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# TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13

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## Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2022



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**

**TUCSON, ARIZONA**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Issued by:  
Business Office

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## **INTRODUCTORY SECTION**



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# Tanque Verde Unified School District #13

4201 N. Melpomene Way., Bldg. 10

Tucson, Arizona 85749

Phone: 520.749.5751 ▪ Fax: 520.749.5400 ▪ [www.tanqueverdeschools.org](http://www.tanqueverdeschools.org)

December 5, 2022

Citizens and Governing Board  
Tanque Verde Unified School District No. 13  
4201 N. Melpomene Way, Bldg. #10  
Tucson, Arizona 85749

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 Tanque Verde Unified School District No. 13 (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 Heinfeld, Meech & Co., P.C., 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 and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Report.

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 18 public school districts located in Pima County, Arizona. It provides a program of public education from preschool through grade 12, with current enrollment of approximately 2,200 students. The average age of the District's buildings is 20 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, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting 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, student transportation, construction and maintenance of District facilities, and food services.

The District is located entirely in Pima County on the far east side of Tucson. The District is bounded on the north and east borders by the Coronado National Forest and by the Saguaro National Park as well as the Tucson Unified School District to the west and Vail School District to the south. The net limited assessed valuation increased 3.1% during the 2021-22 school year. The net limited assessed valuation places Tanque Verde in the middle of the other school districts in Pima County. However, the total primary and secondary school tax rate is among the lowest of the districts in the Tucson area. There are a few commercial operations within the District, including several plant nurseries, a golf country club, an internationally known resort, utility substations and a few retail stores. The District is mainly a quiet low density “bedroom community” with residents being in a retired status, or working in professional occupations in the Tucson area for IBM, the University of Arizona, or Raytheon.

Tanque Verde Unified School District student test scores continue to far exceed both the state and national norms and are among the highest in the Tucson area as well as the State of Arizona. While state averages declined during the COVID-19 pandemic, Tanque Verde saw significant increases in their reading scores across the District. The District administrators and board members continue to be active in the Pima County Collaborative, a group composed of school board members and administrators from each district in Pima County. The major goal of the collaborative is to help formulate legislation that affects education in the State of Arizona and to make positive contacts with our legislators to that end.

Lastly, the District continues its membership in the Pima County Joint Technological Education District (JTED). Through JTED, the District offers its students enhanced career and technical education opportunities in such fields as computer technology, drafting and design, graphic communications, health care, and agriculture-science.

Enrollment in this program exceeds 100 students, around 15% of our High School population, and continued program offerings will enable our students to receive college credit by successfully completing the required course work. The JTED academic offerings at TVHS have been bolstered with an expansion of the veterinary science program and the expansion of an engineering/precision manufacturing program.

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 overexpenditures 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.** The economy of the District is centered on Pima County, which has a population of over 1.0 million. The City of Tucson encompasses approximately 226 square miles. Principal economic activities within the District include manufacturing, services, government, education, and tourism. Some of Tucson's largest employers include the following: Davis Monthan Air Force Base, the University of Arizona, and the Raytheon Missile Systems. Tucson is home to one of the world's largest gem, mineral, and fossil shows, and the International Mariachi Festival.

The District consists of two elementary schools, one junior high school, and one high school. Support facilities include District administrative offices, maintenance facilities, and a transportation facility. All campuses and facilities are maintained in a serviceable condition that meets local code and safety standards.

**Long-term Financial Planning.** In the November 2018 election, District voters approved the continuance of a 15% Maintenance and Operations override. This override is used primarily to fund teacher salaries to support arts, PE, full day kindergarten, certified nurses and Advanced Placement programs. A \$6.1 million bond question was passed during the November 2020 election. The bond is addressing capital needs and technology updates at the four district schools.

The District continues to save an estimated \$150,000 annually in electricity costs and will be until 2030. This was the initiative in conjunction with the Tucson Electric Power Company's Energy Rebate Program; a solar company completed a \$5.0 million lease purchase solar project in 2012 on the District's campuses. The project was 100% paid for by the solar company.

With the prior sale of general obligation bonds in the principal amount not to exceed \$14,000,000 in 2009, and the Arizona School Facilities Board award in fiscal year 2009-10, the District was able to make substantial additions and upgrades to its facilities. We built the Emily Gray Junior High School, added building upgrades at the three other school sites, and also added approximately 21,000 square feet of new classroom space at Tanque Verde High School.

Student enrollment has been slowly increasing and remained stable during the 2021-22 school year. Enrollment and staffing has not been impacted by the COVID-19 pandemic. Most of the enrollment increase has occurred at the high school. The current enrollment is approximately 2,200. The District is currently over 80% capacity, with the elementary and junior high schools at over 90% capacity. This high level of enrollment ensures efficiency of staffing and the ability to provide a wide range of programs to support students. This can be seen in the District's much higher than average percent of spending in the classroom.

Due to the increasing enrollment, the Arizona School Facilities Board awarded the District \$9,671,134 for Tanque Verde High School and Emily Gray Jr High and \$2,286,230 for Tanque Verde Elementary and Agua Caliente Elementary. These awards, in conjunction with the approved bond funding, will be used to add an additional 40,000 square feet combined at the four schools. The new buildings will be completed between August 2022 and January 2023.

District administrators actively participate in the Southern Arizona School Business Officials, Southern Arizona School Personnel Administrators, Southern Arizona Professional Development, Southern Arizona Special Education Administrators, and Council for Exceptional Students, organizations that allow District administrators to meet with their respective professional groups to share training, interests, and concerns.

## **AWARDS AND ACKNOWLEDGMENT**

**Awards.** The Association of School Business Officials International (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. This was the twenty-eighth consecutive year that the District has received this prestigious award. 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.


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 office. 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,

  
Dr. Scott Hagerman  
Superintendent

  
Elaine Armienti  
Business Manager



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

## Tanque Verde Unified School District No. 13

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, appearing to read 'William A. Sutter'. The signature is written in a cursive style.

William A. Sutter  
President

A handwritten signature in black ink, appearing to read 'David J. Lewis'. The signature is written in a cursive style.

David J. Lewis  
Executive Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Tanque Verde Unified School District No. 13  
Arizona**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

