

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
GLENDALE, ARIZONA**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2022



**Issued by:
Business and Finance Department**

This page is intentionally left blank.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
TABLE OF CONTENTS
JUNE 30, 2022**

Page

INTRODUCTORY SECTION

Letter of Transmittal.....	i
Organizational Chart.....	vii
List of Principal Officials.....	viii
ASBO Certificate of Excellence.....	ix
GFOA Certificate of Achievement.....	x

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT.....	1
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A).....	7

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements:

Statement of Net Position.....	22
Statement of Activities.....	23

Fund Financial Statements:

Governmental Funds:

Balance Sheet - Governmental Funds.....	26
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.....	29
Statement of Revenues, Expenditures, and Changes In Fund Balances - Governmental Funds	30
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities.....	32

Proprietary Funds:

Statement of Net Position - Proprietary Funds.....	34
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds.....	35
Statement of Cash Flows - Proprietary Funds.....	36

Notes to the Financial Statements.....	37
--	----

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
TABLE OF CONTENTS
JUNE 30, 2022

FINANCIAL SECTION (continued)

REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedule - General Fund.....	67
Budgetary Comparison Schedule - Title I Grants Fund.....	69
Schedule of the District's Proportionate Share of the Net Pension Liability.....	70
Schedule of District Pension Contributions.....	72
Schedule of Funding Progress - Other Postemployment Benefits.....	74
Note to Required Supplementary Information.....	75

OTHER SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedule - Bond Building Fund.....	78
---	----

Combining Statements - Other Governmental Funds:

Combining Balance Sheet - Other Governmental Funds.....	80
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Other Governmental Funds.....	81

Combining Statements and Schedule - Debt Service Fund:

Debt Service Fund - Descriptions.....	84
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Debt Service Fund.....	85

Combining Statements and Schedule - Special Revenue Funds:

Special Revenue Funds - Descriptions.....	89
Combining Balance Sheet - Other Special Revenue Funds.....	92
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Other Special Revenue Funds.....	100
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Special Revenue Funds.....	108

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
TABLE OF CONTENTS
JUNE 30, 2022**

FINANCIAL SECTION (concluded)

Combining Statements and Schedule - Other Capital Projects Funds:

Other Capital Projects Funds - Descriptions.....	135
Combining Balance Sheet - Other Capital Projects Funds.....	136
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Other Capital Projects Funds.....	138
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - Other Capital Projects Funds.....	140

Combining Statements - Internal Service Funds:

Internal Service Funds - Descriptions.....	146
Combining Statement of Net Position - Internal Service Funds.....	147
Combining Statement of Revenues, Expenses, and Changes in Net Position - Internal Service Funds.....	148
Combining Statement of Cash Flows - Internal Service Funds.....	149

STATISTICAL SECTION

Statistical Section - Descriptions.....	152
---	-----

Financial Trends:

Net Position by Component.....	153
Expenses, Program Revenues, and Net Expense.....	154
General Revenues and Total Changes in Net Position.....	156
Fund Balances - Governmental Funds	157
Revenues - Governmental Funds	159
Expenditures and Debt Service Ratio - Governmental Funds	161
Other Financing Sources and Uses and Net Changes in Fund Balances - Governmental Funds	163

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
TABLE OF CONTENTS
JUNE 30, 2022

STATISTICAL SECTION (concluded)

Revenue Capacity:

Property Tax Assessment Ratios.....	164
Net Full Cash Assessed Value by Property Classification.....	165
Net Assessed Property Tax Value for Secondary Tax Purposes and Estimated Actual Value of Taxable Property by Class	166
Direct and Overlapping Property Tax Rates.....	167
Principal Property Taxpayers.....	168
Property Tax Levies and Collections	169

Debt Capacity:

Outstanding Debt by Type	170
Direct and Overlapping Governmental Activities Debt	171
Legal Debt Margin Information.....	172

Demographic and Economic Information:

County-wide Demographic and Economic Statistics	173
Principal Employers - Maricopa County	174
Full-time Equivalent District Employees by Type.....	175
Average Daily Membership.....	176

Operating Information:

Operating Statistics	177
Capital Asset Information	178

INTRODUCTORY SECTION

This page intentionally left blank.

GLENDALE ELEMENTARY SCHOOL DISTRICT No. 40

7301 N. 58TH AVENUE, GLENDALE, ARIZONA 85301 • (623) 237-7100 • www.gesd40.org



December 16, 2022

Citizens and Governing Board
Glendale Elementary School District No. 40
7301 North 58th Avenue
Glendale, Arizona 85301

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Glendale Elementary School District No. 40 (District) for the fiscal year ended June 30, 2022.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by CWDL Certified Public Accountants, a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

ALL IN FOR ALL KIDS

GLENDALE ELEMENTARY SCHOOL DISTRICT No. 40

7301 N. 58TH AVENUE, GLENDALE, ARIZONA 85301 • (623) 237-7100 • www.gesd40.org



and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Reporting Package. Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

PROFILE OF THE DISTRICT

The District is one of 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from preschool through grade eight, with an average daily membership of 9,257 students. The District encompasses approximately 16 square miles and is located primarily in the City of Glendale, Arizona ("Glendale"), which lies within the greater Phoenix metropolitan area and about 16 miles northwest of Downtown Phoenix. The estimated population within the city limits is 255,204. The District's enrollment continues to decrease. The District's buildings range in age from approximately 15 - 80 years.

The District's Governing Board is organized under Section 15-321 of the Arizona Revised Statutes (A.R.S.). Management of the District is independent of other state or local governments. The County Treasurer collects taxes for the District, but exercises no control over its expenditures/ expenses.

The membership of the Governing Board consists of five members elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools. The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, the component unit combined with the District for financial statement purposes and the District are not included in any other governmental entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, finance, student transportation, construction and maintenance of District facilities, and food services and information technology.

Blended Component Units – The Glendale Elementary School District No. 40 Employee Benefit Trust (Trust) is governed by a five-member board appointed by the District's Governing Board. Although legally separate from

ALL IN FOR ALL KIDS

GLENDALE ELEMENTARY SCHOOL DISTRICT No. 40

7301 N. 58TH AVENUE, GLENDALE, ARIZONA 85301 • (623) 237-7100 • www.gesd40.org



the District, the Trust is reported as an Internal Service Fund as if it were part of the District because its sole purpose is to provide self-insurance for losses up to certain limits and to purchase insurance for losses above the limits. Complete financial statements of the Trust may be obtained at the District's administrative offices.

Glendale is the fifth largest city in the State according to the U.S. Census Bureau's 2010 Census. The city is in the northwest portion of the greater Phoenix metropolitan area. Glendale consists of approximately 56.8 square miles and is one of the six major cities comprising the greater Phoenix metropolitan area, which is Arizona's economic, political, and population center.

Glendale's demographics evidence the growth of the area. Established in 1892 and incorporated in 1910; as of 2022 Glendale has a population of approximately 255,204.

Glendale has begun to diversify its economic base. Aerospace, communications, sports, entertainment, chemicals, warehousing, electronics, and precision metal working and casting are some examples of industries that are replacing Glendale's former agricultural base.

As mentioned above, Glendale's employer base includes both government, non-manufacturing, and manufacturing employers. Glendale's economy is supplemented by Luke Air Force Base.

The annual expenditure budget serves as the foundation for the District's financial planning and control. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual expenditure budget approved by the District's Governing Board.

The expenditure budget is prepared by fund for all Governmental Funds, and includes function and object code detail for the General Fund and some Special Revenue and Capital Projects Funds. The legal level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds. Funds that are not required to legally adopt a budget may have over expenditures of budgeted funds. The budget for these funds is simply an estimate and does not prevent the District from exceeding the budget as long as the necessary revenue is earned. The District is not required to prepare an annual budget of revenue, therefore a deficit budgeted fund balance may be presented. However, this does not affect the District's ability to expend monies.

FACTORS AFFECTING FINANCIAL CONDITION

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

Local Economy: Maricopa County is located in the south-central portion of Arizona and encompasses an area of approximately 9,226 square miles. Its boundaries encompass the cities of Phoenix, Scottsdale, Mesa, Tempe,

ALL IN FOR ALL KIDS

GLENDALE ELEMENTARY SCHOOL DISTRICT No. 40

7301 N. 58TH AVENUE, GLENDALE, ARIZONA 85301 • (623) 237-7100 • www.gesd40.org



Glendale, Chandler, and such towns as Gilbert, Paradise Valley and Fountain Hills. Maricopa County is currently the nation's fourth largest county in terms of population size and the 14th in land area. Population growth is expected to be approximately two percent in the next year.

Employment and population growth both result in an expanded residential market. Housing had been buffeted in the past year by the economic slowdown caused by the pandemic, which has led to a mixture of results. An unexpected one is that house sales increased. Aside from the sharp pandemic-related drop in the spring of 2020, the market has been very strong. Even with the pandemic slowdown, total sales in 2020 were the highest in a decade and sales year-to-date 2021 are running at high volumes. The pandemic initially resulted in much lower consumer spending, and made home ownership a greater priority, especially with new and additional opportunities to work from home. Low mortgage rates made purchases more attainable. By mid-2021 sales have slowed, likely attributable to the shortage of supply in the metro region and rapidly escalating prices. However, sales generally continue to equal or exceed monthly average volumes since 2011 and pending sales were up sharply in August, signaling continued market strength.

A variety of negative factors could emerge to slow the housing market, especially declining affordability, but the near-term forecast is for continued strength. Mortgage rates are expected to rise, though continued price increases may be challenging for first-time buyers. Members of the millennial generation, between 25 and 40 years old, make up nearly 40 percent of the residential market now, with stable and well-paying jobs contributing to purchasing capability. Overall, there may be some slowing in the housing market, but fundamental conditions remain strong and continued growth is expected.

Employment growth in the metro region will not be limited to a single sector or geographic area. Education and health services are to grow the fastest, but manufacturing may have the greatest impact. In north Phoenix, Taiwan Semiconductor Manufacturing Co. (TSMC) is working toward a 2024 opening of its' first phase semiconductor fabrication plant in the U.S. with about 2,000 employees. TSMC is also bringing a significant number of Taiwanese suppliers to Arizona, some of which will locate in north Phoenix and others that will locate elsewhere in the metro region. In the Southeast Valley, Intel is expanding its' Chandler campus with two more fabrication plants, adding approximately 3,000 jobs. Electric vehicle company ElectraMeccanica broke ground on a new factory in east Mesa in early 2021 for production to start in 2022. KORE Power is to begin construction on a manufacturing facility for battery cells in Buckeye that will eventually employ about 3,000 workers. In Pinal County, Lucid Motors has completed the first phase of its electric automobile manufacturing plant with about 750 employees, and a second phase moving forward, while Nikola Motor is building a factory to produce hydrogen fuel cell trucks with production to begin in 2023.

Long-term Financial Planning: GESD is developing a long-term financial plan that will be sustainable and meet the various stakeholders' needs in its Maintenance and Operation (M&O) Fund as well as developing a comprehensive capital plan. GESD continues to maintain a carry forward in M&O and allocates a portion of the

ALL IN FOR ALL KIDS

GLENDALE ELEMENTARY SCHOOL DISTRICT No. 40

7301 N. 58TH AVENUE, GLENDALE, ARIZONA 85301 • (623) 237-7100 • www.gesd40.org



revenue control limit and/or District's additional assistance into unrestricted capital. GESD continues to develop a budget process that fosters collaboration, transparency while being fiscally responsible and sustainable. The District continues to strive for excellence in educational achievements and the quality opportunities certified, classified and administrative staff provide. The District Assessment Plan, in coordination with State requirements, includes the administration of English Language Arts and Mathematics assessments.

Additionally, the District utilizes formative and summative assessments in math and reading throughout all grade levels. District benchmark assessments measuring how well students learned reading, writing, science, and mathematics curriculum scheduled to be taught during each instructional period are administered throughout the year. Progress on all of these assessments is reported for the entire student population, as well as for language proficiency, and special program populations. Prior to the first benchmark all students are given a universal screener that identifies their greatest area of need. Finally, students in K-8 are assessed three times a year for reading proficiency by the use of the iReady assessment.

The Curriculum and Instruction Department provides support to the following curricular areas: Reading, Writing, Social Studies, Math, Science, English Language Development, Art, Music, Physical Education, and Media Literacy. The Department also provides support to staff in increasing instructional capacity to deliver high quality instruction that promotes student learning. Through data driven decision making, facilitative leadership, Professional Learning Communities, home-school partnerships and communication, and after-school intervention and enrichment programs, the District promotes meeting the individual needs of learners. Continued training in these areas will occur to develop administrative and grade-level team capacity. The District uses two Achievement Advisors at every school, one has the role of instructional coach and mentor classroom teachers in a routine and systematic manner to improve classroom instruction. The other achievement advisor has the role of acceleration specialist, they provide tier three intervention supports in reading to student needing this support and support all teachers in the implementation of a strong phonics continuum and foundational skills tier one system. Customized professional development is provided to teachers to ensure quality in all areas.

AWARDS AND ACKNOWLEDGMENTS

Awards: The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. In order to be awarded these certificates, the District published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

ALL IN FOR ALL KIDS

GLENDALE ELEMENTARY SCHOOL DISTRICT No. 40

7301 N. 58TH AVENUE, GLENDALE, ARIZONA 85301 • (623) 237-7100 • www.gesd40.org



These certificates are valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2022, certificates.

Acknowledgments: The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. In closing, without the leadership and support of the Governing Board of the District, preparation of this report would not have been possible.

Respectfully submitted,

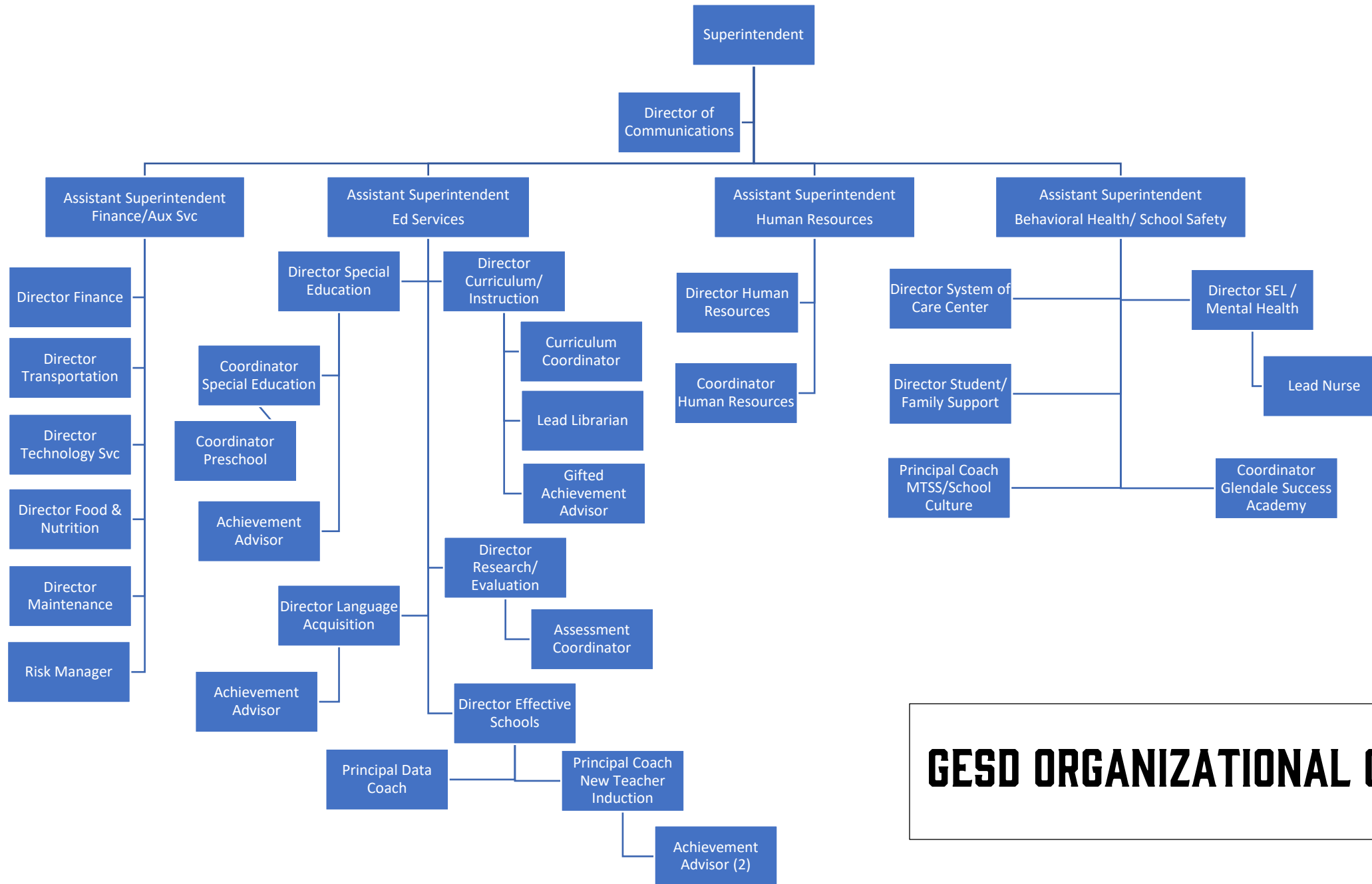
A handwritten signature in black ink, appearing to read "Cindy Segotta-Jones".

Cindy Segotta-Jones
Superintendent

A handwritten signature in blue ink, appearing to read "Mike Barragan".

Mike Barragan
Assistant Superintendent of Finance and Auxiliary Services

ALL IN FOR ALL KIDS



GESD ORGANIZATIONAL CHART

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Mike Martinez, President

Monica Pimentel, Clerk

Sara Smith, Member

Brenda Bartels, Member

Mary Ann Wilson, Member

ADMINISTRATIVE STAFF

Cindy Segotta-Jones, Superintendent

Mike Barragan, Assistant Superintendent of Finance and Auxiliary Services

Norma Jauregui, Assistant Superintendent of Educational Services

Deby Valadez, Assistant Superintendent of Human Resources

Louis Laffitte, Assistant Superintendent of Behavioral Health & Student Safety



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Glendale Elementary School District 40

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

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



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Glendale Elementary School District No. 40
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

This page intentionally left blank.



INDEPENDENT AUDITORS' REPORT

Governing Board of
Glendale Elementary School District No. 40
Glendale, Arizona

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Glendale Elementary School District No. 40, (the District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of the District, as of year ended June 30, 2022, 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.

Basis for Opinion

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

Responsibilities of Management for the Financial Statements

Glendale Elementary School District No. 40's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

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

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

Required Supplementary Information

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

Other Information


Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the the District's basic financial statements. The introductory section, budgetary comparison schedules, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and budgetary comparison schedules, 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 fund financial statements and budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections 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 Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2022, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Scottsdale, Arizona
December 15, 2022

This page intentionally left blank.

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
(Required Supplementary Information)

This page intentionally left blank.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

As management of the Glendale Elementary School District No. 40 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

FINANCIAL HIGHLIGHTS

Key financial highlights for fiscal year June 30, 2022, were as follows:

- As of June 30, 2022, the District's total net position was \$29.9 million. This is an increase of \$5.1 million, or 20.5 percent, from fiscal year 2020-21.
- General revenues of \$73.8 million accounted for 57.8 percent of all fiscal year 2021-22 revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions of \$53.9 million accounted for 42.2 percent of total fiscal year 2021-22 revenues.
- The District had \$122.6 million in expenses related to governmental activities; of which \$53.9 million of these expenses were offset by program specific charges for services, operating grants and contributions, and capital grants and contributions. General revenues of \$73.8 million provided resources for the remaining \$68.7 million of District costs. The excess between the general revenues and remaining District costs resulted in net position increasing \$5.1 million.
- The General Fund reported \$68.4 million in revenues and \$68.2 million in expenditures. The revenues consisted primarily of \$45.5 million in state aid and grants and \$13.4 million in property taxes. As a result of annual activity, the General Fund's fund balance increased \$2.1 million.
- The District's net capital assets decreased \$3.6 million as a result of activity throughout the year. For additional information regarding the capital assets, see financial statement note 5.
- In April 2022, the District issued \$5.4 million in Private Placement Refunding Bonds. Proceeds from the bonds will be used to refund School Improvement Bond, Project of 2011, Series A bonds.
- On July 1, 2021, the District made a \$2.5 million principal payment on outstanding bonds and refunded \$5.2 million in April 2022, which, combined with the newly issued bonds, brings the principal owed to \$40.3 million as of June 30, 2022. For further information regarding bonds, see financial statement note 11.
- The District made a \$380,091 principal payment on an outstanding financed purchase reducing the principal balance to \$3.5 million as of June 30, 2022. For further information regarding leases, see financial statement note 13.
- As of June 30, 2022, the District's total net position for the Internal Service Fund was \$3.6 million. This is an increase of \$1.3 million, or 59.8 percent, from fiscal year 2020-21.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

FINANCIAL HIGHLIGHTS

- The District was awarded \$19.8 million in ESSER II grant monies that can be expended through September 30, 2022; and \$44.8 million in ESSER III grant monies that can be expended through September 30, 2023. The District spent \$19.3 million from ESSER II Fund and \$2.1 million from ESSER III Fund during fiscal years 2020-21 and 2021-22. Therefore, the unspent remaining amounts were \$527,840 from ESSER II fund and \$42.7 million from ESSER III Fund, which can be used for subsequent fiscal years.

OVERVIEW OF FINANCIAL STATEMENTS

The District's basic financial statements are comprised of the government-wide financial statements, the fund financial statements and the notes to the financial statements. These sections provide a comprehensive overview of the District's finances.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

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

The *Statement of Activities* presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

The government-wide financial statements of the District include the Governmental activities. Most of the District's basic services are included here, such as instruction, extra-curricular activities, curriculum and staff development, and general administration. Property taxes, intergovernmental revenues and grants finance most of these activities.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be presented within governmental funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

OVERVIEW OF FINANCIAL STATEMENTS

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. The governmental fund *Balance Sheet* and the governmental fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Information is presented separately in the governmental fund *Balance Sheet* and in the governmental fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* for all major funds. Data from the other non-major governmental funds are combined into a single, aggregated presentation.

Proprietary funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. Because the services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide statements.

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

Required supplementary information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison schedule is provided for the General Fund and any major special revenue funds. Additionally, pension schedules detailing the District's proportionate share of net pension liability and pension contributions are presented as required supplementary information.

Other supplemental information has also been provided for informational purposes with combining and individual fund financial statements and budgetary comparison schedules and are presented immediately following the required supplementary information beginning on page 77.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table presents a comparison of the District's net position for the fiscal years ended June 30, 2022 and 2021.

	<u>As of June 30, 2022</u>	<u>As of June 30, 2021</u>	<u>Change</u>	<u>Percent Change</u>
ASSETS				
Current assets	\$ 78,889,201	\$ 75,302,196	\$ 3,587,005	4.8 %
Capital assets	<u>95,242,132</u>	<u>98,830,329</u>	<u>(3,588,197)</u>	<u>(3.6)%</u>
Total assets	<u>174,131,333</u>	<u>174,132,525</u>	<u>(1,192)</u>	<u>- %</u>
DEFERRED OUTFLOWS OF RESOURCES				
	<u>16,602,669</u>	<u>16,509,789</u>	<u>92,880</u>	<u>0.6 %</u>
LIABILITIES				
Current liabilities	18,353,986	18,421,776	(67,790)	(0.4)%
Noncurrent liabilities	<u>119,060,739</u>	<u>145,350,175</u>	<u>(26,289,436)</u>	<u>(18.1)%</u>
Total liabilities	<u>137,414,725</u>	<u>163,771,951</u>	<u>(26,357,226)</u>	<u>(16.1)%</u>
DEFERRED INFLOWS OF RESOURCES				
	<u>23,454,772</u>	<u>2,095,410</u>	<u>21,359,362</u>	<u>1,019.3 %</u>
NET POSITION				
Net investment in capital assets	64,269,129	67,617,930	(3,348,801)	(5.0)%
Restricted	21,685,652	17,428,181	4,257,471	24.4 %
Unrestricted	<u>(56,090,276)</u>	<u>(60,271,158)</u>	<u>4,180,882</u>	<u>6.9 %</u>
Total net position	<u>\$ 29,864,505</u>	<u>\$ 24,774,953</u>	<u>\$ 5,089,552</u>	<u>20.5 %</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$29.9 million as of June 30, 2022. The following represents significant information regarding changes and balances:

- The District's current assets increased \$3.6 million primarily due to an increase in cash and investments.
- The District had \$3.5 million in additions and \$3,829 of net deletions and adjustments to capital assets that were offset by depreciation expense of \$7.1 million, resulting in an overall net decrease in capital assets of \$3.6 million.
- The current liabilities decrease of \$67,790 was not considered significant.
- Noncurrent liabilities decreased \$26.3 million, deferred outflows of resources increased \$92,880, and deferred inflows of resources increased \$21.4 million primarily due to the results of investment activity and participant activity when compared to Arizona State Retirement System's estimates.
- By far, the largest portion of the District's net position, \$64.3 million, reflects its net investment in capital assets. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Additionally, \$21.7 million of the District's net position represents resources that are subject to external restrictions. The remaining deficit balance of net position, \$56.1 million, is considered unrestricted. For additional information regarding net position, see financial statement note 1.Q.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table presents a comparison of the changes in net position for the fiscal years ended June 30, 2022 and 2021.

