	896,862	989,790
Total Deferred Inflow s of Resources	<u>634</u>	<u>8,137</u>	<u>10,378</u>	<u>896,862</u>	<u>989,790</u>
FUND BALANCES					
Nonspendable	-	-	-	9,120	111,541
Restricted	-	-	-	-	340,824
Committed	-	-	-	-	866,151
Assigned	217,657	176,339	770,335	2,184,464	2,940,301
Unassigned	-	-	-	-	-
Total Fund Balances	<u>217,657</u>	<u>176,339</u>	<u>770,335</u>	<u>2,193,584</u>	<u>4,258,817</u>
Total Liabilities, Deferred Inflow s of Resources and Fund Balances	<u>\$ 218,291</u>	<u>\$ 184,476</u>	<u>\$ 780,713</u>	<u>\$ 3,121,903</u>	<u>\$ 6,327,510</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GENERAL FUNDS
YEAR ENDED JUNE 30, 2023

	General Fund	Medical Insurance Fund	Contingency Fund	General Grants Fund
REVENUES				
Property Taxes	\$ 78,740	\$ -	\$ -	\$ -
Interest and Investment Earnings	150,769	-	-	-
Other Local Revenue	179,083	80,086	-	32,002
State Assistance and Reimbursements	7,794,790	-	-	197,330
Total Revenues	8,203,382	80,086	-	229,332
EXPENDITURES				
Instruction:				
Elementary Programs	1,988,708	-	-	106,967
Secondary Programs	1,815,371	-	-	49,611
Vocational Education Programs	262,861	-	-	-
Special Education Programs	555,390	-	-	-
Interscholastic and School Activity Programs	-	-	-	-
Summer School	32,422	-	-	-
Total Instruction	4,654,752	-	-	156,578
Support Services:				
Attendance, Guidance and Health	92,769	-	-	28,594
Special Services	299,567	-	-	-
Instruction Improvement	105,675	-	-	23,172
Educational Media Program	114,171	-	-	-
Technology Program	387,134	-	-	-
District Administration	195,081	33,025	-	6,454
School Administration	516,295	-	-	-
Business Operations	385,634	-	-	-
Custodial and Maintenance	1,195,715	-	-	-
Transportation	748,529	-	-	-
Total Support Services	4,040,570	33,025	-	58,220
Debt Service	11,023	-	-	-
Total Expenditures	8,706,345	33,025	-	214,798
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(502,963)	47,061	-	14,534
OTHER FINANCING SOURCES (USES)				
Transfers in	266,976	-	-	-
Transfers out	(341,244)	-	-	-
Total Other Financing Sources (Uses)	(74,268)	-	-	-
NET CHANGE IN FUND BALANCES	(577,231)	47,061	-	14,534
Fund Balances - Beginning of Year	-	224,097	866,151	326,290
FUND BALANCES - END OF YEAR	<u>\$ (577,231)</u>	<u>\$ 271,158</u>	<u>\$ 866,151</u>	<u>\$ 340,824</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GENERAL FUNDS
YEAR ENDED JUNE 30, 2023