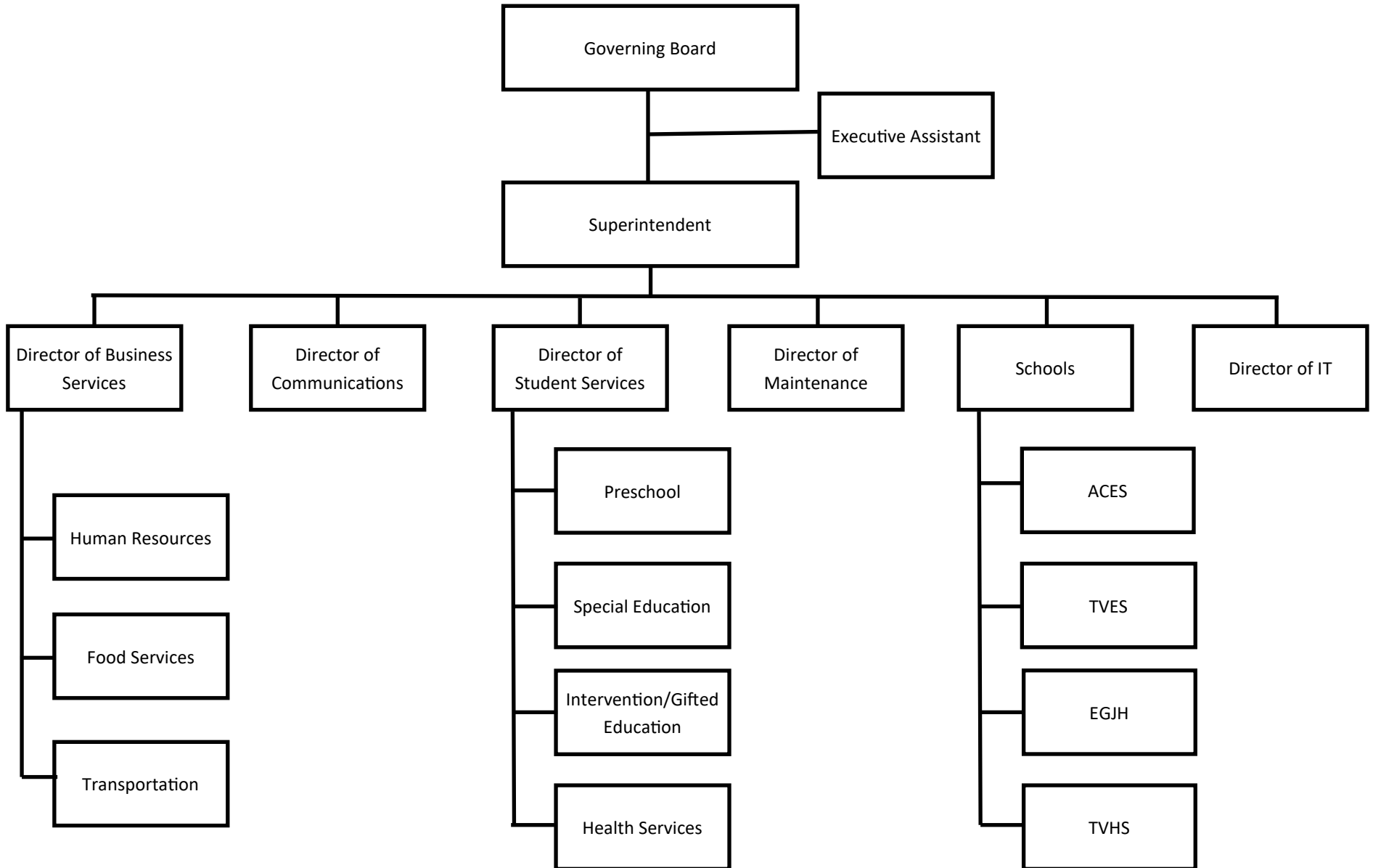
*Christopher P. Morill*

Executive Director/CEO



Tanque Verde Unified School District No. 13

Organizational Structure



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**

**LIST OF PRINCIPAL OFFICIALS**

**GOVERNING BOARD**

Anne Velosa, President

Susan Fry, Clerk

Jeffrey Neff, Member

Jeremy Schalk, Member

Vieri Tenuta, Member

**ADMINISTRATIVE STAFF**

Dr. Scott Hagerman  
Superintendent

Elaine Armienti  
Business Manager

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**FINANCIAL SECTION**

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## Independent Auditor's Report

Governing Board  
Tanque Verde Unified School District No. 13

### **Report on Audit of Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Tanque Verde Unified School District No. 13 (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 the aggregate remaining fund information of the Tanque Verde Unified School District No. 13, as of June 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Tanque Verde Unified School District No. 13 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.

#### ***Change in Accounting Principle***

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, for the year ended June 30, 2022, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

#### ***Responsibilities of Management for the Financial Statements***

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for one year 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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and net pension liability information, as listed 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.

### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Combining and Individual Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

### *Other Information*

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2022, on our consideration of Tanque Verde Unified School District No. 13's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Tanque Verde Unified School District No. 13's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Tanque Verde Unified School District No. 13's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.  
Tucson, Arizona  
December 5, 2022



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

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**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

As management of the Tanque Verde Unified School District No. 13 (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. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. 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**

- The District's total net position of governmental activities increased \$18.3 million which represents an 204 percent increase from the prior fiscal year primarily as a result of Arizona School Facility Board funded projects.
- General revenues accounted for \$19.8 million in revenue, or 48 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$21.5 million or 52 percent of total current fiscal year revenues.
- The District had approximately \$23.0 million in expenses related to governmental activities, an increase of 24 percent from the prior fiscal year primarily due to additional COVID grant funding.
- Among major funds, the General Fund had \$15.9 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$14.5 million in expenditures. The General Fund's fund balance increase from \$3.6 million at the prior fiscal year end to \$5.0 million at the end of the current fiscal year was primarily due to increases in the base support level and property taxes.
- The Other Federal Projects Fund's fund balance decreased from a deficit of \$4,352 to a deficit of \$546,255 due to outstanding COVID grant reimbursements.
- The Bond Building Fund had \$3.5 million in total expenditures. The Bond Building Fund's fund balance decrease from \$5.7 million at the prior fiscal year end to a fund balance of \$2.2 million was primarily due to utilization of fund balance for bond projects.
- The Building Renewal Grant Fund had \$14.0 million of revenues and \$15.6 million in total expenditures. The Building Renewal Grant Fund's fund balance decrease from a deficit fund balance of \$161,395 at the prior fiscal year end to a deficit fund balance of \$1.8 million was primarily due to outstanding reimbursements from the Arizona School Facilities Board.

**OVERVIEW OF FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

## **OVERVIEW OF FINANCIAL STATEMENTS**

**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 accrual basis of accounting is used for the government-wide financial statements.

The statement of net position presents information on all of the District's assets, liabilities, and deferred inflows/outflows of resources with the difference 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 outline functions of the District that are principally supported by property taxes and intergovernmental revenues. The governmental activities of the District include instruction, support services, operation and maintenance of plant services, student transportation services, operation of non-instructional services, and interest on long-term debt.

**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 are reported as 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 use the modified accrual basis of accounting and focus on near-term inflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

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. Both 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.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**OVERVIEW OF FINANCIAL STATEMENTS**

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 the General, Other Federal Projects, Bond Building, and Building Renewal Grant Funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules.

**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.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process and pension plan. The District adopts an annual expenditure budget for all governmental funds. A schedule of revenues, expenditures and changes in fund balances – budget and actual has been provided for the General Fund and a major Special Revenue Fund as required supplementary information. Schedules for the pension plan have been provided as required supplementary information.

**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 exceeded liabilities and deferred inflows by \$27.2 million at the current fiscal year end.

The largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, and vehicles, furniture and equipment), less any related outstanding debt used to acquire those assets. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related outstanding debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. In addition, a portion of the District's net position represents resources that are subject to external restrictions on how they may be used.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

	As of <u>June 30, 2022</u>	As of <u>June 30, 2021</u>
Current and other assets	\$ 13,969,297	\$ 14,224,785
Capital assets, net	<u>43,515,452</u>	<u>25,086,737</u>
Total assets	<u>57,484,749</u>	<u>39,311,522</u>
 Deferred outflows	 <u>3,471,002</u>	 <u>2,831,946</u>
 Current and other liabilities	 3,105,895	 1,656,556
Long-term liabilities	<u>26,704,710</u>	<u>31,129,428</u>
Total liabilities	<u>29,810,605</u>	<u>32,785,984</u>
 Deferred inflows	 <u>3,908,790</u>	 <u>237,136</u>
 Net position:		
Net investment in capital assets	32,494,289	16,539,378
Restricted	3,698,958	2,972,273
Unrestricted	<u>(8,956,891)</u>	<u>(10,391,303)</u>
Total net position	<u>\$ 27,236,356</u>	<u>\$ 9,120,348</u>

The District's financial position is the product of several financial transactions including the net result of activities, the payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following are significant current year transactions that had an impact on the Statement of Net Position.