	Fiscal Year Ended <u>June 30, 2022</u>	Fiscal Year Ended <u>June 30, 2021</u>	<u>Change</u>	<u>Percent Change</u>
Revenues:				
Program revenues:				
Charges for services	\$ 10,602,353	\$ 14,152,508	\$ (3,550,155)	(25.1)%
Operating grants and contributions	42,993,758	42,969,455	24,303	0.1 %
Capital grants and contributions	282,471	1,038,128	(755,657)	(72.8)%
General revenues:				
Taxes	16,865,387	18,539,658	(1,674,271)	(9.0)%
State aid	51,178,555	43,101,080	8,077,475	18.7 %
County aid	5,048,277	4,405,226	643,051	14.6 %
Payments in lieu of taxes	393,344	393,956	(612)	(0.2)%
Investment income	329,799	242,268	87,531	36.1 %
Miscellaneous	22,798	81,165	(58,367)	(71.9)%
Total revenues	<u>127,716,742</u>	<u>124,923,444</u>	<u>2,793,298</u>	<u>2.2 %</u>
Expenses:				
Instruction	55,337,182	54,699,569	637,613	1.2 %
Support services - students and staff	16,620,900	16,821,122	(200,222)	(1.2)%
Support services - administration	23,267,328	28,207,410	(4,940,082)	(17.5)%
Operation and maintenance of plant	14,666,160	16,675,542	(2,009,382)	(12.0)%
Student transportation services	3,631,483	2,972,860	658,623	22.2 %
Operation of non-instructional services	7,622,954	5,512,855	2,110,099	38.3 %
Interest on long-term debt	1,481,183	1,456,371	24,812	1.7 %
Total expenses	<u>122,627,190</u>	<u>126,345,729</u>	<u>(3,718,539)</u>	<u>(2.9)%</u>
Change in net position	5,089,552	(1,422,285)	6,511,837	457.8 %
Beginning net position	<u>24,774,953</u>	<u>26,197,238</u>	<u>(1,422,285)</u>	<u>(5.4)%</u>
Ending net position	<u>\$ 29,864,505</u>	<u>\$ 24,774,953</u>	<u>\$ 5,089,552</u>	<u>20.5 %</u>

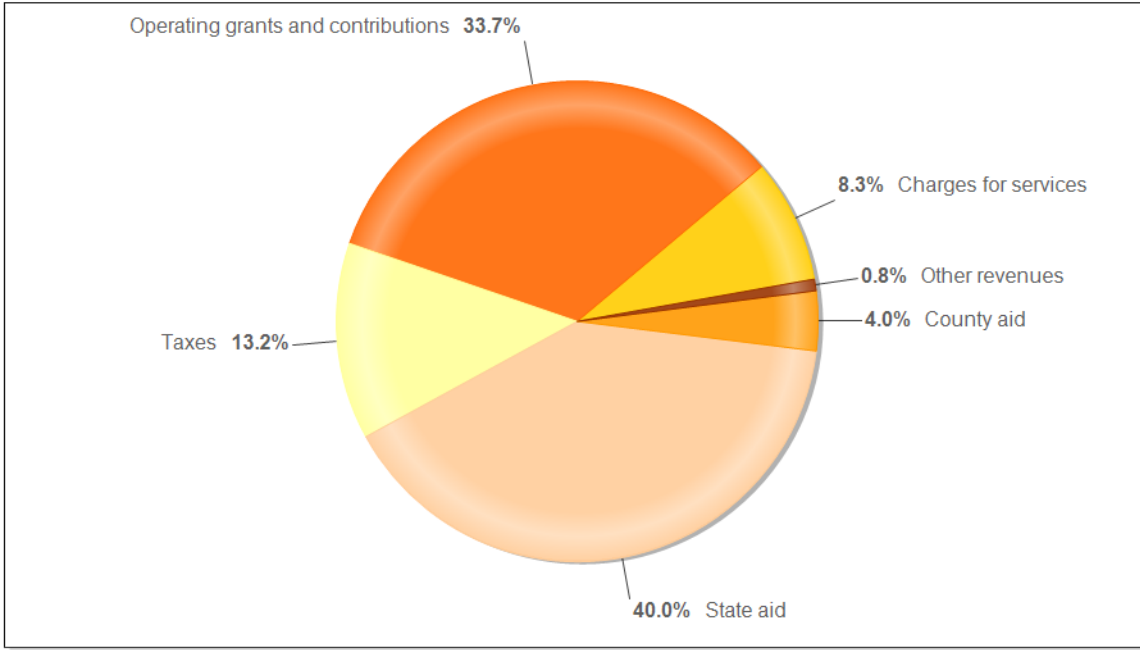
Net position increased \$5.1 million; the following represents significant information regarding changes:

- Revenues increased \$2.8 million primarily due to an increase in state aid monies.
- Expenses decreased \$3.7 million due to the decreases in support services - administration and operation and maintenance of plant expenses.

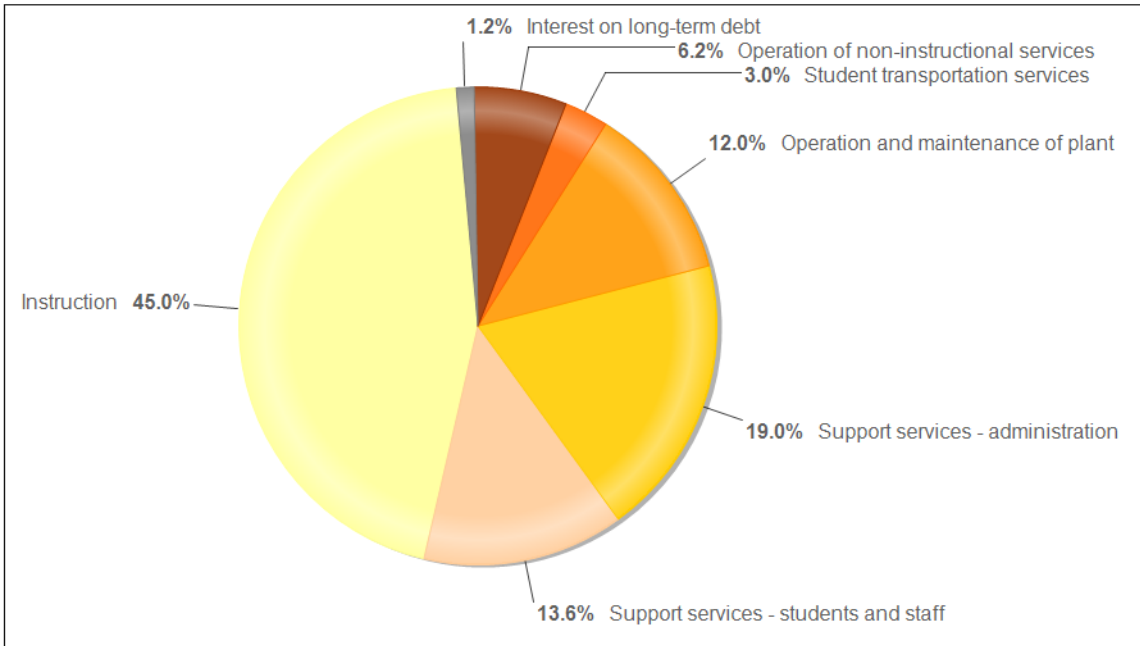
**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

District-Wide Revenues
FY 2021-22

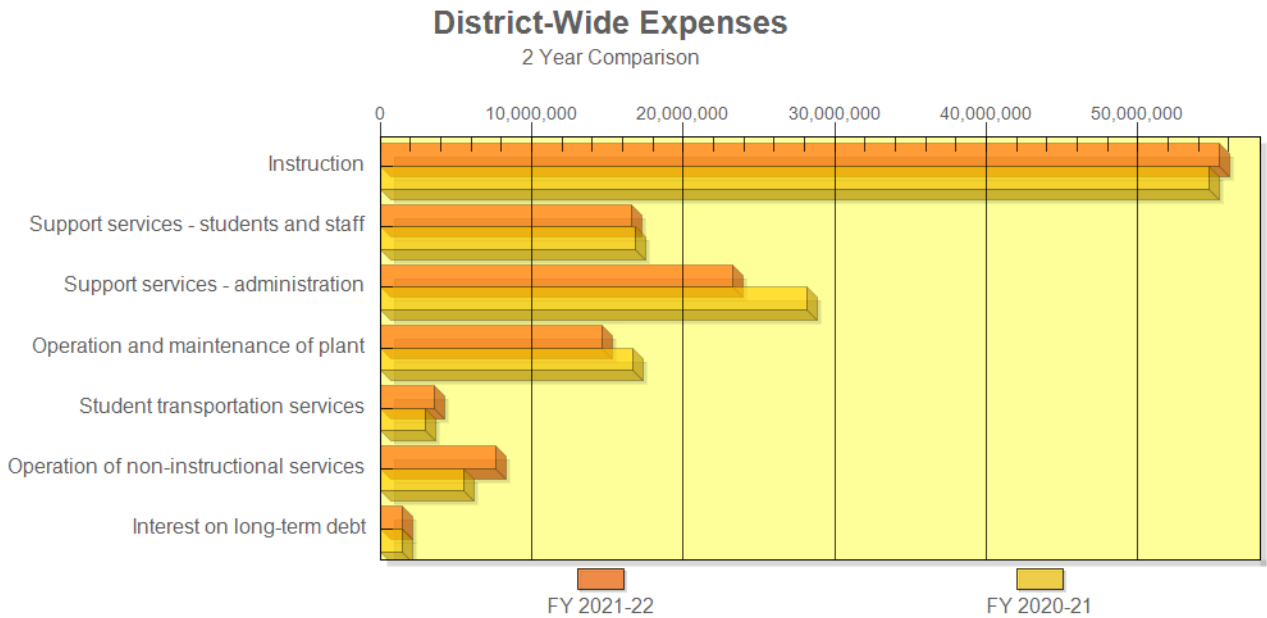
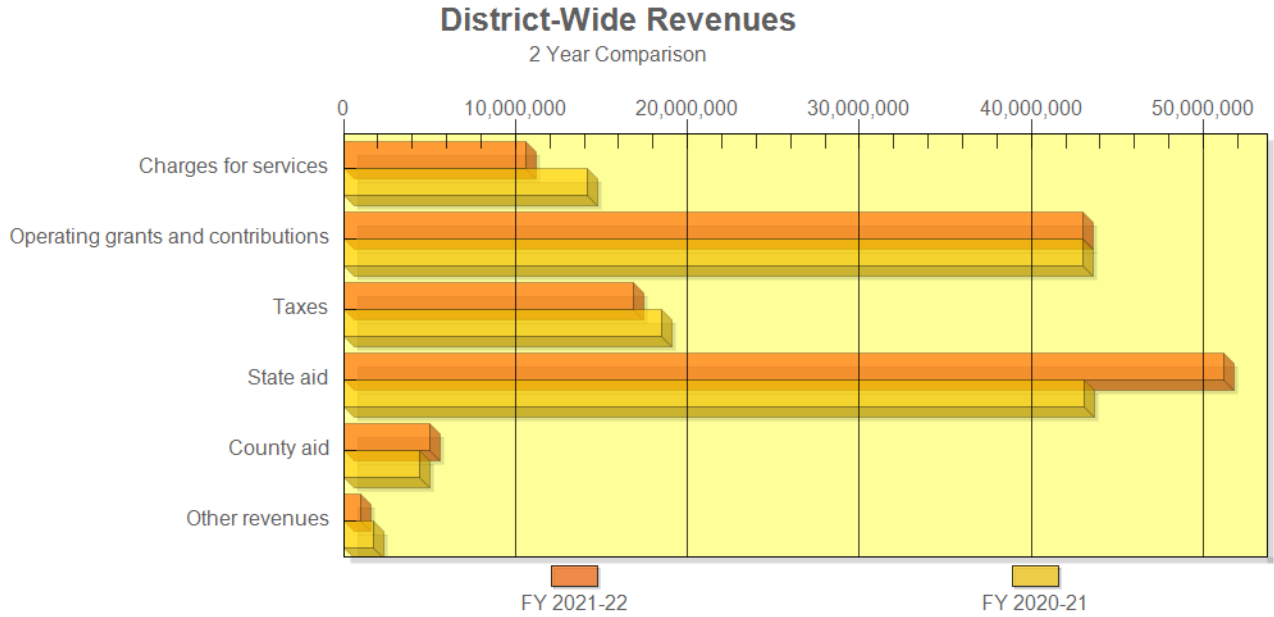


District-Wide Expenses
FY 2021-22



**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The following table displays information from the *Statement of Activities* governmental activities and compares the net cost of services for the two years ended June 30, 2022 and 2021.

<u>Expense Function</u>	Net (Expense)	Net (Expense)	<u>Change</u>	<u>Percent Change</u>
	Revenue	Revenue		
	<u>June 30, 2022</u>	<u>June 30, 2021</u>		
Instruction	\$ (39,416,067)	\$ (33,478,248)	\$ (5,937,819)	(17.7)%
Support services - students and staff	(4,466,932)	(8,400,996)	3,934,064	46.8 %
Support services - administration	(11,527,339)	(11,113,156)	(414,183)	(3.7)%
Operation and maintenance of plant	(12,057,462)	(10,354,734)	(1,702,728)	(16.4)%
Student transportation services	(3,383,481)	(2,617,407)	(766,074)	(29.3)%
Operation of non-instructional services	3,583,856	(764,726)	4,348,582	568.6 %
Interest on long-term debt	(1,481,183)	(1,456,371)	(24,812)	(1.7)%
Total	<u>\$ (68,748,608)</u>	<u>\$ (68,185,638)</u>	<u>\$ (562,970)</u>	<u>(0.8)%</u>

The net cost of services increased \$562,970, or 0.8 percent, due to overall expenses decreasing \$3.7 million while program revenues decreased \$4.3 million. The following represents significant information regarding changes and balances:

- Program revenues of \$53.9 million subsidized the government-wide expenses.
- The remaining net costs of governmental activities of \$68.7 million were financed through general revenues.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

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

The following table provides analysis of the District's major and other governmental funds' fund balances and the total change in fund balances for the two years ended June 30, 2022 and 2021.

<u>Fund</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>Change</u>	<u>Percent Change</u>
General Fund	\$ 17,090,216	\$ 15,018,579	\$ 2,071,637	13.8 %
Title I Grants Fund	-	-	-	-
Bond Building Fund	15,295,306	18,022,073	(2,726,767)	(15.1)%
Other Governmental Funds	21,656,995	17,296,613	4,360,382	25.2 %
Total	<u>\$ 54,042,517</u>	<u>\$ 50,337,265</u>	<u>\$ 3,705,252</u>	<u>7.4 %</u>

The total governmental fund balances were \$54.0 million at June 30, 2022. It is not expected that the nature of the restrictions, commitments or other limitations on fund balances will significantly affect future operations. Overall governmental fund balance increased \$3.7 million. The following represents significant information regarding changes:

- The General Fund's fund balance increased \$2.1 million, or 13.8 percent, primarily due to an increase in state aid monies received during the fiscal year. Of the General Fund's fund balance, \$16.8 million is unassigned, which may serve as a useful measure of net resources available for spending at June 30, 2022.
- The Title I Grants Fund's fund balance did not reflect a change due to revenue being recorded to the extent earned for grant funds.
- The Bond Building Fund's fund balance decreased \$2.7 million, or 15.1 percent, primarily due to the expenditures spent from prior year's issuance proceeds.
- The Other Governmental Funds' fund balance increased \$4.4 million, or 25.2 percent, primarily due to the reduced expenditures from COVID-related federal grant spent in the current fiscal year.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared annually according to Arizona law. The General Fund Budgetary Comparison Schedule presents the budgeted amounts, as well as the variances between the final budget and the actual expenditures incurred.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget.

The General Fund's adopted budget for the fiscal year ending June 30, 2022, was \$69.8 million. Over the course of the year, the District revised the General Fund annual expenditure budget to \$64.1 million to reflect revised funding levels.

The actual amounts expended in the General Fund were \$59.4 million, which was \$4.7 million, or 7.3 percent, less than the final budget. This difference was due to regular education support services expenditures being less than anticipated.

CAPITAL ASSETS

As of June 30, 2022, the District had invested \$95.2 million in capital assets (net of accumulated depreciation) including school buildings, athletic facilities, buses, computers, and other equipment.

The following schedule presents a comparison of the capital asset balances for the years ended June 30, 2022 and 2021.

<u>Governmental activities:</u>	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>Change</u>	<u>Percent Change</u>
Land	\$ 8,707,919	\$ 8,707,919	\$ -	- %
Construction in progress	596,798	45,814	550,984	1,202.7 %
Land improvements	13,092,353	12,462,792	629,561	5.1 %
Buildings and improvements	178,313,077	176,603,233	1,709,844	1.0 %
Vehicles, furniture, and equipment	21,700,953	21,918,660	(217,707)	(1.0)%
Total	<u>222,411,100</u>	<u>219,738,418</u>	<u>2,672,682</u>	<u>1.2 %</u>
Less: accumulated depreciation	<u>(127,168,968)</u>	<u>(120,908,089)</u>	<u>(6,260,879)</u>	<u>(5.2)%</u>
Capital assets, net	<u>\$ 95,242,132</u>	<u>\$ 98,830,329</u>	<u>\$ (3,588,197)</u>	<u>(3.6)%</u>

A more in-depth analysis of material activity within capital assets is presented within the analysis of the *Statement of Net Position* earlier in the Management's Discussion and Analysis. Detailed information on the District's capital assets can be found in financial statement note 5.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

LONG-TERM LIABILITIES

The following schedule presents a comparison of long-term liabilities for the years ended June 30, 2022 and 2021.

	<u>June 30, 2022</u>	<u>June 30, 2021</u>	<u>Change</u>	<u>Percent Change</u>
Bonds payable	\$ 40,345,000	\$ 42,720,000	\$ (2,375,000)	(5.6)%
Bond premium	2,470,093	2,681,165	(211,072)	(7.9)%
Net pension liability	67,746,237	90,127,359	(22,381,122)	(24.8)%
Other postemployment benefits	2,933,818	3,282,830	(349,012)	(10.6)%
Financed purchases	3,453,216	3,833,307	(380,091)	(9.9)%
Compensated absences	<u>2,112,375</u>	<u>2,705,514</u>	<u>(593,139)</u>	<u>(21.9)%</u>
Total	<u>\$119,060,739</u>	<u>\$145,350,175</u>	<u>\$ (26,289,436)</u>	<u>(18.1)%</u>

Overall long-term liability balance decreased \$26.3 million. The following represents significant information regarding changes:

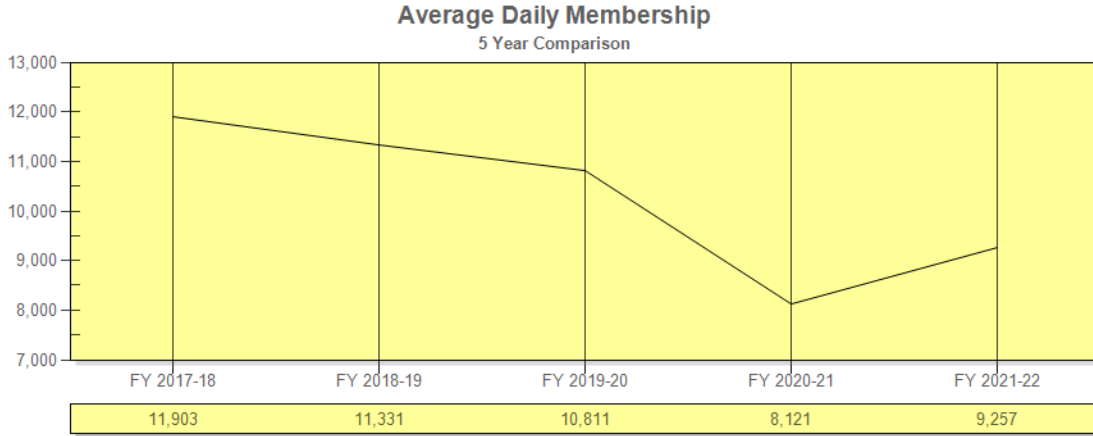
- Bonds payable decreased \$2.4 million, or 5.6 percent, due to the required payments of principal in accordance with the terms of the debt agreements.
- Bond premium decreased \$211,072, or 7.9 percent, due to the amortization of outstanding bond premiums.
- Net pension liability decreased \$22.4 million, or 24.8 percent, and other postemployment benefits decreased \$349,012, or 10.6 percent due to the results of investment activity and participant activity when compared to anticipated results as determined by the Arizona State Retirement System's actuaries.
- The financed purchases decreased \$380,091, or 9.9 percent, due to the payment of principal as required by the financed purchase agreements.
- Compensated absences decreased \$593,139, or 21.9 percent, due to the accrual and use of available leave balances by employees.

For additional information regarding long-term liabilities, see financial statement note 9.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
JUNE 30, 2022**

ECONOMIC FACTORS AND NEXT YEAR'S GENERAL FUND BUDGET AND RATES

Many factors were considered by the District's administration during the process of developing the General Fund's budget for the next fiscal year (fiscal year 2022-23). The primary factors considered in developing fiscal year 2022-23's budget were the District's student population and related employee salaries. This chart provides the District's average daily membership over the past five years.



100 Day Count

Also considered in the development of the budget is the local economy and inflation of the surrounding area. Amounts available in the General Fund's fiscal year 2022-23 budget are \$68.2 million, an increase of 6.4 percent, which reflects the following:

- Available budget balance carryforward is \$4.7 million.
- Current year average daily membership is 9,257. However, average daily membership is expected to decrease in the fiscal year 2022-23 school year due to school closures and competition with charter schools.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Glendale Elementary School District No. 40, 7301 N. 58th Ave., Glendale, Arizona 85301.

This page intentionally left blank.

GOVERNMENT-WIDE FINANCIAL STATEMENTS

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF NET POSITION
JUNE 30, 2022

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 46,660,394
Accounts receivable	115,896
Refundable deposit	162,439
Property taxes receivable	1,287,662
Due from other governments	30,215,002
Inventories	447,808
Capital assets:	
Capital assets not being depreciated	9,304,717
Capital assets being depreciated, net	<u>85,937,415</u>
Total assets	<u>174,131,333</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pensions and other postemployment benefit plan items	<u>16,602,669</u>
LIABILITIES	
Accounts payable	2,537,821
Accrued payroll and benefits	3,652,793
Advances from grantors	6,460,349
Interest payable	703,023
Tax anticipation notes payable	5,000,000
Noncurrent liabilities:	
Due within one year	2,643,070
Due in more than one year	<u>116,417,669</u>
Total liabilities	<u>137,414,725</u>
DEFERRED INFLOWS OF RESOURCES	
Pension and other postemployment benefit plan items	<u>23,454,772</u>
NET POSITION	
Net investment in capital assets	64,269,129
Restricted for:	
Debt service	274,795
Capital outlay	4,926,888
Food service	8,008,042
Voter approved initiatives	6,807,120
Other purposes	1,668,807
Unrestricted	<u>(56,090,276)</u>
Total net position	<u>\$ 29,864,505</u>

The accompanying notes are an integral part of these statements.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 55,337,182	\$ 33,825	\$ 15,887,290	\$ -	\$ (39,416,067)
Support services - students and staff	16,620,900	44,339	12,109,629	-	(4,466,932)
Support services - administration	23,267,328	9,628,460	2,111,529	-	(11,527,339)
Operation and maintenance of plant	14,666,160	163,320	2,162,907	282,471	(12,057,462)
Student transportation services	3,631,483	-	248,002	-	(3,383,481)
Operation of non-instructional services	7,622,954	732,409	10,474,401	-	3,583,856
Interest on long-term debt	1,481,183	-	-	-	(1,481,183)
Total governmental activities	\$122,627,190	\$10,602,353	\$ 42,993,758	\$ 282,471	(68,748,608)
General revenues:					
Taxes:					
Property taxes, general purposes					12,937,085
Property taxes, debt service					3,319,288
Property taxes, capital outlay					609,014
State aid:					
General purposes					45,102,722
Capital outlay					5,757,288
Instructional improvement					318,545
County aid					5,048,277
Payments in lieu of taxes					393,344
Investment income					329,799
Miscellaneous					22,798
Total general revenues					73,838,160
Change in net position					5,089,552
Net position, July 1, 2021					24,774,953
Net position, June 30, 2022					\$ 29,864,505

The accompanying notes are an integral part of these statements.

This page intentionally left blank.

FUND FINANCIAL STATEMENTS

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2022**

	<u>General Fund</u>	<u>Title I Grants Fund</u>	<u>Bond Building Fund</u>
ASSETS			
Cash and investments	\$ 9,496,849	\$ -	\$ 15,464,460
Accounts receivable	59,598	-	-
Refundable deposit	-	-	-
Property taxes receivable	1,092,411	-	-
Due from other governments	11,846,528	11,820,234	-
Due from other funds	3,607,515	-	-
Inventories	<u>263,353</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 26,366,254</u>	<u>\$ 11,820,234</u>	<u>\$ 15,464,460</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 863,355	\$ 35,593	\$ 169,154
Accrued payroll and benefits	2,716,656	378,606	-
Advances from grantors	-	5,657,652	-
Bonds payable	-	-	-
Interest payable	43,189	-	-
Tax anticipation notes payable	5,000,000	-	-
Due to other funds	<u>-</u>	<u>5,748,383</u>	<u>-</u>
Total liabilities	<u>8,623,200</u>	<u>11,820,234</u>	<u>169,154</u>
Deferred inflows of resources:			
Unavailable revenue - property tax	536,273	-	-
Unavailable revenue - time restrictions	<u>116,565</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>652,838</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>9,276,038</u>	<u>11,820,234</u>	<u>169,154</u>
Fund balances:			
Nonspendable:			
Inventories	263,353	-	-
Restricted:			
Debt service	-	-	-
Capital outlay	-	-	15,295,306
Food service	-	-	-
Voter approved initiatives	-	-	-
Other purposes	-	-	-
Unassigned	<u>16,826,863</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>17,090,216</u>	<u>-</u>	<u>15,295,306</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 26,366,254</u>	<u>\$ 11,820,234</u>	<u>\$ 15,464,460</u>

The accompanying notes are an integral part of these statements.