	Supplemental Levy 2019-2020	Supplemental Levy 2020-2021	Supplemental Levy 2021-2022	Supplemental Levy 2022-2023	Total General Fund
REVENUES					
Property Taxes	\$ 13,777	\$ 14,910	\$ 74,912	\$ 2,471,161	\$ 2,653,500
Interest and Investment Earnings	-	-	-	-	150,769
Other Local Revenue	-	-	14,486	-	305,657
State Assistance and Reimbursements	-	-	-	-	7,992,120
Total Revenues	13,777	14,910	89,398	2,471,161	11,102,046
EXPENDITURES					
Instruction:					
Elementary Programs	7,279	11,574	15,688	12,104	2,142,320
Secondary Programs	6,463	5,238	11,535	14,415	1,902,633
Vocational Education Programs	-	-	-	-	262,861
Special Education Programs	-	-	-	-	555,390
Interscholastic and School Activity Programs	2,273	11,157	3,309	269,132	285,871
Summer School	-	-	-	-	32,422
Total Instruction	16,015	27,969	30,532	295,651	5,181,497
Support Services:					
Attendance, Guidance and Health	-	-	21,931	47,973	191,267
Special Services	-	-	-	-	299,567
Instruction Improvement	2,088	10,901	6,379	123,703	271,918
Educational Media Program	-	217	1,978	10,981	127,347
Technology Program	-	186	8,698	18,536	414,554
District Administration	-	-	-	-	234,560
School Administration	-	-	-	-	516,295
Business Operations	-	-	-	-	385,634
Custodial and Maintenance	-	24,903	50,355	-	1,270,973
Transportation	-	-	-	29,187	777,716
Total Support Services	2,088	36,207	89,341	230,380	4,489,831
Debt Service	-	-	-	-	11,023
Total Expenditures	18,103	64,176	119,873	526,031	9,682,351
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(4,326)	(49,266)	(30,475)	1,945,130	1,419,695
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	266,976
Transfers out	-	-	-	-	(341,244)
Total Other Financing Sources (Uses)	-	-	-	-	(74,268)
NET CHANGE IN FUND BALANCES	(4,326)	(49,266)	(30,475)	1,945,130	1,345,427
Fund Balances - Beginning of Year	221,983	225,605	800,810	248,454	2,913,390
FUND BALANCES - END OF YEAR	<u>\$ 217,657</u>	<u>\$ 176,339</u>	<u>\$ 770,335</u>	<u>\$ 2,193,584</u>	<u>\$ 4,258,817</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Total Non-Major State Funds	Total Non-Major Federal Funds	Student Activities Fund	Child Nutrition Fund	Bus Acquisition Fund	Total Non-Major Governmental Funds
ASSETS						
Cash and Cash Equivalents	\$ 170,029	\$ 17,030	\$ 155,557	\$ 219,648	\$ -	\$ 562,264
Receivables	-	1,347,152	-	86,077	-	1,433,229
Inventories	-	-	-	42,829	-	42,829
Total Assets	<u>\$ 170,029</u>	<u>\$ 1,364,182</u>	<u>\$ 155,557</u>	<u>\$ 348,554</u>	<u>\$ -</u>	<u>\$ 2,038,322</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accounts Payable	\$ -	\$ 73,371	\$ -	\$ -	\$ -	\$ 73,371
Accrued Payroll and Related Liabilities	34,109	302,022	-	39,525	-	375,656
Unearned Revenue	135,920	-	-	-	-	135,920
Due to Other Funds	-	988,789	-	-	27,785	1,016,574
Total Liabilities	<u>170,029</u>	<u>1,364,182</u>	<u>-</u>	<u>39,525</u>	<u>27,785</u>	<u>1,601,521</u>
FUND BALANCES						
Nonspendable	-	-	-	42,829	-	42,829
Restricted	-	-	155,557	266,200	-	421,757
Unassigned	-	-	-	-	(27,785)	(27,785)
Total Fund Balances	<u>-</u>	<u>-</u>	<u>155,557</u>	<u>309,029</u>	<u>(27,785)</u>	<u>436,801</u>
Total Liabilities and Fund Balances	<u>\$ 170,029</u>	<u>\$ 1,364,182</u>	<u>\$ 155,557</u>	<u>\$ 348,554</u>	<u>\$ -</u>	<u>\$ 2,038,322</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023

	Total Non-Major State Funds	Total Non-Major Federal Funds	Student Activities Fund	Child Nutrition Fund	Bus Acquisition Fund	Total Non-Major Governmental Funds
REVENUES						
Other Local Revenue	\$ -	\$ -	\$ 245,343	\$ 85,346	\$ 213	\$ 330,902
State Assistance and Reimbursements	300,155	-	-	-	-	300,155
National Forest Reserve	-	41,808	-	-	-	41,808
Other Federal Revenues	-	2,665,130	-	387,123	-	3,052,253
Total Revenues	300,155	2,706,938	245,343	472,469	213	3,725,118
EXPENDITURES						
Instruction:						
Elementary Programs	-	676,272	-	-	-	676,272
Secondary Programs	49,178	315,282	-	-	-	364,460
Vocational Education Programs	-	7,808	-	-	-	7,808
Special Education Programs	-	362,811	-	-	-	362,811
Total Instruction	49,178	1,362,173	-	-	-	1,411,351
Support Services:						
Attendance, Guidance and Health	83,602	217,247	-	-	-	300,849
Special Services	111,021	27,256	-	-	-	138,277
Instruction Improvement	-	61,384	-	-	-	61,384
Technology Program	102,244	3,003	-	-	-	105,247
School Administration	-	207,607	-	-	-	207,607
Business Operations	-	21,255	-	-	-	21,255
Custodial and Maintenance	-	556,537	-	-	-	556,537
Transportation	-	-	-	-	115,913	115,913
Total Support Services	296,867	1,094,289	-	-	115,913	1,507,069
Noninstruction Programs:						
Child Nutrition Programs	-	530	-	538,559	-	539,089
Community Service Programs	-	-	259,889	-	-	259,889
Total Noninstruction Programs	-	530	259,889	538,559	-	798,978
Total Expenditures	346,045	2,456,992	259,889	538,559	115,913	3,717,398
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(45,890)	249,946	(14,546)	(66,090)	(115,700)	7,720
OTHER FINANCING SOURCES (USES)						
Transfers in	45,890	115,800	-	200,000	78,324	440,014
Transfers out	-	(365,746)	-	-	-	(365,746)
Total Other Financing Sources (Uses)	45,890	(249,946)	-	200,000	78,324	74,268
NET CHANGE IN FUND BALANCES	-	-	(14,546)	133,910	(37,376)	81,988
Fund Balances - Beginning of Year	-	-	170,103	175,119	9,591	354,813
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ 155,557	\$ 309,029	\$ (27,785)	\$ 436,801

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
NONMAJOR STATE FUNDS
JUNE 30, 2023