- The addition of \$904,768 in accumulated depreciation through current year depreciation expense.
- The addition of \$19.8 million in capital assets through other school improvements and purchases of vehicles, furniture and equipment.
- The decrease of \$3.4 million in pension liabilities.
- The principal retirement of \$935,000 in bonds payable.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Changes in net position.** The District's total revenues for the current fiscal year were \$41.3 million. The total cost of all programs and services was \$23.0 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2022 and June 30, 2021.

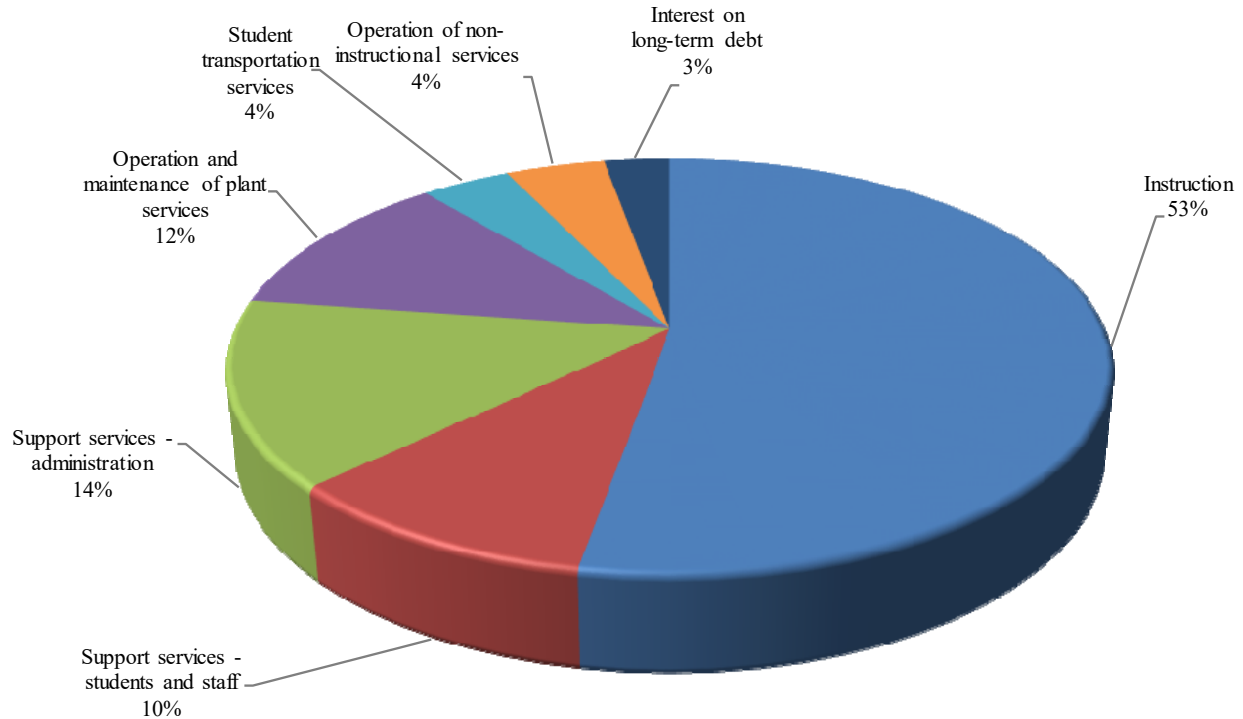
	Fiscal Year Ended June 30, 2022	Fiscal Year Ended June 30, 2021
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 784,511	\$ 384,263
Operating grants and contributions	4,431,133	2,076,243
Capital grants and contributions	16,287,634	1,753,082
General revenues:		
Property taxes	8,928,740	8,471,574
Investment income	24,489	30,494
Unrestricted county aid	554,135	463,431
Unrestricted state aid	10,294,642	8,493,652
<b>Total revenues</b>	<u>41,305,284</u>	<u>21,672,739</u>
<b>Expenses:</b>		
Instruction	12,162,287	9,977,845
Support services – students and staff	2,328,120	1,961,597
Support services – administration	3,315,541	2,619,238
Operation and maintenance of plant	2,682,418	2,229,504
Student transportation services	896,849	742,310
Operation of non-instructional	996,116	546,200
Interest on long-term debt	655,553	521,816
<b>Total expenses</b>	<u>23,036,884</u>	<u>18,598,510</u>
<b>Changes in net position</b>	18,268,400	3,074,229
<b>Net position, beginning, as restated</b>	8,967,956	6,046,119
<b>Net position, ending</b>	<u>\$ 27,236,356</u>	<u>\$ 9,120,348</u>



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Expenses - Fiscal Year 2022**



The following are significant current year transactions that have had an impact on the change in net position.

- The \$14.5 million increase in capital grants and contributions was due to an increase in Arizona School Facility Board projects.
- The \$2.4 million increase in operating grants and contributions was due to changes in operations due to additional COVID grant funding.
- The \$1.8 million increase in unrestricted state aid was due to an increase in base support level.
- The \$2.2 million increase in instruction expenses is primarily due to increases in salaries and benefits from COVID grant funding.

The following table presents the cost of the District’s major functional activities. The table also shows each function’s net cost (total cost less charges for services generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden that was placed on the State and District’s taxpayers by each of these functions.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

	Year Ended June 30, 2022		Year Ended June 30, 2021	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 12,162,287	\$ (9,032,973)	\$ 9,977,845	\$ (8,855,117)
Support services - students and staff	2,328,120	(1,769,493)	1,961,597	(1,784,629)
Support services - administration	3,315,541	(3,294,497)	2,619,238	(2,205,269)
Operation and maintenance of plant services	2,682,418	13,371,166	2,229,504	(405,130)
Student transportation services	896,849	(896,849)	742,310	(742,310)
Operation of non-instructional services	996,116	598,349	546,200	(30,041)
Interest on long-term debt	655,553	(509,309)	521,816	(362,426)
Total	<u>\$ 23,036,884</u>	<u>\$ (1,533,606)</u>	<u>\$ 18,598,510</u>	<u>\$ (14,384,922)</u>

- The cost of all governmental activities this year was \$23.0 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$21.5 million.
- Net cost of governmental activities of \$1.5 million was financed by general revenues, which are made up of primarily property taxes of \$8.9 million and state and county aid of \$10.8 million. Investment earnings accounted for \$24,489 of funding.

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$8.3 million, a decrease of \$3.7 million primarily due to the utilization of fund balance from bond proceeds received in a prior year and outstanding reimbursements from the Arizona School Facility Board.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

The General Fund comprises 60 percent of the total fund balance. At year end, approximately \$4.9 million, or 99 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$3.6 million to \$5.0 million as of fiscal year end was a result of increases in the base support level and property taxes. General Fund revenues increased \$1.8 million as a result of increased base support level. General Fund expenditures increased \$1.2 million as a result of utilization of federal COVID grant monies in the prior year.