Other Governmental Funds	Total Governmental Funds
\$ 18,134,141	\$ 43,095,450
29,212	88,810
162,439	162,439
195,251	1,287,662
6,548,240	30,215,002
6,909,226	10,516,741
<u>184,455</u>	<u>447,808</u>
<u>\$ 32,162,964</u>	<u>\$ 85,813,912</u>

\$ 1,469,264	\$ 2,537,366
538,752	3,634,014
802,697	6,460,349
2,030,000	2,030,000
659,834	703,023
-	5,000,000
<u>4,768,358</u>	<u>10,516,741</u>
<u>10,268,905</u>	<u>30,881,493</u>

123,759	660,032
<u>113,305</u>	<u>229,870</u>
<u>237,064</u>	<u>889,902</u>
<u>10,505,969</u>	<u>31,771,395</u>

184,455	447,808
274,795	274,795
4,926,888	20,222,194
7,823,587	7,823,587
6,807,120	6,807,120
1,668,807	1,668,807
<u>(28,657)</u>	<u>16,798,206</u>
<u>21,656,995</u>	<u>54,042,517</u>
<u>\$ 32,162,964</u>	<u>\$ 85,813,912</u>

The accompanying notes are an integral part of these statements.

This page intentionally left blank.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
GOVERNMENT-WIDE STATEMENT OF NET POSITION
JUNE 30, 2022**

Fund balances - total governmental funds	\$ 54,042,517
<p>Amounts reported for governmental activities in the <i>Statement of Net Position</i> are different because:</p>	
<p>Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental fund statements.</p>	95,242,132
<p>Revenues reported in the <i>Statement of Activities</i> that will be collected beyond the 60 day recognition period do not provide current financial resources and are deferred in the governmental fund statements.</p>	
Property taxes	660,032
Receipts	229,870
<p>Deferred outflows and inflows of resources are applicable to future reporting periods and, therefore, are not reported in the governmental fund statements.</p>	
Deferred outflows of resources related to pensions and other postemployment benefit plan items	16,602,669
Deferred inflows of resources related to pensions and other postemployment benefit plan items	(23,454,772)
<p>The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The assets and liabilities of the Internal Service Fund are included in the <i>Statement of Net Position</i>.</p>	3,572,796
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental fund statements.</p>	
Bonds payable	(38,315,000)
Bond premium	(2,470,093)
Net pension liability	(67,746,237)
OPEB liability	(2,933,818)
Financed purchases	(3,453,216)
Compensated absences	<u>(2,112,375)</u>
Net position of governmental activities	<u>\$ 29,864,505</u>

The accompanying notes are an integral part of these statements.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022**

	<u>General Fund</u>	<u>Title I Grants Fund</u>	<u>Bond Building Fund</u>
Revenues:			
Property taxes	\$ 13,382,574	\$ -	\$ -
State aid and grants	45,516,367	-	-
Federal aid and grants	3,829,036	6,253,538	-
Other local revenue	<u>5,702,126</u>	<u>-</u>	<u>-</u>
Total revenues	<u>68,430,103</u>	<u>6,253,538</u>	<u>-</u>
Expenditures:			
Current:			
Instruction	37,579,680	1,544,120	-
Support services - students and staff	8,151,351	4,088,767	-
Support services - administration	10,551,878	350,700	-
Operation and maintenance of plant	8,286,388	-	84,796
Student transportation services	3,084,357	-	-
Operation of non-instructional services	463,234	-	-
Capital outlay	-	-	2,641,971
Debt service:			
Principal	-	-	-
Interest	43,189	-	-
Bonds issuance cost	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>68,160,077</u>	<u>5,983,587</u>	<u>2,726,767</u>
Excess (deficiency) of revenues over expenditures	270,026	269,951	(2,726,767)
Other financing sources (uses):			
Issuance of refunding bonds	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	2,376,384	-	-
Transfers out	<u>(507,084)</u>	<u>(269,951)</u>	<u>-</u>
Total other financing sources (uses)	<u>1,869,300</u>	<u>(269,951)</u>	<u>-</u>
Net change in fund balances	2,139,326	-	(2,726,767)
Fund balances, July 1, 2021	15,018,579	-	18,022,073
Change in inventories	<u>(67,689)</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 17,090,216</u>	<u>\$ -</u>	<u>\$ 15,295,306</u>

The accompanying notes are an integral part of these statements.

Other Governmental Funds	Total Governmental Funds
\$ 3,964,666	\$ 17,347,240
14,797,028	60,313,395
24,116,515	34,199,089
<u>1,234,909</u>	<u>6,937,035</u>
<u>44,113,118</u>	<u>118,796,759</u>
14,576,002	53,699,802
4,678,837	16,918,955
3,675,344	14,577,922
2,966,301	11,337,485
309,516	3,393,873
7,112,110	7,575,344
866,366	3,508,337
2,410,091	2,410,091
1,649,066	1,692,255
<u>65,881</u>	<u>65,881</u>
<u>38,309,514</u>	<u>115,179,945</u>
5,803,604	3,616,814
5,385,000	5,385,000
(5,319,119)	(5,319,119)
507,084	2,883,468
<u>(2,106,433)</u>	<u>(2,883,468)</u>
<u>(1,533,468)</u>	<u>65,881</u>
4,270,136	3,682,695
17,296,613	50,337,265
<u>90,246</u>	<u>22,557</u>
<u>\$ 21,656,995</u>	<u>\$ 54,042,517</u>

The accompanying notes are an integral part of these statements.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

Net change in fund balances - total governmental funds **\$ 3,682,695**

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 and reported as depreciation expense.

Capital outlay	3,508,337
Depreciation	(7,092,705)
Net disposal of capital assets	(3,829)

Property taxes and other receipts in the *Statement of Activities* that do not provide current financial resources are not reported as revenues in the governmental funds.

Prior year unavailable property tax	(1,141,885)
Prior year receipts after 60 day recognition period	(626,014)
Current year unavailable property tax	660,032
Current year receipts after 60 day recognition period	229,870

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the *Statement of Net Position* because the reported net pension liability is measured a year before the District's report date. Pension and OPEB expenses, which are the changes in the net pension and OPEB liabilities adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the *Statement of Activities*.

Pension contribution	6,550,295
Pension expense	(5,330,331)
OPEB contribution	241,143
OPEB expense (credit)	2,545

The Internal Service Fund is used by management to charge the cost of insurance to the individual funds. The changes in net position of the Internal Service Fund is reported with governmental activities in the *Statement of Activities*. 1,337,540

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022**

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the *Statement of Net Position*. Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the *Statement of Net Position*. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is issued, whereas these amounts are amortized in the *Statement of Activities*.

Refunding bond proceeds	(5,385,000)
Bond principal payment	7,250,000
Amortization of bond discount/premium	211,072
Financed purchases	380,091

Under the modified accrual basis of accounting used in the governmental funds, expenditures, such as compensated absences, are not recognized for transactions that are not normally paid with expendable available resources. In the *Statement of Activities*, however, which is presented on the accrual basis of accounting, expenses are reported regardless of when the financial resources are available.

593,139

Some cash outlays, such as changes in inventories, are reported as expenditures in the governmental funds when purchased. In the *Statement of Activities*, however, they are reported as expenses when consumed.

22,557

Change in net position of governmental activities

\$ 5,089,552

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF NET POSITION - PROPRIETARY FUND
JUNE 30, 2022**

	<u>Governmental Activities Internal Service Fund</u>
ASSETS	
Current assets:	
Cash and investments	\$ 3,564,944
Accounts receivable	27,086
Due from other funds	<u>187,217</u>
Total assets	<u>3,779,247</u>
LIABILITIES	
Current liabilities:	
Accounts payable	\$ 455
Accrued payroll and employee benefits	18,779
Due to other funds	<u>187,217</u>
Total liabilities	<u>206,451</u>
NET POSITION	
Unrestricted	<u>3,572,796</u>
Total net position	<u>\$ 3,572,796</u>

The accompanying notes are an integral part of these statements.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Governmental Activities Internal Service Fund</u>
Operating revenues:	
Contributions	\$ <u>9,791,919</u>
Total operating revenues	<u>9,791,919</u>
Operating expenses:	
Claims and related fees payments	1,158,358
Insurance premiums paid to third parties	7,278,295
Supplies	20,650
Administrative fees	<u>3,137</u>
Total operating expenses	<u>8,460,440</u>
Operating income	<u>1,331,479</u>
Non-operating revenues:	
Investment income	<u>6,061</u>
Total non-operating revenues	<u>6,061</u>
Change in net position	1,337,540
Total net position, July 1, 2021	<u>2,235,256</u>
Total net position, June 30, 2022	<u>\$ 3,572,796</u>

The accompanying notes are an integral part of these statements.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF CASH FLOWS - PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Governmental Activities Internal Service Fund</u>
Cash flows from operating activities:	
Receipts from contributions	\$ 9,787,533
Payments for claims, premiums, fees, and supplies	<u>(8,454,835)</u>
Net cash flows provided by operating activities	<u>1,332,698</u>
Cash flows from investing activities:	
Interest received	<u>6,061</u>
Net change in cash and cash equivalents	1,338,759
Cash and cash equivalents, July 1, 2021	<u>2,226,185</u>
Cash and cash equivalents, June 30, 2022	<u>\$ 3,564,944</u>
Reconciliation of operating income to net cash provided by operating activities	
Operating income	\$ 1,331,479
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in assets and liabilities:	
Accounts receivable	(4,386)
Accounts payables	455
Accrued payroll and employee benefits	<u>5,150</u>
Net cash provided by operating activities	<u>\$ 1,332,698</u>

The accompanying notes are an integral part of these statements.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Glendale Elementary School District No. 40 (District) has prepared the financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

A. Reporting Entity

The District is a special-purpose government that a separately elected governing body governs. It is legally separate from and fiscally independent of other state and local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements present only the activities of those organizational entities for which its elected governing board is financially accountable.

The Governing Board is organized under §15-321 of the Arizona Revised Statutes (A.R.S.). Management of the District is independent of other state or local governments. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools. The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls. The District's major operations include education, student transportation, food service, and maintenance of District facilities.

Criteria for determining if other entities are potential component units which should be reported within the District's basic financial statements are identified and described in the GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, §'s 2100 and 2600. The application of these criteria provides for identification of any entities for which the District is financially accountable and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's basic financial statements to be misleading or incomplete. Accordingly, for the year ending June 30, 2022, the District does not have any component units and is not a component unit of any other reporting entity.

B. Basis of Presentation

The basic financial statements include both government-wide financial statements and fund financial statements. The government-wide financial statements focus on the District as a whole, while the fund financial statements focus on fund reporting. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Government-Wide Financial Statements - Provide information about the primary government (the District). The statements include a *Statement of Net Position* and a *Statement of Activities*. These statements report the overall government's financial activities. They also distinguish between the District's governmental and any business-type activities. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties. The District does not have any business type activities.

A *Statement of Activities* presents a comparison between direct expenses and program revenues for each function of the District's governmental activities and segments of any business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses to programs or functions. Program revenues include:

- charges to customers for goods, services, or privileges provided
- operating grants and contributions
- capital grants and contributions

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes, are reported as general revenues.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double-counting of internal activities. However, charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

Fund Financial Statements - Provide information about the District's funds. Separate statements are presented for the governmental fund categories. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The District's accounts are organized into major governmental funds and other governmental funds as follows:

Major Governmental Funds:

General Fund - to account for all resources used to finance District operations except those required to be accounted for in other funds. The General Fund as presented includes the District's Maintenance and Operation Fund and other special revenue funds that do not have a substantial restriction on expenditures.

Title I Grants Fund - to account for federal financial assistance received to help improve disadvantaged students academic performance.

Bond Building Fund - to account for proceeds from district bond issues that are used for acquiring or leasing school sites; constructing or renovating school buildings; supply school buildings with furniture, equipment, and technology; improving school grounds; purchasing pupil transportation vehicles; or paying existing bonded indebtedness.

Other Governmental Funds:

Debt Service Fund - to account for the accumulation of resources and the payment of principal and interest on bonds.

Special Revenue Funds - to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Capital Project Funds - to account for the acquisition and construction of all major governmental general capital assets.

Proprietary Funds:

Internal Service Fund - to account for the financing of the District's self-insurance for employee benefits.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. Basis of Accounting

Government-wide Financial Statements - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenues in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

Under the terms of grant agreements, the District funds certain programs by a combination of grants and general revenues. Therefore, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. The District applies grant resources to such programs before using general revenues.

Governmental Fund Financial Statements - Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. Major revenue sources that are susceptible to accrual are property taxes, tuition, intergovernmental grants and aids, and investment earnings. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments, and compensated absences, which are recognized as expenditures to the extent they are due and payable. As permitted by generally accepted accounting principles it is the District's policy to apply the "early recognition" option for debt service payments. Property tax resources are provided in the Debt Service Fund during the current year for the payment of any debt service principal and interest due early in the following year (usually one to several days, up to one month). Therefore, the expenditures and related liabilities have been recognized in the current period. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under lease contracts are reported as other financing sources.

Proprietary Fund Financial Statements - The proprietary fund is reported using the economic resources measurement focus and the accrual basis of accounting. The proprietary fund distinguishes operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service fund are charges to other funds to support the District's self-insurance fund. Operating expenses for the internal service fund mainly include the payment of insurance claims. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Expenses and Expenditures

Using the accrual basis of accounting, expenses are recognized at the time a liability is incurred. In the modified accrual basis of accounting, expenditures are generally recognized in the accounting period in which the related fund liability is incurred, as under the accrual basis of accounting. However, under the modified accrual basis of accounting, expenditures are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental fund statements. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Cash and Investments

The District considers cash on hand, demand deposits, cash and investments held by the County Treasurer, investments in the State Treasurer's local government investment pool, and only those highly liquid investments with a maturity of 3 months or less when purchased to be cash and cash equivalents.

Arizona Revised Statutes require the District to deposit all cash with the County Treasurer, except as discussed below. Cash with the County Treasurer is pooled for investment purposes, except for cash in the Bond Building and Debt Service Funds, which may be invested separately.

Statute authorizes the District to separately invest monies of the Bond Building and Debt Service Funds in the State Treasurer's investment pool, obligations issued or guaranteed by the United States or any of its agencies or instrumentalities, specified state and local government bonds and notes, and interest-bearing savings accounts or certificates of deposit.

Statute authorizes the District to deposit monies of the Auxiliary Operations and Student Activities Funds in bank accounts. The District may also invest these monies. In addition, statute authorizes the District to maintain various bank accounts, such as clearing accounts to temporarily deposit receipts before they are transmitted to the County Treasurer; revolving accounts to pay minor disbursements; and withholdings accounts for taxes and employee insurance programs. Some of these bank accounts may be interest bearing.

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. Property Taxes

The Maricopa County Treasurer is responsible for collecting property taxes for all governmental entities within the County. The County levies real and personal property taxes on or before the third Monday in August that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

A lien assessed against real and personal property attaches on the first day of January preceding assessment and levy.

The District does not report a reserve for uncollectible property taxes as they are considered 100 percent collectible due to the County attaching a lien against all amounts past due as noted above.

G. Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

H. Inventories

Inventories in the government-wide and financial statements are recorded as assets when purchased and expensed when consumed. These inventories are stated at cost using the first-in/first-out (FIFO) method. The costs of inventories are accounted for using the consumption method (expensed when consumed).

I. Capital Assets

Capital assets are reported in the government-wide financial statements. Such assets are recorded at historical cost, or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts) are \$5,000 for all assets.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	20 years
Buildings and improvements	7 - 40 years
Vehicles, furniture, and equipment	5 - 20 years

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

J. Deferred Outflows and Inflows of Resources

The *Statement of Net Position* and *Balance Sheet* include separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to future periods. Deferred inflows of resources represent an acquisition of net assets that applies to future periods and will be recognized as a revenue in future periods. Delinquent property taxes that will not be collected within the 60 day availability period are reported as deferred inflows of resources in the governmental fund financial statements.

K. Postemployment Benefits

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

L. Advances from Grantors

Advances from grantors arise when assets are received before revenue recognition criteria have been satisfied. Advances from grantors generally comprise of federal and state entitlement revenues received before eligibility requirements are met.

M. Compensated Absences

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

N. Federal Revenue Sources

The District receives federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to, and approved by, various granting agencies. For federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

O. Investment Income

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments. Investment income is included in other local revenue in the fund financial statements. Interest earned from investments purchased with pooled monies is allocated to each of the District's funds based on their average balances.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

P. Interfund Activity

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the *Statement of Activities*. Interfund transfers in the fund financial statements are reported as other financing sources/uses in governmental funds.

Q. Net Position

In the government-wide financial statements, net position is reported in three components:

Net investment in capital assets - Net investment in capital assets consists of capital assets, net of accumulated depreciation reduced by any outstanding debt used to acquire, construct, or improve these assets.

Restricted - Restricted net position is reported when constraints placed on the net position use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or by state legislation.

Unrestricted - Unrestricted net position is used to account for the net position balance that does not meet the definition of either of the first two categories of net position.

R. Fund Balance Classifications

In the fund financial statements, governmental funds report fund balance in classifications that disclose constraints for which amounts in those funds can be spent. These classifications are as follows:

Nonspendable fund balance - Amounts which cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. This would include items not expected to be converted to cash including inventories and prepaid items.

Restricted fund balance - Amounts with constraints placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or state legislation.

Committed fund balance - Amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action of the Governing Board. These amounts cannot be used for any other purposes unless the Governing Board removes or changes the specific purpose by taking the same kind of formal action previously used to commit these amounts. Adoption of the annual budget does not constitute a commitment as appropriations lapse at year end without Governing Board action. This also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

R. Fund Balance Classifications

Assigned fund balance - Amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. The intent should be expressed by the Governing Board or body or official to which the Governing Board has delegated the authority to assign amounts to be used for specific purposes. Assigned fund balance in governmental funds, other than the General Fund, includes all spendable amounts that are not restricted or committed, if that amount is positive. In the General Fund, assigned amounts represent intended uses established by the Governing Board or a management official delegated that authority by the formal Governing Board action. The District does not have a formal policy or procedures for the utilization of assigned fund balance, accordingly, no assigned fund balance amounts are reported.

Unassigned fund balance - Spendable amounts in the General Fund that are not restricted, committed or assigned. The General Fund is the only fund that may report a positive unassigned fund balance amount. For governmental funds other than the General Fund, negative fund balances are reported here if restricted, committed, or assigned amounts exceed total spendable fund balance.

Hierarchy for use of fund balances - When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, the District uses restricted fund balance first. For the disbursement of unrestricted fund balances, the District uses committed amounts first, followed by assigned amounts, and, lastly, unassigned amounts.

Minimum fund balance policy - The District has not adopted a policy regarding maintenance of minimum fund balances.

S. Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 - CASH AND INVESTMENTS

Custodial Credit Risk - Deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's cash deposits may not be returned. The District does not have an adopted policy for custodial credit risk. As of June 30, 2022, the carrying amount (reported) cash balance was \$1,285,963 (\$1,128,603 reported within the governmental funds and \$157,360 reported in the proprietary funds), while the total bank balance was \$3,477,337, which was fully insured by the Federal Deposit Insurance Corporation (FDIC) and the collateral described below. The FDIC protects deposits in each bank the District uses against loss for the first \$250,000. Any deposits of cash deposits in excess of \$250,000 are covered by the State of Arizona's Pooled Collateral Program.

Arizona statute requires eligible depositories that accept public monies to participate in the pooled collateral program for public deposits. The Statewide Collateral Pool Administrator (Administrator) is responsible for ensuring that eligible depositories have posted 102% collateral for each public depositor in excess of any federally insured deposits. The purpose of the pooled collateral program is to ensure that governmental entities' public deposits placed in participating depositories are secured against loss. An eligible depository may not retain or accept any public deposit unless it has deposited the required collateral with a qualified escrow agent or the Administrator. The Administrator manages the pooled collateral program, including reporting on each depository's compliance with the program.

External Investment Pool. A.R.S. §15-996, authorizes the Maricopa County Treasurer to receive and hold all District monies and pool the monies with other school districts for investment purposes. As of June 30, 2022, the District reported \$45,374,431 (\$41,966,847 in the governmental funds and \$3,407,584 in the proprietary funds) on deposit with the Maricopa County Treasurer's Investment Pool (MCTIP). The MCTIP is an external investment pool with no regulatory oversight. The MCTIP is not required to register (and is not registered) with the Securities and Exchange Commission. As of June 30, 2022, the MCTIP did not receive a credit quality rating from a national rating agency. The Maricopa County Treasurer invests the cash in a pool under policy guidelines established by the County. The Maricopa County Treasurer accounts for the investment pool in their Fiduciary Investment Trust Fund. Interest rate risk, credit risk, custodial credit risk and concentration of credit risk regarding the MCTIP are included in the Annual Comprehensive Financial Report of Maricopa County. The fair value of each participant's position in the MCTIP approximates the value of the participant's shares in the pool and the District's shares are not identified with specific investments. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rate will adversely affect the fair value of an investment. The District does not have an adopted investment policy that limits investment maturities to one year or less as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an insurer or other counterparty to an investment in a debt security will not fulfill its obligations. The District has no investment policy that would further limit its investment choices than what is allowable per A.R.S.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 - DUE FROM OTHER GOVERNMENTS

Receivable balances have been disaggregated by type and presented separately in the financial statements with the exception of the amounts due from other governments. The District's due from other governments as of June 30, 2022, are as follows:

	<u>General Fund</u>	<u>Title I Grants Fund</u>	<u>Other Governmental Funds</u>	<u>Totals</u>
Due from state government:				
State equalization	\$ 11,758,440	\$ -	\$ -	\$11,758,440
State grants	-	-	422,264	422,264
SFB construction commitments	-	-	165,105	165,105
Due from federal government:				
Federal grants	<u>88,088</u>	<u>11,820,234</u>	<u>5,960,871</u>	<u>17,869,193</u>
Total due from other governments	<u>\$ 11,846,528</u>	<u>\$11,820,234</u>	<u>\$ 6,548,240</u>	<u>\$30,215,002</u>

NOTE 4 - ADVANCES FROM GRANTORS

Governmental funds report advances from grantors for assets that are transferred to the District prior to the District fulfilling all program requirements that would entitle them to recognize the revenue. As of June 30, 2022, the advances from grantors reported in the governmental funds were as follows:

Title I Grants Fund:	
Advances from federal grants	\$ 5,657,652
Other Governmental Funds:	
Advances from state grants	432,762
Advances from federal grants	<u>369,935</u>
Total Other Governmental Funds:	<u>802,697</u>
Total advances from grantors	<u>\$ 6,460,349</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 - CAPITAL ASSETS

Capital asset governmental activity for the year ended June 30, 2022, was as follows:

<u>Governmental activities:</u>	<u>Balance June 30, 2021</u>	<u>Additions</u>	<u>Deletions/ Adjustments</u>	<u>Balance June 30, 2022</u>
Non-depreciable capital assets:				
Land	\$ 8,707,919	\$ -	\$ -	\$ 8,707,919
Construction in progress	45,814	568,802	(17,818)	596,798
Total non-depreciable capital assets	<u>8,753,733</u>	<u>568,802</u>	<u>(17,818)</u>	<u>9,304,717</u>
Depreciable capital assets:				
Land improvements	12,462,792	629,561	-	13,092,353
Buildings and improvements	176,603,233	1,709,844	-	178,313,077
Vehicles, furniture, and equipment	21,918,660	617,948	(835,655)	21,700,953
Total depreciable capital assets	<u>210,984,685</u>	<u>2,957,353</u>	<u>(835,655)</u>	<u>213,106,383</u>
Less accumulated depreciation for:				
Land improvements	(7,041,918)	(530,333)	-	(7,572,251)
Buildings and improvements	(97,078,702)	(5,687,722)	-	102,766,424)
Vehicles, furniture, and equipment	(16,787,469)	(874,650)	831,826	(16,830,293)
Total accumulated depreciation	<u>(120,908,089)</u>	<u>(7,092,705)</u>	<u>831,826</u>	<u>(127,168,968)</u>
Total depreciable capital assets, net	<u>90,076,596</u>	<u>(4,135,352)</u>	<u>(3,829)</u>	<u>85,937,415</u>
Total capital assets, net	<u>\$ 98,830,329</u>	<u>\$ (3,566,550)</u>	<u>\$ (21,647)</u>	<u>\$ 95,242,132</u>

Depreciation was charged to governmental functions as follows:

Instruction	\$ 2,761,988
Support services - students and staff	29,909
Support services - administration	480,155
Operation and maintenance of plant	3,291,175
Student transportation services	295,960
Operations of non-instructional services	233,518
Total depreciation expense	<u>\$ 7,092,705</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 - CONSTRUCTION CONTRACT COMMITMENTS

The District had the following construction contract commitments as of June 30, 2022:

Project	Contract Amount	Amount Paid as of June 30, 2022	Contract Balance
Building Upgrades	\$ 1,698,071	\$ 129,410	\$ 1,568,661
Fire Alarm System	502,138	437,374	64,764
Bus Sites	54,123	30,014	24,109
Totals	<u>\$ 2,254,332</u>	<u>\$ 596,798</u>	<u>\$ 1,657,534</u>

These projects are being financed with Bond Building Fund and Building Renewal Grants Fund.

NOTE 7 - INTERFUND RECEIVABLES AND PAYABLES

The following is a summary of interfund receivables and payables reported as of June 30, 2022:

Funds	Interfund	
	Due From	Due To
General Fund	\$ 3,607,515	\$ -
Title I Grants Fund	-	5,748,383
Other Governmental Funds	6,909,226	4,768,358
Total	<u>\$ 10,516,741</u>	<u>\$ 10,516,741</u>

These interfund amounts primarily represent loans to cover temporary cash deficits in pooled accounts due to delayed revenues and grant expenditures that were incurred prior to reimbursements from outside parties. These amounts are expected to be repaid within one year.