	Driver Education Fund	Vocational Education Fund	Technology Grant Fund	State Drug Free Grant Fund	Medicaid Fund	Total Non-Major State Funds
ASSETS						
Cash and Cash Equivalents	\$ -	\$ 23,017	\$ 58,829	\$ 56,548	\$ 31,635	\$ 170,029
Total Assets	<u>\$ -</u>	<u>\$ 23,017</u>	<u>\$ 58,829</u>	<u>\$ 56,548</u>	<u>\$ 31,635</u>	<u>\$ 170,029</u>
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Accrued Payroll and Related Liabilities	\$ -	\$ 328	\$ 2,146	\$ -	\$ 31,635	\$ 34,109
Unearned Revenue	-	22,689	56,683	56,548	-	135,920
Total Liabilities	<u>-</u>	<u>23,017</u>	<u>58,829</u>	<u>56,548</u>	<u>31,635</u>	<u>170,029</u>
FUND BALANCES						
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ -</u>	<u>\$ 23,017</u>	<u>\$ 58,829</u>	<u>\$ 56,548</u>	<u>\$ 31,635</u>	<u>\$ 170,029</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR STATE FUNDS
YEAR ENDED JUNE 30, 2023

	Driver Education Fund	Vocational Education Fund	Technology Grant Fund	State Drug Free Grant Fund	Medicaid Fund	Total Non-Major State Funds
REVENUES						
State Assistance and Reimbursements	\$ 12,150	\$ 37,028	\$ 102,244	\$ 1,129	\$ 147,604	\$ 300,155
Total Revenues	12,150	37,028	102,244	1,129	147,604	300,155
EXPENDITURES						
Instruction:						
Secondary Programs	12,150	37,028	-	-	-	49,178
Total Instruction	12,150	37,028	-	-	-	49,178
Support Services:						
Attendance, Guidance and Health	-	-	-	1,129	82,473	83,602
Special Services	-	-	-	-	111,021	111,021
Technology Program	-	-	102,244	-	-	102,244
Total Support Services	-	-	102,244	1,129	193,494	296,867
Total Expenditures	12,150	37,028	102,244	1,129	193,494	346,045
EXCESS OF REVENUES OVER (UNDER)						
EXPENDITURES	-	-	-	-	(45,890)	(45,890)
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	45,890	45,890
Transfers out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	45,890	45,890
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
NONMAJOR FEDERAL FUNDS
JUNE 30, 2023

	Federal Forest Fund	ESSER III ARPA Fund	ESSER I CARES Act Fund	ESSER II CRRSA Fund
ASSETS				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Receivables	-	321,354	1,370	518,277
Total Assets	\$ -	\$ 321,354	\$ 1,370	\$ 518,277
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ -	\$ 73,371	\$ -	\$ -
Accrued Payroll and Related Liabilities	-	-	-	158,005
Due to Other Funds	-	247,983	1,370	360,272
Total Liabilities	-	321,354	1,370	518,277
FUND BALANCES				
Unassigned	-	-	-	-
Total Fund Balances	-	-	-	-
Total Liabilities and Fund Balances	\$ -	\$ 321,354	\$ 1,370	\$ 518,277

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
NONMAJOR FEDERAL FUNDS
JUNE 30, 2023

	Title I-A Fund	Title IV-A Fund	Title II-A Fund	Title VI Part B Fund	Title VI Part B Preschool Fund
ASSETS					
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Receivables	240,252	49,967	68,183	58,158	-
Total Assets	<u>\$ 240,252</u>	<u>\$ 49,967</u>	<u>\$ 68,183</u>	<u>\$ 58,158</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	82,077	-	-	57,919	-
Due to Other Funds	158,175	49,967	68,183	239	-
Total Liabilities	<u>240,252</u>	<u>49,967</u>	<u>68,183</u>	<u>58,158</u>	<u>-</u>
FUND BALANCES					
Unassigned	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 240,252</u>	<u>\$ 49,967</u>	<u>\$ 68,183</u>	<u>\$ 58,158</u>	<u>\$ -</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING BALANCE SHEET
NONMAJOR FEDERAL FUNDS
JUNE 30, 2023

	ARP IDEA Part B Fund	Carl Perkins Fund	GEAR UP Fund	Distance Learning CARES Act Fund	Total Non-Major Federal Funds
ASSETS					
Cash and Cash Equivalents	\$ -	\$ -	\$ 17,030	\$ -	\$ 17,030
Receivables	55,167	21,161	13,263	-	1,347,152
Total Assets	<u>\$ 55,167</u>	<u>\$ 21,161</u>	<u>\$ 30,293</u>	<u>\$ -</u>	<u>\$ 1,364,182</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 73,371
Accrued Payroll and Related Liabilities	-	-	4,021	-	302,022
Due to Other Funds	55,167	21,161	26,272	-	988,789
Total Liabilities	<u>55,167</u>	<u>21,161</u>	<u>30,293</u>	<u>-</u>	<u>1,364,182</u>
FUND BALANCES					
Unassigned	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 55,167</u>	<u>\$ 21,161</u>	<u>\$ 30,293</u>	<u>\$ -</u>	<u>\$ 1,364,182</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR FEDERAL FUNDS
YEAR ENDED JUNE 30, 2023

