

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

**BASIC FINANCIAL STATEMENTS
AND
SELECTED OTHER FINANCIAL INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

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Independent Auditor's Report

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Basis for Qualified Opinion

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

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331 as of June 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3 through 11 and 38 through 44 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

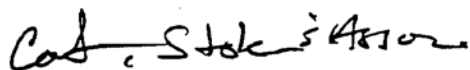
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Minidoka Joint School District No. 331 basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and supplemental information,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

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

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

Other Reporting Requirements by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated October 26, 2016, on our consideration of the Minidoka Joint School District No. 331's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Minidoka Joint School District No. 331's internal control over financial reporting and compliance.



Condie, Stoker & Associates
Rupert, Idaho
October 26, 2016



Minidoka County School District No. 331

Board Members

Administration

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

Bonnie Heins, Chairman
 Tammy Stevenson, Vice Chairman
 Rick Stimpson, Trustee
 Jason Gibbons, Trustee
 Jeff Gibson, Trustee

MANAGEMENT'S DISCUSSION & ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

The Minidoka County School District's discussion and analysis of financial performance provides an overall review of the District's financial activities for the year ending June 30, 2016. The intent of this discussion and analysis is to look at the District's financial performance as a whole. This should be read in conjunction with the financial statements, which immediately follow this section.

Financial Position

- The District saw an increase in funding and reimbursements from the State from \$21,247,454 in fiscal year 2015 to \$22,145,458 in fiscal year 2016, or an increase of 4% in all funds. The difference stemmed from an increase in enrollment and funding provided from state sources.
- Local revenue in all funds decreased from \$4,872,491 in fiscal year 2015 to \$4,796,535 in fiscal year 2016, a decrease of 1.5%. This was attributed primarily due to property tax collections and ARTEC allocation distribution decrease for FTE.
- Total General Fund revenues accounted for \$24,277,648 or 77.6% of all District revenues. Non-General Fund revenues in the form of charges for services, operating grants, capital grants and contributions accounted for \$7,003,505 or 22.4% of all revenues totaling \$31,281,153.
- The District General Fund fund-balance increased by \$119,951 from \$1,633,151 in fiscal year 2015 to \$1,753,102 in fiscal year 2016. The District was able to maintain a General Fund Operating Reserve equivalent to 5.6% of its General Fund revenue. These funds were not apportioned. In July 2015, the District initially reserved \$800,000 of its General Fund fund-balance within the contingency, and at year end the balance increased to \$1,350,000. This was due primarily to an increase in state support unit allocations over the previous year.
- The District transferred \$646,000 from the General Fund to the Permanent Improvement Capital Projects Fund to cover capital projects that are considered a fixed asset. The School District also transferred \$41,100 to the Food Service Fund to match employee benefits. Another \$104,245 was transferred to the Debt Fund to pay for the interest payment on the energy audit loan and \$188,085 of depreciation was transferred to Plant Facilities to cover the cost to lease buses.
- The Minidoka County School district continues to participate in and be the fiscal agent for the ARTEC Charter School. Minidoka County Schools received \$281,703 in reimbursements from the ARTEC Charter School in 2015-2016 to cover 4 FTE teacher salaries and benefits, equipment, building rental, and support services. The District also received \$83,000 to cover the administrative personnel assigned to the ARTEC Charter School which serves Region IV participating districts and \$35,000 for fiscal agent fees.

Overview of the Financial Statements

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

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

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

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

District-Wide Financial Statements

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

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

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

Fund Financial Statements

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

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

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

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

The School District as a Whole

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

The District's net position increased in year 2015-2016. Its net position is now \$9,101,899 compared to \$8,224,843 last year, a difference of \$877,056.

EXHIBIT 1 **STATEMENT OF NET POSITION**

ASSETS	<u>2014-2015</u>	<u>2015-2016</u>
Current and Other Assets	\$7,592,056	\$7,584,293
Capital Assets	<u>\$32,127,325</u>	<u>\$30,958,934</u>
Total Assets	\$39,719,381	\$38,543,227
 Deferred Outflow of Resources	 \$2,205,624	 \$4,563,691
 LIABILITIES		
Long-Term Liabilities	\$24,642,205	\$26,131,323
Other Liabilities	<u>\$3,344,831</u>	<u>\$3,140,416</u>
Total Liabilities	\$27,987,036	\$29,271,739
 Deferred Inflow of Resources	 \$5,513,126	 \$4,733,280
 NET POSITION		
Invested in Capital Assets, Net of Debt	\$11,578,725	\$11,900,953
Unrestricted	<u>-\$3,353,882</u>	<u>-\$2,799,054</u>
Total Net Position	<u>\$8,224,843</u>	<u>\$9,101,899</u>

Governmental Activities

Exhibit 2 shows the changes in net position between the difference of revenues and expenses and compares them to the prior year. For fiscal year 2015-16, Grants and Entitlements accounted for 74.3% of the revenue and Property Taxes made up 11.9%. Instructional Programs accounted for 48% of total District expenses and Support Services expenses made up 43.8%.

EXHIBIT 2 **CHANGES IN NET POSITION**

REVENUES	<u>2014-2015</u>	<u>2015-2016</u>
Program Revenues		
Charges for Services	\$274,376	\$279,944
Operating Grants and Contributions	\$3,068,915	\$3,234,868
General Revenues:		
Property Taxes	\$3,746,539	\$3,727,851
Grants and Entitlements	\$22,383,858	\$23,247,920
Other	<u>\$859,500</u>	<u>\$798,098</u>
Total Revenues	<u>\$30,333,188</u>	<u>\$31,288,681</u>
 PROGRAM EXPENSES		
Instructional	\$13,248,133	\$14,586,773
Support Services	\$12,220,867	\$13,325,590
Non-Instructional	\$1,789,626	\$2,008,396
Interest and Fees	<u>\$700,653</u>	<u>\$490,866</u>
Total Expense	<u>\$27,959,279</u>	<u>\$30,411,625</u>
 Increase/Decrease in Net Position	 <u>\$2,373,909</u>	 <u>\$877,056</u>

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

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

Support Services expenses include:

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

Non Instructional expenses include:

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

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

Exhibit 3 shows the excess of revenues and other financing sources over expenditures and other financing (uses) for the governmental funds for the fiscal years ending June 30, 2015 and 2016.

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

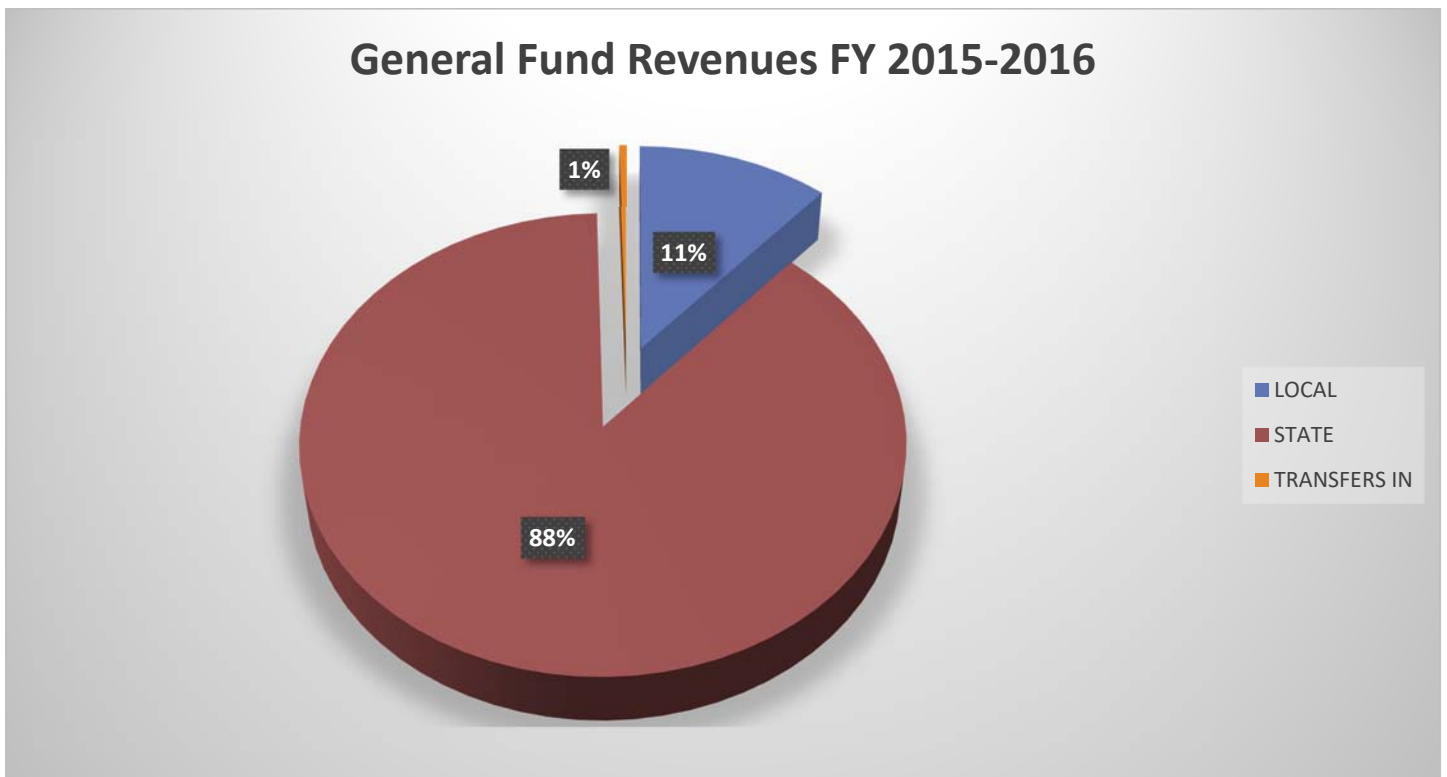
	2014-2015	2015-2016	Variance
REVENUES			
Property taxes	3,767,230	3,723,448	(43,782)
Child nutrition lunches	233,058	246,408	13,350
Interest	10,054	25,056	15,002
Other local revenue	862,149	801,623	(60,526)
State support	21,247,454	22,145,458	898,004
Federal revenues	4,209,227	4,339,160	129,933
Total revenues	<u>30,329,172</u>	<u>31,281,153</u>	<u>951,981</u>
EXPENDITURES			
Instructional programs	14,405,563	14,830,690	425,127
Support service programs	10,346,643	11,398,208	1,051,565
Non-Instruction programs (Incl. commodities)	1,896,159	2,046,050	149,891
Capital asset program	252,181	834,502	582,321
Debt service	2,282,128	2,570,825	288,697
Total expenditures	<u>29,182,674</u>	<u>31,680,275</u>	<u>2,497,601</u>
OTHER FINANCING SOURCES			
Transfers in	1,111,157	1,073,420	(37,737)
Transfers out	(1,111,157)	(1,073,420)	37,737
Debt/bond issuance	274,920	363,486	88,566
Total other financing sources	<u>274,920</u>	<u>363,486</u>	<u>88,566</u>
NET CHANGE IN FUND BALANCES	<u>1,421,418</u>	<u>(35,636)</u>	<u>(1,457,054)</u>