The Other Federal Projects Fund had revenues of \$1.8 million and expenditures of \$2.4 million as a result of an increase in COVID related grants.

The Bond Building Fund's fund balance decreased \$3.5 million to \$2.2 million at fiscal year as a result of utilization of bond proceeds for bond related projects.

The Building Renewal Grant Fund had revenues of \$14.0 million and expenditures of \$15.6 million as a result of multiple construction related projects. The deficit fund balance of \$1.8 million was primarily due to outstanding reimbursements from the Arizona School Facilities Board.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in estimated student enrollment. The difference between the original budget and the final amended budget was a \$246,820 decrease, or two percent.

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. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The most significant variance was the favorable variance of \$393,364 in operation and maintenance of plant services which was a result of budgeting for potential expenditures.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the District had invested \$59.0 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$17.5 million. Total depreciation expense for the current fiscal year was \$904,768.

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

	As of June 30, 2022	As of June 30, 2021
Capital assets - non-depreciable	\$ 20,906,403	\$ 2,163,319
Capital assets - depreciable, net	22,609,049	22,923,418
Total	\$ 43,515,452	\$ 25,086,737

The estimated cost to complete current construction projects is \$7.0 million. Additional information on the District’s capital assets can be found in Note 6.

**Debt Administration.** At year end, the District had \$13.7 million in long-term debt outstanding, \$1.2 million due within one year. Long-term debt decreased by \$1.1 million.

The District’s general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$65.8 million and the Class B debt limit is \$43.9 million, which are more than the District’s total outstanding general obligation and Class B debt, respectively.

Additional information on the District’s long-term debt can be found in Notes 7 through 9.

**ECONOMIC FACTORS AND NEXT YEAR’S BUDGET AND RATES**

Many factors were considered by the District’s administration during the process of developing the fiscal year 2022-23 budget. Among them:

- Fiscal year 2021-22 budget balance carry forward.
- District student population.
- Employee salary and benefit rates.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2022**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES**

Also considered in the development of the budget is the local economy and inflation of the surrounding area.

Budgeted expenditures in the General Fund increased 12 percent to \$17.8 million in fiscal year 2022-23. The increase in base support level and increases in student enrollment are expected to be the primary reason for the increase. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2022-23 budget.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and 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 Office; Tanque Verde Unified School District No. 13; 4201 N. Melpomene Way, Building #10; Tucson, Arizona 85749.

## **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

	Governmental Activities
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 7,094,088
Property taxes receivable	307,183
Due from governmental entities	6,477,198
Prepaid items	21,422
Inventory	69,406
Total current assets	13,969,297
Noncurrent assets:	
Capital assets not being depreciated	20,906,403
Capital assets, net of accumulated depreciation	22,609,049
Total noncurrent assets	43,515,452
<b>Total assets</b>	<b>57,484,749</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	
Pension plan items	3,471,002
<b><u>LIABILITIES</u></b>	
Current liabilities:	
Accounts payable	2,237,677
Due to governmental entities	79,270
Accrued payroll and employee benefits	601,270
Compensated absences payable	149,525
Unearned revenues	187,678
Financed purchases payable	160,851
Bonds payable	1,010,000
Total current liabilities	4,426,271
Noncurrent liabilities:	
Non-current portion of long-term obligations	25,384,334
Total noncurrent liabilities	25,384,334
<b>Total liabilities</b>	<b>29,810,605</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	
Pension plan items	3,908,790
<b><u>NET POSITION</u></b>	
Net investment in capital assets	32,494,289
Restricted for:	
Instruction	2,474,639
Food service	613,601
Non-instructional purposes	73,803
Debt service	397,080
Capital outlay	139,835
Unrestricted	(8,956,891)
<b>Total net position</b>	<b>\$ 27,236,356</b>

The notes to the basic financial statements are an integral part of this statement.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2022**

<b>Functions/Programs</b>	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental activities:</b>					
Instruction	\$ 12,162,287	\$ 509,046	\$ 1,860,000	\$ 760,268	\$ (9,032,973)
Support services - students and staff	2,328,120		558,627		(1,769,493)
Support services - administration	3,315,541		21,044		(3,294,497)
Operation and maintenance of plant services	2,682,418	35,982	490,236	15,527,366	13,371,166
Student transportation services	896,849				(896,849)
Operation of non-instructional services	996,116	239,483	1,354,982		598,349
Interest on long-term debt	655,553		146,244		(509,309)
<b>Total governmental activities</b>	<u>\$ 23,036,884</u>	<u>\$ 784,511</u>	<u>\$ 4,431,133</u>	<u>\$ 16,287,634</u>	<u>(1,533,606)</u>

**General revenues:**

Taxes:

Property taxes, levied for general purposes 7,515,022

Property taxes, levied for debt service 1,413,718

Investment income 24,489

Unrestricted county aid 554,135

Unrestricted state aid 10,294,642

**Total general revenues** 19,802,006

**Changes in net position** 18,268,400

**Net position, beginning of year, as restated** 8,967,956

**Net position, end of year** \$ 27,236,356

The notes to the basic financial statements are an integral part of this statement.

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**FUND FINANCIAL STATEMENTS**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2022**

	General	Other Federal Projects	Bond Building
<b><u>ASSETS</u></b>			
Cash and investments	\$ 431,390	\$	\$ 3,058,725
Property taxes receivable	274,184		
Due from governmental entities	1,932,472	984,979	
Due from other funds	3,195,938		
Prepaid items			
Inventory	69,406		
<b>Total assets</b>	<b>\$ 5,903,390</b>	<b>\$ 984,979</b>	<b>\$ 3,058,725</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 63,013	\$ 32,009	\$ 876,394
Due to governmental entities	79,270		
Due to other funds	73,122	706,628	
Accrued payroll and employee benefits	484,741	63,164	
Unearned revenues		183,178	
<b>Total liabilities</b>	<b>700,146</b>	<b>984,979</b>	<b>876,394</b>
Deferred inflows of resources:			
Unavailable revenues - property taxes	234,660		
Unavailable revenues - intergovernmental		546,255	
<b>Total deferred inflows of resources</b>	<b>234,660</b>	<b>546,255</b>	
Fund balances (deficits):			
Nonspendable	69,406		
Restricted			2,182,331
Unassigned	4,899,178	(546,255)	
<b>Total fund balances</b>	<b>4,968,584</b>	<b>(546,255)</b>	<b>2,182,331</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 5,903,390</b>	 <b>\$ 984,979</b>	 <b>\$ 3,058,725</b>

The notes to the basic financial statements are an integral part of this statement.