	Federal Forest Fund	ESSER III ARPA Fund	ESSER I CARES Act Fund	ESSER II CRRSA Fund
REVENUES				
National Forest Reserve	\$ 41,808	\$ -	\$ -	\$ -
Other Federal Revenues	-	351,964	6,189	1,310,675
Total Revenues	41,808	351,964	6,189	1,310,675
EXPENDITURES				
Instruction:				
Elementary Programs	-	69,956	-	116,052
Secondary Programs	-	-	-	239,816
Vocational Education Programs	-	-	-	-
Special Education Programs	-	-	-	-
Total Instruction	-	69,956	-	355,868
Support Services:				
Attendance, Guidance and Health	-	-	-	217,247
Special Services	-	-	-	18,830
Instruction Improvement	-	-	-	9,075
Technology Program	-	-	-	3,003
School Administration	-	-	-	191,889
Business Operations	-	-	-	21,255
Custodial and Maintenance	-	271,879	6,189	278,469
Total Support Services	-	271,879	6,189	739,768
Noninstruction Programs:				
Child Nutrition Programs	-	-	-	-
Total Noninstruction Programs	-	-	-	-
Total Expenditures	-	341,835	6,189	1,095,636
EXCESS OF REVENUES OVER (UNDER)				
EXPENDITURES	41,808	10,129	-	215,039
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(41,808)	(10,129)	-	(215,039)
Total Other Financing Sources (Uses)	(41,808)	(10,129)	-	(215,039)
NET CHANGE IN FUND BALANCES	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR FEDERAL FUNDS
YEAR ENDED JUNE 30, 2023

	Title I-A Fund	Title IV-A Fund	Title II-A Fund	Title VI Part B Fund	Title VI Part B Preschool Fund
REVENUES					
National Forest Reserve	\$ -	\$ -	\$ -	\$ -	\$ -
Other Federal Revenues	351,561	41,124	68,183	293,100	-
Total Revenues	351,561	41,124	68,183	293,100	-
EXPENDITURES					
Instruction:					
Elementary Programs	434,083	715	-	-	-
Secondary Programs	-	-	-	-	-
Vocational Education Programs	-	-	-	-	-
Special Education Programs	-	-	-	290,060	-
Total Instruction	434,083	715	-	290,060	-
Support Services:					
Attendance, Guidance and Health	-	-	-	-	-
Special Services	-	-	-	3,040	-
Instruction Improvement	-	2,982	6,840	-	-
Technology Program	-	-	-	-	-
School Administration	15,718	-	-	-	-
Business Operations	-	-	-	-	-
Custodial and Maintenance	-	-	-	-	-
Total Support Services	15,718	2,982	6,840	3,040	-
Noninstruction Programs:					
Child Nutrition Programs	530	-	-	-	-
Total Noninstruction Programs	530	-	-	-	-
Total Expenditures	450,331	3,697	6,840	293,100	-
EXCESS OF REVENUES OVER (UNDER)					
EXPENDITURES	(98,770)	37,427	61,343	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in	98,770	-	-	-	-
Transfers out	-	(37,427)	(61,343)	-	-
Total Other Financing Sources (Uses)	98,770	(37,427)	(61,343)	-	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-	-
FUND BALANCES - END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR FEDERAL FUNDS
YEAR ENDED JUNE 30, 2023

	ARP IDEA Part B Fund	Carl Perkins Fund	GEAR UP Fund	Distance Learning CARES Act Fund	Total Non-Major Federal Funds
REVENUES					
National Forest Reserve	\$ -	\$ -	\$ -	\$ -	\$ 41,808
Other Federal Revenues	55,167	21,161	25,457	140,549	2,665,130
Total Revenues	55,167	21,161	25,457	140,549	2,706,938
EXPENDITURES					
Instruction:					
Elementary Programs	-	-	-	55,466	676,272
Secondary Programs	-	21,161	-	54,305	315,282
Vocational Education Programs	-	-	-	7,808	7,808
Special Education Programs	55,167	-	-	17,584	362,811
Total Instruction	55,167	21,161	-	135,163	1,362,173
Support Services:					
Attendance, Guidance and Health	-	-	-	-	217,247
Special Services	-	-	-	5,386	27,256
Instruction Improvement	-	-	42,487	-	61,384
Technology Program	-	-	-	-	3,003
School Administration	-	-	-	-	207,607
Business Operations	-	-	-	-	21,255
Custodial and Maintenance	-	-	-	-	556,537
Total Support Services	-	-	42,487	5,386	1,094,289
Noninstruction Programs:					
Child Nutrition Programs	-	-	-	-	530
Total Noninstruction Programs	-	-	-	-	530
Total Expenditures	55,167	21,161	42,487	140,549	2,456,992
EXCESS OF REVENUES OVER (UNDER)					
EXPENDITURES	-	-	(17,030)	-	249,946
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	17,030	-	115,800
Transfers out	-	-	-	-	(365,746)
Total Other Financing Sources (Uses)	-	-	17,030	-	(249,946)
NET CHANGE IN FUND BALANCES	-	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-	-
FUND BALANCES - END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WEST BONNER COUNTY SCHOOL DISTRICT NO. 83
NOTES TO SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2023