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

Debt Service

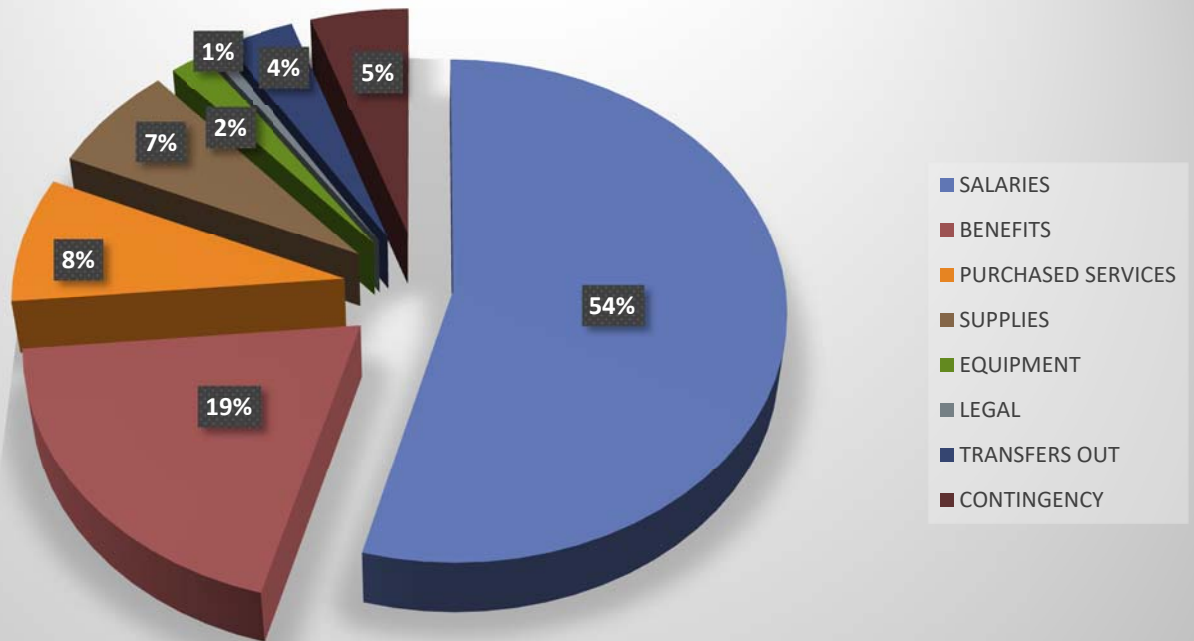
At June 30, 2016, the School District had \$18,220,000 in outstanding debt for bond levies, with a \$1,400,000 payment due within one year. The District also has five 5 year capital leases for 17 buses with an outstanding debt of \$837,981. The principal payment of \$304,499 is due within one year.

EXHIBIT 4



Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

General Fund Expenditures FY 2015-2016



General Fund Budgeting Highlights

The School District's budget is prepared according to Idaho law and is based on accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The proposed budget is formally adopted in June for the subsequent year. The most significant budgeted fund is the General Fund. The budget is then often amended later in the fiscal year, typically in May, following determination of the first attendance period, placement of certified staff, and certification of all levies on property taxes. Exhibit 4 shows the amended 2015-2016 revenues and expenditures in graphical comparison. State appropriations made up 88.5% of the total general fund revenues and salary and benefits comprised 73.6% of the general fund expenditures. The 2015-16 amended budget resulted in appropriations increasing \$509,400. This represents a 2% increase from the adopted budget. Increased state revenues, under budgeted general fund grants as well as matching fund grant, and insurance proceeds all contributed to the revenue change.

For the General Fund, the revised budget calculated income estimate was \$24,083,400. The original budget estimate from the adopted budget was \$23,574,000. During fiscal year 2015-2016, the District's original budget was \$2,592,000 for property taxes and other revenue and \$20,982,000 for other inter-governmental revenues. The School District received \$2,771,416 in property and other tax revenues and \$21,506,232 in other inter-governmental revenue.

Capital Assets

At the end of the fiscal year 2015-2016, the School District had \$30,958,934 invested in land, building, furniture and equipment, and vehicles qualifying as fixed assets.

Exhibit 5 shows fiscal 2015-2016 capital asset balances compared to 2014-2015.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

EXHIBIT 5

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

	2014-2015	2015-2016
Land	749,487	749,487
Buildings and Improvements	25,439,390	24,593,797
Furniture and Equipment	4,777,621	4,396,206
Vehicles	1,160,827	1,219,444
 Totals	 32,127,325	 30,958,934

Overall capital assets decreased \$1,168,391 from fiscal year 2014-2015 to fiscal year 2015-2016.

General Fund Balance

At fiscal year end, the fund balance for the General fund was \$1,753,102. Below Exhibit 6 shows designations, contingencies, and reserves budgeted for payment in the fiscal year 2016-2017. These designations are necessary because of the June 30 year-end that imposes a budget deadline for all projects. They are budgeted projects that (1) could not be finished and paid by June 30, 2016, (2) could not be initiated before June 30, 2016, (3) are designated to a reserved fund or grant, or (4) are used to help balance the 2016-2017 year budget.

EXHIBIT 6 FUND BALANCE DESIGNATIONS

2015-2016 FUND BALANCE (carryover)	1,753,102
Designations:	
General Fund Grants and designations (IRI, Medicaid, ISAT etc.)	357,000
Contingency 16-17	1,000,000
Balance 16-17 General Budget Expenditures	330,000
Undesignated	66,102
 Total Encumbrances & Designations	 1,753,102

The General Fund balances documented in Exhibit 6 above include designations as well as contingencies. The total amount of budgeted contingency for the 2016-2017 school year is \$1,000,000 or 4% of the total General Fund. The Districts goal has been to maintain the General Fund contingency at the 5.0% level recommended. For the 2015-2016 school year ending on June 30, 2015 the General Fund contingency was \$1,350,000 or 5.6% of the total budget in the General Fund. Exhibit 7 shows historical data of ending fund balances in the General Fund.

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

EXHIBIT 7 HISTORICAL YEAR END GENERAL FUND BALANCE TOTALS

<u>Fiscal Year</u>	<u>Fund Balance as of June 30th</u>
2015-16	\$1,753,102
2014-15	\$1,633,150
2013-14	\$ 920,954
2012-13	\$ 490,844
2011-12	\$1,042,265
2010-11	\$2,314,201*
2009-10	\$1,730,219
2008-09	\$1,204,885
2007-08	\$1,349,393
2006-07	\$1,643,453
2005-06	\$1,731,679
2004-05	\$1,536,147
2003-04	\$1,924,208
2002-03	\$2,651,832
2001-02	\$2,776,662

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

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

<u>Fiscal Year</u>	<u>Student Population</u>	<u>FTE Certified Teachers</u>
2015-16	4233	231.4
2014-15	4186	227.5
2013-14	4141	219
2012-13	4057	213.5
2011-12	4087	236
2010-11	4026	236.5
2009-10	3996	244.25
2008-09	3991	245.8
2007-08	4011	248.8
2006-07	4032	249.33
2005-06	4112	257.25

Economic Factors and the Budget

The Minidoka County School District is financially stable having weathered the economic downturn and receiving additional education funding from the State of Idaho. The Board of Trustees continues to be conservative in planning ahead to protect the public trust and taxpayer best interest with regard to use of public funds. The economic outlook for the District and State of Idaho is improving as shown in our significantly increased fund balance.

The Minidoka County School District must educate minority student populations that require costly special program funding. Current figures show that Limited English Proficiency students comprise 9.5% of the Minidoka student population and Special Education students comprise 15.8% of the population. The Minidoka District community includes many households that function at a poverty level as indicated by a 2015 Federal Free and Reduced Lunch rate of 63.5% across all schools in the district.

The financial performance of the District has been affected by a variety of economic factors including the changes and shifting in the way public schools are funded and the reallocation of the distributions in specific line items and categories. After several years of decreases in funding due to declining enrollment and the economy, the district has seen an increase in revenues this past year, allowing the district to increase staff slightly. Exhibit 8 provides enrollment and certified staff data for the years encompassing 2006-2016.

In accordance to the Negotiated Agreement for the 2015-2016 school year, the certificated salary schedule was based upon the State Career Ladder with a \$ 200, \$400 and \$700 increment for credits of BA+24, BA+48 or MA+24 respectively,

Minidoka County School District Management's Discussion and Analysis For the Year Ended June 30, 2016

with the exception of the employees who were "Above State Salary Schedule". The base for all salaries in the district were increased by at least 2%, and a minimum salary of \$32,700. The Certificated Salary Schedule for the 2015-2016 was based on a 190 day contract.

Contacting the School District's Financial Management Team

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

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF NET POSITION AS OF JUNE 30, 2016

Assets:

Cash and Cash Equivalents	4,562,528
Receivables:	
Property Taxes	1,269,960
State of Idaho	811,628
Federal	727,575
Other	206,435
Construction in Progress	6,167
Capital Assets, Net	30,958,934
	<hr/>
Total Assets	38,543,227
	<hr/>

Deferred Outflows of Resources:

Deferred Outflow of Resources From Pensions	4,563,691
	<hr/>

Liabilities

Accounts Payable	68,060
Salaries and Contracts Payable	2,965,303
Accrued Interest	34,189
Unearned Revenue	72,864
Accrued Vacation Pay	116,449
Long Term Liabilities:	
Due Within One Year	1,704,499
Due in More Than One Year	17,353,482
Net Pension Liability	6,956,893
	<hr/>
Total Liabilities	29,271,739
	<hr/>

Deferred Inflows of Resources:

Deferred Inflow of Resources From Pensions	4,674,530
Deferred Gain on Refunding	58,750
	<hr/>

Net Position

Net Investment in Capital Assets	11,900,953
Unrestricted	(2,799,054)
	<hr/>
Total Net Position	9,101,899
	<hr/> <hr/>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF ACTIVITIES FOR THE YEAR ENDING JUNE 30, 2016