<u>Building Renewal Grant</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$	\$ 3,603,973	\$ 7,094,088
	32,999	307,183
3,147,226	412,521	6,477,198
	73,122	3,269,060
	21,422	21,422
		69,406
<u>\$ 3,147,226</u>	<u>\$ 4,144,037</u>	<u>\$ 17,238,357</u>
\$ 1,114,746	\$ 151,515	\$ 2,237,677
		79,270
2,190,287	299,023	3,269,060
	53,365	601,270
	4,500	187,678
<u>3,305,033</u>	<u>508,403</u>	<u>6,374,955</u>
	26,112	260,772
<u>1,655,754</u>	<u>149,345</u>	<u>2,351,354</u>
<u>1,655,754</u>	<u>175,457</u>	<u>2,612,126</u>
	21,422	90,828
	3,615,200	5,797,531
(1,813,561)	(176,445)	2,362,917
<u>(1,813,561)</u>	<u>3,460,177</u>	<u>8,251,276</u>
<u>\$ 3,147,226</u>	<u>\$ 4,144,037</u>	<u>\$ 17,238,357</u>

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**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

<b>Total governmental fund balances</b>		<b>\$ 8,251,276</b>
<p>Amounts reported for <i>governmental activities</i> in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>		
Governmental capital assets	\$ 58,969,365	
Less accumulated depreciation	<u>(15,453,913)</u>	43,515,452
<p>Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.</p>		
Property taxes	260,772	
Intergovernmental	<u>2,351,354</u>	2,612,126
<p>Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.</p>		
Deferred outflows of resources related to pensions	3,471,002	
Deferred inflows of resources related to pensions	<u>(3,908,790)</u>	(437,788)
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.</p>		
Compensated absences payable	(747,625)	
Financed purchases payable	(759,964)	
Net pension liability	(12,298,624)	
Bonds payable	<u>(12,898,497)</u>	<u>(26,704,710)</u>
<b>Net position of governmental activities</b>		<b><u><u>\$ 27,236,356</u></u></b>

The notes to the basic financial statements are an integral part of this statement.



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	<u>General</u>	<u>Other Federal Projects</u>	<u>Bond Building</u>
<b>Revenues:</b>			
Other local	\$ 593,405	\$	\$ 7,117
Property taxes	7,505,987		
State aid and grants	7,778,069		
Federal aid, grants and reimbursements		1,834,365	
<b>Total revenues</b>	<u>15,877,461</u>	<u>1,834,365</u>	<u>7,117</u>
<b>Expenditures:</b>			
Current -			
Instruction	7,914,770	1,184,905	
Support services - students and staff	1,230,964	481,193	
Support services - administration	2,549,636	23,922	
Operation and maintenance of plant services	2,033,801	2,355	
Student transportation services	615,222		
Operation of non-instructional services	117,983		
Capital outlay	26,495	683,893	3,507,838
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>	<u>14,488,871</u>	<u>2,376,268</u>	<u>3,507,838</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,388,590</u>	<u>(541,903)</u>	<u>(3,500,721)</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			(7,117)
<b>Total other financing sources (uses)</b>			<u>(7,117)</u>
<b>Changes in fund balances</b>	<u>1,388,590</u>	<u>(541,903)</u>	<u>(3,507,838)</u>
<b>Fund balances (deficits), beginning of year, as restated</b>	3,564,140	(4,352)	5,690,169
Increase (decrease) in reserve for prepaid items	(7,000)		
Increase (decrease) in reserve for inventory	22,854		
<b>Fund balances (deficits), end of year</b>	<u>\$ 4,968,584</u>	<u>\$ (546,255)</u>	<u>\$ 2,182,331</u>

The notes to the basic financial statements are an integral part of this statement.

<u>Building Renewal Grant</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$	\$ 1,101,480	\$ 1,702,002
	1,411,592	8,917,579
13,996,637	2,562,321	24,337,027
	2,370,861	4,205,226
<u>13,996,637</u>	<u>7,446,254</u>	<u>39,161,834</u>
	2,165,004	11,264,679
	619,989	2,332,146
	18,403	2,591,961
	207,492	2,243,648
	24,404	639,626
	814,048	932,031
15,648,803	1,267,597	21,134,626
	1,096,907	1,096,907
	659,371	659,371
<u>15,648,803</u>	<u>6,873,215</u>	<u>42,894,995</u>
<u>(1,652,166)</u>	<u>573,039</u>	<u>(3,733,161)</u>
	7,117	7,117
		(7,117)
	<u>7,117</u>	
<u>(1,652,166)</u>	<u>580,156</u>	<u>(3,733,161)</u>
(161,395)	2,858,599	11,947,161
	21,422	14,422
		22,854
<u>\$ (1,813,561)</u>	<u>\$ 3,460,177</u>	<u>\$ 8,251,276</u>

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2022**

**Changes in fund balances - total governmental funds** **\$ (3,733,161)**

Amounts reported for *governmental activities* in the Statement of Activities are different because:

Governmental funds report the portion of capital outlay for capitalized assets as expenditures. However, in the Statement of Activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for capitalized assets	\$ 19,779,295	
Less current year depreciation	<u>(904,768)</u>	18,874,527

Some revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	11,161	
Intergovernmental	<u>2,132,289</u>	2,143,450

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.

Financed purchase principal retirement	161,907	
Bond principal retirement	<u>935,000</u>	1,096,907

Governmental funds report pension contributions as expenditures. However, they are reported as deferred outflows of resources in the Statement of Net Position. The change in the net pension liability, adjusted for deferred items, is reported as pension expense in the Statement of Activities.

Current year pension contributions	1,397,415	
Pension expense	<u>(999,622)</u>	397,793

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Prepaid items	14,422	
Inventory	22,854	
Loss on disposal of assets	(445,812)	
Amortization of deferred bond items	3,818	
Compensated absences	<u>(106,398)</u>	<u>(511,116)</u>

**Changes in net position in governmental activities** **\$ 18,268,400**

The notes to the basic financial statements are an integral part of this statement.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Tanque Verde Unified School District No. 13 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2022, the District implemented the provisions of GASB Statement No. 87, *Leases*. This Statement increases the usefulness of the financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases. The statement establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The District's analysis of contracts and agreements in effect at the beginning of the year resulted in no changes to beginning balances reported in the financial statements due to the implementation of this standard.

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

**A. Reporting Entity**

The 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.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting 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, student transportation, construction and maintenance of District facilities, and food services.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information about the District as a whole. The reported information includes all of the nonfiduciary activities of the District. For the most part, the effect of internal activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business-type activities or fiduciary activities.

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

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

**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 when a liability is incurred. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect of internal activity has been eliminated from the government-wide financial statements; however, the effects of interfund services provided and used between functions are reported as expenses and program revenues at amounts approximating their external exchange value.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Fund Financial Statements** – Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

Property taxes, federal, state, and county aid, tuition, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Food services and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. Unearned revenues arise when resources are received by the District before it has legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

Delinquent property taxes and other receivables that will not be collected within the available period have been reported as unavailable revenues on the governmental fund financial statements.

The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

The District reports the following major governmental funds:

**General Fund** – The General Fund is the District’s primary operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds. The General Fund includes the District’s Maintenance and Operation Fund as well as certain activities budgeted in separate funds in accordance with A.R.S. These funds are maintained as separate funds for purposes but do not meet the criteria for separate reporting in the financial statements.

**Other Federal Projects Fund** – The Other Federal Projects Fund accounts for financial assistance received for other supplemental federal projects.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Bond Building Fund – The Bond Building Fund accounts for proceeds from District bond issues that are expended on the acquisition or lease of sites; construction or renovation of school buildings; supplying school buildings with furniture, equipment, and technology; improving school grounds; or purchasing pupil transportation vehicles.

Building Renewal Grant Fund – The Building Renewal Grant Fund accounts for building renewal grant monies requested 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.