NOTE 1 PURPOSE OF SCHEDULES

Schedule of Expenditures of Federal Awards

Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the District under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

Indirect Cost Rate

The District did not use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Transferability

As allowed by federal regulations, the District elected to transfer various program funds. During 2023, the District expended funds from original grant awards on allowable activities of other grant programs, as follows:

<u>Transfer From (Original Award)</u>	<u>Transfer To</u>	<u>Amount</u>
Title II-A (AL No. 84.367)	Title I-A (AL No. 84.010)	\$ 61,343
Title IV-A (AL No. 84.424)	Title I-A (AL No. 84.010)	37,427

These amounts are reflected in the accompanying schedule of expenditures of federal awards as expenditures of the original grant award.

Combining Fund Financial Statements

The combining general fund and nonmajor fund balance sheet and combining general fund and nonmajor fund statement of revenues, expenditures, and changes in fund balances been presented to provide additional information to the users of these financial statements. These statements have been prepared using the basis of accounting described in the notes to the financial statements.

OTHER INDEPENDENT AUDITORS' REPORTS



**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***

Board of Trustees
West Bonner County School District No. 83
Priest River, Idaho

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 West Bonner County School District No. 83 (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated September 30, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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.

We consider the deficiencies described in the accompanying schedule of findings and questioned costs as item 2023-001 to be a material weakness.

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. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2023-002 and 2023-003 to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from 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 financial statements. 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*.

District's Responses to the Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.



CliftonLarsonAllen LLP

Ontario, California
September 30, 2025



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Board of Trustees
West Bonner County School District No. 83
Priest River, Idaho

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited West Bonner County School District No. 83's (the District) compliance with the types of compliance requirements identified as subject to audit 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, 2023. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the 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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibility of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2023-004 and 2023-005. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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 a 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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2023-004 and 2023-005, to be significant deficiencies.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.



CliftonLarsonAllen LLP

Ontario, California
September 30, 2025

FINDINGS AND QUESTIONED COSTS

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section I – Summary of the Auditors' Results

Basic Financial Statements

- | | | | |
|--|-----------------------|---------------------------------|--|
| 1. Type of auditors' report issued: | Unmodified | | |
| 2. Internal control over financial reporting: | | | |
| • Material weakness(es) identified? | <u> X </u> yes | <u> </u> no | |
| • Significant deficiency(ies) identified? | <u> X </u> yes | <u> </u> none reported | |
| 3. Noncompliance material to basic financial statements noted? | <u> </u> yes | <u> X </u> no | |

Federal Awards

- | | | | |
|---|-----------------------|---------------------------------|--|
| 1. Internal control over major federal programs: | | | |
| • Material weakness(es) identified? | <u> </u> yes | <u> X </u> no | |
| • Significant deficiency(ies) identified? | <u> X </u> yes | <u> </u> none reported | |
| 2. Type of auditors' report issued on compliance for major federal programs: | Unmodified | | |
| 3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? | <u> X </u> yes | <u> </u> no | |

Identification of Major Federal Programs

Assistance Listing Number(s)

84.425D and 84.425U

Name of Federal Program or Cluster

COVID-19: Education Stabilization Fund

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

 yes X no

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section II – Financial Statement Findings

2023-001: Lack of Proper Oversight on Year-end Closing Procedures

Type of Finding: Material Weakness in Internal Control over Financial Reporting

Criteria or specific requirement: An effective system of internal control over financial reporting should be in place to provide reasonable assurance that financial statements are prepared in accordance with accounting principles generally accepted in the United States (U.S. GAAP). Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. GAAP including the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements. Thus management should have the adequate skill, knowledge and experience with financial reporting and governmental accounting to perform or properly oversee year-end closing procedures to prepare the financial statements.

Condition: During our testing, we noted several areas where due to heavy turnover at the District there was a lack of adequate skill, knowledge or experience with financial reporting and governmental accounting nor adequate controls in place to properly oversee year-end closing procedures to prepare the financial statements prior to hiring consultant for assistance.

These areas included the following:

- Audit adjustments were made to the cash account as amounts were out of balance due to unrecorded deposits and improper completion of the cash bank reconciliation.
- Audit adjustments were made to the revenue, accounts receivable, unearned revenue and deferred inflows of resources accounts as the grant revenue reconciliation was not prepared by the District and grant revenue recognition was not properly performed. This was also necessary to accurately report the information included in the Schedule of Expenditures of Federal Awards (SEFA).
- Audit adjustments were made to the accounts payable and accrued payroll accounts due to reconciliations and expenditure recognition not being recorded properly
- Several year-end closing schedules were not performed or reconciled timely including those related to revenue reclassification and allocation percentages for conversion entries from modified accrual to full accrual method.
- There was no supporting documentation for journal entries nor documentation of the review and approval by District management.
- Lack of segregation of duties with no adequate compensating controls related to the overcome lack of segregation of duties. This included reviewing procedures over work performed by outside consultants.