NOTE 8 - TAX ANTICIPATION NOTES

In August 2021, the District issued \$5,000,000 in tax anticipation notes at 0.92% to advance property tax collections, depositing the proceeds in the General Fund. These notes are necessary to provide cash flow as most tax revenues are collected in November and May. Property tax revenues of the General Fund set aside in May 2022 will be used to repay those notes maturing in July 2022.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 - LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities of the District for the year ended June 30, 2022:

	Balance <u>June 30, 2021</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2022</u>	Due Within <u>One Year</u>
Bonds payable	\$ 42,720,000	\$ 5,385,000	\$ (7,760,000)	\$ 40,345,000	\$ 2,030,000
Bond premium	2,681,165	-	(211,072)	2,470,093	-
Net pension liability	90,127,359	16,316,927	(38,698,049)	67,746,237	-
Other postemployment benefits	3,282,830	176,497	(525,509)	2,933,818	-
Financed purchases	3,833,307	-	(380,091)	3,453,216	402,070
Compensated absences	<u>2,705,514</u>	<u>589,654</u>	<u>(1,182,793)</u>	<u>2,112,375</u>	<u>211,000</u>
Total	<u>\$ 145,350,175</u>	<u>\$ 22,468,078</u>	<u>\$ (48,757,514)</u>	<u>\$ 119,060,739</u>	<u>\$ 2,643,070</u>

NOTE 10 - REFUNDING BOND

During the year ended June 30, 2022, the District issued \$5,385,000 in refunding bonds with an effective interest rate of 2.0 percent to advance refund \$5,220,000 of outstanding general obligation bonds, with an average interest rate of 4.0 percent. The District received net proceeds of \$5,319,119. The \$5,220,000 of refunded bonds were called and the proceeds were used to pay off the refunded bonds on July 1, 2022. This advance refunding was undertaken to reduce total debt service payments over the next six years by \$568,580 and resulted in an economic gain of \$525,248.

The following bond was refunded:

<u>Bonds Refunded</u>	<u>July 1, 2021</u>	<u>Refunded</u>	<u>June 30, 2022</u>
Project of 2011, Series A (2012)	<u>\$ 5,220,000</u>	<u>\$ (5,220,000)</u>	<u>\$ -</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 11 - BONDS PAYABLE

The District's bonded debt consisted of the following outstanding school improvement and refunding revenue bonds. The bonds are both callable and noncallable with interest payable semiannually. Bond proceeds pay primarily for acquiring or constructing capital facilities. The District repays bonded debt from voter-approved property taxes recorded in the Debt Service Fund.

The following bonds were outstanding at June 30, 2022:

<u>Governmental activities:</u>	<u>Original Amount Issued</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2022</u>	<u>Due Within One Year</u>
School improvement bonds:					
Project of 2018, Series B (2021)	\$ 13,600,000	2.0 - 4.0%	7/1/22 - 36	\$ 13,600,000	\$ 100,000
Project of 2018, Series A (2019)	8,305,000	5.0%	7/1/22 - 29	3,775,000	1,660,000
Project of 2011, Series D (2015)	9,200,000	3.0 - 5.0%	7/1/22 - 35	8,600,000	200,000
Project of 2022, Series C (2014)	9,485,000	3.0 - 5.0%	7/1/23 - 33	8,985,000	-
Refunding bonds:					
Refunding Series 2022	\$ 5,385,000	2.0%	7/1/22 - 31	<u>5,385,000</u>	<u>70,000</u>
Total bonds payable				<u>\$ 40,345,000</u>	<u>\$ 2,030,000</u>

Annual requirements to amortize all bonded debt outstanding as of June 30, 2022, are as follows:

Fiscal Year Ending June 30:	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 2,030,000	\$ 1,298,750	\$ 3,328,750
2024	2,375,000	1,223,332	3,598,332
2025	2,665,000	1,105,332	3,770,332
2026	2,770,000	992,707	3,762,707
2027	2,700,000	896,269	3,596,269
2028-2032	14,320,000	3,066,173	17,386,173
2033-2037	<u>13,485,000</u>	<u>870,638</u>	<u>14,355,638</u>
Total	<u>\$ 40,345,000</u>	<u>\$ 9,453,201</u>	<u>\$ 49,798,201</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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

Aggregate Amounts - At June 30, 2022, the District reported the following aggregate amounts related to pensions and OPEB for all plans to which it contributes:

	<u>Pension</u>	<u>OPEB</u>	<u>Total</u>
Net Liability	\$ 67,746,237	\$ 2,933,818	\$ 70,680,055
Deferred outflows of resources	16,400,738	201,931	16,602,669
Deferred inflows of resources	22,437,338	1,017,434	23,454,772
Expense	5,330,331	(2,545)	5,327,786
Contributions	6,550,295	241,143	6,791,438

The District's ASRS OPEB balance and related activity for the fiscal year ending June 30, 2022, was immaterial, therefore, related disclosures have been omitted.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

A. Arizona State Retirement System

Benefits provided - The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

Retirement initial membership date:

	Before July 1, 2011	On or after July 1, 2011
Years of service and age required to receive benefit	Sum of years and ages equals 80 10 years, age 62 5 years, age 50* Any years, age 65	30 years after age 55 25 years, age 60 10 years, age 62 5 years, age 50* Any years, age 65
Final average salary is based on	Highest 36 consecutive months of last 120 months	Highest 60 consecutive months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

*With actuarially reduced benefits.

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

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with 5 to 9 years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Active members are eligible for a monthly long-term disability benefit equal to two-thirds of monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999, are limited to 30 years of service or the service on record as of the effective disability date if their service is greater than 30 years.

Contributions - In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2022, statute required active ASRS members to contribute at the actuarially determined rate of 12.41 percent (12.22 percent for retirement and 0.19 percent for long-term disability) of the members' annual covered payroll, and statute required the District to contribute at the actuarially determined rate of 12.41 percent (12.01 percent for retirement, 0.21 percent for health insurance premium benefit, and 0.19 percent for long-term disability) of the active members' annual covered payroll. In addition, the District is required by statute to contribute at the actuarially determined rate of 10.22 percent (10.13 percent for retirement, and 0.09 percent for long-term disability) of annual covered payroll of retired members who may have worked for the District in positions an employee who contributes to the ASRS would typically fill. The District's contributions to the pension, health insurance premium benefit, and long-term disability plans for the year ended June 30, 2022, and for the two preceding years, all of which were equal to the required contributions, were as follows:

<u>Year ended June 30</u>	<u>Retirement Fund</u>	<u>Health Insurance Premium Benefit</u>	<u>Long-Term Disability Fund</u>	<u>Total Contributions</u>
2022	\$ 6,550,295	\$ 114,536	\$ 99,101	\$ 6,763,932
2021	6,754,865	217,875	102,276	7,075,016
2020	6,503,057	471,397	100,576	7,075,030

During fiscal year ending June 30, 2022, the District paid for pension and OPEB contributions as follows:

<u>Fund:</u>	<u>Pension and OPEB Contribution</u>	<u>Percentage by Fund</u>
General Fund	\$ 4,776,955	70.62 %
Title I Grants Fund	423,222	6.26 %
Other Governmental Funds	1,563,755	23.12 %
Total	<u>\$ 6,763,932</u>	<u>100.00 %</u>

The District's OPEB balance and related activity for the fiscal year ending June 30, 2022, was immaterial, therefore, related disclosures have been omitted.

Liability - At June 30, 2022, the District reported a pension liability of \$67,746,237 for its proportionate share of the ASRS' net pension liability.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The net liability was measured as of June 30, 2021. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2020, to the measurement date of June 30, 2021. The total liability as of June 30, 2021, reflects changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7–7.2 percent to 2.9–8.4 percent.

The District's proportion of the net liability was based on the District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2021, and the change from its proportions measured as of June 30, 2020, were:

	<u>Proportion</u> <u>June 30, 2021</u>	<u>Increase</u> <u>(Decrease)</u> <u>From</u> <u>June 30, 2020</u>
Pension	0.5156 %	(0.0046)%

Expense - For the year ended June 30, 2022, the District recognized \$5,330,331 of pension expense.

Deferred outflows/inflows of resources - At June 30, 2022, the District reported deferred outflows and deferred inflows of resources related to the pension from the following sources:

	<u>Deferred</u> <u>Outflows of</u> <u>Resources</u>	<u>Deferred</u> <u>Inflows of</u> <u>Resources</u>
Differences between expected and actual experience	\$ 1,032,729	\$ -
Changes in assumptions or other inputs	8,817,714	-
Net difference between projected and actual earnings on pension plan investments	-	21,464,391
Changes in proportion and differences between District contributions and proportionate share of contributions	-	972,947
District contributions subsequent to the measurement date	<u>6,550,295</u>	<u>-</u>
Total	<u>\$ 16,400,738</u>	<u>\$ 22,437,338</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The amounts reported as deferred outflows of resources related to ASRS pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net liability in the year ending June 30, 2023. Other amounts reported as deferred outflows and inflows of resources related to ASRS pensions will be recognized in expenses as follows:

<u>Year ending June 30</u>	<u>Deferred Outflows (Inflows)</u>
2023	\$ (478,535)
2024	20,229
2025	(4,731,799)
2026	(7,396,790)
2027	-
Thereafter	-
Total	<u>\$ (12,586,895)</u>

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

Actuarial valuation date	June 30, 2020
Actuarial roll forward date	June 30, 2021
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Projected salary increase	2.9 - 8.4%
Inflation	2.3%
Permanent benefit increase	Included
Mortality rates	2017 SRA Scale U-MP
Recovery rates	2012 GLTD for long-term disability
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2020.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Geometric Real Rate of Return</u>
Equity	50.00 %	4.90 %
Fixed income - credit	20.00 %	5.20 %
Fixed income - interest rate sensitive	10.00 %	0.70 %
Real estate	20.00 %	5.70 %
Total	<u>100.00 %</u>	

Discount rate - At June 30, 2021, the discount rate used to measure the ASRS total pension liability was 7.0 percent, which was a decrease of 0.5 from the discount rate used as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the ASRS net pension liability to changes in the discount rate - The following table presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.0 percent) or 1 percentage point higher (8.0 percent) than the current rate:

	1% Decrease (6.0%)	Current Discount Rate (7.0%)	1% Increase (8.0%)
District's proportionate share of the: Net pension liability	<u>\$ 106,559,156</u>	<u>\$ 67,746,237</u>	<u>\$ 35,387,001</u>

Plan fiduciary net position - Detailed information about the plan's fiduciary net position is available in the separately issued ASRS financial report.

Contributions payable - The District's accrued payroll and employee benefits included \$351,015 of outstanding pension amounts payable to ASRS for the year ended June 30, 2022.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2022**

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

B. Single-Employer OPEB Plan

Plan description - Under authority of the Governing Board, the District provides postretirement insurance benefits, for certain retirees and their dependents, in accordance with the District's Early Retirement Program. The plan is a single employer defined benefit OPEB plan administered by the District. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75. Generally, resources from the General Fund are used to pay for postemployment benefits.

Benefits provided - The plan provides postretirement insurance (health, dental and life) benefits for eligible retirees up to age 65. An employee is eligible if he/she has served 15 consecutive years and the employee qualifies for full retirement under the State of Arizona's retirement plan. In addition to this requirement, beginning March 12, 2015 the employee must be at least 55 years old unless the employee had completed 13 years or more of service as of July 1, 2013 or works 30 or more years of service with the District. Eligible retirees receive a District contribution towards coverage under one of the District's medical plans, up to the retiree-only PPO premium. The retiree must designate the District as the recipient of the ASRS Retiree Premium Benefit (also called the ASRS "subsidy").

Contributions - The District currently pays for postemployment benefits on a pay-as-you-go basis. For the current fiscal year, the District contributed \$241,143 for these benefits. The District's regular insurance providers underwrite the retiree policies. Retirees may not convert the benefit into an in-lieu payment to secure coverage under independent plans. A separate financial report is not issued for the plan.

Employees covered by benefit terms- The following employees were covered as of the effective date of the OPEB valuation:

Inactive employees entitled to but not yet receiving benefit payments	48
Active employees	<u>522</u>
Totals	<u><u>570</u></u>

Total OPEB liability - The District's total OPEB liability of \$2,933,818 was measured as of June 30, 2022. The total liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of July 1, 2018, to the measurement date of June 30, 2020.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Actuarial assumptions and other inputs - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit cost between the employer and plan members to that point. The total OPEB liability in the July 1, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Measurement date	June 30, 2022
Actuarial valuation date	July 1, 2020
Discount rate	3.7%
Inflation rate	2.5%
Projected salary increases	3.0%
Healthcare cost trend rate	5.0% for 2021-2023, 5.20 percent for 2024-2069
ASRS subsidy increases	None
Cost of living adjustments	N/A

The discount rate is based on the index rate for a 20 year tax exempt general obligation municipal bond with an average rating of AA/Aa or higher. At June 30, 2022, the discount rate used to measure the total OPEB liability was 3.69 percent, which was a change from 1.77 percent used as of June 30, 2021.

Pre-retirement mortality rates were based on the RP-2014 Employee Mortality Table for Males or Females, as appropriate, without projection. Post-retirement mortality rates were based on the RP-2014 Health Annuitant Mortality Table for Males or Females, as appropriate, without projection.

Changes in the total OPEB liability -

Total OPEB liability - beginning of year	\$ 3,282,830
Changes for the year:	
Service cost	108,871
Interest	62,817
Changes in assumptions or other inputs	(279,557)
Benefit payments	<u>(241,143)</u>
Total OPEB liability - end of year	<u>\$ 2,933,818</u>

Sensitivity of the total OPEB liability to changes in the discount rate - The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease (2.69%)	Current Discount Rate (3.69%)	1% Increase (4.69%)
Total OPEB liability	\$ 3,088,033	\$ 2,933,818	\$ 2,789,430

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates - The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Trend rate</u>	<u>1% Increase</u>
Total OPEB liability	\$ 2,910,986	\$ 2,933,818	\$ 2,957,411

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB - For the year ended June 30, 2022, the District recognized an OPEB expense (credit) of \$(2,545), which included the service cost, interest, changes in assumptions, changes in benefit terms and amortization of deferred inflows. At June 30, 2022, the District reported deferred inflows and outflows of resources related to OPEB from the following sources.

Description	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of assumptions	\$ -	\$ 777,814
Differences between expected and actual experience	201,931	239,620
Total	\$ 201,931	\$ 1,017,434

Amount reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Future Recognition
2023	\$ (174,233)
2024	(174,233)
2025	(174,233)
2026	(154,248)
2027	(83,055)
Thereafter	(55,501)
Total	\$ (815,503)

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 13 - FINANCED PURCHASES

The District has acquired energy and lighting upgrades under the provisions of contract agreements classified as financed purchases.

The assets capitalized and acquired through financed purchases are as follows:

Asset	Governmental Activities
Energy and Lighting Upgrades	\$ 10,705,040
Less accumulated depreciation	(4,014,900)
Total assets, net	\$ 6,690,140

The following schedule details debt service requirements to maturity for the District's financed purchases at June 30, 2022:

Year ending June 30	Governmental activities	
	Principal	Interest
2023	\$ 402,070	\$ 113,968
2024	425,110	100,153
2025	449,258	85,510
2026	474,562	70,000
2027	501,075	53,579
2028-2030	1,201,141	55,740
Total	3,453,216	478,950

NOTE 14 - DEFICIT FUND BALANCES

The District reported a deficit fund balance in the following funds:

	Deficit
Other Governmental Funds:	
First Things First	\$ 28,657

The deficits are due to the differences of the District being allowed to expend up to approved award amounts and the timing of related revenue to be received by the District. Future receipts are expected to eliminate the deficit fund balances.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022**

NOTE 15 - INTERFUND TRANSFERS

The following is a summary of interfund transfers reported as of June 30, 2022:

<u>Funds</u>	<u>Interfund</u>	
	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 2,376,384	\$ 507,084
Title I Grants Fund	-	269,951
Other Governmental Funds	<u>507,084</u>	<u>2,106,433</u>
Total	<u>\$ 2,883,468</u>	<u>\$ 2,883,468</u>

The transfer was made (1) to move indirect costs from federal grant funds to the Indirect Costs Fund, which is grouped within the General Fund, (2) to move monies from the Maintenance and Operations Fund, which is part of the General Fund, to Energy and Water Savings Fund, and (3) to move monies from Unrestricted Capital Outlay Fund to Maintenance and Operations Fund, which is part of the General Fund.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 16 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District was unable to obtain insurance at a cost it considered to be economically justifiable. Therefore, the District established the following self-insurance funds.

The District has established a Property and Casualty Insurance Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to property and liability claims. Under this program, the Property and Casualty Insurance Fund purchases insurance from the Arizona School Risk Retention Trust, Inc. (ASRRT). The District is a member of the Arizona School Risk Retention Trust, Inc (ASRRT), together with other school districts in the state. ASRRT is a public entity risk pool currently operating as a common risk management and insurance program for member school districts. The District pays an annual premium to ASRRT for its general insurance coverage. The agreement provides that ASRRT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District has established a Workers' Compensation Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to claims for on-the-job injuries to employees. Further, the District joined the Valley Schools Workers' Compensation Pool (VSWCP) together with other districts in the state for the risks of loss related to workers' compensation. VSWCP is a public risk pool currently operating as a common risk management and insurance program for member school districts. The District, through the Workers' Compensation Fund, pays a lump-sum annual premium to VSWCP for workers' compensation insurance coverage. The agreement provides that VSWCP will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event. Under this program, the Workers' Compensation Fund collects contributions and pays premiums on insurance.

The District has established an Employee Benefit Trust Fund (an Internal Service Fund) to account for and finance its uninsured risks of loss related to claims for employee dental. Further, the District joined the Valley Schools Employee Benefit Trust (VSEBT) together with other districts in the state for the risks of loss related to employee health claims. VSEBT is a public entity risk pool currently operating as a common risk management and insurance program for member school districts. The District, through the EBT Fund, pays a lump-sum annual premium to VSEBT for health insurance coverage. The agreement provide that VSEBT will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event. Under this program, the Employee Benefit Trust Fund collects contributions and pays premiums on insurance.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 17 - COMMITMENTS AND CONTINGENCIES

Federal grants - In the normal course of operations, the District receives grant funds from various federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to insure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of audits of grant funds is not believed by District officials to be material.

Litigation - Each year the District receives notices of claims for damages occurring generally from negligence, bodily injury, breach of contract, and other legal matters. The filing of such claims commences a statutory period for initiating a lawsuit against the District arising therefrom. The District has comprehensive general liability insurance with the ASRRT. The District is not aware of any litigation that might result in a materially adverse outcome.

NOTE 18 - SUBSEQUENT EVENTS

Bond Issuance - On September 8, 2022, the District adopted a resolution authorizing the issuance and sale of School Improvement Bonds, Project of 2018, Series C (2022) for \$10,690,000.

REQUIRED SUPPLEMENTARY INFORMATION

This page is intentionally left blank.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		(Non-GAAP)	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>	Actual Amounts	
Revenues:				
Property taxes	\$14,783,802	\$13,577,337	\$13,382,574	\$ (194,763)
State aid and grants	50,282,177	46,178,787	45,516,367	(662,420)
Other local revenue	<u>5,469,320</u>	<u>5,022,984</u>	<u>4,950,931</u>	<u>(72,053)</u>
Total revenues	<u>70,535,299</u>	<u>64,779,108</u>	<u>63,849,872</u>	<u>(929,236)</u>
Expenditures:				
Regular education:				
Instruction	18,199,856	20,756,902	23,511,723	(2,754,821)
Support services - students and staff	3,571,462	7,485,777	2,663,631	4,822,146
Support services - administration	24,261,848	9,676,723	9,291,605	385,118
Operation and maintenance of plant	6,815,441	8,708,215	7,860,571	847,644
Operation of non-instructional services	216,532	215,211	221,337	(6,126)
Interest	-	-	43,189	(43,189)
School-sponsored athletics	126,298	199,715	206,233	(6,518)
Other instructional programs	<u>43,497</u>	<u>28,016</u>	<u>38,614</u>	<u>(10,598)</u>
Total regular education	<u>53,234,934</u>	<u>47,070,559</u>	<u>43,836,903</u>	<u>3,233,656</u>
Special education:				
Instruction	8,143,988	8,722,021	7,833,214	888,807
Support services - students and staff	4,991,927	4,821,426	4,483,460	337,966
Support services - administration	-	345	345	-
Total special education	<u>13,135,915</u>	<u>13,543,792</u>	<u>12,317,019</u>	<u>1,226,773</u>
Student transportation services:				
Student transportation services	2,851,061	2,973,362	2,762,135	211,227
K-3 reading program:				
Instruction	<u>615,020</u>	<u>550,018</u>	<u>522,088</u>	<u>27,930</u>
Total expenditures	69,836,930	64,137,731	59,438,145	4,699,586
Excess of revenues over expenditures	698,369	641,377	4,411,727	3,770,350
Other financing sources (uses):				
Transfers in	-	-	1,026,729	1,026,729
Transfers out	<u>-</u>	<u>-</u>	<u>(507,084)</u>	<u>(507,084)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>519,645</u>	<u>519,645</u>
Net changes in fund balances	698,369	641,377	4,931,372	4,289,995
Fund balance, July 1, 2021	5,901,764	5,901,764	5,901,764	-
Change in inventories	<u>-</u>	<u>-</u>	<u>(67,689)</u>	<u>(67,689)</u>
Fund balance (non-GAAP), June 30, 2022	<u>\$ 6,600,133</u>	<u>\$ 6,543,141</u>	<u>\$10,765,447</u>	<u>\$ 4,222,306</u>

See note accompanying this schedule.

This page is intentionally left blank.

See note accompanying this schedule.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
BUDGETARY COMPARISON SCHEDULE - TITLE I GRANTS FUND
YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
Revenues:				
Federal aid and grants	\$ 5,848,304	\$ 6,927,420	\$ 6,253,538	\$ (673,882)
Total revenues	<u>5,848,304</u>	<u>6,927,420</u>	<u>6,253,538</u>	<u>(673,882)</u>
Expenditures:				
Instruction	1,494,267	1,769,985	1,544,120	225,865
Support services - students and staff	3,956,756	4,686,849	4,088,767	598,082
Support services - administration	339,377	401,998	350,700	51,298
Total expenditures	<u>5,790,400</u>	<u>6,858,832</u>	<u>5,983,587</u>	<u>875,245</u>
Excess of revenues over expenditures	57,904	68,588	269,951	201,363
Other financing uses:				
Transfers out	-	-	(269,951)	(269,951)
Net change in fund balances	57,904	68,588	-	(68,588)
Fund balance, July 1, 2021	-	-	-	-
Fund balance, June 30, 2022	<u>\$ 57,904</u>	<u>\$ 68,588</u>	<u>\$ -</u>	<u>\$ (68,588)</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
JUNE 30, 2022

ASRS - Pension	Reporting Fiscal Year (Measurement Date)			
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)
District's proportion of the net pension liability	0.52 %	0.52 %	0.53 %	0.53 %
District's proportionate share of the net pension liability	\$67,746,237	\$90,127,359	\$77,230,300	\$74,249,669
District's covered payroll	\$58,917,353	\$56,795,258	\$56,006,726	\$52,960,862
District's proportionate share of the net pension liability as a percentage of its covered payroll	114.99 %	158.69 %	137.89 %	140.20 %
Plan fiduciary net position as a percentage of the total pension liability	78.58 %	69.33 %	73.24 %	73.40 %

Reporting Fiscal Year (Measurement Date)				
2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)	2014 through 2013
0.55 %	0.60 %	0.59 %	0.62 %	Information is not available. Additional information will be presented as it becomes available.
\$86,402,101	\$96,723,356	\$92,468,191	\$91,880,675	
\$53,980,009	\$53,293,106	\$54,628,310	\$55,888,206	
160.06 %	181.49 %	169.27 %	164.40 %	
69.92 %	67.06 %	68.35 %	69.49 %	

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS
JUNE 30, 2022**

ASRS - Pension	Reporting Fiscal Year			
	2022	2021	2020	2019
Statutorily required contribution	\$ 6,550,295	\$ 6,754,865	\$ 6,503,057	\$ 6,261,552
District's contributions in relation to the statutorily required contribution	6,550,295	6,754,865	6,503,057	6,261,552
District's contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 55,911,561	\$ 58,721,273	\$ 56,795,258	\$ 56,006,726
District's contributions as a percentage of covered payroll	11.72 %	11.50 %	11.45 %	11.18 %

Reporting Fiscal Year

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014 through 2013</u>
\$ 5,772,734	\$ 5,819,045	\$ 5,782,302	\$ 5,949,023	Information is not available. Additional information will be presented as it becomes available.
<u>5,772,734</u>	<u>5,819,045</u>	<u>5,782,302</u>	<u>5,949,023</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 52,960,862	\$ 53,980,009	\$ 53,293,106	\$ 54,628,310	
10.90 %	10.78 %	10.85 %	10.89 %	

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
SCHEDULE OF FUNDING PROGRESS
OTHER POSTEMPLOYMENT BENEFITS
JUNE 30, 2022

Measurement date	<u>June 30, 2021</u>
Total OPEB liability	
Service cost	\$ 96,841
Interest	79,460
Differences between expected and actual experience	(474,255)
Changes of assumptions or other inputs	95,522
Benefit payments	<u>(263,381)</u>
Net change in total OPEB liability	(465,813)
Total OPEB liability - beginning	<u>3,748,643</u>
Total OPEB liability - ending	<u><u>\$ 3,282,830</u></u>
 Covered-employee payroll	 \$ 18,695,945
 Total OPEB liability as a percentage of covered- employee payroll	 17.56 %

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2022

NOTE 1 - BUDGETARY COMPLIANCE AND ACCOUNTABILITY

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

- A. The General Fund, as reported in the budgetary comparison schedule, includes the District's Maintenance and Operation Fund (M&O) in addition to several other District funds consistent with accounting principles generally accepted in the United States of America. In accordance with Arizona Revised Statutes, the District is required to budget expenditures at the individual fund level.
- B. Expenditures that are allowable for budget reporting but not allowable as expenditures within the scope of generally accepted accounting standards are detailed and reconciled at the bottom of the following table.

The following schedule presents financial statement details of the District's M&O Fund, the main budgetary fund for the District per Arizona Revised Statutes, separately for analysis.