**D. Cash and Investments**

A.R.S. 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 of the Debt Service and Bond Building Funds which may be invested separately. Interest earned from investments purchased with pooled monies is allocated to each of the District's funds based on their average balances. All investments are stated at fair value.

Statute authorizes the District to separately invest monies of the Bond Building and Debt Service Funds in the State Treasurer's investment pools; obligations issued and 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. Monies in these funds may also be invested. 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. Arizona statute requires a pooled collateral program for public deposits and a Statewide Collateral Pool Administrator (Administrator) in the State Treasurer's Office. The purpose of the pooled collateral program is to ensure that governmental entities' public deposits placed in participating depositories are secured with collateral of 102 percent of the public deposits, less any applicable federal depository insurance. 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.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**E. 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.

**F. Receivables and Payables**

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is 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.” Interfund balances between governmental funds are eliminated on the Statement of Net Position. All receivables, including property taxes receivable, are shown net of an allowance for uncollectibles.

**G. Property Tax Calendar**

The 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.

Pursuant to A.R.S., a lien against assessed real and personal property attaches on the first day of January preceding assessment and levy; however according to case law, an enforceable legal claim to the asset does not arise.

**H. Inventory**

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories consist of expendable supplies held for consumption. Inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements.

**I. Prepaid Items**

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. Prepaid items are recorded as expenses when consumed in the government-wide financial statements and as expenditures when purchased in the fund financial statements.



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**J. Capital Assets**

Capital assets, which include land and improvements; buildings and improvements; vehicles, furniture, and equipment; and construction in progress, are reported in the government-wide financial statements.

Capital assets are defined by the District as assets with an initial, individual cost in excess of \$5,000, and an estimated useful life of more than one year. Capital assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Capital assets are depreciated using the straight-line method over the estimated useful life of the asset. The estimated useful lives and amortization periods are as follows:

Land improvements	5 - 50 years
Buildings and improvements	5 - 50 years
Vehicles, furniture and equipment	5 - 40 years

**K. Deferred Outflows/Inflows of Resources**

In addition to assets, the statement of financial position may report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position may report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**L. Compensated Absences**

The District's employee vacation and sick leave policies generally provide for granting vacation and sick leave with pay. All employees continuously employed by the District for more than three years may accrue sick leave up to a maximum of 180 days. All full-time classified employees earn vacation at rates depending on length of service; however, accumulated vacation as of June 30 cannot exceed 40 days at the end of any fiscal year. The current and long-term liabilities, including related benefits, for accumulated vacation and sick leave are reported on 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.

**M. Pensions and Other Postemployment Benefits**

For purposes of measuring the net pension liability, related deferred outflows of resources and deferred inflows of resources, and pension expense, information about the pension plan's fiduciary net position and additions to/deductions from the plan's 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.

**N. Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Deferred amounts on refunding result from the difference between the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**O. 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.

**P. Net Position Flow Assumption**

In the government-wide financial statements the District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted amounts are available.

**Q. 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.

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

Fund balances of the governmental funds are reported separately within classifications based on a hierarchy of the constraints placed on the use of those resources. The classifications are based on the relative strength of the constraints that control how the specific amounts can be spent. The classifications are nonspendable, restricted, and unrestricted, which includes committed, assigned, and unassigned fund balance classifications.

***Nonspendable.*** The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact.

***Restricted.*** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation.

***Committed.*** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action of the Governing Board. Those committed amounts cannot be used for any other purpose unless the Governing Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District does not have a formal policy or procedures for the utilization of committed fund balance, accordingly, no committed fund balance amounts are reported.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

*Assigned.* Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. 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 for the utilization of assigned fund balance, accordingly, no assigned fund balance amounts are reported.

*Unassigned.* Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when outlays are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

The table below provides detail of the major components of the District’s fund balance classifications at year end.

	General Fund	Other Federal Projects Fund	Bond Building Fund	Building Renewal Grant Fund	Non-Major Governmental Funds
Fund Balances:					
Nonspendable:					
Inventory	\$ 69,406	\$	\$	\$	\$
Prepaid items					21,422
Restricted:					
Debt service					374,200
Capital projects					115,181
Bond building projects			2,182,331		
Voter approved initiatives					1,702,936
Federal and state projects					64,581
Auxiliary operations					140,917
Food service					613,601
Community school					40,582
Extracurricular activities					439,168
Student activities					80,831
Other purposes					43,203
Unassigned	4,899,178	(546,255)		(1,813,561)	(176,445)
Total fund balances	\$ 4,968,584	\$ (546,255)	\$ 2,182,331	\$ (1,813,561)	\$ 3,460,177

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**Individual Deficit Fund Balances** – At year end, the following individual major and non-major governmental funds reported deficits in fund balance.

	Deficit
Major Fund:	
Other Federal Projects	\$ 546,255
Building Renewal Grant	1,813,561
Non-Major Governmental Funds:	
English Language Learner	172
Professional Development and Technology Grants	1,130
Special Education Grants	95,542
Vocational Education	10,115
State Vocational Education	2,191
Other State Projects	550
Arizona Industrial Credentials Incentive	3,421
Unrestricted Capital Outlay	41,902

The deficits arose because of operations during the year and/or because of pending grant and other reimbursements. Additional revenues received in fiscal year 2022-23 are expected to eliminate the deficits.

**Excess Expenditures Over Budget** – At year end, the District had expenditures in funds that exceeded the budget, however, this does not constitute a violation of any legal provisions.

**NOTE 4 – CASH AND INVESTMENTS**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$279,615 and the bank balance was \$665,743.

*Fair Value Measurements.* The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- Level 1 inputs are quoted prices in active markets for identical assets
- Level 2 inputs are significant other observable inputs
- Level 3 inputs are significant unobservable inputs

The State Treasurer’s pools are external investment pools, the Local Government Investment Pool (Pool 5) and Local Government Investment Pool-Government (Pool 7), with no regulatory oversight. The pools as an investment company are not registered with the Securities and Exchange Commission. The activity and performance of the pools are reviewed monthly by the State Board of Investment. The fair value of each participant’s position in the State Treasurer investment pools approximates the value of the participant’s shares in the pool and the participants’ 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.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 4 – CASH AND INVESTMENTS**

The County Treasurer’s pool is an external investment pool with no regulatory oversight. The pool is not required to register (and is not registered) with the Securities and Exchange Commission. The fair value of each participant’s position in the County Treasurer investment pool approximates the value of the participant’s shares in the pool and the participants’ 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.

At year end, the District’s investments consisted of the following:

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer’s investment pool	166 days	\$ 3,488,832
State Treasurer’s investment pool 7	33 days	<u>3,325,641</u>
Total		<u>\$ 6,814,473</u>

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

*Credit Risk.* The District has no investment policy that would further limit its investment choices. As of year end, the District’s investment in the County Treasurer’s investment pools did not receive a credit quality rating from a national rating agency. The State Treasurer’s Local Government Investment Pool 7 was rated AAA by Moody’s at year end.

*Custodial Credit Risk – Investments.* The District’s investment in the State and County Treasurer’s investment pools represents a proportionate interest in the pool’s portfolio; however, the District’s portion is not identified with specific investments and is not subject to custodial credit risk.