Effect: As mentioned above, several audit adjustments were made due to material misstatements in the various financial statement accounts and a lack of internal controls to prevent and/or detect them.

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2023-001: Lack of Proper Oversight on Year-end Closing Procedures (Continued)

Cause: The District had turnover in several key areas and lacked formalized, documented procedures over year-end closing, journal entries and compensating controls procedures to overcome lack of segregation of duties.

Repeat Finding: The finding is a partial repeat of several findings from the prior year including finding numbers 2022-001, 2022-002, 2022-003, 2022-004 and 2022-005.

Recommendation: We recommend the District design procedures and controls to ensure adequate procedures are in place over year-end closing procedures, journal entry procedures and compensating controls to overcome lack of segregation of duties.

Views of responsible officials and planned corrective action plans: There is no disagreement with the audit finding. The Business Office will implement formal year end procedures, which clearly assign responsibilities and proper support documentation. The business office plans to develop and implement a formal closing checklist to include an electronic Auditor Book which will store all backup document for all fiscal year end closing entries. The business office will develop office process documents which will clearly state all necessary tasks, responsible staff and any timeline information. Business office staff are currently training in governmental accounting, Microsoft Excel and other Microsoft and Google platforms to increase business operations competency and ensure accountability. The business office will continue to work with outside contractor with school fund accounting experience for training and learning.

The Business Office will also review the current distribution of duties within the department to identify areas where responsibilities can be reassigned to improve segregation of duties. The business office will have this implemented by November 30, 2025. The administration will provide additional training for finance staff on accounting principles, financial reporting requirements and internal controls. Because the current business office staff are new to their positions the training will be ongoing for one to two years.

The District acknowledges the finding and understands the importance of maintaining technical proficiency in governmental accounting standards and federal financial reporting requirements. We recognize the need to strengthen the business operations department's technical knowledge in fund accounting and federal reporting. The District will contract with a contractor with school fund accounting and business operations experience to assist with training and learning. Contractor will assist with reconciliation, closing procedures and SEFA. Key business office staff will participate in ongoing and continual training in governmental fund accounting and other pertinent trainings necessary to the department and duties performed in the business department.

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2023-002: Payroll Documentation

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Criteria or specific requirement: Payroll expenditures should have proper documentation of authorized pay rates of all employees hired. Internal controls should be in place to ensure all the necessary and required documentation is obtained and recorded in the system accurately, including authorized pay rates.

Condition: During our testing, we noted that one of the 22 employees tested did not have any documentation for their authorized pay rate in the system and that no noted internal controls were in place to ensure documentation was obtained and recorded properly for any of the employees tested.

Effect: This has the potential of payroll expenses being paid inappropriately and recorded inaccurately.

Cause: The District had turnover in several key areas and lacked formalized, documented procedures over payroll documentation.

Repeat Finding: No.

Recommendation: We recommend the District design procedures and controls to ensure that all necessary and required documentation is maintained including authorized pay rates for all employees.

Views of responsible officials and planned corrective action plans: There is no disagreement with the audit finding. The Business Office will develop a comprehensive checklist of all required hiring documents to include, but not limited to: application, approval to hire forms, pay rates, contract type, annual gross pay and monthly gross pay, pay start month and pay end month, hire dates, seniority dates, offer letter, background check clearance, W-4, I-9, direct deposit form, policy sign off, retirement, all applicable insurance plans, voluntary deductions, contracts, certificates, transcripts, evaluations, and any other pertinent human resources personnel file information. The checklist will begin when an offer is made and will be filed within the personnel file once all required documentation has been submitted and entered into the human resources data base.

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2023-003: Inaccurate Census Data

Type of Finding: Significant Deficiency in Internal Control over Financial Reporting

Criteria or specific requirement: To determine the amount for the other postemployment benefits (OPEB) asset/liability, the District utilizes an actuary to perform the calculation. The actuary relies on payroll and financial data provided by the District in performing their calculation known as the census data. Internal controls should be in place to ensure information provided on the census data is complete and accurate.

Condition: During our testing, we noted that four employees were not included on the census data provided the actuary that should have been included and no noted internal controls in place to ensure complete and accurate data is provided.

Effect: This allows for the potential of the actuary calculation and District reporting of the OPEB asset/liability to be misstated.

Cause: The District had turnover in several key areas and lacked formalized, documented procedures and controls over reporting requirements.

Repeat Finding: No.

Recommendation: We recommend the District design procedures and controls to ensure that payroll and financial data provided to the actuary is complete and accurate.

Views of responsible officials and planned corrective action plans: There is no disagreement with the audit finding. The Business Office will develop a comprehensive payroll reconciliation tool. This tool will help ensure payroll and financial data are accurately stated. Staff responsible for reviewing census data will receive training on the importance of accuracy and the impact on district financial statements. Supporting documents and approval sign-offs will be retained to provide assurance of the integrity of the review process

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

Section III – Findings and Questioned Costs – Major Federal Programs

2023-004: Education Stabilization Fund (ESF) Equipment Inventory

Federal Agency: U.S. Department of Education

Federal Program Name: Education Stabilization Fund

Assistance Listing Number: 84.425D & 84.425U

Federal and State Award Identification Number and Year:

S425D200043 - 2020, S425D210043 – 2021 & S425U210043 - 2021

Pass-Through Agency: Idaho Department of Education

Award Period: July 1, 2022 through June 30, 2023

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matter

Criteria or specific requirement: 2 CFR Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* requires compliance with the provisions of equipment management. These provisions require maintaining records of the property purchased including but not limited to source of the funding for the property, acquisition date and cost. The District should have internal controls designed to ensure compliance with those requirements.