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Total Governmental Activities</u>
Governmental Activities					
Instruction:					
Elementary	5,546,520	-	45,028	-	(5,501,492)
Secondary	5,566,387	6,336	183,051	-	(5,377,000)
Alternative	889,776	-	-	-	(889,776)
Special	2,357,451	-	-	-	(2,357,451)
School Activity	45,540	-	-	-	(45,540)
Summer School	156,008	-	-	-	(156,008)
Detention	25,091	-	-	-	(25,091)
Support Services:					
Special Guidance	507,714	-	-	-	(507,714)
Special Services	583,358	-	-	-	(583,358)
Instruction Improvement	2,101,178	-	6,043	-	(2,095,135)
Board of Education	56,826	-	-	-	(56,826)
District Administration	417,687	-	-	-	(417,687)
School Administration	3,279,189	-	-	-	(3,279,189)
Business Operation	311,126	-	-	-	(311,126)
Buildings Operation and Maintenance	3,709,317	25,134	-	-	(3,684,183)
Transportation	2,359,195	2,066	1,195,208	-	(1,161,921)
Non-Instructional Services	2,008,396	246,408	1,805,538	-	43,550
Interest and Fiscal Charges	490,866	-	-	-	(490,866)
Total Governmental Activities	30,411,625	279,944	3,234,868	0	(26,896,813)
General Revenues:					
Property Taxes Levied for:					
General Operations					1,779,982
Supplemental					1,947,869
Grants and Entitlements not Restricted to Specific Programs					23,247,920
Investment Earnings					25,056
Miscellaneous					773,042
Total General Revenues					27,773,869
Change in Net Position					877,056
Net Position Beginning of Year-Restated					8,224,843
Net Position End of Year					9,101,899

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

BALANCE SHEET GOVERNMENTAL FUNDS AS OF JUNE 30, 2016

	<u>General</u>	<u>Food Service</u>	<u>Debt Service</u>
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	2,357,913	840,641	1,097,458
Receivables:			
Property Taxes	665,906	-	604,054
State of Idaho	773,463	-	-
Federal	-	61,750	-
Other	196,513	-	9,922
Interfund Loan Receivable	380,925	-	-
	<u>4,374,720</u>	<u>902,391</u>	<u>1,711,434</u>
<u>Liabilities:</u>			
Accounts Payable	47,777	8,986	-
Salaries and Contracts Payable	2,533,654	111,463	-
Interfund Loan Payable	-	-	-
Unearned Revenue	-	-	-
	<u>2,581,431</u>	<u>120,449</u>	<u>-</u>
<u>Deferred Inflows of Resources</u>			
Unavailable Revenue - Property Taxes	40,187	-	38,855
Total Deferred Inflows of Resources	<u>40,187</u>	<u>-</u>	<u>38,855</u>
<u>Fund Balances:</u>			
Restricted For:			
Food Service	-	781,942	-
Debt Service	-	-	1,672,579
Plant Facility	-	-	-
Committed For:			
Subsequent Year Designations	1,687,000	-	-
Unassigned	66,102	-	-
	<u>1,753,102</u>	<u>781,942</u>	<u>1,672,579</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>4,374,720</u>	<u>902,391</u>	<u>1,711,434</u>

See accompanying notes to financial statements.

<u>Plant Facility</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
193,652	72,864	4,562,528
-	-	1,269,960
-	38,165	811,628
-	665,825	727,575
-	-	206,435
-	-	380,925
<u>193,652</u>	<u>776,854</u>	<u>7,959,051</u>
8,417	2,880	68,060
-	320,186	2,965,303
-	380,925	380,925
-	72,863	72,863
<u>8,417</u>	<u>776,854</u>	<u>3,487,151</u>
-	-	79,042
-	-	79,042
-	-	781,942
-	-	1,672,579
185,235	-	185,235
-	-	1,687,000
-	-	66,102
<u>185,235</u>	<u>-</u>	<u>4,392,858</u>
<u>193,652</u>	<u>776,854</u>	<u>7,959,051</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO STATEMENT OF NET POSITION AS OF JUNE 30, 2016

Total Governmental Fund Balance 4,392,858

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

Capital assets used in governmental activities are not financial resources
and therefore are not reported in the funds. These assets consist of:

Capital Assets	30,958,934	
Construction in Progress	6,167	
Total Capital Assets	<u>30,965,101</u>	30,965,101

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

Net Pension Liability	(6,956,893)	
Deferred Outflows of Resources From Pensions	4,563,691	
Deferred Inflows of Resources From Pensions	<u>(4,674,530)</u>	
Total Pension Related		(7,067,732)

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

79,041

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

Bond Payable:		
Due Within One Year	(1,704,499)	
Due in More Than One Year	(17,353,482)	
Deferred Gain on Bond Refunding	(58,750)	
Accrued Interest on Bonds	(34,189)	
Accrued Vacation Pay	<u>(116,449)</u>	
Total Liabilities		<u>(19,267,369)</u>

Net Position of Governmental Activities

9,101,899

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE YEAR ENDING JUNE 30, 2016

	General Fund	Food Service	Debt Service
Revenues:			
Property Taxes, Penalty and Interest	1,954,150	-	1,769,298
Tuition	41,784	-	-
Earnings on Investments	21,979	2,453	624
Lunches	-	246,408	-
Other Local Revenue	753,503	-	-
State	21,506,232	-	263,019
Federal	-	1,805,538	-
	<hr/>	<hr/>	<hr/>
Total Revenues	24,277,648	2,054,399	2,032,941
Expenditures:			
Instruction:			
Elementary	5,042,218	-	-
Secondary	4,987,064	-	-
Alternative	841,146	-	-
Special	1,834,916	-	-
School Activity	46,337	-	-
Summer School	101,327	-	-
Adult School	-	-	-
Detention	25,461	-	-
Support Services:			
Special Guidance	484,980	-	-
Special Services	304,643	-	-
Instruction Improvement	1,588,136	-	-
Board of Education	56,826	-	-
District Administration	425,389	-	-
School Administration	1,725,258	-	-
Business Operation	316,175	-	-
Buildings Operation and Maintenance	4,007,858	-	-
Transportation	1,610,800	-	-
Non-Instructional Services	-	2,025,254	-
Principal Retirement	148,647	-	1,350,000
Interest and Fiscal Charges	-	-	718,838
Bond Issuance Costs	-	-	88,562
	<hr/>	<hr/>	<hr/>
Total Expenditures	23,547,181	2,025,254	2,157,400
Excess (Deficit) Revenues Over Expenditures	730,467	29,145	(124,459)
Other Financing Sources (Uses):			
Debt/Bond Issuance	274,924	-	-
Refunding Bonds Issued	-	-	2,650,000
Premium on Bonds Issued	-	-	381,103
Payment to Refunded Bond Escrow Agent	-	-	(2,942,541)
Operating Transfers In	93,990	41,100	104,245
Operating Transfers (Out)	(979,430)	(28,985)	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(610,516)	12,115	192,807
Net Change in Fund Balances	119,951	41,260	68,348
Fund Balance at Beginning of Year	1,633,151	740,682	1,604,231
	<hr/>	<hr/>	<hr/>
Fund Balance at End of Year	1,753,102	781,942	1,672,579

See accompanying notes to financial statements.

<u>Plant Facility</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
-	-	3,723,448
-	-	41,784
-	-	25,056
-	-	246,408
-	6,336	759,839
-	376,207	22,145,458
-	2,533,622	4,339,160
-	2,916,165	31,281,153
-	588,710	5,630,928
-	682,396	5,669,460
-	63,103	904,249
-	560,490	2,395,406
-	-	46,337
-	57,523	158,850
-	-	-
-	-	25,461
-	31,512	516,492
-	288,945	593,588
-	554,728	2,142,864
-	-	56,826
-	-	425,389
-	-	1,725,258
-	-	316,175
834,502	2,957	4,845,317
-	-	1,610,800
-	20,796	2,046,050
251,896	-	1,750,543
12,882	-	731,720
-	-	88,562
1,099,280	2,851,160	31,680,275
(1,099,280)	65,005	(399,122)
-	-	274,924
-	-	2,650,000
-	-	381,103
-	-	(2,942,541)
834,085	-	1,073,420
-	(65,005)	(1,073,420)
834,085	(65,005)	363,486
(265,195)	-	(35,636)
450,430	-	4,428,494
185,235	-	4,392,858

MINIDOKA JOINT SCHOOL DISTRICT NO 331

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES AS OF JUNE 30, 2016

Net Change in Fund Balances - Total Governmental Funds (35,636)

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

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

Capital Outlay	1,179,683	
Construction in Progress	(12,969)	
Depreciation Expense	<u>(2,348,074)</u>	
Depreciation Expense in Excess of Capital Outlay		(1,181,360)

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

Long-term Bond Proceeds	(274,924)	
Bond Principal Payments	1,750,543	
Amortization of Deferred Gain on Bond Refunding	<u>3,125</u>	
Principal Payments in Excess of Long-term Proceeds		1,478,744

Net differences between pension system contributions recognized 363,676

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

Property Taxes (Decrease)		4,403
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Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Net Decrease (Increase) in Accrued Interest	240,853	
Net Decrease (Increase) in Vacation Leave Pay	<u>6,375</u>	
		<u>247,228</u>

Change in Net Position of Governmental Activities 877,056

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF NET POSITION FIDUCIARY FUNDS AS OF JUNE 30, 2016

	<u>Private Purpose Trust</u>	<u>Agency</u>
Assets		
Equity in Pooled Cash and Cash Equivalents	<u>87,123</u>	<u>383,091</u>
Total Assets	<u>87,123</u>	<u>383,091</u>
Liabilities		
Due to Student Groups	-	383,091
Due to Program Participants	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>383,091</u>
Net Position		
Held in Trust for Scholarships	<u>87,123</u>	<u>-</u>
Total Net Position	<u><u>87,123</u></u>	<u><u>-</u></u>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF CHANGES IN NET POSITION FIDUCIARY FUNDS AS OF JUNE 30, 2016

	<u>Private Purpose Trust</u>
Additions:	
Donations	<u>77,809</u>
Total Additions	77,809
Deductions	
Scholarship Awards	(7,550)
Net Position - Beginning of Year	<u>16,864</u>
Net Position - End of Year	<u><u>87,123</u></u>

See accompanying notes to financial statements.

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
NOTES TO FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

1. Scope of Entity

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

2. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements that provide a more detailed level of financial information.

a. Government-wide Financial Statements:

The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

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

b. Fund Financial Statements:

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

3. Fund Accounting

GOVERNMENTAL FUNDS

Governmental funds are used to account for the government's general activities. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible

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

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

Expenditures are recorded when the liability is incurred.

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

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

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

Encumbrances outstanding at the year-end have materially lapsed.

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

The District reports the following major governmental funds:

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

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

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

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

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

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

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

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

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

Other (Nonmajor) Governmental Funds

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

FIDUCIARY FUNDS

Private Purpose Trust

- Birrer Scholarship Fund
- Private Scholarship Donation

Agency Trust Funds

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

4. Measurement Focus

a. Government-wide Financial Statements:

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

b. Fund Financial Statements

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

5. Taxes

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

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**6. Budgetary Data**

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

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

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

7. Component Units

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

8. Capital Assets

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

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

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

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

9. Capital Leases

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

10. General Long-Term Debt

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)**11. Restricted and Unrestricted Resources**

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

12. Cash and Cash Equivalents

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

13. Deferred Outflows / Inflows of Resources

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

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

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

14. Pensions

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

NOTE B - CASH AND INVESTMENTS

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

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

Credit Risk – The District has no investment policy which would further limit its investment choices beyond those stated in Idaho Code. All deposits are either FDIC insured or fully collateralized, with securities held in trust by the financial institutions but not in the name of Minidoka County School District.