**NOTE 5 – RECEIVABLES**

Receivable balances, net of allowance for uncollectibles, have been disaggregated by type and presented separately in the financial statements with the exception of due from governmental entities. Due from governmental entities, net of allowance for uncollectibles, as of year end for the District’s individual major funds and non-major governmental funds in the aggregate were as follows:

	<u>General Fund</u>	<u>Other Federal Projects Fund</u>	<u>Building Renewal Grant Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:				
Due from federal government	\$	\$ 984,979	\$	\$ 176,107
Due from state government	1,932,472		3,147,226	189,780
Due from other districts				46,634
Net due from governmental entities	<u>\$ 1,932,472</u>	<u>\$ 984,979</u>	<u>\$ 3,147,226</u>	<u>\$ 412,521</u>

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 6 – CAPITAL ASSETS**

A summary of capital asset activity for the current fiscal year follows:

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 784,272	\$	\$	\$ 784,272
Construction in progress	1,484,047	18,638,084		20,122,131
Total capital assets, not being depreciated	<u>2,268,319</u>	<u>18,638,084</u>		<u>20,906,403</u>
Capital assets, being depreciated:				
Land improvements	1,389,516	353,732	56,956	1,686,292
Buildings and improvements	35,066,620	583,475	1,647,455	34,002,640
Vehicles, furniture and equipment	2,787,424	204,004	617,398	2,374,030
Total capital assets being depreciated	<u>39,243,560</u>	<u>1,141,211</u>	<u>2,321,809</u>	<u>38,062,962</u>
Less accumulated depreciation for:				
Land improvements	(571,220)	(45,360)	(37,311)	(579,269)
Buildings and improvements	(13,924,222)	(774,774)	(1,223,305)	(13,475,691)
Vehicles, furniture and equipment	(1,929,700)	(84,634)	(615,381)	(1,398,953)
Total accumulated depreciation	<u>(16,425,142)</u>	<u>(904,768)</u>	<u>(1,875,997)</u>	<u>(15,453,913)</u>
Total capital assets, being depreciated, net	<u>22,818,418</u>	<u>236,443</u>	<u>445,812</u>	<u>22,609,049</u>
Governmental activities capital assets, net	<u>\$ 25,086,737</u>	<u>\$ 18,874,527</u>	<u>\$ 445,812</u>	<u>\$ 43,515,452</u>

Depreciation and amortization expense were charged to governmental functions as follows:

Instruction	\$ 424,316
Support services – students and staff	2,001
Support services – administration	24,672
Operation and maintenance of plant services	393,612
Student transportation services	50,920
Operation of non-instructional services	9,247
Total depreciation expense – governmental activities	<u>\$ 904,768</u>

**Construction Commitments** – At year end, the District had contractual commitments related to various capital projects for the construction of new school facilities and school improvements. At year end the District had spent \$20.1 million on the projects and had estimated remaining contractual commitments of \$7.0 million. These projects are being funded by the Arizona School Facilities Board and Bond Building monies.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 7 – FINANCED PURCHASES PAYABLE**

The District has acquired stadium lighting and seating upgrades, utility management, energy efficient equipment, and vehicles under the provisions of contracts classified as financed purchases payables. In accordance with GASB Statement No. 87 *Leases*, contracts previously recorded as capital leases have been reclassified as financed purchases payable in the fiscal year. Revenues from the Unrestricted Capital Outlay Fund, a non-major governmental fund, are used to pay the debt obligations.

Annual debt service requirements to maturity on financed purchases payable at year end are summarized as follows:

Year ending June 30:	Governmental Activities	
	Principal	Interest
2023	\$ 160,851	\$ 28,154
2024	163,280	21,960
2025	142,622	15,565
2026	126,122	10,015
2027	77,576	5,130
2028-30	89,513	3,190
Total	\$ 759,964	\$ 84,014

**NOTE 8 – GENERAL OBLIGATION BONDS PAYABLE**

Bonds payable at year end consisted of the following general obligation bonds. The bonds are callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. In addition, a portion of the District’s school improvement bonds are Qualified Build America Bonds (BABS). The District receives a direct subsidy payment from the United States of America for a portion of the interest due on the bonds. The District’s legal debt limit is \$65.8 million and the available margin is \$53.0 million.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2022	Due Within One Year
<b>Governmental activities:</b>					
General obligation bonds:					
School Improvement Bonds, Build					
America, Series 2010 (Class B)	\$ 11,785,000	5.473-6.073%	7/1/23-29	\$ 6,855,000	\$ 875,000
Private placement general					
obligation bonds:					
School Improvement Bonds,					
Series 2021	6,100,000	2.080-3.770%	7/1/23-1/1/36	5,990,000	135,000
Total				\$ 12,845,000	\$ 1,010,000



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 8 – GENERAL OBLIGATION BONDS PAYABLE**

<u>Year ending June 30:</u>	Governmental Activities			
	General Obligation Bonds		Private Placement General Obligation Bonds	
	Principal	Interest	Principal	Interest
2023	\$ 875,000	\$ 399,180	\$ 135,000	\$ 134,225
2024	900,000	351,290	145,000	129,136
2025	950,000	300,684	135,000	123,669
2026	975,000	246,314	155,000	118,580
2027	1,025,000	189,540		112,736
2028-32	2,130,000	194,418	2,220,000	518,128
2033-36			3,200,000	159,640
Total	<u>\$ 6,855,000</u>	<u>\$1,681,426</u>	<u>\$ 5,990,000</u>	<u>\$ 1,296,114</u>

**NOTE 9 – CHANGES IN LONG-TERM LIABILITIES**

Long-term liability activity for the current fiscal year was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 7,680,000	\$	\$ 825,000	\$ 6,855,000	\$ 875,000
Private placement general obligation bonds	6,100,000		110,000	5,990,000	135,000
Premium	<u>57,315</u>		<u>3,818</u>	<u>53,497</u>	
Total bonds payable	<u>13,837,315</u>		<u>938,818</u>	<u>12,898,497</u>	<u>1,010,000</u>
Financed purchases payable	921,871		161,907	759,964	160,851
Net pension liability	15,729,015		3,430,391	12,298,624	
Compensated absences payable	<u>641,227</u>	<u>497,521</u>	<u>391,123</u>	<u>747,625</u>	<u>149,525</u>
Governmental activity long-term liabilities	<u>\$ 31,129,428</u>	<u>\$ 497,521</u>	<u>\$ 4,922,239</u>	<u>\$ 26,704,710</u>	<u>\$ 1,320,376</u>

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 10 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

At year end, interfund balances were as follows:

**Due to/from other funds:**

	General Fund	Non-Major Governmental Funds	Total Due to Other Funds
General Fund	\$	\$	\$
Other Federal Projects Fund	706,628	73,122	73,122
Building Renewal Grant Fund	2,190,287		706,628
Non-Major Governmental Funds	299,023		2,190,287
Total Due from Other Funds	<u>\$ 3,195,938</u>	<u>\$ 73,122</u>	<u>\$ 3,269,060</u>

At year end, several funds had negative cash balances in the Treasurer’s pooled cash accounts. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. In addition, the General Fund, a major governmental fund had a balance owed to the non-major governmental funds for federal interest subsidies utilized for federal tax penalties. All interfund balances are expected to be paid within one year.

**Interfund Transfers** – Transfers of \$7,117 between funds were used to move investment income earned in the Bond Building Fund, a major governmental fund, that is required by statute to be expended in the Debt Service Fund.