Condition: During our testing, the District maintenance documentation did not include the source of the funding for the property. Thus we were unable to verify any equipment inventory from prior years.

Questioned costs: None

Context: There were a total of 26 equipment expenditures made with ESSER grants under the ESF program in the current year that would be subject to the equipment requirement.

Cause: The District had turnover in several key areas and lacked formalized, documented procedures and controls over inventory maintenance record documentation requirements.

Effect: The District was unable to provide documentation of compliance with the equipment requirements of the ESSER grant.

Repeat Finding: No.

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2023-004: Education Stabilization Fund (ESF) Equipment Inventory (Continued)

Recommendation: We recommend the District design controls to ensure that equipment requirements for federal grant programs are met and documented.

Views of responsible officials: There is no disagreement with the audit finding. All federal programs will have a federal programs director/coordinator and the Business Office will work closely with the federal programs director/coordinator to ensure that all federal compliance measures are met. The Business Office will develop and implement an accurate inventory tracking system for items purchased with federal funds. The board will review board policy to ensure it meets the uniform guidance as required for purchasing equipment with federal funds. Inventory records will be maintained by the federal program director and shared in entirety at the end of each fiscal year with the business manager. The business manager will review the inventory for accuracy and completeness. Inventory record management must track at a minimum the following: description of item, serial number or other identifying numbers, funding source, acquisition date, cost of the item, location of the item, disposal date and useful life. The tagging system will be developed to accurately track each inventory item within the district.

2023-005: Education Stabilization Fund (ESF) Reporting

Federal Agency: U.S. Department of Education

Federal Program Name: Education Stabilization Fund

Assistance Listing Number: 84.425D & 84.425U

Federal and State Award Identification Number and Year:

S425D200043 - 2020, S425D210043 – 2021 & S425U210043 - 2021

Pass-Through Agency: Idaho Department of Education

Award Period: July 1, 2022 through June 30, 2023

Type of Finding: Significant Deficiency in Internal Control over Compliance, Other Matter

Criteria or specific requirement: Elementary and Secondary School Emergency Relief Fund (ESSER) grantees must submit an annual performance report. Subrecipients are to submit their data to the State Department of Education. The District should have internal controls designed to ensure compliance with those requirements.

Condition: During our testing, the District was unable to provide copies or documentation of the required annual performance reports being submitted to the State Department of Education.

Questioned costs: None

Context: There were a total of three ESSER grants under the ESF program that required submission of the annual performance reports which District was unable to provide copies or documentation of the submission.

**WEST BONNER COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2023-005: Education Stabilization Fund (ESF) Reporting (Continued)

Cause: The District had turnover in several key areas and lacked formalized, documented procedures and controls over reporting requirements.

Effect: The District was unable to provide documentation of compliance with the reporting requirements of the ESSER grant.

Repeat Finding: No.

Recommendation: We recommend the District design controls to ensure that reporting requirements for federal grant programs are met and documented.

Views of responsible officials: There is no disagreement with the audit finding. All federal programs will have a federal programs director/coordinator and the Business Office will work closely with the federal programs director/coordinator to ensure that all federal compliance measures are met. A calendar of all federal reporting requirements will be developed and maintained. This calendar will be reviewed monthly to ensure all federal compliance timelines are met. A federal program grant activity report will be shared monthly with the district leadership team. This report will keep financial monitoring to the forefront of the leadership team. All federal program reporting will be reviewed with the Business Office prior to submission. Business Office will complete federal program management and reporting training by December 31st by working with the federal program specialists at the State Department of Education and reading and retaining for future reference any grant specific guidance.

**WEST BONNER COUNTY SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2022-001 Financial Statements – Significant Deficiency

Condition:

The overall size and experience of the District's business finance department makes it difficult to allow for a complete segregation of duties for an effective system of internal control over financial reporting. The District's management continues to implement various procedures to improve segregation of duties related to most of the day-to-day operations. However, the District has a limited number of individuals with sufficient understanding of the accounting principles necessary to provide adequate oversight and review of the various financial reporting requirements in accordance with accounting principles generally accepted in the United States of America.

Recommendation:

Although the District's staff is not large enough to permit a complete segregation of duties for an effective system of internal control over financial reporting, specifically related to duties outside of the day-to-day operations, we recommend that officials be aware that the condition does exist. In addition, we recommend that month-end, quarterend and year-end closing procedures, as applicable, continue to be evaluated for potential opportunities to improve segregation of duties, as well as oversight and review procedures. Finally, the District may consider consulting with external sources who have sufficient knowledge and experience related to the various financial reporting requirements specific to school districts, for unusual or overly complex accounting issues, as deemed necessary, or to assist in oversight and review procedures of more complex and unusual accounting matters.