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

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

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

	Bank Balance	Book Balance			Total
		Collateralized or FDIC insured and held in the District's name	Uncollateralized, uni- nsured, or unregistered and held in the District's name	Uncollateralized, uni- nsured, or unregistered and not held in the District's name	
Financial Institutions	1,104,297	425,917	-	-	425,917
State Investment Pool	4,606,825	4,606,825	-	-	4,606,825
Total	5,711,122	5,032,742	-	-	5,032,742
Less Amounts Reported on the Fiduciary Funds Statement of Net Position:					
					(87,123)
					(383,091)
					<u>4,562,528</u>
					Government Wide Cash Report on Statement of Net Position

NOTE C - TAXES RECEIVABLE

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

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

County	2015 Levy	2014 Levy	2013 Levy	2012 Levy	2011 Levy	Total
Minidoka	1,140,109	33,491	14,618	1,091	0	1,189,309
Cassia	22,596	1,157	482	0	0	24,235
Jerome	34,142	2	0	0	0	34,144
Lincoln	22,272	0	0	0	0	22,272
	<u>1,219,119</u>	<u>34,650</u>	<u>15,100</u>	<u>1,091</u>	<u>0</u>	<u>1,269,960</u>

NOTE D - STATE RECEIVABLE

This represents the final 2015-2016 apportionment of State funds for the School District along with state grant receivables.

NOTE E - FEDERAL RECEIVABLE

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

NOTE F – CONSTRUCTION IN PROGRESS

The School District had \$6,167 in open reroofing construction projects as of June 30, 2016.

NOTE G – CAPITAL ASSETS

All purchased capital assets are valued at cost when historical records are available. When no historical records are available, fixed assets are valued at estimated historical cost. Fixed asset activity for the 2016 fiscal year is reflected as follows:

	<u>6/30/2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/2016</u>
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	749,487	-	-	749,487
Capital Assets, Being Depreciated:				
Buildings	51,401,547	532,794	-	51,934,341
Furniture and Equipment	12,411,965	334,856	(8,491)	12,738,330
Vehicles	4,326,283	312,033	-	4,638,316
Total Capital Assets Being Depreciated	68,139,795	1,179,683	(8,491)	69,310,987
Less Accumulated Depreciation:				
Buildings	(25,962,157)	(1,378,387)	-	(27,340,544)
Furniture and Equipment	(7,634,344)	(716,271)	8,491	(8,342,124)
Vehicles	(3,165,456)	(253,416)	-	(3,418,872)
Total Accumulated Depreciation	(36,761,957)	(2,348,074)	8,491	(39,101,540)
Capital Assets, Net of Depreciation	<u>32,127,325</u>	<u>(1,168,391)</u>	-	<u>30,958,934</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Elementary	815,289
Secondary	765,154
Support Services	
School Administration	1,486
Other	766,145
Total Depreciation	<u>2,348,074</u>

NOTE G – CAPITAL ASSETS (Cont.)

As of June 30, 2016, the District had capital lease included in the schedule of capital assets of \$1,892,802, \$545,034 and \$1,347,768 shown in furniture and equipment and Vehicles, respectively. The accumulated depreciation related to these capital leases was \$811,179, \$401,109 and \$410,069 shown in furniture and equipment and vehicles, respectively.

NOTE H - ACCOUNTS PAYABLE

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

NOTE I - SALARIES AND CONTRACTS PAYABLE

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

Included, along with salaries, are accrued employee benefits for health, dental, life insurance, retirement, unused personal leave benefit, and payroll taxes on the contracted balance of salaries for the 2016 fiscal school year.

NOTE J - LONG TERM LIABILITIES AND CAPITAL LEASES

Change in Long Term-Debt:

Beginning Long-Term Debt	20,548,600
Add Additional Debt Proceeds	274,924
Less Principal Debt Reduction from Refunding	(15,000)
Less Scheduled Principal Payments Debt Service Fund	(1,750,543)
Ending Long-Term Liabilities	<u><u>19,057,981</u></u>

The District issued a \$14,000,000 General Obligation Bonds for the purpose of building two new elementary schools replacing Heyburn and Acequia Elementary along with adding a commons area to Paul Elementary. The District was funded by these bonds on August 16, 2007. On April 17, 2014 \$10,220,000 of the original bond was refunded leaving principal payments of \$1,345,000 under the original bond terms. Original terms of the bonds are payments every August 15 and February 15 through the year 2026 with a true interest cost of 4.568%. The payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2016-17	241,578	475,000	716,578
2017-18	-	-	-
2018-19	-	-	-
2019-20	-	-	-
2020-21	-	-	-
Thereafter	-	-	-
Total	<u>241,578</u>	<u>475,000</u>	<u>716,578</u>

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

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

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2016-17	154,569	185,000	339,569
2017-18	145,888	190,000	335,888
2018-19	70,569	200,000	270,569
2019-20	-	-	-
2020-21	-	-	-
Thereafter	-	-	-
	<hr/>		
Total	371,026	575,000	946,026

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

<u>Fiscal Year</u>	<u>Interest</u>	<u>Principal</u>	<u>Total</u>
2016-17	131,500	580,000	711,500
2017-18	113,800	600,000	713,800
2018-19	92,400	620,000	712,400
2019-20	67,200	640,000	707,200
2020-21	41,100	665,000	706,100
Thereafter	13,900	695,000	708,900
	<hr/>		
Total	459,900	3,800,000	4,259,900

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

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

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

The payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2016-17	371,541	160,000	531,541
2017-18	366,448	650,000	1,016,448
2018-19	355,396	660,000	1,015,396
2019-20	339,331	680,000	1,019,331
2020-21	319,341	705,000	1,024,341
Thereafter	1,052,225	7,865,000	8,917,225
Total	2,804,282	10,720,000	13,524,282

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

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

The payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2016-17	75,924	-	75,924
2017-18	94,250	-	94,250
2018-19	94,250	-	94,250
2019-20	89,750	225,000	314,750
2020-21	80,650	230,000	310,650
Thereafter	296,375	2,195,000	2,491,375
Total	731,199	2,650,000	3,381,199

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

The District entered into a five year capital lease on February 1, 2012 for six Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by Sovereign Bank until the final lease payment is made. The lease payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2016-17	2,492	110,898	113,390
2017-18	-	-	-
2018-19	-	-	-
2019-20	-	-	-
2020-21	-	-	-
Thereafter	-	-	-
Total	2,492	110,898	113,390

The District entered into a five year capital lease on July 15, 2012 for two Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by Sovereign Bank until the final lease payment is made. The lease payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2016-17	1,815	35,825	37,640
2017-18	919	36,721	37,640
2018-19	-	-	-
2019-20	-	-	-
2020-21	-	-	-
Thereafter	-	-	-
Total	2,734	72,547	75,281

The District entered into a five year capital lease on February 15, 2014 for three Blue Bird school buses. The District is required to maintain minimum amounts of liability and collision insurance. The titles of the vehicles are held by Sovereign Bank until the final lease payment is made. The lease payments by year are as follows:

Fiscal Year	Interest	Principal	Total
2016-17	2,628	53,151	55,779
2017-18	1,766	54,013	55,779
2018-19	890	54,889	55,779
2019-20	-	-	-
2020-21	-	-	-
Thereafter	-	-	-
Total	5,284	162,052	167,336

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

Fiscal Year	Interest	Principal	Total
2016-17	5,657	52,313	57,970
2017-18	4,296	53,673	57,969
2018-19	2,901	55,068	57,969
2019-20	1,464	56,508	57,972
2020-21	-	-	-
Thereafter	-	-	-
Total	14,318	217,561	231,879

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

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

Fiscal Year	Interest	Principal	Total
2016-17	587	57,379	57,966
2017-18	5,656	52,313	57,969
2018-19	4,296	53,673	57,969
2019-20	2,900	55,069	57,969
2020-21	1,482	56,490	57,972
Thereafter	-	-	-
Total	14,921	274,923	289,844

NOTE K - ACCRUED VACATION PAY

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

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

NOTE L - UNEARNED REVENUE

Unearned revenue, as of June 30, 2016, consists of grant funds received but not yet expended.

NOTE M - DEFINED BENEFIT PENSION PLAN*Plan Description*

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

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

Pension Benefits

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

NOTE M - DEFINED BENEFIT PENSION PLAN (Cont.)

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

Member and Employer Contributions

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

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2015 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% for general employees and 11.66% for police and firefighters. The School District's contributions were \$1,750,002 for the year ended June 30, 2016.

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

At June 30, 2016, the School District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2015, the School District's proportion was .5283032 percent.

For the year ended June 30, 2016, the School District recognized pension expense (revenue) of (\$1,212,486). At June 30, 2016, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

:	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	-	\$ 833,982
Changes in assumptions or other inputs	\$ 253,359	-
Net difference between projected and actual earnings on pension plan investments	\$2,560,330	\$3,653,313
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	\$ 187,235
Employer contributions subsequent to the measurement date	<u>\$1,750,002</u>	<u>-</u>
Total	<u>\$4,563,691</u>	<u>\$4,674,530</u>

\$1,750,002 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2013 the beginning of the measurement period ended June 30, 2014 is 5.6 years.

NOTE M - DEFINED BENEFIT PENSION PLAN (Cont.)

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

Year Ended Date:	
2015	\$ (747,673)
2016	\$ (747,673)
2017	\$ (747,673)
2018	\$ 483,927
2019	\$ (84,727)
Thereafter	\$ (17,022)

Actuarial Assumptions

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

The total pension liability in the June 30, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.5 – 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of-living adjustments	1%

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

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

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Liability as of June 30, 2015 is based on the results of an actuarial valuation for that date.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

NOTE M - DEFINED BENEFIT PENSION PLAN (Cont.)