	General Fund					
	Revenues	Expenditures	Other Financing Sources (Uses)	Beginning Fund Balance	Change In Inventories	Ending Fund Balance
Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds - General Fund - GAAP	\$ 68,430,103	\$ 68,160,077	\$ 1,869,300	\$ 15,018,579	\$ (67,689)	\$ 17,090,216
Less: budgeted special revenue funds reported within the General Fund	4,580,231	5,121,932	1,349,655	9,116,815	-	9,924,769
Maintenance and Operation - GAAP	63,849,872	63,038,145	519,645	5,901,764	(67,689)	7,165,447
Less: prior year encumbrance prepaid items	-	(3,600,000)	-	-	-	3,600,000
Maintenance and Operation - Non-GAAP	<u>\$ 63,849,872</u>	<u>\$ 59,438,145</u>	<u>\$ 519,645</u>	<u>\$ 5,901,764</u>	<u>\$ (67,689)</u>	<u>\$ 10,765,447</u>

This page intentionally left blank.

OTHER SUPPLEMENTARY INFORMATION

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
BUDGETARY COMPARISON SCHEDULE - BOND BUILDING FUND
YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
Revenues:				
Other local revenue	\$ 4,797,500	\$ 18,319,566	\$ -	\$ (18,319,566)
Total revenues	<u>4,797,500</u>	<u>18,319,566</u>	<u>-</u>	<u>(18,319,566)</u>
Expenditures:				
Current:				
Operation and maintenance of plant	147,714	564,055	84,796	479,259
Capital outlay	<u>4,602,286</u>	<u>17,574,129</u>	<u>2,641,971</u>	<u>14,932,158</u>
Total expenditures	<u>4,750,000</u>	<u>18,138,184</u>	<u>2,726,767</u>	<u>15,411,417</u>
Net change in fund balances	47,500	181,382	(2,726,767)	(2,908,149)
Fund balance, July 1, 2021	<u>18,022,073</u>	<u>18,022,073</u>	<u>18,022,073</u>	<u>-</u>
Fund balance, June 30, 2022	<u>\$ 18,069,573</u>	<u>\$ 18,203,455</u>	<u>\$ 15,295,306</u>	<u>\$ (2,908,149)</u>

**COMBINING STATEMENTS
OTHER GOVERNMENTAL FUNDS**

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
JUNE 30, 2022**

	Debt Service Fund	Other Special Revenue Funds	Other Capital Projects Funds	Total Other Governmental Funds
ASSETS				
Cash and investments	\$ 2,916,362	\$ 9,244,275	\$ 5,973,504	\$ 18,134,141
Accounts receivable	-	29,212	-	29,212
Refundable deposit	-	162,439	-	162,439
Property taxes receivable	152,617	-	42,634	195,251
Due from other governments	-	6,383,135	165,105	6,548,240
Due from other funds	-	6,909,226	-	6,909,226
Inventories	-	184,455	-	184,455
Total assets	<u>\$ 3,068,979</u>	<u>\$ 22,912,742</u>	<u>\$ 6,181,243</u>	<u>\$ 32,162,964</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 347,623	\$ 1,121,641	\$ 1,469,264
Accrued payroll and employee benefits	-	538,752	-	538,752
Advances from grantors	-	802,697	-	802,697
Bonds payable	2,030,000	-	-	2,030,000
Interest payable	659,834	-	-	659,834
Due to other funds	-	4,768,358	-	4,768,358
Total liabilities	<u>2,689,834</u>	<u>6,457,430</u>	<u>1,121,641</u>	<u>10,268,905</u>
Deferred inflows of resources:				
Unavailable revenue - property tax	104,350	-	19,409	123,759
Unavailable revenue - time restrictions	-	-	113,305	113,305
Total deferred inflows of resources	<u>104,350</u>	<u>-</u>	<u>132,714</u>	<u>237,064</u>
Total liabilities and deferred inflows of resources	<u>2,794,184</u>	<u>6,457,430</u>	<u>1,254,355</u>	<u>10,505,969</u>
Fund balances:				
Nonspendable:				
Inventories	-	184,455	-	184,455
Restricted:				
Debt service	274,795	-	-	274,795
Capital outlay	-	-	4,926,888	4,926,888
Food service	-	7,823,587	-	7,823,587
Voter approved initiatives	-	6,807,120	-	6,807,120
Other purposes	-	1,668,807	-	1,668,807
Unassigned	-	(28,657)	-	(28,657)
Total fund balances	<u>274,795</u>	<u>16,455,312</u>	<u>4,926,888</u>	<u>21,656,995</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,068,979</u>	<u>\$ 22,912,742</u>	<u>\$ 6,181,243</u>	<u>\$ 32,162,964</u>

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	<u>Debt Service Fund</u>	<u>Other Special Revenue Funds</u>	<u>Other Capital Projects Funds</u>	<u>Total Other Governmental Funds</u>
Revenues:				
Property taxes	\$ 3,341,361	\$ -	\$ 623,305	\$ 3,964,666
State aid and grants	-	8,774,770	6,022,258	14,797,028
Federal aid and grants	-	24,116,515	-	24,116,515
Other local revenue	<u>215,321</u>	<u>495,065</u>	<u>524,523</u>	<u>1,234,909</u>
Total revenues	<u>3,556,682</u>	<u>33,386,350</u>	<u>7,170,086</u>	<u>44,113,118</u>
Expenditures:				
Current:				
Instruction	-	12,253,984	2,322,018	14,576,002
Support services - students and staff	-	4,466,008	212,829	4,678,837
Support services - administration	1,550	1,248,127	2,425,667	3,675,344
Operation and maintenance of plant	-	2,282,510	683,791	2,966,301
Student transportation services	-	256,769	52,747	309,516
Operation of non-instructional services	-	7,084,643	27,467	7,112,110
Capital outlay	-	24,351	842,015	866,366
Debt service:				
Principal	2,030,000	-	380,091	2,410,091
Interest	1,521,173	-	127,893	1,649,066
Debt issuance cost	<u>65,881</u>	<u>-</u>	<u>-</u>	<u>65,881</u>
Total expenditures	<u>3,618,604</u>	<u>27,616,392</u>	<u>7,074,518</u>	<u>38,309,514</u>
Excess (deficiency) of revenues over expenditures	(61,922)	5,769,958	95,568	5,803,604
Other financing sources (uses):				
Issuance of refunding bonds	5,385,000	-	-	5,385,000
Payment to refunded bond escrow agent	(5,319,119)	-	-	(5,319,119)
Transfers in	-	-	507,084	507,084
Transfers out	<u>-</u>	<u>(1,079,704)</u>	<u>(1,026,729)</u>	<u>(2,106,433)</u>
Total other financing sources (uses)	<u>65,881</u>	<u>(1,079,704)</u>	<u>(519,645)</u>	<u>(1,533,468)</u>
Net change in fund balances	3,959	4,690,254	(424,077)	4,270,136
Fund balances, July 1, 2021	270,836	11,674,812	5,350,965	17,296,613
Change in inventories	<u>-</u>	<u>90,246</u>	<u>-</u>	<u>90,246</u>
Fund balances, June 30, 2022	<u>\$ 274,795</u>	<u>\$ 16,455,312</u>	<u>\$ 4,926,888</u>	<u>\$ 21,656,995</u>

This page intentionally left blank.

**COMBINING STATEMENTS AND SCHEDULE
DEBT SERVICE FUND**

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
DEBT SERVICE FUND - DESCRIPTIONS
JUNE 30, 2022**

Debt Service - to account for the accumulation of resources for, and the payment of, long-term debt principal, interest, and related costs.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2022**

	Debt Service		
	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 3,147,191	\$ 3,341,361	\$ 194,170
Other local revenue	<u>202,809</u>	<u>215,321</u>	<u>12,512</u>
Total revenues	<u>3,350,000</u>	<u>3,556,682</u>	<u>206,682</u>
Expenditures:			
Current:			
Support services - administration	1,703	1,550	153
Debt service:			
Principal	2,231,331	2,030,000	201,331
Interest	1,672,040	1,521,173	150,867
Debt issuance cost	<u>72,415</u>	<u>65,881</u>	<u>6,534</u>
Total expenditures	<u>3,977,489</u>	<u>3,618,604</u>	<u>358,885</u>
Excess (deficiency) of revenues over expenditures	(627,489)	(61,922)	565,567
Other financing sources (uses):			
Issuance of refunding bonds	-	5,385,000	5,385,000
Payment to refunded bond escrow agent	<u>-</u>	<u>(5,319,119)</u>	<u>(5,319,119)</u>
Total other financing sources (uses)	<u>-</u>	<u>65,881</u>	<u>65,881</u>
Net change in fund balances	(627,489)	3,959	631,448
Fund balances, July 1, 2021	<u>270,836</u>	<u>270,836</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ (356,653)</u>	<u>\$ 274,795</u>	<u>\$ 631,448</u>

This page intentionally left blank.

**COMBINING STATEMENTS AND SCHEDULE
SPECIAL REVENUE FUNDS**

This page intentionally left blank.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
SPECIAL REVENUE FUNDS - DESCRIPTIONS
JUNE 30, 2022

The following Special Revenue Funds are maintained by the District. Arizona Revised Statutes (A.R.S.) and the Uniform System of Financial Records (USFR) required the establishment of these funds for the specified financial activities.

Classroom Site - to account for the portion of state sales tax collections and permanent state school fund earnings districts receive as approved by the voters in 2000 as part of Proposition 301.

Instructional Improvement - to account for the activity of monies received from state gaming due to the passage of Proposition 202.

County, City, and Town Grants - to account for monies received from county, city, and town grants.

Structured English Immersion - to account for monies received to provide for the incremental cost of instruction to English language learners (ELLs).

Title II Grants (*Professional Development and Technology*) - to account for federal financial assistance received to increase student academic achievement through improving teacher quality.

Title IV Grants (*21st Century Schools*) - to account for federal financial assistance received from the Federal government for chemical abuse awareness programs and expanding projects that benefit educational and health needs of the communities.

Title III Grants (*Limited English & Immigrant Students*) - to account for federal financial assistance provided for improving English proficiency.

Special Education Grants - to account for supplemental federal financial assistance to state and local educational agencies in providing a free, appropriate public education to disabled children.

Medicaid Reimbursement - to account for reimbursements related to specific health services provided to eligible students.

ESSER Grant (*Elementary and Secondary School Emergency Relief*) - to account for federal financial assistance received to support K-12 schools to respond to the COVID-19 pandemic and the declaration of statewide school closures.

Acceleration Academies Grants - to account for federal financial assistance received to support K-12 schools reading and math interventions.

Child Care Stabilization Grant - to account for federal financial assistance received to support child care providers to cover increased cost and challenges due to COVID-19.

E-Rate - to account for financial assistance received for broadband internet and telecommunications costs.

Other Federal Projects - to account for financial assistance received from the federal government for other minor federal programs.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
SPECIAL REVENUE FUNDS - DESCRIPTIONS
JUNE 30, 2022

Results-Based Funding - to account for state provided financial assistance to enhance, expand, or replicate the school site that generated the Results-Based Funding.

First Things First (FTF) - to account for state provided financial assistance to promote healthy development and learning of young children from birth to age five.

Early Literacy - to account for state provided financial assistance to promote literacy focused on serving the most at-risk K-3 student populations.

AWARE - to account for state provided financial assistance to support the development and implementation of a comprehensive plan of activities, services, and strategies to decrease youth violence and support healthy development of school-aged youth.

School Safety - to account for state provided financial assistance for placing School Resource Officers (SROs) in schools to contribute to safe school environments.

Other State Projects - to account for financial assistance received from the state government for other minor state programs.

School Plant - to account for proceeds from the sale or lease of school property.

Food Service - to account for the financial activity of the food services program. This program provides regular and incidental meals and snacks in connection with school functions.

Civic Center - to account for monies received from the rental of school facilities for civic activities.

Community School - to account for revenues and expenditures for the purposes of academic and skill development for all citizens.

Auxiliary Operations - to account for revenues and expenditures arising from bookstore and athletic activities.

Extracurricular Activities Fees Tax Credit - to account for revenues and expenditures of monies collected in support of extracurricular activities to be taken as a tax credit by the taxpayer in accordance with A.R.S. 43-1089.01.

Gifts and Donations - to account for the revenues and expenditures of gifts, donations, bequests and private grants made to the District.

Fingerprint - to account for revenues and expenditures related to fingerprinting employees.

Insurance Proceeds - to account for the monies received from insurance companies to be used for the repair or replacement of lost, stolen, or damaged property.

Textbooks - to account for monies received from students to replace or repair lost or damaged textbooks.

Litigation Recovery - to account for proceeds received from litigation.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
SPECIAL REVENUE FUNDS - DESCRIPTIONS
JUNE 30, 2022**

Indirect Costs - to account for monies transferred from federal projects for administrative costs.

Advertisement - to account for monies received from the sale of advertising.

Student Activities - to account for monies raised by students to finance student clubs and organizations.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING BALANCE SHEET
 OTHER SPECIAL REVENUE FUNDS
 JUNE 30, 2022**

	Classroom Site	Instructional Improvement	County, City, and Town
ASSETS			
Cash and investments	\$ 4,756,829	\$ 2,005,255	\$ 14,571
Refundable deposit	-	-	-
Accounts receivable	-	-	-
Due from other governments	-	-	-
Due from other funds	158,821	-	-
Inventories	-	-	-
Total assets	<u>\$ 4,915,650</u>	<u>\$ 2,005,255</u>	<u>\$ 14,571</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll and employee benefits	112,025	1,760	-
Advances from grantors	-	-	-
Due to other funds	-	-	-
Total liabilities	<u>112,025</u>	<u>1,760</u>	<u>-</u>
Fund balances:			
Nonspendable:			
Inventories	-	-	-
Restricted:			
Food service	-	-	-
Voter approved initiatives	4,803,625	2,003,495	-
Other purposes	-	-	14,571
Unassigned	-	-	-
Total fund balances	<u>4,803,625</u>	<u>2,003,495</u>	<u>14,571</u>
Total liabilities and fund balances	<u>\$ 4,915,650</u>	<u>\$ 2,005,255</u>	<u>\$ 14,571</u>

Structured English Immersion	Title II Grants	Title IV Grant	Title III Grants	Title VII Grants
\$ 157	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	704,375	631,334	382,344	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 157</u>	<u>\$ 704,375</u>	<u>\$ 631,334</u>	<u>\$ 382,344</u>	<u>\$ -</u>
\$ -	\$ 1,566	\$ 50,732	\$ -	\$ -
-	24,220	19,967	36,940	-
-	140,849	41,315	-	-
-	<u>537,740</u>	<u>519,320</u>	<u>345,404</u>	-
-	<u>704,375</u>	<u>631,334</u>	<u>382,344</u>	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
157	-	-	-	-
-	-	-	-	-
<u>157</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 157</u>	<u>\$ 704,375</u>	<u>\$ 631,334</u>	<u>\$ 382,344</u>	<u>\$ -</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING BALANCE SHEET
OTHER SPECIAL REVENUE FUNDS
JUNE 30, 2022**

	Special Education Grants	ESSER	Acceleration Academies
ASSETS			
Cash and investments	\$ -	\$ -	\$ -
Refundable deposit	-	-	-
Accounts receivable	-	-	-
Due from other governments	313,883	2,891,497	119,113
Due from other funds	-	-	-
Inventories	-	-	-
Total assets	<u>\$ 313,883</u>	<u>\$ 2,891,497</u>	<u>\$ 119,113</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 11,676	\$ 92,511	\$ 12,831
Accrued payroll and employee benefits	91,786	98,281	33,809
Advances from grantors	-	-	43,372
Due to other funds	<u>210,421</u>	<u>2,700,705</u>	<u>29,101</u>
Total liabilities	<u>313,883</u>	<u>2,891,497</u>	<u>119,113</u>
Fund balances:			
Nonspendable:			
Inventories	-	-	-
Restricted:			
Food service	-	-	-
Voter approved initiatives	-	-	-
Other purposes	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 313,883</u>	<u>\$ 2,891,497</u>	<u>\$ 119,113</u>

Child Care Stabilization	Other Federal Grant	Results-Based Funding	FTF	Early Literacy
\$ 140,468	\$ 2,202	\$ 4,952	\$ -	\$ 395,709
-	-	-	-	-
-	-	-	-	-
-	1,729	-	78,928	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 140,468</u>	<u>\$ 3,931</u>	<u>\$ 4,952</u>	<u>\$ 78,928</u>	<u>\$ 395,709</u>
\$ -	\$ -	\$ -	\$ 3,828	\$ 12,287
-	-	-	7,815	24,512
140,468	3,931	-	-	358,910
-	-	-	95,942	-
<u>140,468</u>	<u>3,931</u>	<u>-</u>	<u>107,585</u>	<u>395,709</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	4,952	-	-
-	-	-	(28,657)	-
-	-	4,952	(28,657)	-
<u>\$ 140,468</u>	<u>\$ 3,931</u>	<u>\$ 4,952</u>	<u>\$ 78,928</u>	<u>\$ 395,709</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING BALANCE SHEET
OTHER SPECIAL REVENUE FUNDS
JUNE 30, 2022**

	<u>AWARE</u>	<u>School Safety</u>	<u>Other State Grants</u>
ASSETS			
Cash and investments	\$ -	\$ -	\$ 73,852
Refundable deposit	-	-	-
Accounts receivable	-	-	-
Due from other governments	66,152	238,167	39,017
Due from other funds	-	-	-
Inventories	-	-	-
Total assets	<u>\$ 66,152</u>	<u>\$ 238,167</u>	<u>\$ 112,869</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 3,347	\$ -	\$ -
Accrued payroll and employee benefits	10,264	-	-
Advances from grantors	-	-	73,852
Due to other funds	<u>52,541</u>	<u>238,167</u>	<u>39,017</u>
Total liabilities	<u>66,152</u>	<u>238,167</u>	<u>112,869</u>
Fund balances:			
Nonspendable:			
Inventories	-	-	-
Restricted:			
Food service	-	-	-
Voter approved initiatives	-	-	-
Other purposes	-	-	-
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 66,152</u>	<u>\$ 238,167</u>	<u>\$ 112,869</u>

School Plant	Food Service	Extracurricular Activities Fees Tax Credit	Fingerprint	Insurance Proceeds
\$ 780,845	\$ 228,164	\$ 354,613	\$ 7,723	\$ 254,996
-	162,439	-	-	-
16,149	163	-	-	12,900
-	916,596	-	-	-
-	6,750,405	-	-	-
-	184,455	-	-	-
<u>\$ 796,994</u>	<u>\$ 8,242,222</u>	<u>\$ 354,613</u>	<u>\$ 7,723</u>	<u>\$ 267,896</u>
\$ -	\$ 156,807	\$ 1,253	\$ 187	\$ -
-	77,373	-	-	-
-	-	-	-	-
-	-	-	-	-
-	234,180	1,253	187	-
-	184,455	-	-	-
-	7,823,587	-	-	-
-	-	-	-	-
796,994	-	353,360	7,536	267,896
-	-	-	-	-
<u>796,994</u>	<u>8,008,042</u>	<u>353,360</u>	<u>7,536</u>	<u>267,896</u>
<u>\$ 796,994</u>	<u>\$ 8,242,222</u>	<u>\$ 354,613</u>	<u>\$ 7,723</u>	<u>\$ 267,896</u>

(continued)

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING BALANCE SHEET
 OTHER SPECIAL REVENUE FUNDS
 JUNE 30, 2022**

	Litigation Recovery	Insurance Refund	Student Activities
ASSETS			
Cash and investments	\$ 164,431	\$ -	\$ 59,508
Refundable deposit	-	-	-
Accounts receivable	-	-	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Inventories	-	-	-
Total assets	<u>\$ 164,431</u>	<u>\$ -</u>	<u>\$ 59,508</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ 598
Accrued payroll and employee benefits	-	-	-
Advances from grantors	-	-	-
Due to other funds	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>598</u>
Fund balances:			
Nonspendable:			
Inventories	-	-	-
Restricted:			
Food service	-	-	-
Voter approved initiatives	-	-	-
Other purposes	164,431	-	58,910
Unassigned	-	-	-
Total fund balances	<u>164,431</u>	<u>-</u>	<u>58,910</u>
Total liabilities and fund balances	<u>\$ 164,431</u>	<u>\$ -</u>	<u>\$ 59,508</u>

Totals

\$ 9,244,275
162,439
29,212
6,383,135
6,909,226
184,455
\$ 22,912,742

\$ 347,623
538,752
802,697
4,768,358
6,457,430

184,455

7,823,587
6,807,120
1,668,807
(28,657)
16,455,312
\$ 22,912,742

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Classroom Site	Instructional Improvement	County, City, and Town
Revenues:			
State aid and grants	\$ 6,868,958	\$ 318,545	\$ -
Federal aid and grants	-	-	-
Other local revenue	34,632	13,842	-
Total revenues	6,903,590	332,387	-
Expenditures:			
Current:			
Instruction	4,783,954	67,337	-
Support services - students and staff	259,211	14,130	-
Support services - administration	-	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	5,043,165	81,467	-
Excess (deficiency) of revenues over expenditures	1,860,425	250,920	-
Other financing uses:			
Transfers out	-	-	-
Net change in fund balances	1,860,425	250,920	-
Fund balances (deficits), July 1, 2021	2,943,200	1,752,575	14,571
Change in inventories	-	-	-
Fund balances (deficits), June 30, 2022	\$ 4,803,625	\$ 2,003,495	\$ 14,571

<u>Structured English Immersion</u>	<u>Title II Grants</u>	<u>Title IV Grant</u>	<u>Title III Grants</u>	<u>Special Education Grants</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	499,155	650,959	382,279	1,873,089
<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1</u>	<u>499,155</u>	<u>650,959</u>	<u>382,279</u>	<u>1,873,089</u>
-	-	220,833	53,497	1,085,664
-	416,180	405,989	314,774	778,637
-	61,710	-	6,512	5,458
-	-	-	-	-
-	-	656	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>477,890</u>	<u>627,478</u>	<u>374,783</u>	<u>1,869,759</u>
1	21,265	23,481	7,496	3,330
<u>-</u>	<u>(21,265)</u>	<u>(23,481)</u>	<u>(7,496)</u>	<u>(3,330)</u>
1	-	-	-	-
156	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 157</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	<u>ESSER</u>	<u>Acceleration Academies</u>	<u>Child Care Stabilization</u>
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	10,661,901	290,967	194,533
Other local revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>10,661,901</u>	<u>290,967</u>	<u>194,533</u>
Expenditures:			
Current:			
Instruction	4,700,310	206,847	123,836
Support services - students and staff	1,679,165	84,120	-
Support services - administration	1,147,474	-	-
Operation and maintenance of plant	2,162,907	-	-
Student transportation services	247,346	-	-
Operation of non-instructional services	517,906	-	70,697
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>10,455,108</u>	<u>290,967</u>	<u>194,533</u>
Excess (deficiency) of revenues over expenditures	206,793	-	-
Other financing uses:			
Transfers out	<u>(206,793)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-
Fund balances (deficits), July 1, 2021	-	-	-
Change in inventories	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances (deficits), June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Other Federal Grants</u>	<u>Results-Based Funding</u>	<u>FTF</u>	<u>Early Literacy</u>	<u>AWARE</u>
\$ -	\$ 425,159	\$ 317,275	\$ 393,237	\$ 263,438
12,989	-	-	-	-
-	1,038	-	-	-
<u>12,989</u>	<u>426,197</u>	<u>317,275</u>	<u>393,237</u>	<u>263,438</u>
3,133	657,625	-	334,647	140
9,856	-	-	58,590	256,556
-	-	270	-	6,742
-	-	-	-	-
-	-	-	-	-
-	-	204,678	-	-
-	-	-	-	-
<u>12,989</u>	<u>657,625</u>	<u>204,948</u>	<u>393,237</u>	<u>263,438</u>
-	(231,428)	112,327	-	-
-	-	(9,416)	-	-
-	(231,428)	102,911	-	-
-	236,380	(131,568)	-	-
-	-	-	-	-
<u>\$ -</u>	<u>\$ 4,952</u>	<u>\$ (28,657)</u>	<u>\$ -</u>	<u>\$ -</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	School Safety	Other State Grants	School Plant
Revenues:			
State aid and grants	\$ 188,158	\$ -	\$ -
Federal aid and grants	-	-	-
Other local revenue	-	-	128,880
Total revenues	188,158	-	128,880
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	187,959	-	-
Support services - administration	199	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	188,158	-	-
Excess (deficiency) of revenues over expenditures	-	-	128,880
Other financing uses:			
Transfers out	-	-	-
Net change in fund balances	-	-	128,880
Fund balances (deficits), July 1, 2021	-	-	668,114
Change in inventories	-	-	-
Fund balances (deficits), June 30, 2022	\$ -	\$ -	\$ 796,994

<u>Food Service</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Fingerprint</u>	<u>Insurance Proceeds</u>	<u>Litigation Recovery</u>
\$ -	\$ -	\$ -	\$ -	\$ -
9,550,643	-	-	-	-
<u>90,490</u>	<u>31,894</u>	<u>18,183</u>	<u>20,207</u>	<u>111,698</u>
<u>9,641,133</u>	<u>31,894</u>	<u>18,183</u>	<u>20,207</u>	<u>111,698</u>
-	16,081	-	-	-
841	-	-	-	-
4,459	-	15,303	-	-
118,151	-	-	1,452	-
-	7,583	-	-	-
6,245,937	-	-	-	-
<u>24,351</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>6,393,739</u>	<u>23,664</u>	<u>15,303</u>	<u>1,452</u>	<u>-</u>
3,247,394	8,230	2,880	18,755	111,698
<u>(807,923)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
2,439,471	8,230	2,880	18,755	111,698
5,478,325	345,130	4,656	249,141	52,733
<u>90,246</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 8,008,042</u>	<u>\$ 353,360</u>	<u>\$ 7,536</u>	<u>\$ 267,896</u>	<u>\$ 164,431</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	<u>Student Activities</u>	<u>Totals</u>
Revenues:		
State aid and grants	\$ -	\$ 8,774,770
Federal aid and grants	-	24,116,515
Other local revenue	<u>44,200</u>	<u>495,065</u>
Total revenues	<u>44,200</u>	<u>33,386,350</u>
Expenditures:		
Current:		
Instruction	80	12,253,984
Support services - students and staff	-	4,466,008
Support services - administration	-	1,248,127
Operation and maintenance of plant	-	2,282,510
Student transportation services	1,184	256,769
Operation of non-instructional services	45,425	7,084,643
Capital outlay	<u>-</u>	<u>24,351</u>
Total expenditures	<u>46,689</u>	<u>27,616,392</u>
Excess (deficiency) of revenues over expenditures	(2,489)	5,769,958
Other financing uses:		
Transfers out	<u>-</u>	<u>(1,079,704)</u>
Net change in fund balances	(2,489)	4,690,254
Fund balances (deficits), July 1, 2021	61,399	11,674,812
Change in inventories	<u>-</u>	<u>90,246</u>
Fund balances (deficits), June 30, 2022	<u>\$ 58,910</u>	<u>\$ 16,455,312</u>