Status:

Not implemented, see 2023-001.

**WEST BONNER COUNTY SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2022-002 Financial Statements – Significant Deficiency

Condition:

During the fiscal years ended June 30, 2021 and 2022, the District was required to establish new governmental special revenue funds to track and record proceeds and specific revenue sources that are restricted to expenditure of specified purposes, in accordance with GASB Statement No. 54 and per guidance provided by the Idaho State Department of Education. The amounts related to these activities were reflected in the District's accounting records, but were not properly classified within separate special revenue funds.

Recommendation:

We recommend that year-end closing procedures be further developed, documented and implemented for each general ledger account, and that additional training over the required procedures be provided to new District personnel, primarily within the business finance department. These additional procedures should incorporate a review of any new funding sources, to be evaluated based on whether the resources are restricted or committed, in accordance with GASB Statement No. 54, and also compared to documented guidance provided by the Idaho State Department of Education. By documenting the procedures and providing training to personnel, especially in relation to new or unusual transactions that may occur less frequently or are outside of the general nature of operations, the need for audit adjustments should be reduced or eliminated altogether.

Status:

Not implemented, see 2023-001.

**WEST BONNER COUNTY SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2022-003 Financial Statements – Material Weakness

Condition:

Due in part to the District's size and limited resources, as well as significant transition of management, primarily within the District's business finance department, year-end closing procedures are not fully formalized and documented for certain accounts and have not consistently been performed in a timely manner. Specifically, during 2022, it was apparent that significant analysis and adjustments were yet to be performed. It appeared that many of the District funds and the underlying general ledger accounts had not been properly analyzed and adjusted for quite some time. Throughout the audit process, the District assisted us with the necessary analysis and adjustments, as requested. However, much of the analysis, reconciliations and adjustments were completed several months after year-end. In summary, accounting records were in disarray, and a significant amount of effort was expended to analyze and adjust these records.

Recommendation:

We recommend that month-end and year-end closing procedures continue to be further developed, documented and implemented for each general ledger account. In addition to the formal accounting policies and procedures, we recommend the District prepare a schedule of accounting procedures to be performed each month, quarter, and at yearend, as applicable. The schedule should include a detailed description of the required analyses and adjustments, along with due dates for the various procedures. The schedule should include provisions for sign-off, indicating when the applicable procedures were performed and reviewed as necessary. Applicable District management and staff should be thoroughly trained and knowledgeable regarding generally accepted accounting principles as they relate to local governments. This will help to ensure accurate, consistent and timely financial reporting. The implementation of increased procedures should reduce or eliminate the need for audit adjustments.

Status:

Not implemented, see 2023-001.

**WEST BONNER COUNTY SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2022-004 Compliance – Material Weakness

Condition:

The District does not have formalized or documented procedures related to the accurate tracking, recording, reconciling or oversight of grant programs. In addition, there appears to be a lack of appropriate communication between those administering the grants and those responsible for the financial records. In connection with performing our audit testing, as described in other findings, it was discovered that the District struggled to accurately identify the correct expenditure amounts applicable to each grant, which resulted in several reimbursement requests not being submitted on a timely basis. In some instances, adjustments were required in order to properly remove eligible costs from the applicable grants due to the expiration of the available grant award. While there is no evidence that the District submitted requests for ineligible expenditures, it is apparent that the District did not submit for grant funds that they would have been entitled to had the submissions been completed timely. In addition, without adequate procedures in place, grant expenditures and revenue may not be properly identified, which could result in noncompliance with the grant requirements or Uniform Guidance.

Recommendation:

We recommend that the District develop and implement a comprehensive set of procedures to identify and track federal and state grants. These procedures should include maintaining a schedule of all grants, detailing the source of funding, expenditures incurred and revenues earned on a grant-to-date basis and a year-to-date basis. These procedures should also include documented communication between those administering the grants and those responsible for the financial records. In addition, we recommend that the District appoint an individual with the responsibility of providing compliance oversight, specifically related to the proper recording of grant expenditures and the timely submission of reimbursement requests. The individual can either be an existing employee or an external contractor who possesses sufficient skill, knowledge or experience in understanding Uniform Guidance requirements.

Status:

Not implemented, see 2023-001.

**WEST BONNER COUNTY SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2023**

2022-005 Compliance – Material Weakness

Condition:

The District's management did not have adequate technical knowledge of and experience with the financial reporting requirements necessary to prepare accurate and complete financial statements and the other supplementary information, including the Schedule of Expenditures for Federal Awards (SEFA).

Recommendation:

We recommend that the District train appropriate employees regarding the applicable financial statement and the SEFA reporting requirements to ensure the required financial statements and other supplementary information are accurately prepared. In connection with recommendations presented in other findings for implementing additional internal controls over financial reporting, these procedures must include detailed review and monitoring of the financial reports and other supplementary information, including the SEFA, by a knowledgeable person other than the person preparing them, before they are submitted for audit.

Status:

Not implemented, see 2023-001.



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAGlobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.