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate Of Return*
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Wilshire 5000 / Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI ACWI ex USA	15.00%	7.55%
*Arithmetic return			
Actuarial Assumptions			
Assumed Inflation - Mean			3.25%
Assumed Inflation - Standard Deviation			2.00%
Portfolio Arithmetic Mean Return			8.42%
Portfolio Long-Term Expected Geometric Rate of Return			7.50%
Assumed Investment Expenses			<u>- .40%</u>
Long-Term Expected Rate of Return, Net of Investment Expenses			<u>7.10%</u>

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

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

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
Employer's proportionate share of the net pension liability (asset)	\$16,944,466	\$6,956,893	\$(1,346,448)

Pension plan fiduciary net position

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

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

NOTE N - RISK MANAGEMENT

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

NOTE O – INTERFUND TRANSFERS

Transfer From Fund	Purpose	Transfer to Fund	Amount
Other Governmental Funds	Indirect Cost Transfer	General Fund	65,005
Food Service Fund	Indirect Cost Transfer	General Fund	28,985
General Fund	Lewy Funds Transfer	Plant Facility Fund	834,085
General Fund	Required Benefits Reimbursement	Food Service Fund	41,100
General Fund	Energy Bond Payment	Debt Service Fund	104,245
Total			1,073,420

NOTE P – INTERFUND RECEIVABLES AND PAYABLES

Interfund Payable	Purpose	Interfund Receivable	Amount
Title I-A	Pooled Cash	General	77,333
Title I-C Migrant	Pooled Cash	General	20,277
Title VI-B Special Ed	Pooled Cash	General	125,431
Title II-A Improving Teacher	Pooled Cash	General	34,746
Perkins III	Pooled Cash	General	42,503
School Improvement	Pooled Cash	General	18,890
Title VI-B Rural Ed	Pooled Cash	General	503
Combined Federal Grants	Pooled Cash	General	32,871
Combined State Grants	Pooled Cash	General	28,371
Total			380,925

NOTE Q – RELATED PARTY TRANSACTIONS

The district has an agreement with ARTEC Charter Schools to provide facilities, equipment, materials and services for programs. Along with this agreement the ARTEC reimburses the district for direct cost related to ARTEC students. During the last fiscal year the school district received \$399,703 in revenue from ARTEC.

NOTE R- PRIOR PERIOD RESTATEMENT

In conjunction with the implementation of GASB 68 there was a restatement to beginning Net Position to correct the beginning Net Pension Liability due to a change in the adjusting entry as suggested by PERSI.

Beginning Net Position as Previously Stated	9,879,020
Net Pension Liability Increase	<u>(1,654,177)</u>
Beginning Net Postion as Restated	<u>8,224,843</u>

The restatement only affects the Net Position amount on the government-wide financial statements and does not change the fund balance amounts previously reported.

NOTE S- SUBSEQUENT EVENTS

As of October 26, 2016 management was not aware of any subsequent events that needed to be disclosed.

REQUIRED SUPPLEMENTARY INFORMATION

MINIDOKA JOINT SCHOOL DISTRICT NO 331

PENSION PLAN REQUIRED SUPPLEMENTARY INFORMATION FOR YEAR ENDED JUNE 30, 2016 WITH 2015 PERSI DATA

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

	<u>2016</u>	<u>2015</u>
Employer's portion of net pension liability	0.5283032%	0.5393935%
Employer's proportionate share of the net pension liability	\$6,956,894	\$3,970,780
Employer's covered-employee payroll	\$15,459,367	\$14,797,625
Employer's proportional share of the net pension liability as a percentage of its covered-employee payroll	45.00%	26.83%
Plan fiduciary net position as a percentage of the total pension liability	91.38%	94.95%

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

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

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

	<u>2016</u>	<u>2015</u>
Statutorily required contribution	\$1,728,090	\$1,753,253
Contributions in relation to the statutorily required contribution	\$1,697,125	\$1,677,440
Contribution (deficiency) excess	(\$30,966)	(\$75,813)
Employer's covered-employee payroll	\$15,459,367	\$14,797,625
Contributions as a percentage of covered-employee payroll	10.98%	11.34%

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

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

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GENERAL FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property Taxes, Penalty and Interest	1,960,000	1,962,000	1,954,150	(7,850)
Tuition	42,000	41,000	41,784	784
Earnings on Investments	10,000	11,000	21,979	10,979
Other Local Revenue	580,000	733,400	753,503	20,103
State	20,982,000	21,336,000	21,506,232	170,232
Total Revenues	23,574,000	24,083,400	24,277,648	194,248
Expenditures:				
Instruction:				
Elementary	5,045,910	5,118,121	5,042,218	75,903
Secondary	5,078,305	5,013,077	4,987,064	26,013
Alternative	815,643	844,123	841,146	2,977
Special	1,772,894	1,854,446	1,834,916	19,530
School Activity	49,500	49,500	46,337	3,163
Summer School	103,654	102,085	101,327	758
Detention	25,732	25,732	25,461	271
Support Services:				
Special Guidance	569,872	493,034	484,980	8,054
Special Services	304,284	305,210	304,643	567
Instruction Improvement	1,346,222	1,810,065	1,588,136	221,929
Board of Education	60,000	63,500	56,826	6,674
District Administration	398,745	424,792	425,389	(597)
School Administration	1,672,156	1,720,904	1,725,258	(4,354)
Business Operation	287,623	312,070	316,175	(4,105)
Buildings Operation and Maintenance	3,525,960	3,804,368	4,007,858	(203,490)
Transportation	1,591,500	1,598,523	1,610,800	(12,277)
Principal Retirement	-	-	148,647	(148,647)
Total Expenditures	22,648,000	23,539,550	23,547,181	(7,631)
Excess (Deficit) Revenues Over Expenditures	926,000	543,850	730,467	186,617
Other Financing Sources (Uses):				
Debt Issuance	-	-	274,924	274,924
Operating Transfers In	106,000	106,000	93,990	(12,010)
Operating Transfers (Out)	(2,182,000)	(2,283,000)	(979,430)	1,303,570
Net Change in Fund Balances	(1,150,000)	(1,633,150)	119,951	1,753,101
Fund Balance at Beginning of Year	1,150,000	1,633,150	1,633,151	1
Fund Balance at End of Year	0	0	1,753,102	1,753,102

See independent auditor's report on other financial information.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOOD SERVICE FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Earnings on Investments	500	1,000	2,453	1,453
Lunches	219,000	249,000	246,408	(2,592)
Federal	1,570,500	1,640,000	1,805,538	165,538
	<u>1,790,000</u>	<u>1,890,000</u>	<u>2,054,399</u>	<u>164,399</u>
Total Revenues	1,790,000	1,890,000	2,054,399	164,399
Expenditures:				
Support Services:				
Non-Instructional Services	2,495,000	2,635,700	2,025,254	610,446
	<u>2,495,000</u>	<u>2,635,700</u>	<u>2,025,254</u>	<u>610,446</u>
Total Expenditures	2,495,000	2,635,700	2,025,254	610,446
Excess (Deficit) Revenues Over Expenditures	(705,000)	(745,700)	29,145	774,845
Other Financing Sources (Uses):				
Operating Transfers In	40,000	40,000	41,100	1,100
Operating Transfers (Out)	(35,000)	(35,000)	(28,985)	6,015
	<u>(700,000)</u>	<u>(740,700)</u>	<u>41,260</u>	<u>781,960</u>
Net Change in Fund Balances	(700,000)	(740,700)	41,260	781,960
Fund Balance at Beginning of Year	700,000	740,700	740,682	(18)
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>781,942</u>	<u>781,942</u>

See independent auditor's report on other financial information.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES DEBT SERVICE FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property Taxes, Penalty and Interest	1,805,000	1,752,000	1,769,298	17,298
Earnings on Investments	-	-	624	624
State	209,000	263,000	263,019	19
Total Revenues	2,014,000	2,015,000	2,032,941	17,941
<u>Expenditures:</u>				
Principal Retirement	1,350,000	1,350,000	1,350,000	-
Interest and Fiscal Charges	730,000	730,000	718,838	11,162
Total Expenditures	2,080,000	2,080,000	2,068,838	11,162
Excess (Deficit) Revenues Over Expenditures	(66,000)	(65,000)	(35,897)	29,103
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	106,000	105,000	104,245	(755)
Operating Transfers (Out)	(1,615,000)	(1,645,000)	-	1,645,000
Net Change in Fund Balances	(1,575,000)	(1,605,000)	68,348	1,673,348
Fund Balance at Beginning of Year	1,575,000	1,605,000	1,604,231	(769)
Fund Balance at End of Year	0	0	1,672,579	1,672,579

See independent auditor's report on other financial information.

MINIDOKA JOINT SCHOOL DISTRICT NO 331

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES PLANT FACILITIES FUND BUDGET AND ACTUAL FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Other Local Revenue	-	-	-	-
Total Revenues	-	-	-	-
<u>Expenditures:</u>				
Support Services:				
Buildings Operation and Maintenance	1,736,000	1,238,000	834,502	403,498
Principal Retirement	-	-	251,896	(251,896)
Interest and Fiscal Charges	-	-	12,882	(12,882)
Total Expenditures	1,736,000	1,238,000	1,099,280	138,720
Excess (Deficit) Revenues Over Expenditures	(1,736,000)	(1,238,000)	(1,099,280)	138,720
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	1,236,000	788,000	834,085	46,085
Net Change in Fund Balances	(500,000)	(450,000)	(265,195)	184,805
Fund Balance at Beginning of Year	500,000	450,000	450,430	430
Fund Balance at End of Year	0	0	185,235	185,235

See independent auditor's report on other financial information.

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Basis of Presentation

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

Budgetary Legal Requirements

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

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

SUPPLEMENTAL INFORMATION

MINIDOKA JOINT SCHOOL DISTRICT NO 331

COMBINING BALANCE SHEET - NON-MAJOR FUNDS AS OF JUNE 30, 2016

	Title I-A ESEA Improving Basic	Title I-C ESEA Migrant	Title VI-B Special Ed and Preschool	Title II-A ESEA Improving Teacher
Assets				
Cash in Bank	-	-	-	-
Receivables:				
State of Idaho	-	-	-	-
Federal	189,188	39,776	238,946	60,678
Total Assets	<u>189,188</u>	<u>39,776</u>	<u>238,946</u>	<u>60,678</u>
Liabilities				
Accounts Payable	-	-	-	-
Salaries and Contracts Payable	111,855	19,499	113,515	25,932
Interfund Loan Payable	77,333	20,277	125,431	34,746
Unearned Revenue	-	-	-	-
Total Liabilities	189,188	39,776	238,946	60,678
Fund Equity				
Fund Balance:				
Designated for Subsequent Years' Expenditures				
Undesignated	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Equity	<u>189,188</u>	<u>39,776</u>	<u>238,946</u>	<u>60,678</u>

Perkins III Professional Tech Act	School Improvement	Title VI-B Rural Ed	Combined Small Federal Grants	Combined State Grants	Total
-	-	-	5,765	67,099	72,864
-	-	-	-	38,165	38,165
48,417	37,274	1,509	50,037	-	665,825
48,417	37,274	1,509	55,802	105,264	776,854
1,417	-	-	-	1,463	2,880
4,497	18,384	1,006	17,167	8,331	320,186
42,503	18,890	503	32,871	28,371	380,925
-	-	-	5,764	67,099	72,863
48,417	37,274	1,509	55,802	105,264	776,854
-	-	-	-	-	-
-	-	-	-	-	-
48,417	37,274	1,509	55,802	105,264	776,854

MINIDOKA JOINT SCHOOL DISTRICT NO 331

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS - ACTUAL
AS OF JUNE 30, 2016**