This page intentionally left blank.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Classroom Site		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ 13,195,765	\$ 6,868,958	\$ (6,326,807)
Federal aid and grants	-	-	-
Other local revenue	66,531	34,632	(31,899)
Total revenues	13,262,296	6,903,590	(6,358,706)
Expenditures:			
Current:			
Instruction	10,259,981	4,783,954	5,476,027
Support services - students and staff	452,753	259,211	193,542
Support services - administration	-	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	10,712,734	5,043,165	5,669,569
Excess (deficiency) of revenues over expenditures	2,549,562	1,860,425	(689,137)
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	2,549,562	1,860,425	(689,137)
Fund balances, July 1, 2021	2,943,200	2,943,200	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	\$ 5,492,762	\$ 4,803,625	\$ (689,137)

<u>Instructional Improvement</u>			<u>County, City, and Town</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ 446,272	\$ 318,545	\$ (127,727)	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>19,392</u>	<u>13,842</u>	<u>(5,550)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>465,664</u>	<u>332,387</u>	<u>(133,277)</u>	<u>-</u>	<u>-</u>	<u>-</u>
384,897	67,337	317,560	-	-	-
80,767	14,130	66,637	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>465,664</u>	<u>81,467</u>	<u>384,197</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	250,920	250,920	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	250,920	250,920	-	-	-
1,752,575	1,752,575	-	14,571	14,571	-
-	-	-	-	-	-
<u>\$ 1,752,575</u>	<u>\$ 2,003,495</u>	<u>\$ 250,920</u>	<u>\$ 14,571</u>	<u>\$ 14,571</u>	<u>\$ -</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Structured English Immersion		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	-	-	-
Other local revenue	-	1	1
Total revenues	-	1	1
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	-	-	-
Support services - administration	-	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	-	1	1
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	1	1
Fund balances, July 1, 2021	156	156	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	\$ 156	\$ 157	\$ 1

<u>Title II Grants</u>			<u>Title IV Grants</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
855,879	499,155	(356,724)	855,511	650,959	(204,552)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>855,879</u>	<u>499,155</u>	<u>(356,724)</u>	<u>855,511</u>	<u>650,959</u>	<u>(204,552)</u>
-	-	-	301,087	220,833	80,254
745,359	416,180	329,179	553,530	405,989	147,541
110,520	61,710	48,810	-	-	-
-	-	-	-	-	-
-	-	-	894	656	238
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>855,879</u>	<u>477,890</u>	<u>377,989</u>	<u>855,511</u>	<u>627,478</u>	<u>228,033</u>
-	21,265	21,265	-	23,481	23,481
-	-	-	-	-	-
<u>-</u>	<u>(21,265)</u>	<u>(21,265)</u>	<u>-</u>	<u>(23,481)</u>	<u>(23,481)</u>
<u>-</u>	<u>(21,265)</u>	<u>(21,265)</u>	<u>-</u>	<u>(23,481)</u>	<u>(23,481)</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Title III Grants		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	504,211	382,279	(121,932)
Other local revenue	-	-	-
Total revenues	<u>504,211</u>	<u>382,279</u>	<u>(121,932)</u>
Expenditures:			
Current:			
Instruction	71,972	53,497	18,475
Support services - students and staff	423,478	314,774	108,704
Support services - administration	8,761	6,512	2,249
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>504,211</u>	<u>374,783</u>	<u>129,428</u>
Excess (deficiency) of revenues over expenditures	-	7,496	7,496
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	(7,496)	(7,496)
Total other financing sources (uses)	<u>-</u>	<u>(7,496)</u>	<u>(7,496)</u>
Net change in fund balances	-	-	-
Fund balances, July 1, 2021	-	-	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Special Education Grants</u>			<u>Medicaid Reimbursement</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Non-GAAP Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,868,657	1,873,089	4,432	819,167	960,736	141,569
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,868,657</u>	<u>1,873,089</u>	<u>4,432</u>	<u>819,167</u>	<u>960,736</u>	<u>141,569</u>
1,085,024	1,085,664	(640)	602,205	839,526	(237,321)
778,178	778,637	(459)	97,695	136,196	(38,501)
5,455	5,458	(3)	86,629	120,768	(34,139)
-	-	-	-	-	-
-	-	-	32,638	45,500	(12,862)
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,868,657</u>	<u>1,869,759</u>	<u>(1,102)</u>	<u>819,167</u>	<u>1,141,990</u>	<u>(322,823)</u>
-	3,330	3,330	-	(181,254)	(181,254)
-	-	-	-	-	-
<u>-</u>	<u>(3,330)</u>	<u>(3,330)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>(3,330)</u>	<u>(3,330)</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	(181,254)	(181,254)
-	-	-	3,603,359	3,603,359	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,603,359</u>	<u>\$ 3,422,105</u>	<u>\$ (181,254)</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022**

	<u>ESSER</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	23,862,271	10,661,901	(13,200,370)
Other local revenue	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>23,862,271</u>	<u>10,661,901</u>	<u>(13,200,370)</u>
Expenditures:			
Current:			
Instruction	23,086,961	4,700,310	18,386,651
Support services - students and staff	8,247,715	1,679,165	6,568,550
Support services - administration	5,636,158	1,147,474	4,488,684
Operation and maintenance of plant	10,623,757	2,162,907	8,460,850
Student transportation services	1,214,913	247,346	967,567
Operation of non-instructional services	2,543,848	517,906	2,025,942
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>51,353,352</u>	<u>10,455,108</u>	<u>40,898,244</u>
Excess (deficiency) of revenues over expenditures	(27,491,081)	206,793	27,697,874
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>(206,793)</u>	<u>(206,793)</u>
Total other financing sources (uses)	<u>-</u>	<u>(206,793)</u>	<u>(206,793)</u>
Net change in fund balances	(27,491,081)	-	27,491,081
Fund balances, July 1, 2021	-	-	-
Change in inventories	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ (27,491,081)</u>	<u>\$ -</u>	<u>\$ 27,491,081</u>

<u>Acceleration Academies</u>			<u>Child Care Stabilization</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
664,090	290,967	(373,123)	443,993	194,533	(249,460)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>664,090</u>	<u>290,967</u>	<u>(373,123)</u>	<u>443,993</u>	<u>194,533</u>	<u>(249,460)</u>
1,015,990	206,847	809,143	608,257	123,836	484,421
413,180	84,120	329,060	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	347,249	70,697	276,552
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,429,170</u>	<u>290,967</u>	<u>1,138,203</u>	<u>955,506</u>	<u>194,533</u>	<u>760,973</u>
(765,080)	-	765,080	(511,513)	-	511,513
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(765,080)	-	765,080	(511,513)	-	511,513
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (765,080)</u>	<u>\$ -</u>	<u>\$ 765,080</u>	<u>\$ (511,513)</u>	<u>\$ -</u>	<u>\$ 511,513</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022**

	E-Rate		
	Budget	Non-GAAP Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	99,751	2,868,300	2,768,549
Other local revenue	<u>249</u>	<u>7,154</u>	<u>6,905</u>
Total revenues	<u>100,000</u>	<u>2,875,454</u>	<u>2,775,454</u>
Expenditures:			
Current:			
Instruction	92,368	2,214,028	(2,121,660)
Support services - students and staff	-	-	-
Support services - administration	672	16,110	(15,438)
Operation and maintenance of plant	6,960	166,828	(159,868)
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>100,000</u>	<u>2,396,966</u>	<u>(2,296,966)</u>
Excess (deficiency) of revenues over expenditures	-	478,488	478,488
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	478,488	478,488
Fund balances, July 1, 2021	1,011,629	1,011,629	-
Change in inventories	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 1,011,629</u>	<u>\$ 1,490,117</u>	<u>\$ 478,488</u>

<u>Other Federal Grants</u>			<u>Results-Based Funding</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ 425,159	\$ 425,159
29,646	12,989	(16,657)	-	-	-
-	-	-	-	1,038	1,038
<u>29,646</u>	<u>12,989</u>	<u>(16,657)</u>	<u>-</u>	<u>426,197</u>	<u>426,197</u>
15,389	3,133	12,256	-	657,625	(657,625)
48,410	9,856	38,554	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>63,799</u>	<u>12,989</u>	<u>50,810</u>	<u>-</u>	<u>657,625</u>	<u>(657,625)</u>
(34,153)	-	34,153	-	(231,428)	(231,428)
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
(34,153)	-	34,153	-	(231,428)	(231,428)
-	-	-	236,380	236,380	-
-	-	-	-	-	-
<u>\$ (34,153)</u>	<u>\$ -</u>	<u>\$ 34,153</u>	<u>\$ 236,380</u>	<u>\$ 4,952</u>	<u>\$ (231,428)</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022**

	FTF		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ 106,205	\$ 317,275	\$ 211,070
Federal aid and grants	-	-	-
Other local revenue	-	-	-
Total revenues	<u>106,205</u>	<u>317,275</u>	<u>211,070</u>
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	-	-	-
Support services - administration	31	270	(239)
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	23,397	204,678	(181,281)
Capital outlay	-	-	-
Total expenditures	<u>23,428</u>	<u>204,948</u>	<u>(181,520)</u>
Excess (deficiency) of revenues over expenditures	82,777	112,327	29,550
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	(9,416)	(9,416)
Total other financing sources (uses)	<u>-</u>	<u>(9,416)</u>	<u>(9,416)</u>
Net change in fund balances	82,777	102,911	20,134
Fund balances, July 1, 2021	(131,568)	(131,568)	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	<u>\$ (48,791)</u>	<u>\$ (28,657)</u>	<u>\$ 20,134</u>

Early Literacy			AWARE		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 203,777	\$ 393,237	\$ 189,460	\$ 136,514	\$ 263,438	\$ 126,924
-	-	-	-	-	-
-	-	-	-	-	-
<u>203,777</u>	<u>393,237</u>	<u>189,460</u>	<u>136,514</u>	<u>263,438</u>	<u>126,924</u>
38,254	334,647	(296,393)	16	140	(124)
6,697	58,590	(51,893)	29,326	256,556	(227,230)
-	-	-	771	6,742	(5,971)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>44,951</u>	<u>393,237</u>	<u>(348,286)</u>	<u>30,113</u>	<u>263,438</u>	<u>(233,325)</u>
158,826	-	(158,826)	106,401	-	(106,401)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
158,826	-	(158,826)	106,401	-	(106,401)
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 158,826</u>	<u>\$ -</u>	<u>\$ (158,826)</u>	<u>\$ 106,401</u>	<u>\$ -</u>	<u>\$ (106,401)</u>

(continued)

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	School Safety		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ 97,504	\$ 188,158	\$ 90,654
Federal aid and grants	-	-	-
Other local revenue	-	-	-
Total revenues	97,504	188,158	90,654
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	21,485	187,959	(166,474)
Support services - administration	23	199	(176)
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	21,508	188,158	(166,650)
Excess (deficiency) of revenues over expenditures	75,996	-	(75,996)
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	75,996	-	(75,996)
Fund balances, July 1, 2021	-	-	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	\$ 75,996	\$ -	\$ (75,996)

<u>Other State Grants</u>			<u>School Plant</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	120,000	128,880	8,880
-	-	-	120,000	128,880	8,880
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	120,000	-	120,000
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	120,000	-	120,000
-	-	-	-	128,880	128,880
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	128,880	128,880
-	-	-	668,114	668,114	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 668,114</u>	<u>\$ 796,994</u>	<u>\$ 128,880</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Food Service		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	6,724,931	9,550,643	2,825,712
Other local revenue	<u>63,717</u>	<u>90,490</u>	<u>26,773</u>
Total revenues	<u>6,788,648</u>	<u>9,641,133</u>	<u>2,852,485</u>
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	1,143	841	302
Support services - administration	6,063	4,459	1,604
Operation and maintenance of plant	160,658	118,151	42,507
Student transportation services	-	-	-
Operation of non-instructional services	8,493,024	6,245,937	2,247,087
Capital outlay	<u>33,112</u>	<u>24,351</u>	<u>8,761</u>
Total expenditures	<u>8,694,000</u>	<u>6,393,739</u>	<u>2,300,261</u>
Excess (deficiency) of revenues over expenditures	(1,905,352)	3,247,394	5,152,746
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>(807,923)</u>	<u>(807,923)</u>
Total other financing sources (uses)	<u>-</u>	<u>(807,923)</u>	<u>(807,923)</u>
Net change in fund balances	(1,905,352)	2,439,471	4,344,823
Fund balances, July 1, 2021	5,478,325	5,478,325	-
Change in inventories	<u>-</u>	<u>90,246</u>	<u>90,246</u>
Fund balances, June 30, 2022	<u>\$ 3,572,973</u>	<u>\$ 8,008,042</u>	<u>\$ 4,435,069</u>

Civic Center			Community School		
Budget	Non-GAAP Actual	Variance	Budget	Non-GAAP Actual	Variance
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>10,000</u>	<u>11,583</u>	<u>1,583</u>	<u>330,000</u>	<u>438,003</u>	<u>108,003</u>
<u>10,000</u>	<u>11,583</u>	<u>1,583</u>	<u>330,000</u>	<u>438,003</u>	<u>108,003</u>
-	-	-	148,649	208,436	(59,787)
-	-	-	68,603	96,196	(27,593)
12,002	9,610	2,392	36	50	(14)
-	-	-	-	-	-
2,998	2,400	598	-	-	-
-	-	-	147,712	207,122	(59,410)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>15,000</u>	<u>12,010</u>	<u>2,990</u>	<u>365,000</u>	<u>511,804</u>	<u>(146,804)</u>
(5,000)	(427)	4,573	(35,000)	(73,801)	(38,801)
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(5,000)	(427)	4,573	(35,000)	(73,801)	(38,801)
121,335	121,335	-	420,171	420,171	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 116,335</u>	<u>\$ 120,908</u>	<u>\$ 4,573</u>	<u>\$ 385,171</u>	<u>\$ 346,370</u>	<u>\$ (38,801)</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022**

	Auxiliary Operations		
	Budget	Non-GAAP Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	-	-	-
Other local revenue	<u>25,000</u>	<u>102,706</u>	<u>77,706</u>
Total revenues	<u>25,000</u>	<u>102,706</u>	<u>77,706</u>
Expenditures:			
Current:			
Instruction	4,937	8,721	(3,784)
Support services - students and staff	1,818	3,212	(1,394)
Support services - administration	1,082	1,911	(829)
Operation and maintenance of plant	-	-	-
Student transportation services	268	474	(206)
Operation of non-instructional services	16,895	29,848	(12,953)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>25,000</u>	<u>44,166</u>	<u>(19,166)</u>
Excess (deficiency) of revenues over expenditures	-	58,540	58,540
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	58,540	58,540
Fund balances, July 1, 2021	84,506	84,506	-
Change in inventories	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 84,506</u>	<u>\$ 143,046</u>	<u>\$ 58,540</u>

<u>Extracurricular Activities Fees Tax Credit</u>			<u>Gifts and Donations</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Non-GAAP Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>29,000</u>	<u>31,894</u>	<u>2,894</u>	<u>80,000</u>	<u>188,564</u>	<u>108,564</u>
<u>29,000</u>	<u>31,894</u>	<u>2,894</u>	<u>80,000</u>	<u>188,564</u>	<u>108,564</u>
33,978	16,081	17,897	33,142	39,126	(5,984)
-	-	-	18,985	22,412	(3,427)
-	-	-	20,390	24,071	(3,681)
-	-	-	6,182	7,298	(1,116)
16,022	7,583	8,439	1,301	1,536	(235)
-	-	-	-	-	-
-	-	-	-	-	-
<u>50,000</u>	<u>23,664</u>	<u>26,336</u>	<u>80,000</u>	<u>94,443</u>	<u>(14,443)</u>
(21,000)	8,230	29,230	-	94,121	94,121
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(21,000)	8,230	29,230	-	94,121	94,121
345,130	345,130	-	730,182	730,182	-
-	-	-	-	-	-
<u>\$ 324,130</u>	<u>\$ 353,360</u>	<u>\$ 29,230</u>	<u>\$ 730,182</u>	<u>\$ 824,303</u>	<u>\$ 94,121</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Fingerprint		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	-	-	-
Other local revenue	2,500	18,183	15,683
Total revenues	2,500	18,183	15,683
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	-	-	-
Support services - administration	2,500	15,303	(12,803)
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	2,500	15,303	(12,803)
Excess (deficiency) of revenues over expenditures	-	2,880	2,880
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	2,880	2,880
Fund balances, July 1, 2021	4,656	4,656	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	\$ 4,656	\$ 7,536	\$ 2,880

<u>Insurance Proceeds</u>			<u>Textbooks</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Non-GAAP Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>-</u>	<u>20,207</u>	<u>20,207</u>	<u>2,500</u>	<u>3,145</u>	<u>645</u>
<u>-</u>	<u>20,207</u>	<u>20,207</u>	<u>2,500</u>	<u>3,145</u>	<u>645</u>
-	-	-	-	-	-
-	-	-	2,500	1,971	529
-	-	-	-	-	-
-	1,452	(1,452)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>1,452</u>	<u>(1,452)</u>	<u>2,500</u>	<u>1,971</u>	<u>529</u>
-	18,755	18,755	-	1,174	1,174
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	18,755	18,755	-	1,174	1,174
249,141	249,141	-	17,824	17,824	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 249,141</u>	<u>\$ 267,896</u>	<u>\$ 18,755</u>	<u>\$ 17,824</u>	<u>\$ 18,998</u>	<u>\$ 1,174</u>

(continued)

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2022**

	Litigation Recovery		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	-	-	-
Other local revenue	50,000	111,698	61,698
Total revenues	50,000	111,698	61,698
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	-	-	-
Support services - administration	-	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Total expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	50,000	111,698	61,698
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	50,000	111,698	61,698
Fund balances, July 1, 2021	52,733	52,733	-
Change in inventories	-	-	-
Fund balances, June 30, 2022	\$ 102,733	\$ 164,431	\$ 61,698

Indirect Costs			Advertising		
Budget	Non-GAAP Actual	Variance	Budget	Non-GAAP Actual	Variance
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>1,000,000</u>	<u>-</u>	<u>(1,000,000)</u>	<u>-</u>	<u>40</u>	<u>40</u>
<u>1,000,000</u>	<u>-</u>	<u>(1,000,000)</u>	<u>-</u>	<u>40</u>	<u>40</u>
-	-	-	-	-	-
357,460	252,582	104,878	-	-	-
942,540	666,000	276,540	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,300,000</u>	<u>918,582</u>	<u>381,418</u>	<u>-</u>	<u>-</u>	<u>-</u>
(300,000)	(918,582)	(618,582)	-	40	40
-	1,349,655	1,349,655	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>1,349,655</u>	<u>1,349,655</u>	<u>-</u>	<u>-</u>	<u>-</u>
(300,000)	431,073	731,073	-	40	40
3,122,549	3,122,549	-	5,260	5,260	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 2,822,549</u>	<u>\$ 3,553,622</u>	<u>\$ 731,073</u>	<u>\$ 5,260</u>	<u>\$ 5,300</u>	<u>\$ 40</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2022**

	Student Activities		
	Budget	Actual	Variance
Revenues:			
State aid and grants	\$ -	\$ -	\$ -
Federal aid and grants	-	-	-
Other local revenue	<u>20,000</u>	<u>44,200</u>	<u>24,200</u>
Total revenues	<u>20,000</u>	<u>44,200</u>	<u>24,200</u>
Expenditures:			
Current:			
Instruction	34	80	(46)
Support services - students and staff	-	-	-
Support services - administration	-	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	507	1,184	(677)
Operation of non-instructional services	19,459	45,425	(25,966)
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>20,000</u>	<u>46,689</u>	<u>(26,689)</u>
Excess (deficiency) of revenues over expenditures	-	(2,489)	(2,489)
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	(2,489)	(2,489)
Fund balances, July 1, 2021	61,399	61,399	-
Change in inventories	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 61,399</u>	<u>\$ 58,910</u>	<u>\$ (2,489)</u>

<u>Totals</u>		
<u>Budget</u>	<u>Non-GAAP Actual</u>	<u>Variance</u>
\$ 14,186,037	\$ 8,774,770	\$ (5,411,267)
36,728,107	27,945,551	(8,782,556)
<u>1,818,889</u>	<u>1,246,260</u>	<u>(572,629)</u>
<u>52,733,033</u>	<u>37,966,581</u>	<u>(14,766,452)</u>
37,783,141	15,563,821	22,219,320
12,349,082	4,978,577	7,370,505
6,833,633	2,086,647	4,746,986
10,917,557	2,456,636	8,460,921
1,269,541	306,679	962,862
11,591,584	7,321,613	4,269,971
<u>33,112</u>	<u>24,351</u>	<u>8,761</u>
<u>80,777,650</u>	<u>32,738,324</u>	<u>48,039,326</u>
(28,044,617)	5,228,257	33,272,874
-	1,349,655	1,349,655
<u>-</u>	<u>(1,079,704)</u>	<u>(1,079,704)</u>
<u>-</u>	<u>269,951</u>	<u>269,951</u>
(28,044,617)	5,498,208	33,542,825
20,791,627	20,791,627	-
<u>-</u>	<u>90,246</u>	<u>90,246</u>
<u>\$ (7,252,990)</u>	<u>\$ 26,380,081</u>	<u>\$ 33,633,071</u>

This page intentionally left blank.

**COMBINING STATEMENTS AND SCHEDULE
OTHER CAPITAL PROJECTS FUNDS**

This page intentionally left blank.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
OTHER CAPITAL PROJECTS FUNDS - DESCRIPTIONS
JUNE 30, 2022**

The following non-major Capital Projects Funds are maintained by the District. Arizona Revised Statutes (A.R.S.) and the Uniform System of Financial Records (USFR) require the establishment of these funds for the specified financial activities.

Unrestricted Capital Outlay - to account for transactions relating to the acquisition of items by purchase, or lease as prescribed by A.R.S. Section §15-903(C).

Adjacent Ways - to account for monies received to finance improvements of property adjacent to the school, such as public streets or alleys, or improvements of school property that provide safe access for buses and fire equipment.

Condemnation - to account for monies received from proceeds from sales by condemnation or right-of-way settlements.

Energy and Water Savings - to account for capital investment monies, energy-related rebate or grant monies, and monies from other funding sources, including clean renewable energy bonds, to fund energy or water saving projects in school facilities.