	Title I-A ESEA Improving Basic	Title I-C ESEA Migrant	Title VI-B Special Ed and Preschool	Title II-A ESEA Improving Teacher	Perkins III Professional Tech Act
Revenues:					
Other Local Revenue	-	-	-	-	-
State	-	-	-	-	-
Federal	718,999	192,478	887,334	234,409	48,386
Total Revenues	718,999	192,478	887,334	234,409	48,386
Expenditures:					
Instructional	639,644	147,949	561,707	176,758	48,386
Support Services	54,280	33,340	300,582	50,951	-
Non-Instructional	5,871	5,954	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	699,795	187,243	862,289	227,709	48,386
Excess (Deficit) Revenues Over Expenditures	19,204	5,235	25,045	6,700	-
Other Financing Sources (Uses): Operating Transfers (Out)	(19,204)	(5,235)	(25,045)	(6,700)	-
Excess (Deficit) Revenues and Other Sources Over Expenditures and Other Uses	0	0	0	0	0
Fund Balance at Beginning of Year	-	-	-	-	-
Fund Balance at End of Year	0	0	0	0	0

<u>School Improvement</u>	<u>Title VI-B Rural Ed</u>	<u>Combined Small Federal Grants</u>	<u>Combined State Grants</u>	<u>Total</u>
-	-	-	6,336	6,336
-	-	-	376,207	376,207
<u>304,853</u>	<u>6,043</u>	<u>141,120</u>	<u>-</u>	<u>2,533,622</u>
304,853	6,043	141,120	382,543	2,916,165
297,136	6,043	133,535	153,329	2,164,487
-	-	-	224,894	664,047
-	-	4,651	4,320	20,796
<u>-</u>	<u>-</u>	<u>1,830</u>	<u>-</u>	<u>1,830</u>
<u>297,136</u>	<u>6,043</u>	<u>140,016</u>	<u>382,543</u>	<u>2,851,160</u>
7,717	-	1,104	-	65,005
<u>(7,717)</u>	<u>-</u>	<u>(1,104)</u>	<u>-</u>	<u>(65,005)</u>
0	0	0	0	0
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE I-A FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Federal	740,000	739,600	718,999	(20,601)
Total Revenues	740,000	739,600	718,999	(20,601)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	370,548	380,243	378,317	1,926
Secondary	204,600	197,600	198,223	(623)
Alternative	68,450	63,355	63,104	251
<u>Support Services:</u>				
Instruction Improvement	59,152	59,152	53,153	5,999
Buildings Operation and Maintenance	-	2,000	1,127	873
Non-Instructional Services	14,250	14,250	5,871	8,379
Total Expenditures	717,000	716,600	699,795	16,805
Excess (Deficit) Revenues Over Expenditures	23,000	23,000	19,204	(3,796)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(23,000)	(23,000)	(19,204)	3,796
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE I-C MIGRANT FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	167,000	233,500	192,478	(41,022)
Total Revenues	167,000	233,500	192,478	(41,022)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Secondary	87,900	92,371	91,643	728
Summer School	30,000	93,000	56,306	36,694
<u>Support Services:</u>				
Special Guidance	34,400	32,929	31,512	1,417
Instruction Improvement	3,000	3,500	1,828	1,672
Non-Instructional Services	6,700	6,700	5,954	746
Total Expenditures	162,000	228,500	187,243	41,257
Excess (Deficit) Revenues Over Expenditures	5,000	5,000	5,235	235
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(5,000)	(5,000)	(5,235)	(235)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE VI-B SPECIAL ED AND PRESCHOOL FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	921,000	1,003,900	887,334	(116,566)
Total Revenues	921,000	1,003,900	887,334	(116,566)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Special	573,952	620,852	560,490	60,362
Summer School	2,000	2,000	1,217	783
<u>Support Services:</u>				
Special Services	307,048	333,048	288,945	44,103
Instruction Improvement	10,000	20,000	11,637	8,363
Total Expenditures	893,000	975,900	862,289	113,611
Excess (Deficit) Revenues Over Expenditures	28,000	28,000	25,045	(2,955)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(28,000)	(28,000)	(25,045)	2,955
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES IMPROVING TEACHER FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	225,000	252,400	234,409	(17,991)
Total Revenues	225,000	252,400	234,409	(17,991)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	164,500	167,290	164,109	3,181
Secondary	7,500	9,110	12,649	(3,539)
<u>Support Services:</u>				
Instruction Improvement	46,000	69,000	50,951	18,049
Total Expenditures	218,000	245,400	227,709	17,691
Excess (Deficit) Revenues Over Expenditures	7,000	7,000	6,700	(300)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(7,000)	(7,000)	(6,700)	300
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	0	0	0	0

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES PERKINS III PROFESSIONAL TECH ACT FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	50,000	48,557	48,386	(171)
Total Revenues	50,000	48,557	48,386	(171)
<u>Expenditures:</u>				
Secondary	50,000	48,557	48,386	171
Alternative	-	-	-	-
Total Expenditures	50,000	48,557	48,386	171
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES SCHOOL IMPROVEMENT FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	260,000	330,200	304,853	(25,347)
Total Revenues	260,000	330,200	304,853	(25,347)
<u>Expenditures:</u>				
Secondary	108,000	116,200	114,024	2,176
Instruction Improvement	145,000	204,000	183,112	20,888
Total Expenditures	253,000	320,200	297,136	23,064
Excess (Deficit) Revenues Over Expenditures	7,000	10,000	7,717	(2,283)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(7,000)	(10,000)	(7,717)	2,283
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TITLE VI-B RURAL ED FUND BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Federal	-	7,050	6,043	(1,007)
Total Revenues	-	7,050	6,043	(1,007)
<u>Expenditures:</u>				
Elementary	-	5,610	5,614	(4)
Secondary	-	1,440	429	1,011
Total Expenditures	-	7,050	6,043	1,007
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES COMBINED SMALL FEDERAL FUNDS BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Federal	147,000	144,650	141,120	(3,530)
Total Revenues	147,000	144,650	141,120	(3,530)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	14,950	31,500	31,739	(239)
Secondary	86,050	73,100	72,643	457
<u>Support Services:</u>				
Instruction Improvement	45,000	30,200	29,153	1,047
Buildings Operation and Maintenance	-	3,850	1,830	2,020
Transportation	-	-	-	-
Non-Instructional Services	-	5,000	4,651	349
Total Expenditures	146,000	143,650	140,016	3,634
Excess (Deficit) Revenues Over Expenditures	1,000	1,000	1,104	104
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	(1,000)	(1,000)	(1,104)	(104)
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	-	-	-	-

MINIDOKA JOINT SCHOOL DISTRICT NO 331

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES COMBINED STATE FUNDS BUDGET AND ACTUAL (NON-MAJOR) FOR THE YEAR ENDING JUNE 30, 2016

	<u>Budget Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Other Local Revenue	8,000	8,000	6,336	(1,664)
State	258,000	452,780	376,207	(76,573)
Total Revenues	266,000	460,780	382,543	(78,237)
<u>Expenditures:</u>				
<u>Instruction:</u>				
Elementary	-	11,000	8,931	2,069
Secondary	130,000	156,180	144,399	11,781
Alternative	-	-	(1)	1
<u>Support Services:</u>				
Special Guidance	-	-	-	-
Instruction Improvement	123,000	288,600	224,894	63,706
Non-Instructional Services	13,000	5,000	4,320	680
Total Expenditures	266,000	460,780	382,543	78,237
Excess (Deficit) Revenues Over Expenditures	-	-	-	-
<u>Other Financing Sources (Uses):</u>				
Operating Transfers (Out)	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	0	0	0	0

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

ACEQUIA ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

	Cash Balance 6/30/2015	Receipts and Transfers	Disbursed and Transfers	Cash Balance 6/30/2016
Student Activity Fee Fund	6,496	7,535	7,881	6,150
Kindergarten Activity Fee Fund	1,396	376	1,120	652
Library Fund	185	4,317	4,292	210
Starlab Fund	484			484
General Fund	<u>5,840</u>	<u>13,721</u>	<u>12,827</u>	<u>6,734</u>
Total	<u><u>14,401</u></u>	<u><u>25,949</u></u>	<u><u>26,120</u></u>	<u><u>14,230</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

RUPERT ELEMENTARY SCHOOLS ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

	<u>Cash Balance 6/30/2015</u>	<u>Receipts and Transfers</u>	<u>Disbursed and Transfers</u>	<u>Cash Balance 6/30/2016</u>
Library Fund	32	175	-	207
Kindergarten	122	910	567	465
General Fund	17,231	70,575	52,052	35,754
K - Kids	<u>250</u>	<u>-</u>	<u>61</u>	<u>189</u>
Total	<u><u>17,635</u></u>	<u><u>77,205</u></u>	<u><u>58,228</u></u>	<u><u>36,612</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

HEYBURN ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

	Cash Balance 6/30/2015	Receipts and Transfers	Disbursed and Transfers	Cash Balance 6/30/2016
General Fund	3,839	3,032	4,417	2,454
Student Activity	2,936	11,948	12,379	2,505
Kindergarten Supplies	440	948	580	808
Classroom Fund	732	2,174	2,119	787
Fundraiser	-	11,696	9,745	1,951
	<hr/>	<hr/>	<hr/>	<hr/>
Total	<u>7,947</u>	<u>29,798</u>	<u>29,240</u>	<u>8,504</u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

PAUL ELEMENTARY SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

	Cash Balance 6/30/2015	Receipts and Transfers	Disbursed and Transfers	Cash Balance 6/30/2016
Activity Fee	74	11,509	9,043	2,540
Kindergarten	62	648	557	153
Library	361	6,747	6,374	734
Fun Run - Technologies/Supplies	1,991	13,076	8,439	6,628
General	<u>2,896</u>	<u>6,111</u>	<u>3,608</u>	<u>5,399</u>
Total	<u><u>5,384</u></u>	<u><u>38,091</u></u>	<u><u>28,021</u></u>	<u><u>15,454</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

EAST MINICO MIDDLE SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

	Cash Balance 6/30/2015	Receipts	Disbursed	Cash Balance 6/30/2016
Webstore Fees	-	4	-	4
Sales Tax	1	2,823	(2,720)	104
Student Activity Returned	(240)	240	-	-
Athletics	-	13,844	(13,844)	-
Athletics-Uniforms	-	3,010	(3,010)	-
Athletics-Staff Clothing	(15)	78	(63)	-
Athletics-Gate Reciepts	-	9,899	(9,899)	-
Athletics-Basketball Boys	-	2,765	(1,846)	919
Athletics-Basketball Boys 7th	-	1,503	(1,503)	-
Athletics-Football	2,264	3,940	(1,824)	4,380
Athletics-Football Uniforms	425	19	(444)	-
Athletics-Football Fundraiser	-	1,167	(1,167)	-
Athletics-Wrestling	-	25	-	25
Class 2020	-	661	(305)	356
General Account	2,911	-	(2,301)	610
Concessions	1,468	7,174	(8,463)	179
Vending	224	2,254	(2,478)	-
Activity Cards	1,712	3,674	(4,102)	1,284
Annuals	615	6,446	(6,453)	608
School Planners/Handbooks	514	560	(653)	421
Lockers-Hallway	114	-	(115)	(1)
Interest	51	27	-	78
Student Body Fundraiser	3,165	13,514	(16,289)	390
Special Interest Fundraiser	-	300	-	300
Student Council	2,633	5,630	(5,174)	3,089
Club-Annual	(102)	-	102	-
Club-Builders	1,927	180	(1,502)	605
Club-Ski	3,309	11,754	(11,953)	3,110
Club-Special Olympics	180	-	-	180
Club-Technology	3,024	169	(865)	2,328
Instructional-General	2,025	7	(511)	1,521
Instruction-Renaissance	(122)	263	(118)	23
Instruction-Art	47	609	(528)	128
Instruction-Band	276	1,448	(591)	1,133
Instruction-Cheerleading	5,118	5,153	(9,189)	1,082
Instruction-Cheer Uniform	1,666	14,076	(12,308)	3,434
Instruction-Cheerleading Camp	1	4,287	(3,375)	913
Instruction-Choreography/Gym	-	1,447	(718)	729
Instruction-Cheerleading Trip	-	250	(250)	-
Instruction-Choir	368	516	(343)	541
Instruction-Dance/Drill	1,030	7,423	(6,547)	1,906
Instruction-Dance/Drill Unif	-	14,146	(14,146)	-
Instruction-Dance/Drill Camp	582	479	(1,061)	-
Instruction-Exploratory 6Th Gr	(67)	67	-	-
Instruction-Home Ec	1,136	3,612	(2,865)	1,883
Insctruction-Facs Class	68	751	(819)	-
Instruction-Life Skills	331	-	-	331
Instruction-Media	1,189	1,373	(1,960)	602
Instruction-Orchestra	717	720	(148)	1,289
Instruction-Physical Education	258	620	(878)	-
Instruction-Towel And Locker	328	20	(348)	-
Instruction-Bowling Fee	839	3,390	(2,688)	1,541
Instruction-Shop	13	799	(763)	49
Instruction-Shop 6Th Gr	74	-	(74)	-
Instruction-Shop 7Th & 8Th	727	421	(248)	900
Faculty Vending	-	821	(821)	-
Due To Dsc-Other	1,732	-	(139)	1,593
Total	42,516	154,358	(158,307)	38,567

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

WEST MINICO MIDDLE SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

	Cash Balance 6/30/15	Receipts	Disbursed	Cash Balance 6/30/16
Web Store Fees	-	-	(20)	(20)
Sales Tax	-	5,173	(5,173)	-
Athletics	(45)	12,091	(12,046)	-
Athletics-Staff Clothing	11	-	(11)	-
Athletics-Gate Receipts	2,689	6,677	(9,366)	-
Athletics-Region IV Tournament	-	941	(941)	-
Athletics-Football	-	58	(58)	-
Athletics-Football Uniforms	-	1,795	(1,795)	-
Athletics-Football Fundraiser	128	-	(128)	-
Athletics-Track	29	841	(870)	-
Athletics-Wrestling	-	731	(731)	-
Athletics-Wrestling Uniforms	-	2,758	(2,758)	-
General Account	182	-	(76)	106
Concessions	12,633	11,436	(11,149)	12,919
Vending	2,259	2,425	(2,594)	2,090
Activity Cards	(707)	7,045	(5,916)	422
Annuals	3,094	8,062	(7,960)	3,195
School Planners/Handbooks	1	3	-	4
Lockers-Hallway	2,279	-	-	2,279
Interest	1	1	-	2
Student Body Fundraiser	(10)	22,349	(13,712)	8,627
School Improvement Fund Raise	11,070	-	(7,805)	3,265
Student Council	165	9,719	(8,583)	1,301
Club-Builders	1,909	381	(109)	2,181
Club-Heritage	4	-	-	4
Club-Ski	1,030	6,500	(7,325)	205
Club-Special Olympics	23	35	(31)	27
Club-Technology	384	236	-	620
Instructional-General	9,198	27	(214)	9,011
Instruction-Renaissance	1,382	1,476	(999)	1,859
Instruction-Art	1,408	1,237	(1,145)	1,500
Instruction-Band	581	1,897	(1,351)	1,128
Instruction-Cheerleading	(85)	13,153	(11,392)	1,676
Instruction-Cheer Uniform	9,921	8,443	(13,230)	5,134
Instruction-Cheerleading Camp	-	1,790	(1,790)	-
Instruction-Choir	422	201	(370)	253
Instruction-Dance/Drill	3,113	4,675	(5,349)	2,439
Instruction-Dance/Drill Unif	4,252	3,626	(6,861)	1,018
Instruction-Dance/Drill Camp	700	80	(960)	(180)
Instruction-Exploratory 6Th Gr	238	48	-	286
Instruction-Facs Class	16	2,773	(2,289)	500
Instruction-Home Ec 6Th Gr	49	1,144	(754)	439
Instruction-Media	756	428	(738)	446
Instruction-Acc Reader	203	-	-	203
Instruction-Orchestra	765	649	(476)	938
Instruction-Physical Education	-	1,510	(1,510)	-
Instruction-Towel And Locker	(22)	293	(271)	-
Instruction-Bowling Fee	915	3,190	(3,434)	671
Instruction-Shop 6th Gr	566	105	(671)	-
Instruction-Shop 7th & 8th	848	1,541	(515)	1,874
Due To Dsc-Textbook Fines-Dan	1	-	-	1
Due To Dsc-Other	32	328	-	360
Total	72,715	148,193	(154,125)	66,783

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

MINICO HIGH SCHOOL ACTIVITIES FUND FOR THE YEAR ENDING JUNE 30, 2016

Activity	Cash Balance 6/30/15	Receipts	Disbursements	Transfer	Cash Balance 6/30/16
Web Store Fees	-	-	(564)	-	(564)
Sales Tax	-	20,829	(21,166)	342	5
Athletics	-	(727)	(59,338)	60,874	809
Athletics-Gate Reciepts	-	62,900	(11,377)	(51,523)	-
Athletics-Region IV Tournament	-	3,496	-	(3,496)	-
Athletics-Red Halverson	-	8,122	(2,744)	(5,378)	-
Athletics-Baseball	4,540	3,447	(15,883)	11,009	3,113
Athletics-Baseball Uniforms	3	-	(3)	-	-
Athletics-Baseball Fundraisers	-	34,505	(23,000)	(11,505)	-
Athletics-Basketball Boys	1	39,456	(36,070)	(282)	3,105
Athletics-Bb Boys Uniforms	(13)	-	-	13	-
Athletics-Bb Boys Fundraisers	(66)	-	(660)	726	-
Athletics-Basketball Girls	424	19,160	(15,876)	(1,702)	2,006
Athletics-Bb Girls Uniforms	770	-	-	(770)	-
Athletics-Bb Girls Fundraisers	-	-	(1,739)	1,739	-
Athletics-Bowling	(990)	7,714	(6,144)	-	580
Athletics-Cross Country	2,180	1,890	(1,821)	-	2,249
Athletics-Football	(1,945)	14,588	(34,730)	21,735	(352)
Athletics-Football Uniforms	-	38	-	(38)	-
Athletics-Football Fundraisers	-	19,063	-	(19,063)	-
Athletics-Spartan Moms	(56)	1,095	(779)	(31)	229
Athletics-Football Camp	545	7,453	(4,785)	(3,213)	-
Athletics-Golf	731	2,720	(2,220)	(660)	571
Athletics-Golf Tournament	-	-	(660)	660	-
Athletics-Soccer Boys	813	1,450	(563)	(937)	763
Athletics-Soccer Boys Uniform	-	24	(960)	936	-
Athletics-Soccer Girls	2,258	2,294	(2,466)	845	2,931
Athletics-Soccer Girls Uniform	846	509	(330)	(846)	179
Athletics-Softball	317	13,552	(7,170)	(4,176)	2,523
Athletics-Softball Uniforms	-	-	(4,124)	4,124	-
Athletics-Tennis	3,280	3,594	(4,422)	432	2,884
Athletics-Track	2,529	3,513	(2,406)	80	3,716
Athletics-Volleyball	4,397	8,491	(7,527)	(292)	5,069
Athletics-Volleyball Uniforms	-	-	(1,508)	1,508	-
Athletics-Wrestling	2,065	17,888	(15,162)	(585)	4,206
Athletics-Wrestling Fundraise	-	-	(1,980)	1,980	-
Class 2016	3,472	13,257	(15,070)	(1,159)	500
Class 2017	1,819	4,051	(3,867)	(610)	1,393
Class 2018	(291)	2,650	(944)	(254)	1,161
Class 2019	500	1,493	(551)	(513)	929
Class 2020	-	-	-	500	500
General Account	-	(1,091)	(134)	1,225	-
Concessions	7,157	30,949	(22,080)	(11,848)	4,178
Vending	1	796	(7,557)	6,760	-
Activity Cards	1,037	(6)	(53)	-	978
Yearbooks	2,146	23,024	(25,100)	-	70
Interest	-	794	-	-	794

Activity	Cash Balance 6/30/15	Receipts	Disbursements	Transfer	Cash Balance 6/30/16
School Improvement Fund	12,040	-	-	438	12,478
Gift Of Green	718	3,539	(3,833)	-	424
Student Council	621	13,604	(12,306)	1,800	3,719
Club-Annual	317	900	(661)	-	556
Club-Art	344	60	(89)	-	315
Club-Business	5,137	1,167	(4,284)	163	2,183
Club-Mr Mhs	1,433	-	-	-	1,433
Club-Drug Free Youth	1,809	3,621	(3,066)	-	2,364
Club-Fcccla	174	-	(294)	135	15
Club-Ffa	(1,625)	34,532	(34,371)	(29)	(1,493)
Club-Key	1,326	698	(1,500)	63	587
Club-Leo	454	-	-	-	454
Club-M Club	246	5	-	-	251
Club-Mountain Bike	1,248	141	(74)	50	1,365
Club-Nhs	627	954	(1,255)	160	486
Club-Rodeo	3,693	12,027	(11,217)	90	4,593
Club-Science	2,455	5,904	(5,996)	-	2,363
Club-Ski	733	5,197	(5,396)	-	534
Club-Spanish	647	212	(575)	-	284
Club-Swim Team	179	61	(332)	-	(92)
Club-Tsa Industrial Tech	1,163	528	(912)	-	779
Club-Young Republican	1,923	1,040	(1,239)	-	1,724
Instructional-General	7,483	745	(300)	9	7,937
Instruction-Renaissance	1,163	527	(626)	-	1,064
Instruction-Adv Placement	(21)	-	-	21	-
Instruction-Psat	222	525	(585)	-	162
Instruction-Plan Test	293	-	-	-	293
Instruction-Idla Fees	3,437	2,250	(5,149)	(21)	517
Instruction-Aerobics	427	637	(504)	-	560
Instruction-Art	19	463	(423)	(19)	40
Instruction-Art Baird	1,507	2,620	(2,242)	(453)	1,432
Instruction-Art Call	403	913	(830)	461	947
Instruction-Band	4,819	24,407	(25,331)	1,726	5,621
Instruction-Piano Repair	120	-	-	-	120
Instruction-Band Uniforms	-	-	(2,387)	2,387	-
Instruction-Band Instrument	50	-	-	-	50
Instruction-Cheerleading	6,106	26,175	(37,719)	13,781	8,343
Instruction-Cheer Uniform	8,153	16,424	(1,377)	(18,731)	4,469
Instruction-Cheer Camp	-	100	-	-	100
Instruction-Choreography	-	-	(4,950)	4,950	-
Instruction-Chemistry	1,235	280	-	-	1,515
Instruction-Choir	4,395	9,843	(16,037)	1,799	-
Instruction-Music Tour	(6,845)	-	-	6,845	-
Instruction-Madrigal Dinner	9,195	11,182	(879)	(8,644)	10,854
Instruction-Dance Force	13,588	29,264	(24,085)	(12,717)	6,050
Instruction-Dance Uniforms	-	4,709	(14,202)	9,493	-
Instruction-Choreography	-	2,165	(2,025)	(140)	-