Building Renewal Grant - to account for monies received from the School Facilities Board that are used for infrastructure or for major upgrades, repairs, or renovations to areas, systems or buildings that will maintain or extend their useful life.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING BALANCE SHEET
 OTHER CAPITAL PROJECTS FUNDS
 JUNE 30, 2022**

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Condemnation</u>
ASSETS			
Cash and investments	\$ 4,609,373	\$ 1,051,975	\$ 15,896
Property taxes receivable	-	42,634	-
Due from other governments	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 4,609,373</u>	<u>\$ 1,094,609</u>	<u>\$ 15,896</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ <u>1,107,093</u>	\$ <u>14,548</u>	\$ <u>-</u>
Total liabilities	<u>1,107,093</u>	<u>14,548</u>	<u>-</u>
Deferred inflows of resources:			
Unavailable revenue - property tax	-	19,409	-
Unavailable revenue - time restrictions	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources	<u>-</u>	<u>19,409</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>1,107,093</u>	<u>33,957</u>	<u>-</u>
Fund balances:			
Restricted:			
Capital outlay	<u>3,502,280</u>	<u>1,060,652</u>	<u>15,896</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,609,373</u>	<u>\$ 1,094,609</u>	<u>\$ 15,896</u>

Energy and Water Savings	Building Renewal Grant	Totals
\$ 241,136	\$ 55,124	\$ 5,973,504
-	-	42,634
<u>-</u>	<u>165,105</u>	<u>165,105</u>
<u>\$ 241,136</u>	<u>\$ 220,229</u>	<u>\$ 6,181,243</u>

\$ <u>-</u>	\$ <u>-</u>	\$ <u>1,121,641</u>
<u>-</u>	<u>-</u>	<u>1,121,641</u>

-	-	19,409
<u>-</u>	<u>113,305</u>	<u>113,305</u>
<u>-</u>	<u>113,305</u>	<u>132,714</u>
<u>-</u>	<u>113,305</u>	<u>1,254,355</u>

<u>241,136</u>	<u>106,924</u>	<u>4,926,888</u>
----------------	----------------	------------------

<u>\$ 241,136</u>	<u>\$ 220,229</u>	<u>\$ 6,181,243</u>
-------------------	-------------------	---------------------

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER CAPITAL PROJECTS FUNDS
 YEAR ENDED JUNE 30, 2022**

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Condemnation</u>
Revenues:			
Property taxes	\$ 63	\$ 623,242	\$ -
State aid and grants	5,821,484	-	-
Other local revenue	<u>519,737</u>	<u>3,626</u>	<u>120</u>
Total revenues	<u>6,341,284</u>	<u>626,868</u>	<u>120</u>
Expenditures:			
Current:			
Instruction	2,322,018	-	-
Support services - students and staff	212,829	-	-
Support services - administration	2,416,404	-	-
Operation and maintenance of plant	424,772	37,086	-
Student transportation services	52,747	-	-
Operation of non-instructional services	27,467	-	-
Capital outlay	770,417	-	-
Debt service:			
Principal	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>6,226,654</u>	<u>37,086</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	114,630	589,782	120
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>(1,026,729)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,026,729)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(912,099)	589,782	120
Fund balances, July 1, 2021	<u>4,414,379</u>	<u>470,870</u>	<u>15,776</u>
Fund balances, June 30, 2022	<u>\$ 3,502,280</u>	<u>\$ 1,060,652</u>	<u>\$ 15,896</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 OTHER CAPITAL PROJECTS FUNDS
 YEAR ENDED JUNE 30, 2022**

<u>Energy and Water Savings</u>	<u>Building Renewal Grant</u>	<u>Totals</u>
\$ -	\$ -	\$ 623,305
-	200,774	6,022,258
<u>-</u>	<u>1,040</u>	<u>524,523</u>
<u>-</u>	<u>201,814</u>	<u>7,170,086</u>
-	-	2,322,018
-	-	212,829
-	9,263	2,425,667
-	221,933	683,791
-	-	52,747
-	-	27,467
-	71,598	842,015
380,091	-	380,091
<u>127,893</u>	<u>-</u>	<u>127,893</u>
<u>507,984</u>	<u>302,794</u>	<u>7,074,518</u>
(507,984)	(100,980)	95,568
507,084	-	507,084
<u>-</u>	<u>-</u>	<u>(1,026,729)</u>
<u>507,084</u>	<u>-</u>	<u>(519,645)</u>
(900)	(100,980)	(424,077)
<u>242,036</u>	<u>207,904</u>	<u>5,350,965</u>
<u>\$ 241,136</u>	<u>\$ 106,924</u>	<u>\$ 4,926,888</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL
OTHER CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2022**

	Unrestricted Capital Outlay		
	Budget	Actual	Variance
Revenues:			
Property taxes	\$ 113	\$ 63	\$ (50)
State aid and grants	10,429,851	5,821,484	(4,608,367)
Other local revenue	<u>931,168</u>	<u>519,737</u>	<u>(411,431)</u>
Total revenues	<u>11,361,132</u>	<u>6,341,284</u>	<u>(5,019,848)</u>
Expenditures:			
Current:			
Instruction	557,932	2,322,018	(1,764,086)
Support services - students and staff	126,935	212,829	(85,894)
Support services - administration	5,627,457	2,416,404	3,211,053
Operation and maintenance of plant	350,000	424,772	(74,772)
Student transportation services	707,000	52,747	654,253
Operation of non-instructional services	-	27,467	(27,467)
Capital outlay	2,397,199	770,417	1,626,782
Debt service:			
Principal	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>9,766,523</u>	<u>6,226,654</u>	<u>3,539,869</u>
Excess (deficiency) of revenues over expenditures	1,594,609	114,630	(1,479,979)
Other financing sources (uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>(1,026,729)</u>	<u>(1,026,729)</u>
Total other financing sources (uses)	<u>-</u>	<u>(1,026,729)</u>	<u>(1,026,729)</u>
Net change in fund balances	1,594,609	(912,099)	(2,506,708)
Fund balances, July 1, 2021	<u>4,414,379</u>	<u>4,414,379</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 6,008,988</u>	<u>\$ 3,502,280</u>	<u>\$ (2,506,708)</u>

<u>Adjacent Ways</u>			<u>Condemnation</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ 596,529	\$ 623,242	\$ 26,713	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>3,471</u>	<u>3,626</u>	<u>155</u>	<u>-</u>	<u>120</u>	<u>120</u>
<u>600,000</u>	<u>626,868</u>	<u>26,868</u>	<u>-</u>	<u>120</u>	<u>120</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,070,870	37,086	1,033,784	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1,070,870</u>	<u>37,086</u>	<u>1,033,784</u>	<u>-</u>	<u>-</u>	<u>-</u>
(470,870)	589,782	1,060,652	-	120	120
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(470,870)	589,782	1,060,652	-	120	120
<u>470,870</u>	<u>470,870</u>	<u>-</u>	<u>15,776</u>	<u>15,776</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 1,060,652</u>	<u>\$ 1,060,652</u>	<u>\$ 15,776</u>	<u>\$ 15,896</u>	<u>\$ 120</u>

(continued)

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES - BUDGET AND ACTUAL
 OTHER CAPITAL PROJECTS FUNDS
 YEAR ENDED JUNE 30, 2022**

	Energy and Water Savings		
	Budget	Actual	Variance
Revenues:			
Property taxes	\$ -	\$ -	\$ -
State aid and grants	-	-	-
Other local revenue	<u>516,037</u>	<u>-</u>	<u>(516,037)</u>
Total revenues	<u>516,037</u>	<u>-</u>	<u>(516,037)</u>
Expenditures:			
Current:			
Instruction	-	-	-
Support services - students and staff	-	-	-
Support services - administration	-	-	-
Operation and maintenance of plant	-	-	-
Student transportation services	-	-	-
Operation of non-instructional services	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	379,418	380,091	(673)
Interest	<u>127,666</u>	<u>127,893</u>	<u>(227)</u>
Total expenditures	<u>507,084</u>	<u>507,984</u>	<u>(900)</u>
Excess (deficiency) of revenues over expenditures	8,953	(507,984)	(516,937)
Other financing sources (uses):			
Transfers in	-	507,084	507,084
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>507,084</u>	<u>507,084</u>
Net change in fund balances	8,953	(900)	(9,853)
Fund balances, July 1, 2021	<u>242,036</u>	<u>242,036</u>	<u>-</u>
Fund balances, June 30, 2022	<u>\$ 250,989</u>	<u>\$ 241,136</u>	<u>\$ (9,853)</u>

<u>Building Renewal Grant</u>			<u>Totals</u>		
<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
\$ -	\$ -	\$ -	\$ 596,642	\$ 623,305	\$ 26,663
198,969	200,774	1,805	10,628,820	6,022,258	(4,606,562)
<u>1,031</u>	<u>1,040</u>	<u>9</u>	<u>1,451,707</u>	<u>524,523</u>	<u>(927,184)</u>
<u>200,000</u>	<u>201,814</u>	<u>1,814</u>	<u>12,677,169</u>	<u>7,170,086</u>	<u>(5,507,083)</u>
-	-	-	557,932	2,322,018	(1,764,086)
-	-	-	126,935	212,829	(85,894)
6,118	9,263	(3,145)	5,633,575	2,425,667	3,207,908
146,590	221,933	(75,343)	1,567,460	683,791	883,669
-	-	-	707,000	52,747	654,253
-	-	-	-	27,467	(27,467)
47,292	71,598	(24,306)	2,444,491	842,015	1,602,476
-	-	-	379,418	380,091	(673)
<u>-</u>	<u>-</u>	<u>-</u>	<u>127,666</u>	<u>127,893</u>	<u>(227)</u>
<u>200,000</u>	<u>302,794</u>	<u>(102,794)</u>	<u>11,544,477</u>	<u>7,074,518</u>	<u>4,469,959</u>
-	(100,980)	(100,980)	1,132,692	95,568	(1,037,124)
-	-	-	-	507,084	507,084
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,026,729)</u>	<u>(1,026,729)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(519,645)</u>	<u>(519,645)</u>
-	(100,980)	(100,980)	1,132,692	(424,077)	(1,556,769)
<u>207,904</u>	<u>207,904</u>	<u>-</u>	<u>5,350,965</u>	<u>5,350,965</u>	<u>-</u>
<u>\$ 207,904</u>	<u>\$ 106,924</u>	<u>\$ (100,980)</u>	<u>\$ 6,483,657</u>	<u>\$ 4,926,888</u>	<u>\$ (1,556,769)</u>

(concluded)

This page intentionally left blank.

**COMBINING STATEMENTS
INTERNAL SERVICE FUNDS**

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
INTERNAL SERVICE FUNDS - DESCRIPTIONS
JUNE 30, 2022

The following Internal Service Funds are maintained by the District. Arizona Revised Statutes (A.R.S.) and the Uniform System of Financial Records (USFR) require the establishment of these funds for the specified financial activities.

Employee Benefit Trust - to account for the financial activity associated with the District's self-insurance program for employee health benefits.

Property and Casualty Insurance - to account for the financial activity associated with the District's property and casualty losses insurance program.

Workers' Compensation - to account for the financial activity associated with the District's self-insurance program for employee workers' compensation.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF NET POSITION - INTERNAL SERVICE FUNDS
JUNE 30, 2022

	<u>Employee Benefit Trust</u>	<u>Property and Casualty Insurance</u>	<u>Workers' Compensation</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and investments	\$ 2,026,343	\$ 1,394,741	\$ 143,860	\$ 3,564,944
Accounts receivable	-	-	27,086	27,086
Due from other funds	<u>187,217</u>	<u>-</u>	<u>-</u>	<u>187,217</u>
Total assets	<u>2,213,560</u>	<u>1,394,741</u>	<u>170,946</u>	<u>3,779,247</u>
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 455	\$ -	\$ -	\$ 455
Accrued payroll and employee benefits	10,054	-	8,725	18,779
Due to other funds	<u>-</u>	<u>-</u>	<u>187,217</u>	<u>187,217</u>
Total liabilities	<u>10,509</u>	<u>-</u>	<u>195,942</u>	<u>206,451</u>
NET POSITION				
Unrestricted (deficit)	<u>2,203,051</u>	<u>1,394,741</u>	<u>(24,996)</u>	<u>3,572,796</u>
Total net position (deficit)	<u>\$ 2,203,051</u>	<u>\$ 1,394,741</u>	<u>\$ (24,996)</u>	<u>\$ 3,572,796</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION - INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Employee Benefit Trust</u>	<u>Property and Casualty Insurance</u>	<u>Workers' Compensation</u>	<u>Total</u>
Operating revenues:				
Contributions	\$ 8,517,722	\$ 108	\$ 1,274,089	\$ 9,791,919
Total operating revenues	<u>8,517,722</u>	<u>108</u>	<u>1,274,089</u>	<u>9,791,919</u>
Operating expenses:				
Claims and related fees payments	144,752	1,028	1,012,578	1,158,358
Insurance premiums paid to third parties	7,265,289	-	13,006	7,278,295
Supplies	6,666	8,417	5,567	20,650
Administrative fees	3,137	-	-	3,137
Total operating expenses	<u>7,419,844</u>	<u>9,445</u>	<u>1,031,151</u>	<u>8,460,440</u>
Operating income	<u>1,097,878</u>	<u>(9,337)</u>	<u>242,938</u>	<u>1,331,479</u>
Non-operating revenues:				
Investment income	<u>5,731</u>	<u>3,522</u>	<u>(3,192)</u>	<u>6,061</u>
Total non-operating revenues	<u>5,731</u>	<u>3,522</u>	<u>(3,192)</u>	<u>6,061</u>
Change in net position	1,103,609	(5,815)	239,746	1,337,540
Total net position (deficits), July 1, 2021	<u>1,099,442</u>	<u>1,400,556</u>	<u>(264,742)</u>	<u>2,235,256</u>
Total net position (deficits), June 30, 2022	<u>\$ 2,203,051</u>	<u>\$ 1,394,741</u>	<u>\$ (24,996)</u>	<u>\$ 3,572,796</u>

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>Employee Benefit Trust</u>	<u>Property and Casualty Insurance</u>	<u>Workers' Compensation</u>	<u>Total</u>
Cash flows from operating activities:				
Receipts from contributions	\$ 8,517,722	\$ 108	\$ 1,269,703	\$ 9,787,533
Payments for claims, premiums, fees, and supplies	<u>(7,415,858)</u>	<u>(9,445)</u>	<u>(1,029,532)</u>	<u>(8,454,835)</u>
Net cash flows provided by operating activities	<u>1,101,864</u>	<u>(9,337)</u>	<u>240,171</u>	<u>1,332,698</u>
Cash flows from investing activities:				
Interest received	<u>5,731</u>	<u>3,522</u>	<u>(3,192)</u>	<u>6,061</u>
Net change in cash and cash equivalents	1,107,595	(5,815)	236,979	1,338,759
Cash and cash equivalents, July 1, 2021	<u>1,105,965</u>	<u>1,120,220</u>	<u>-</u>	<u>2,226,185</u>
Cash and cash equivalents, June 30, 2022	<u>\$ 2,213,560</u>	<u>\$ 1,114,405</u>	<u>\$ 236,979</u>	<u>\$ 3,564,944</u>
 Reconciliation of operating income to net cash provided by operating activities				
Operating income	\$ 1,097,878	\$ (9,337)	\$ 242,938	\$ 1,331,479
Adjustments to reconcile operating income to net cash provided by operating activities:				
Changes in assets and liabilities:				
Accounts receivable	-	-	(4,386)	(4,386)
Accounts payables	455	-	-	455
Accrued payroll and employee benefits	<u>3,531</u>	<u>-</u>	<u>1,619</u>	<u>5,150</u>
Net cash provided by operating activities	<u>\$ 1,101,864</u>	<u>\$ (9,337)</u>	<u>\$ 240,171</u>	<u>\$ 1,332,698</u>

This page intentionally left blank.

STATISTICAL SECTION

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
STATISTICAL SECTION - DESCRIPTIONS
JUNE 30, 2022

The statistical section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The statistical section is intended to enhance the reader's understanding of the information presented in the financial statements, notes to the financial statements and other supplementary information presented in this report. The statistical section is comprised of the five categories of statistical information presented below.

Financial Trends

These schedules contain information on financial trends to help the reader understand how the District's financial position and financial activities have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting the District's ability to generate property taxes.

Debt Capacity

These schedules present information to help the reader evaluate the District's current levels of outstanding debt as well as assess the District's ability to make debt payments and/or issue additional debt in the future.

Demographic and Economic Information

These schedules present various demographic and economic indicators to help the reader understand the environment in which the District's financial activities take place and to help make comparisons with other school districts.

Operating Information

These schedules contain information about the District's operations and various resources to help the reader draw conclusions as to how the District's financial information relates to the services provided by the District.

Due to cost considerations for the accumulation of data, the District has elected to present less than ten years of data, or data from less than nine years prior, for certain statistical schedules. This information will be accumulated and reported each year until the complete ten years of data is provided.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30				
Net position:	2022	2021	2020	2019	2017
Net investment in capital assets	\$ 64,269,129	\$ 67,617,930	\$ 70,759,908	\$ 72,971,409	\$ 81,384,752
Restricted	21,685,652	17,428,181	19,273,906	19,139,413	17,382,994
Unrestricted	(56,090,276)	(60,271,158)	(63,836,576)	(67,003,987)	(80,137,221)
Total net position	\$ 29,864,505	\$ 24,774,953	\$ 26,197,238	\$ 25,106,835	\$ 18,630,525

	Fiscal Year Ended June 30				
Net position:	2017	2016	2015	2014	2013
Net investment in capital assets	\$ 81,384,752	\$ 83,412,489	\$ 84,170,691	\$ 87,850,548	\$ 89,626,529
Restricted	17,382,994	17,760,388	18,455,081	20,372,245	13,570,969
Unrestricted	(80,137,221)	(81,301,820)	(86,766,628)	8,663,918	15,241,805
Total net position	\$ 18,630,525	\$ 19,871,057	\$ 15,859,144	\$ 116,886,711	\$ 118,439,303

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
EXPENSES, PROGRAM REVENUES, AND NET EXPENSE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Expenses:					
Instruction	\$ 55,337,182	\$ 54,699,569	\$ 52,211,651	\$ 50,035,469	\$ 48,165,529
Support services - students and staff	16,620,900	16,821,122	14,939,831	14,210,632	13,410,721
Support services - administration	23,267,328	28,207,410	12,801,283	12,202,848	11,913,674
Operation and maintenance of plant services	14,666,160	16,675,542	14,509,535	13,025,084	12,026,393
Student transportation services	3,631,483	2,972,860	3,754,934	3,941,114	3,575,652
Operation of non-instructional services	7,622,954	5,512,855	7,773,070	8,776,749	8,672,064
Interest on long-term debt	1,481,183	1,456,371	1,372,115	1,040,650	1,103,878
Total expenses	122,627,190	126,345,729	107,362,419	103,232,546	98,867,911
Program revenues:					
Charges for services:					
Instruction	33,825	1,421	680,631	463,163	568,179
Operation of non-instructional services	732,409	571,560	263,090	392,942	440,994
Other activities	9,836,119	13,579,527	168,472	127,315	102,773
Operating grants and contributions	42,993,758	42,969,455	19,830,031	21,315,245	19,579,768
Capital grants and contributions	282,471	1,038,128	1,578,833	2,639,967	1,937,614
Total program revenues	53,878,582	58,160,091	22,521,057	24,938,632	22,629,328
Net expense	\$ (68,748,608)	\$ (68,185,638)	\$ (84,841,362)	\$ (78,293,914)	\$ (76,238,583)

Source: The District's financial records.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
EXPENSES, PROGRAM REVENUES, AND NET EXPENSE
LAST TEN FISCAL YEARS
(accrual basis of accounting)**

	Fiscal Year Ended June 30				
	2017	2016	2015	2014	2013
Expenses:					
Instruction	\$ 53,942,060	\$ 52,243,313	\$ 55,095,759	\$ 54,643,170	\$ 54,248,239
Support services - students and staff	15,137,877	14,025,208	14,302,169	13,100,639	12,243,142
Support services - administration	11,196,749	10,797,687	9,776,591	9,796,711	10,088,769
Operation and maintenance of plant services	14,627,617	11,346,700	12,637,537	11,173,402	11,785,046
Student transportation services	3,681,787	3,325,446	3,456,430	3,620,762	3,672,479
Operation of non-instructional services	8,816,725	8,678,699	8,119,498	8,018,795	7,392,236
Interest on long-term debt	1,164,485	1,086,361	1,070,476	599,495	719,177
Total expenses	108,567,300	101,503,414	104,458,460	100,952,974	100,149,088
Program revenues:					
Charges for services:					
Instruction	571,534	425,730	1,082,402	756,394	751,913
Operation of non-instructional services	597,535	847,132	619,358	937,036	993,809
Other activities	94,123	91,878	39,676	157,470	106,599
Operating grants and contributions	21,680,168	19,956,640	18,961,403	18,626,593	18,851,127
Capital grants and contributions	3,504,038	1,031,798	712,098	2,659,579	364,873
Total program revenues	26,447,398	22,353,178	21,414,937	23,137,072	21,068,321
Net expense	\$ (82,119,902)	\$ (79,150,236)	\$ (83,043,523)	\$ (77,815,902)	\$ (79,080,767)

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Net expense	\$ (68,748,608)	\$ (68,185,638)	\$ (84,841,362)	\$ (78,293,914)	\$ (76,238,583)
General revenues:					
Property taxes	18,539,658	17,746,275	16,593,523	16,575,616	15,142,600
County aid	4,405,226	5,237,076	5,529,727	5,698,182	5,892,882
State aid	43,101,080	61,480,372	60,231,028	57,195,603	59,015,658
Federal aid	-	830,896	745,711	653,418	676,598
Investment income	242,268	574,151	404,976	264,906	151,632
Other	475,121	-	-	-	-
Total general revenues	66,763,353	85,868,770	83,504,965	80,387,725	80,879,370
Changes in net position	\$ (1,985,255)	\$ 17,683,132	\$ (1,336,397)	\$ 2,093,811	\$ 4,640,787

	Fiscal Year Ended June 30				
	2017	2016	2015	2014	2013
Net expense	\$ (82,119,902)	\$ (79,150,236)	\$ (83,043,523)	\$ (77,815,902)	\$ (79,080,767)
General revenues:					
Property taxes	13,984,607	15,870,565	16,366,815	17,681,566	19,088,475
County aid	5,749,777	5,521,491	5,060,611	4,970,420	4,994,144
State aid	58,805,556	55,933,568	54,558,478	52,375,773	47,782,348
Federal aid	643,984	336,991	160,902	152,899	148,741
Investment income	153,902	131,780	116,504	121,740	149,095
Total general revenues	79,337,826	77,794,395	76,263,310	75,302,398	72,162,803
Changes in net position	\$ (2,782,076)	\$ (1,355,841)	\$ (6,780,213)	\$ (2,513,504)	\$ (6,917,964)

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
General Fund:					
Nonspendable	\$ 263,353	\$ 331,042	\$ 284,236	\$ 167,314	\$ 313,400.00
Unassigned	16,826,863	14,687,537	12,372,031	13,104,718	15,063,630
Total General Fund	<u>17,090,216</u>	<u>15,018,579</u>	<u>12,656,267</u>	<u>13,272,032</u>	<u>15,377,030</u>
All other governmental funds:					
Nonspendable	184,455	94,209	95,109	123,855	140,338
Restricted	36,796,503	35,356,045	25,023,514	28,570,432	20,313,073
Unassigned	(28,657)	(131,568)	(1,482,721)	(1,710,600)	(4,368,369)
Total all other governmental funds	<u>36,952,301</u>	<u>35,318,686</u>	<u>23,635,902</u>	<u>26,983,687</u>	<u>16,085,042</u>
Total all governmental funds	<u>\$ 54,042,517</u>	<u>\$ 50,337,265</u>	<u>\$ 36,292,169</u>	<u>\$ 40,255,719</u>	<u>\$ 31,462,072</u>

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2017	2016	2015	2014	2013
General Fund:					
Nonspendable	\$ 338,427	\$ 1,097,808	\$ 288,876	\$ 329,801	\$ 364,792
Unassigned	9,203,292	8,811,449	6,450,866	4,592,433	8,136,432
Total General Fund	<u>9,541,719</u>	<u>9,909,257</u>	<u>6,739,742</u>	<u>4,922,234</u>	<u>8,501,224</u>
All other governmental funds:					
Nonspendable	128,734	124,599	125,264	111,329	104,803
Restricted	20,796,113	24,789,042	19,651,493	27,389,210	16,152,660
Unassigned	(448,128)	-	-	-	-
Total all other governmental funds	<u>20,476,719</u>	<u>24,913,641</u>	<u>19,776,757</u>	<u>27,500,539</u>	<u>16,257,463</u>
Total all governmental funds	<u>\$ 30,018,438</u>	<u>\$ 34,822,898</u>	<u>\$ 26,516,499</u>	<u>\$ 32,422,773</u>	<u>\$ 24,758,687</u>

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
REVENUES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Federal sources:					
Federal aid and grants	\$ 24,648,446	\$ 32,719,845	\$ 11,518,880	\$ 14,348,299	\$ 9,868,715
National school lunch program	9,550,643	3,978,673	8,578,858	9,671,827	9,445,144
Total federal sources	<u>34,199,089</u>	<u>36,698,518</u>	<u>20,097,738</u>	<u>24,020,126</u>	<u>19,313,859</u>
State sources:					
State aid and grants	51,053,606	42,043,980	54,610,153	53,008,736	49,958,830
Other revenues	9,259,789	8,623,635	9,368,636	8,544,929	7,403,337
Total state sources	<u>60,313,395</u>	<u>50,667,615</u>	<u>63,978,789</u>	<u>61,553,665</u>	<u>57,362,167</u>
Local sources:					
Property taxes	17,347,240	17,880,250	18,233,536	16,849,351	16,530,280
County aid	5,048,277	4,405,226	5,237,076	5,529,727	5,698,182
Food service sales	42,068	7,718	141,084	179,046	248,098
Contributions and donations	179,891	170,201	-	-	-
Investment income	323,738	235,723	517,532	327,540	218,477
Charges for services	810,434	572,981	-	-	-
Other revenues	532,627	540,387	1,014,528	1,039,242	1,079,952
Total local sources	<u>24,284,275</u>	<u>23,812,486</u>	<u>25,143,756</u>	<u>23,924,906</u>	<u>23,774,989</u>
Total revenues	<u>\$ 118,796,759</u>	<u>\$ 111,178,619</u>	<u>\$ 109,220,283</u>	<u>\$ 109,498,697</u>	<u>\$ 100,451,015</u>

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
REVENUES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2017	2016	2015	2014	2013
Federal sources:					
Federal aid and grants	\$ 14,203,030	\$ 11,823,432	\$ 11,082,383	\$ 12,701,907	\$ 11,008,799
National school lunch program	9,430,946	9,305,604	8,564,709	8,454,999	7,938,858
Total federal sources	23,633,976	21,129,036	19,647,092	21,156,906	18,947,657
State sources:					
State aid and grants	52,995,226	53,043,485	50,791,316	49,513,493	48,095,263
Other revenues	80,667,664	6,067,304	5,776,926	5,130,993	4,635,468
Total state sources	133,662,890	59,110,789	56,568,242	54,644,486	52,730,731
Local sources:					
Property taxes	15,284,860	14,285,963	15,989,622	16,270,322	17,714,319
County aid	5,892,882	5,749,777	5,521,491	5,066,136	4,983,625
Food service sales	449,956	543,508	619,358	550,311	576,280
Investment income	119,077	123,644	115,473	95,669	99,766
Other revenues	997,659	1,019,385	1,122,500	1,301,014	1,325,982
Total local sources	22,744,434	21,722,277	23,368,444	23,283,452	24,699,972
Total revenues	\$ 180,041,300	\$ 101,962,102	\$ 99,583,778	\$ 99,084,844	\$ 96,378,360

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
EXPENDITURES AND DEBT SERVICE RATIO - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Expenditures:					
Current:					
Instruction	\$ 53,699,802	\$ 52,322,609	\$ 48,710,389	\$ 49,074,286	\$ 44,877,312
Support services - students and staff	16,918,955	16,784,315	15,019,777	15,191,578	13,917,578
Support services - administration	14,577,922	13,854,244	12,252,523	11,634,636	10,978,585
Operation and maintenance of plant services	11,337,485	13,378,747	11,080,897	10,188,791	8,929,724
Student transportation services	3,393,873	2,669,325	2,638,384	2,832,195	2,624,591
Operation of non-instructional services	7,575,344	5,173,424	7,455,384	8,731,291	8,599,952
Capital outlay	3,508,337	3,737,454	11,972,029	9,168,680	6,383,278
Debt service:					
Principal retirement	2,410,091	2,899,128	1,476,483	1,072,325	1,135,553
Interest, premium and fiscal charges	1,692,255	1,291,566	2,729,138	1,695,079	1,626,911
Bond issuance costs	65,881	269,173	-	58,245	-
Total expenditures	\$ 115,179,945	\$ 112,379,985	\$ 113,335,004	\$ 109,647,106	\$ 99,073,484
Debt service as a percentage of noncapital expenditures	3.7%	3.9%	4.1%	2.8%	3.0%