Activity	Cash			Transfer	Cash
	Balance	Receipts	Disbursements		Balance
	6/30/15				6/30/16
Instruction-Dance Force Trip	-	23,305	(26,378)	3,073	-
Instruction-Drama	550	-	-	-	550
Instruction-Drivers Ed	-	6,750	(6,750)	-	-
Instruction-Dr Ed IDLA Fees	-	200	(200)	-	-
Instruction-Journalism	248	-	(50)	-	198
Instruction-Life Skills	895	424	(957)	-	362
Instruction-Life Sports	2,204	4,290	(3,742)	-	2,752
Instruction-Media	1,754	1,209	(1,291)	-	1,672
Instruction-Operetta	4,233	7,041	(8,460)	-	2,814
Instruction-Orchestra	5,072	3,259	(3,650)	(1,444)	3,237
Instruction-Orchestra Trip	-	17,741	(20,829)	3,088	-
Instruction-Cowboy Dinner	-	6,437	(1,745)	(4,692)	-
Instruction-Photo & Graphic	1,710	823	(1,882)	(30)	621
Instruction-Physical Education	12	-	-	1,300	1,312
Instruction-Pe Bowling	1,300	6,920	(6,760)	(1,300)	160
Instruction-Science	4,085	7,484	(6,453)	-	5,116
Instruction-Science Fundraiser	1,272	-	(532)	-	740
Instruction-Speech/Debate	2,576	527	-	(528)	2,575
Instruction-Weights	2,365	5,585	(3,914)	-	4,036
Voc Instruction-Greenhouse	9,330	12,449	(11,987)	(924)	8,868
Voc Instruction-Floral Design	(61)	1,690	(2,553)	924	-
Voc Instruction-Ag Shop	1,046	1,840	(458)	166	2,594
Voc Instruction-Shop Supplies	-	2,148	(1,359)	-	789
Voc Instruction-Diesel	259	780	(5)	(197)	837
Voc Instruction-Diesel Skills	1,366	1,495	(2,701)	197	357
Voc Instruction-Bus/Accounting	570	164	-	-	734
Voc-Instruction-Business Stely	2	625	-	-	627
Voc Instruction-Business Killoy	511	414	-	-	925
Voc Instruction-Business Shipen	115	20	-	-	135
Voc Instruction-Vid Multimedia	362	358	-	-	720
Voc Instruction-Info Tech	614	515	(73)	-	1,056
Voc Instruction-Info Tech Skills	278	5	(62)	-	221
Voc Instruction-Preengineering	737	811	(983)	-	565
Voc Instruction- Academy	-	120	-	-	120
Voc Instruction-Manufacturing	1,330	1,291	(1,961)	221	881
Voc Instruction- Copies	140	11	-	(34)	117
Voc Instruction-Construction	-	19,190	(18,822)	54	422
Voc Instruction-Constr Skills	1,280	2,441	(1,382)	-	2,339
Voc Instruction-Food Lab	934	1,311	-	(98)	2,147
Voc Instruction-Spartan Bistro	200	-	-	-	200
Voc Instruction-Clothing	363	1,957	(1,378)	-	942
Voc Instruction-Cert Nursing	2,569	7,960	(4,055)	-	6,474
Esl Scholarship	369	-	-	-	369
Missmhs	294	-	-	-	294
Private Scholarship	-	1,000	(1,000)	-	-
	180,765	740,990	(732,956)	-	188,799

MINIDOKA JOINT SCHOOL DISTRICT NO. 331

MT. HARRISON HIGH SCHOOL FOR THE YEAR ENDING JUNE 30, 2016

	<u>Cash Balance 6/30/2015</u>	<u>Receipts and Transfers</u>	<u>Disbursed and Transfers</u>	<u>Cash Balance 6/30/2016</u>
Annual Fund	307	407	392	322
Interest Fund	7	7	-	14
Daycare Fund	11,254	1,864	2,254	10,864
Book Deposit Fund	138	-	-	138
Business	-	120	50	70
Marketing Economics	36	-	-	36
Snack Bar	877	1,214	1,568	523
Seniors	624	4,137	3,362	1,399
Shirts	211	-	-	211
Renaissance	<u>424</u>	<u>250</u>	<u>401</u>	<u>273</u>
Total	<u><u>13,956</u></u>	<u><u>10,946</u></u>	<u><u>10,760</u></u>	<u><u>14,142</u></u>

MINIDOKA JOINT SCHOOL DISTRICT NO. 331
UNIFORM GUIDANCE
SUPPLEMENTARY FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

**UNIFORM GUIDANCE
SUPPLEMENTARY FINANCIAL REPORT**

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Minidoka Joint School District No. 331, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Minidoka Joint School District No. 331's basic financial statements and have issued our report thereon dated October 26, 2016.

Internal Control Over Financial Reporting

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

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

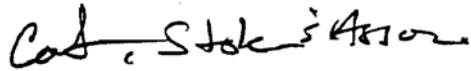
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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



Condie, Stoker & Associates
October 26, 2016



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

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

Report on Compliance for Each Major Federal Program

We have audited the Minidoka Joint School District No. 331's compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2016. Minidoka Joint School District No. 331's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, Minidoka Joint School District No. 331, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

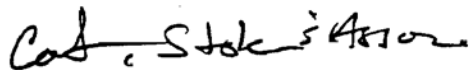
Report on Internal Control Over Compliance

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

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

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

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



Condie, Stoker & Associates

October 26, 2016

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR END JUNE 30, 2016**

Description	Federal CFDA Number	Accrued (Deferred) Grant Revenue 6/30/2015	Cash/ Commodities Received 07/01/15 thru 6/30/2016	Expenditures	Accrued (Deferred) Grant Revenue 6/30/2016
Department of Agriculture					
Passed Through State Department of Education					
School Breakfast Program	10.553	-	564,440	564,440	-
National School Lunch Program	10.555	-	1,048,157	1,048,157	-
Commodities	10.555	-	95,058	95,058	-
Summer Food Service Program	10.559	38,544	74,898	97,766	61,412
Total Child Nutrition Cluster		38,544	1,782,553	1,805,421	61,412
Team Nutrition Grants	10.574	-	820	275	(545)
Fresh Fruit and Vegetable Program	10.582	8,039	43,181	35,893	751
Total Dept of Agriculture		46,583	1,826,555	1,841,589	61,618
Department of Education					
Passed Through State Department of Education					
Title 1 Basic Concentration*	84.010	194,876	724,687	718,999.07	189,188
Title I-D ESEA Neglected Children	84.010	1,832	1,832	-	-
Total Title I	84.010	196,708	726,519	718,999	189,188
Migrant Education - Basic State Formula	84.011	36,281	188,984	192,479	39,776
Handicapped State Grants	84.027	107,174	722,150	842,306	227,329
Carl Perkins Vocational Ed Basic	84.048	48,944	48,913	48,355	48,386
Handicapped Preschool	84.173	7,697	41,109	45,028	11,617
Gear Up Grant	84.334	3,265	63,715	101,795	41,345
English Language Acquisition Grants	84.365	8,772	37,573	37,495	8,693
Improving Teacher Quality	84.367	50,611	224,341	234,408	60,678
Idaho Dept. of Ed. - Statewide Data	84.377	17,092	284,671	304,853	37,274
Total State Department of Education		501,207	2,367,171	2,531,760	665,796
Total Federal Financial Assistance		547,790	4,193,726	4,373,350	727,413

MINIDOKA JOINT SCHOOL DISTRICT NO. 331**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

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

NOTE C – RESTATED PRIOR YEAR ACCRUED GRANT REVENUE

The accrued grant revenue for the 10.582 Fresh Fruits and Vegetable Program was overstated on the SEFA by \$27,327. The amount has been adjusted on current SEFA.

**MINIDOKA JOINT SCHOOL DISTRICT #331
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2016**

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses a qualified opinion on the financial statements of Minidoka Joint School District #331.
2. No reportable deficiencies disclosed during the audit of the financial statements are reported in the report of internal control dated October 26, 2016. None of the conditions are reported as a material weakness.
3. No instances of noncompliance material to the financial statements were disclosed during the audit.
4. No material reportable conditions were discovered during the audit of the Major Federal Award Programs.
5. The auditor's report on compliance for the Major Federal Award Programs for Minidoka Joint School District #331 expresses an unqualified opinion.
6. The audit did not disclose any audit findings.
7. The programs tested as major programs include: Child Nutrition Cluster – 10.553 School Breakfast Program, 10.555 National School Lunch Program and 10.559 Summer Food Service Program for Children.
8. The dollar threshold used to distinguish between Type A and Type B programs was \$750,000.
9. Minidoka Joint School District #331 was determined to be a low-risk Auditee.

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

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

C. FINDINGS - FINANCIAL STATEMENTS AUDIT

None



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Management Letter Comments

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

In planning and performing our audit of the general purpose financial statements of Minidoka Joint School District No. 331 for the year ended June 30, 2016, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure. However, we noted certain matters involving the internal control structure and its operation that are not considered to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect Minidoka Joint School District No. 331's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

Expenditure Documentation:

In our testing of Minico High School, CSA noted that there was not a supporting invoice for one the expenditures selected for testing for Minico High School. Per discussion with Michelle Deluna and the Minico AP Clerk, they asked the teacher and tried contacting the vendor for the invoice, but an invoice was never received. While the amount of this invoice is not material, all expenditures should have a supporting invoice.

Individual School Bank Reconciliations:

In our testing of cash for West Minico, East Minico, and Minico, CSA noted that that there were slight variances between the Reconciled Bank Balance and the Ending Balance per the general ledger on the bank reconciliations. Per discussion with Michelle Deluna and per review of the account balances, CSA noted that the differences are due to returned checks. Although the amount of these returned checks are not material, we recommend that at year-end all bank accounts reconcile without exception.

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

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

Respectfully,

Condie, Stoker and Associates

October 26, 2016