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
EXPENDITURES AND DEBT SERVICE RATIO - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2017	2016	2015	2014	2013
Expenditures:					
Current:					
Instruction	\$ 48,061,271	\$ 47,879,507	\$ 48,089,239	\$ 48,124,124	\$ 48,248,493
Support services - students and staff	14,590,536	13,931,803	13,605,404	12,347,215	11,675,846
Support services - administration	10,473,631	10,496,684	8,925,621	8,947,644	9,338,542
Operation and maintenance of plant services	10,895,579	9,917,218	9,984,870	8,749,186	9,719,124
Student transportation services	2,765,256	2,744,174	2,657,581	2,905,384	2,925,043
Operation of non-instructional services	8,616,078	8,557,004	7,911,364	7,856,634	7,240,793
Capital outlay	13,332,405	7,356,157	14,073,476	11,116,074	9,490,543
Debt service:					
Principal retirement	1,196,160	1,118,036	1,087,538	599,495	719,177
Interest, premium and fiscal charges	1,559,598	1,766,772	1,920,319	3,410,588	3,266,704
Bond issuance costs	-	188,867	-	261,879	-
Total expenditures	\$ 111,490,514	\$ 103,956,222	\$ 108,255,412	\$ 104,318,223	\$ 102,624,265
Debt service as a percentage of noncapital expenditures	2.8%	3.0%	3.2%	4.3%	4.3%

Source: The District's financial records.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2022	2021	2020	2019	2018
Excess (deficiency) of revenues over expenditures	\$ 3,616,814	\$ (1,201,366)	\$ (4,114,721)	\$ (148,409)	\$ 1,377,531
Other financing sources (uses):					
Issuance of long term debt	-	13,600,000	-	8,305,000	-
Premium on issuance of bonds	-	1,600,556	-	799,625	-
Issuance of refunding bonds	5,385,000	-	-	-	-
Payment to refunding bond escrow agent	(5,319,119)	-	-	-	-
Insurance recoveries	-	-	-	-	79,526
Transfers in	2,883,468	2,636,322	2,025,449	1,629,554	1,786,071
Transfers out	(2,883,468)	(2,636,322)	(2,025,449)	(1,629,554)	(1,786,071)
Total other financing sources (uses)	<u>65,881</u>	<u>15,200,556</u>	<u>-</u>	<u>9,104,625</u>	<u>79,526</u>
Changes in fund balances	<u>\$ 3,682,695</u>	<u>\$ 13,999,190</u>	<u>\$ (4,114,721)</u>	<u>\$ 8,956,216</u>	<u>\$ 1,457,057</u>

	Fiscal Year Ended June 30				
	2016	2015	2014	2013	2012
Excess (deficiency) of revenues over expenditures	\$ 68,550,786	\$ (1,994,120)	\$ (8,671,634)	\$ (5,233,379)	\$ (6,245,905)
Other financing sources (uses):					
Issuance of long term debt	-	9,200,000	-	9,485,000	-
Premium on issuance of bonds	-	292,252	-	341,230	-
Proceeds from capital lease agreements	-	-	2,792,350	3,099,700	329,612
Transfers in	1,327,592	1,772,938	1,273,122	6,676,435	1,156,628
Transfers out	(1,327,592)	(1,772,938)	(1,273,122)	(6,676,435)	(1,156,628)
Total other financing sources (uses)	<u>-</u>	<u>9,492,252</u>	<u>2,792,350</u>	<u>12,925,930</u>	<u>329,612</u>
Changes in fund balances	<u>\$ 68,550,786</u>	<u>\$ 7,498,132</u>	<u>\$ (5,879,284)</u>	<u>\$ 7,692,551</u>	<u>\$ (5,916,293)</u>

Source: The District's financial records.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS**

Property Classification (a)	2022	2021	2020	2019	2018
Mining, utilities, commercial and industrial	18%	18%	18%	18%	18%
Agriculture and vacant land	15%	15%	15%	15%	15%
Owner occupied residential	10%	10%	10%	10%	10%
Leased or rented residential	10%	10%	10%	10%	10%
Railroad, private car company, and airline flight property	15%	15%	15%	14%	15%

Property Classification (a)	2017	2016	2015	2014	2013
Mining, utilities, commercial and industrial	18%	19%	19%	20%	20%
Agriculture and vacant land	15%	16%	16%	16%	16%
Owner occupied residential	10%	10%	10%	10%	10%
Leased or rented residential	10%	10%	10%	10%	10%
Railroad, private car company, and airline flight property	14%	15%	16%	15%	15%

(a) Additional classes of property exist, but seldom amount to a significant portion of a municipal body's total valuation.

Source: The State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NET FULL CASH ASSESSED VALUE BY PROPERTY CLASSIFICATION
LAST TEN FISCAL YEARS

<u>Class</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, industrial, utilities & mines	\$ 134,759,670	\$ 123,236,002	\$ 115,331,503	\$ 109,767,134	\$ 101,932,745
Agricultural and vacant	14,531,796	15,219,165	12,653,822	8,925,425	8,127,519
Residential (owner occupied)	273,853,355	250,474,615	219,353,738	200,313,297	171,928,673
Residential (rental)	209,391,616	177,105,000	156,038,177	131,539,036	115,985,313
Railroad	2,054,808	1,807,984	1,872,316	1,754,146	1,726,167
Historical property	977,448	881,559	739,637	681,724	615,534
Certain government property improvements	39,695	38,779	37,182	-	7,222
Totals	<u>\$ 635,608,388</u>	<u>\$ 568,763,104</u>	<u>\$ 506,026,375</u>	<u>\$ 452,980,762</u>	<u>\$ 400,323,173</u>

Ratio of net full cash assessed value to estimated actual value	9.58%	9.55%	9.45%	9.46%	9.38%
Total direct rate	5.24%	5.83%	6.18%	6.06%	6.38%

<u>Class</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, industrial, utilities & mines	\$ 92,263,728	\$ 83,247,435	\$ 78,004,327	\$ 78,993,175	\$ 94,017,472
Agricultural and vacant	7,947,611	7,362,908	6,374,412	6,586,197	8,105,545
Residential (owner occupied)	161,907,035	145,441,647	104,830,854	86,746,516	105,844,638
Residential (rental)	103,726,176	92,093,195	69,804,574	55,389,682	51,175,139
Railroad	1,514,818	1,539,893	1,624,879	1,492,879	1,596,052
Historical property	573,664	513,804	369,472	299,083	271,682
Totals	<u>\$ 367,933,032</u>	<u>\$ 330,198,882</u>	<u>\$ 261,008,518</u>	<u>\$ 229,507,532</u>	<u>\$ 261,010,528</u>

Ratio of net full cash assessed value to estimated actual value	9.27%	9.35%	9.25%	9.24%	9.64%
Total direct rate	6.06%	5.84%	6.46%	7.30%	6.94%

Source: The State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
NET ASSESSED PROPERTY VALUE FOR SECONDARY TAX PURPOSES
AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS**

Class	2022	2021	2020	2019	2018
Commercial, industrial, utilities & mines	\$ 99,065,800	\$ 93,656,928	\$ 90,132,171	\$ 86,339,938	\$ 81,755,287
Agricultural and vacant	8,362,381	9,302,154	8,420,549	5,956,829	5,841,070
Residential (owner occupied)	143,491,120	135,140,328	125,870,552	116,338,582	107,011,703
Residential (rental)	92,234,345	87,828,231	83,595,210	76,936,629	72,638,952
Railroad	1,666,728	1,478,105	1,554,901	1,488,597	1,499,704
Historical property	507,413	466,161	436,347	403,123	373,624
Certain government property improvements	32,743	31,184	29,699	-	6,467
Totals	<u>\$ 345,360,530</u>	<u>\$ 327,903,091</u>	<u>\$ 310,039,429</u>	<u>\$ 287,463,698</u>	<u>\$ 269,126,807</u>
Estimated actual value (full cash value)	\$ 6,637,843,723	\$ 5,953,829,020	\$ 5,356,521,059	\$ 4,789,441,600	\$ 4,266,907,150
Ratio of net assessed property value for secondary tax purposes to estimated actual value	5.20%	5.51%	5.79%	6.00%	6.31%
Total direct rate	5.24%	5.83%	6.18%	6.06%	6.38%

Class	2017	2016	2015	2014	2013
Commercial, industrial, utilities & mines	\$ 78,667,253	\$ 76,594,131	\$ 77,090,042	\$ 78,614,664	\$ 93,847,732
Agricultural and vacant	6,214,596	6,352,344	6,005,171	6,523,254	7,944,499
Residential (owner occupied)	101,472,013	96,817,880	93,267,420	86,428,656	105,709,656
Residential (rental)	69,492,031	66,312,151	61,734,316	54,686,655	51,014,000
Railroad	1,422,687	1,512,721	1,610,083	1,479,206	1,566,518
Historical property	353,029	341,783	316,605	271,696	271,584
Totals	<u>\$ 257,621,609</u>	<u>\$ 247,931,010</u>	<u>\$ 240,023,637</u>	<u>\$ 228,004,131</u>	<u>\$ 260,353,989</u>
Estimated actual value (full cash value)	\$ 3,967,564,174	\$ 3,530,094,241	\$ 2,823,219,255	\$ 2,484,617,655	\$ 2,708,959,264
Ratio of net assessed property value for secondary tax purposes to estimated actual value	6.49%	7.02%	8.50%	9.18%	9.61%
Total direct rate	6.06%	5.84%	6.46%	7.30%	6.94%

Source: The State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	District Direct Rates			Overlapping Rates						
	Primary	Secondary	Total	State Equalization	County	Maricopa Community College	City of Glendale	City of Phoenix	West MEC	Glendale Union High School District #210
2022	2.17%	3.08%	5.24%	0.43%	1.35%	1.23%	1.73%	2.12%	0.16%	3.78%
2021	1.95%	3.88%	5.83%	0.44%	1.40%	1.29%	1.80%	2.13%	0.17%	3.83%
2020	2.03%	4.15%	6.18%	0.46%	1.40%	1.33%	1.86%	2.13%	0.16%	3.96%
2019	2.02%	4.04%	6.06%	0.47%	1.40%	1.38%	1.98%	2.14%	0.15%	4.11%
2018	2.14%	4.24%	6.38%	0.49%	1.40%	1.41%	2.08%	2.16%	0.18%	4.60%
2017	1.72%	4.34%	6.06%	0.50%	1.40%	1.47%	2.15%	2.17%	0.08%	4.67%
2016	1.34%	4.50%	5.84%	0.51%	1.58%	1.49%	2.20%	1.82%	0.08%	4.46%
2015	2.23%	4.23%	6.46%	0.51%	1.32%	1.52%	2.15%	1.82%	0.07%	4.42%
2014	2.78%	4.52%	7.30%	0.51%	1.28%	1.53%	2.29%	1.82%	0.08%	4.58%
2013	2.94%	4.00%	6.94%	0.47%	1.24%	1.38%	1.90%	1.82%	0.06%	4.10%

Source: The "Property Tax Rates and Assessed Values," Arizona Tax Research Association.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND NINE YEARS PRIOR**

Taxpayer	2022		Taxpayer	2013	
	Limited Property Valuation	Percentage of Total Limited Property Valuation		Secondary Assessed Valuation	Percentage of Total Secondary Assessed Valuation
Southwest Gas Corporation	\$ 3,907,237	1.13%	VHS Acquisition Corporation	\$ 5,726,891	2.19%
Arizona Public Service Company	3,719,004	1.08%	Wal Mart Stores Inc	5,077,357	1.95%
Wal Mart Stores Inc	2,991,543	0.87%	Desert Sky Mall LLC	4,653,510	1.78%
Don Sanderson Ford Inc	2,754,862	0.80%	Abraxis Bioscience Inc	4,612,766	1.77%
FSC Olive Tree Associates LLC	2,654,124	0.77%	Qwest Corporation	3,304,302	1.27%
Qwest Corporation	2,590,846	0.75%	River Oaks Apartments	3,292,600	1.26%
San Martin Apartments L P	2,031,943	0.59%	Del Mar Terrace Apartments	2,482,587	0.95%
Lowes HIW Inc	1,728,462	0.50%	Vintage Apts LLP	1,985,780	0.76%
SHP V Glendale LLC	1,721,892	0.50%	Desert Sky Esplanade LLC	1,932,945	0.74%
Olive Marketplace WMC LLC	1,666,991	0.48%	Red Mountain Asset Fund LLC	1,853,247	0.71%
	\$ 25,766,904	7.46%		\$ 34,921,985	13.38%

Source: The Maricopa County Assessor and the Arizona Department of Revenue.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

<u>Fiscal Year Ended June 30</u>	<u>Taxes Levied for the Fiscal Year</u>	<u>Current Collections</u>		<u>Collections in Subsequent Years</u>	<u>Collections to Date</u>	
		<u>Amount</u>	<u>Percentage of Levy</u>		<u>Amount</u>	<u>Percentage of Levy</u>
2022	\$ 18,098,415	\$ 17,404,807	96.17%	N/A	\$ 17,404,807	96.17%
2021	19,089,007	18,382,101	96.30%	653,590	19,035,691	99.72%
2020	19,077,190	18,153,728	95.16%	846,821	19,000,549	99.60%
2019	17,512,877	16,719,816	95.47%	659,389	17,379,205	99.24%
2018	17,228,645	16,454,553	95.51%	702,887	17,157,440	99.59%
2017	15,710,783	14,895,112	94.81%	674,990	15,570,102	99.10%
2016	14,513,731	14,106,898	97.20%	340,241	14,447,139	99.54%
2015	16,428,610	15,689,896	95.50%	638,170	16,328,066	99.39%
2014	16,728,428	15,980,478	95.53%	631,124	16,611,602	99.30%
2013	18,154,808	17,175,781	94.61%	794,288	17,970,069	98.98%

Note 1: Amounts collected are on a cash basis.

Note 2: Data that was not available at time of report is noted as N/A.

Source: The Maricopa County Treasurer's records.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt			
	General Obligation Bonds	Less: Amount Restricted for Principal	Total	As Percentage of Estimated Actual Value of Property	Per Capita	Financed Purchases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income
2022	\$ 42,815,093	\$ 274,795	\$ 42,540,298	0.6%	\$ 161	\$ 3,453,216	\$ 46,268,309	0.7%	\$ 10.47	0.02%
2021	45,401,165	270,836	45,130,329	0.8%	186	3,833,307	49,234,472	0.8%	10.98	0.02%
2020	32,694,977	330,203	32,364,774	0.6%	134	4,192,435	36,887,412	0.7%	8.45	0.02%
2019	34,174,345	225,274	33,949,071	0.7%	141	4,531,573	38,705,918	0.8%	9.01	0.02%
2018	26,426,395	131,091	26,295,304	0.6%	107	4,851,652	31,278,047	0.7%	7.41	0.02%
2017	27,733,070	126,950	27,606,120	0.7%	113	5,153,563	32,886,633	0.8%	7.95	0.02%
2016	29,174,745	430,808	28,743,937	0.8%	124	5,438,161	34,612,906	1.0%	8.49	0.02%
2015	21,364,168	198,423	21,165,745	0.7%	92	5,794,933	27,159,101	1.0%	6.78	0.02%
2014	24,711,230	595,430	24,115,800	1.0%	105	3,272,902	27,984,132	1.1%	6.98	0.02%
2013	18,060,000	1,930,280	16,129,720	0.6%	79	253,790	18,313,790	0.7%	4.79	0.01%

Source: The District's financial records.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Debt repaid with property taxes			
Maricopa County Community College District	\$ 184,715,000	0.72%	\$ 1,329,948
Maricopa County Special Health Care District	730,462,381	0.72%	5,259,329
City of Glendale	81,115,000	21.97%	17,820,966
Western Maricopa Education Center No. 402	144,220,000	1.95%	2,812,290
Glendale Union High School District No. 205	135,580,000	18.91%	<u>25,638,178</u>
Subtotal, overlapping debt			<u>52,860,711</u>
Glendale Elementary School District No. 40 direct deb	46,268,309		<u>46,268,309</u>
Total direct and overlapping debt			<u>\$ 99,129,020</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt	
Per capita	\$ 174
As a percentage of net assessed property value for secondary tax purposes	13.40%
As a percentage of net full cash value	0.70%
Net Direct and Overlapping General Bonded Debt	
Per capita	\$ 374
As a percentage of net assessed property value for secondary tax purposes	28.70%
As a percentage of net full cash value	1.49%

Source: The District's records and the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Legal Debt Margin Calculation for Fiscal Year 2022:

Net Full Cash Assessed Value	\$ 635,608,388
	15%
Debt limit (15% of assessed value)	<u>95,341,258</u>
Less: Net debt applicable to limit	<u>(40,345,000)</u>
Legal debt margin	<u><u>\$ 54,996,258</u></u>

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2022:

Net Full Cash Assessed Value	\$ 635,608,388
	10%
Debt limit (10% of assessed value)	<u>63,560,839</u>
Less: Net debt applicable to limit	<u>(40,345,000)</u>
Legal debt margin	<u><u>\$ 23,215,839</u></u>

Fiscal Year Ended June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt limit	\$ 95,341,258	\$ 95,341,258	\$ 75,903,956	\$ 67,947,114	\$ 60,048,476
Less: Net debt applicable to limit	<u>(40,345,000)</u>	<u>(42,720,000)</u>	<u>(32,043,731)</u>	<u>(33,580,000)</u>	<u>(26,426,395)</u>
Legal debt margin	<u><u>\$ 54,996,258</u></u>	<u><u>\$ 52,621,258</u></u>	<u><u>\$ 43,860,225</u></u>	<u><u>\$ 34,367,114</u></u>	<u><u>\$ 33,622,081</u></u>
Total debt applicable to the limit as a percentage of debt limit.	42.3%	44.8%	42.2%	49.4%	44.0%

Fiscal Year Ended June 30

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt limit	\$ 55,189,955	\$ 49,529,832	\$ 33,019,888	\$ 34,426,130	\$ 39,151,579
Less: Net debt applicable to limit	<u>(27,180,000)</u>	<u>(28,590,000)</u>	<u>(21,364,168)</u>	<u>(24,711,230)</u>	<u>(18,060,000)</u>
Legal debt margin	<u><u>\$ 28,009,955</u></u>	<u><u>\$ 20,939,832</u></u>	<u><u>\$ 11,655,720</u></u>	<u><u>\$ 9,714,900</u></u>	<u><u>\$ 21,091,579</u></u>
Total debt applicable to the limit as a percentage of debt limit.	49.2%	57.7%	64.7%	71.8%	46.1%

Source: The District's financial records.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Maricopa County					
Year	Population	Personal Income (thousands)	Per Capita Income	Unemployment Rate	Estimated District Population
2022	4,507,419	\$ 268,713,717	\$ 59,616	3.3%	250,585
2021	4,420,568	245,077,753	55,440	6.6%	265,245
2020	4,485,414	222,943,017	49,704	4.3%	244,733
2019	4,367,835	222,943,072	51,042	3.6%	243,289
2018	4,294,460	210,370,180	48,986	4.1%	241,844
2017	4,221,684	196,286,191	46,495	4.2%	246,709
2016	4,137,076	167,199,927	40,415	4.5%	245,895
2015	4,076,438	175,437,829	43,037	5.2%	234,766
2014	4,008,651	168,483,421	42,030	5.9%	232,680
2013	4,009,412	147,700,000	36,838	6.2%	234,948

Source: The U.S Bureau of Economic Analysis and U.S Census Bureau and the Arizona Office of Employment and Population Statistics.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
PRINCIPAL EMPLOYERS - MARICOPA COUNTY
CURRENT FISCAL YEAR AND NINE YEARS PRIOR**

		2022	
<u>Employer</u>	<u>Description</u>	<u>Approximate Number of Employees</u>	<u>Percentage of Percentage of Total Employment</u>
Banner Health	Health Care	45,918	1.35%
State of Arizona	High Tech Manufacturing & Develo	41,606	1.23%
Walmart Inc	Finance, Insurance, & Real Estate	36,995	1.09%
Arizona State University	Health Care	35,474	1.05%
Fry's Food Stores	Business Services	20,235	0.60%
City of Phoenix	Health Care	16,432	0.48%
University of Arizona	Retail	16,021	0.47%
Wells Fargo Co.	Business Services	16,000	0.47%
Dignity Health Arizona	Health Care	15,403	0.45%
Maricopa County	Government, Social, & Advocacy S	13,648	0.40%
		<u>257,732</u>	<u>7.59%</u>

		2013	
<u>Employer</u>	<u>Description</u>	<u>Approximate Number of Employees</u>	<u>Percentage of Percentage of Total Employment</u>
State of Arizona	Government	52,076	3.05%
Walmart Inc.	Retail	31,837	1.86%
Banner Health	Healthcare	25,126	1.47%
City of Phoenix	Government	14,983	0.88%
Wells Fargo	Banking and Financial Services	13,679	0.80%
Maricopa County	Banking and Financial Services	13,308	0.78%
Apollo Group Inc	Education	10,000	0.58%
Arizona State University	Education	12,222	0.71%
Bank of America	Banking and Financial Services	12,500	0.73%
Intel Corp	Technology	11,000	0.64%
		<u>196,731</u>	<u>11.50%</u>

Source: The Book of Lists, Phoenix Business Journal.

Note: The principal employers were not available for the District alone, therefore the principal employers for Maricopa County are presented.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 59
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Supervisory										
Consultants/supervisors of instruction	17	17	16	16	17	20	24	30	31	56
Principals	17	18	18	17	17	17	18	18	19	19
Assistant principals	14	17	17	17	17	17	17	17	17	16
Total supervisory	48	52	51	50	51	54	59	65	67	91
Instruction										
Teachers	465	553	562	607	551	626	700	721	731	720
Other professionals (instructional)	56	63	60	64	52	62	55	62	55	22
Aides	91	110	119	129	118	134	127	143	142	140
Total instruction	612	726	741	800	721	822	882	926	928	882
Student services										
Librarians	14	18	17	17	16	1	1	1	1	1
Technicians	61	45	48	58	64	72	83	90	87	83
Total student services	75	63	65	75	80	73	84	91	88	84
Support and administration										
Service workers	300	314	326	322	333	316	352	374	369	382
Unskilled laborers	31	61	68	85	72	115	124	129	126	131
Total support and administration	331	375	394	407	405	431	476	503	495	513
Total full-time equivalent employees	1,065	1,216	1,251	1,332	1,257	1,380	1,501	1,585	1,578	1,570

Source: SDER (School District Employee Report).

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
AVERAGE DAILY MEMBERSHIP
LAST SEVEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>A.D.M. (a)</u>
2021-22	9,257
2020-21	8,121
2019-20	10,811
2018-19	11,331
2017-18	11,903
2016-17	12,412
2015-16	12,860

(a) A.D.M. means average daily membership, and is computed by taking the average number of students enrolled over the first 100 days of the school year.

Source: School District Records and the Arizona Department of Education.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
OPERATING STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	100 Day Count Average Daily Membership	Governmental Funds Operating Expenditures	Cost per Pupil	% Change Cost per Pupil	District-wide Expenses	Cost per Pupil	% Change	Teaching Staff	Pupil- Teacher Ratio	% of Free & Reduced Students
2022	9,257	\$ 107,503,381	\$11,613	-9.7%	\$ 122,627,190	\$ 13,247	-14.9%	465	19.9	88.2%
2021	8,121	104,451,837	12,862	43.1%	126,345,729	15,558	56.7%	553	14.7	93.4%
2020	10,811	97,157,354	8,987	4.2%	107,362,419	9,931	9.0%	562	19.2	93.3%
2019	11,331	97,711,022	8,623	14.1%	103,232,546	9,111	9.7%	607	18.7	83.5%
2018	11,903	89,927,742	7,555	-1.7%	98,867,911	8,306	-5.0%	551	21.6	90.0%
2017	12,412	95,402,351	7,686	5.7%	108,567,300	8,747	10.8%	626	19.8	90.0%
2016	12,860	93,526,390	7,273	3.3%	101,503,414	7,893	-2.2%	700	18.4	91.7%
2015	12,945	91,174,079	7,043	2.3%	104,458,460	8,069	3.3%	721	18.0	89.4%
2014	12,921	88,930,187	6,883	-2.3%	100,952,974	7,813	-1.3%	731	17.7	87.3%
2013	12,649	89,147,841	7,048	-1.0%	100,149,088	7,918	1.6%	720	17.6	90.1%

Note 1: Operating expenditures are total expenditures less debt service and capital outlay.

Source: The District's financial records and the 100 day count from the ADMS 46-1 report.

**GLENDALE ELEMENTARY SCHOOL DISTRICT NO. 40
CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>Schools:</u>										
Elementary:										
Buildings	149	180	180	180	180	180	180	180	180	178
Square feet	1,276,757	1,411,702	1,411,702	1,410,885	1,410,885	1,410,885	1,410,885	1,410,885	1,410,885	1,401,972
Capacity	17,370	17,635	17,635	17,635	17,635	17,635	17,635	17,635	17,635	17,524
Enrollment	9,246	8,121	10,811	11,331	13,126	13,126	13,690	13,989	13,760	13,318
<u>Administrative:</u>										
Buildings	10	10	10	10	10	10	9	9	9	9
Square feet	137,113	137,113	137,113	137,113	137,113	137,113	133,135	133,135	133,135	133,135
<u>Transportation:</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	49	51	51	51	51	50	53	52	48	48

Source: SFB (School Facilities Board)- District Access from the State of Arizona website Arizona Dept of Ed (ADMS46-1).