**NOTE 11 – CONTINGENT LIABILITIES**

**Compliance** – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures/expenses that may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

**Lawsuits** – The District is a party to a number of various types of lawsuits, many of which normally occur in governmental operations. The ultimate outcome of the actions is not determinable, however, District management believes that the outcome of these proceedings, either individually or in the aggregate, will not have a materially adverse effect on the accompanying financial statements.

**Arbitrage** – Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense or expenditure prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 12 – PRIOR PERIOD ADJUSTMENT**

The July 1, 2021, government-wide net position and the fund balance of the General Fund do not agree to the prior year financial statements due to a prior year federal tax penalty.

	Statement of Activities	Governmental Funds General Fund
Net position/fund balance, June 30, 2021, as previously reported	\$ 9,120,348	\$ 3,716,532
Federal tax penalties	(152,392)	(152,392)
Net position/fund balance, July 1, 2021, as restated	\$ 8,967,956	\$ 3,564,140

**NOTE 13 – 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 general property and liability insurance at a cost it considered to be economically justifiable. Therefore, the District joined the Arizona School Risk Retention Trust, Inc. (ASRRT). ASRRT is a public entity risk pool currently operating as a common risk management and insurance program for school districts and community colleges in the State. 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 joined the Arizona School Alliance for Workers’ Compensation, Inc. (Alliance) together with other school districts in the state for risks of loss related to workers’ compensation claims. The Alliance is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays quarterly premiums to the Alliance for its employee workers’ compensation coverage. The agreement provides that the Alliance will be self-sustaining through members’ premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

The District continues to carry commercial insurance for employee health, dental, vision, and life coverage. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 14 – 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. 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 the ASRS website at [www.azasrs.gov](http://www.azasrs.gov).

The ASRS OPEB plans are not further disclosed because of their relative insignificance to the District’s financial statements.

**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 age equals 80 10 years, age 62 5 years, age 50* Any years, age 65	30 years, 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 months of last 120 months	Highest 60 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 earnings. 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 survivor benefit is determined by the retirement benefit option chosen. 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.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**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 current fiscal year, active ASRS members were required by statute 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 the District was required by statute 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. The District’s contributions to the pension plan for the year ended June 30, 2022 were \$1.4 million.

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.22 percent (10.13 for retirement and 0.09 percent for long-term disability). ACR contributions are included in employer contributions presented above.

The District’s pension contributions are paid by the same funds as the employee’s salary, with the largest component coming from the General Fund.

**Pension Liability.** The net pension 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 District’s proportion of the net liability was based on the District’s actual contributions to the applicable plan relative to the total of all participating employers’ contributions to the plan for the year ended June 30, 2021. The total liabilities as of June 30, 2021, reflect 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.

At June 30, 2022, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2021, the District’s percentage proportion for the plan and the related change from its proportion measured as of June 30, 2020 was:

Net Liability	District % Proportion	Increase (Decrease)
\$ 12,298,624	0.094	0.003

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Pension Expense and Deferred Outflows/Inflows of Resources.** The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District’s pension expense for the year ended June 30, 2022 was \$1.0 million.

The District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>                    </u>	<u>                    </u>
Differences between expected and actual experience	\$ 187,481	\$
Changes of assumptions or other inputs	1,600,764	
Net difference between projected and actual earnings on pension investments		3,896,637
Changes in proportion and differences between contributions and proportionate share of contributions	285,342	12,153
Contributions subsequent to the measurement date	<u>1,397,415</u>	
Total	<u>\$ 3,471,002</u>	<u>\$ 3,908,790</u>

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:		
2023	\$	187,291
2024		179,325
2025		(859,009)
2026		(1,342,810)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**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%
Inflation	2.3%
Projected salary increases	2.9-8.4%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation.

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 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, excluding any expected inflation.

The target allocation and best estimates of geometric real rates of return for each major asset class plans 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%	4.90%
Credit	20	5.20
Interest rate sensitive bonds	10	0.70
Real estate	20	5.70
Total	<u>100%</u>	

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**NOTE 14 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Discount Rate.** The discount rate used to measure the total pension liability was 7.0 percent. The discount rate was lowered in the roll forward for the year June 30, 2021 from 7.5 percent, which was used for the actuarial assumptions at the valuation date. 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 plan’s 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 investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.** The following 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 proportionate share of the net pension 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	Current Discount Rate	1% Increase
Rate	6.0%	7.0%	8.0%
Net liability	\$ 19,344,706	\$ 12,298,624	\$ 6,424,142

**Contributions payable.** The District’s accrued payroll and employee benefits included \$50,419 of outstanding pension contribution amounts payable to ASRS for the year ended June 30, 2022.

**Pension Plan Fiduciary Net Position.** Detailed information about the pension OPEB plan’s fiduciary net position is available in the separately issued ASRS financial report. The report is available on the ASRS website at [www.azasrs.gov](http://www.azasrs.gov).



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**REQUIRED SUPPLEMENTARY INFORMATION**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL**  
**YEAR ENDED JUNE 30, 2022**

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Other local	\$	\$	\$ 524,219	\$ 524,219
Property taxes			7,505,987	7,505,987
State aid and grants			7,778,069	7,778,069
<b>Total revenues</b>			<u>15,808,275</u>	<u>15,808,275</u>
<b>Expenditures:</b>				
Current -				
Instruction	9,165,196	8,417,376	8,180,593	236,783
Support services - students and staff	1,883,800	1,521,845	1,333,645	188,200
Support services - administration	2,154,100	2,684,650	2,583,167	101,483
Operation and maintenance of plant services	1,964,500	2,427,000	2,033,636	393,364
Student transportation services	620,500	740,405	615,198	125,207
Operation of non-instructional services	331,500	81,500	117,959	(36,459)
<b>Total expenditures</b>	<u>16,119,596</u>	<u>15,872,776</u>	<u>14,864,198</u>	<u>1,008,578</u>
<b>Changes in fund balances</b>	<u>(16,119,596)</u>	<u>(15,872,776)</u>	<u>944,077</u>	<u>16,816,853</u>
<b>Fund balances, beginning of year, as restated</b>			2,127,357	2,127,357
Increase (decrease) in reserve for prepaid items			1,485,075	1,485,075
Increase (decrease) in reserve for inventory			22,854	22,854
<b>Fund balances (deficits), end of year</b>	<u>\$ (16,119,596)</u>	<u>\$ (15,872,776)</u>	<u>\$ 4,579,363</u>	<u>\$ 20,452,139</u>

See accompanying notes to this schedule.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
OTHER FEDERAL PROJECTS  
YEAR ENDED JUNE 30, 2022**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Federal aid, grants and reimbursements	\$	\$	\$ 1,834,365	\$ 1,834,365
<b>Total revenues</b>			<u>1,834,365</u>	<u>1,834,365</u>
<b>Expenditures:</b>				
Current -				
Instruction	1,350,000	3,509,882	1,184,905	2,324,977
Support services - students and staff			481,193	(481,193)
Support services - administration			23,922	(23,922)
Operation and maintenance of plant services			2,355	(2,355)
Capital outlay			683,893	(683,893)
<b>Total expenditures</b>	<u>1,350,000</u>	<u>3,509,882</u>	<u>2,376,268</u>	<u>1,133,614</u>
<b>Changes in fund balances</b>	<u>(1,350,000)</u>	<u>(3,509,882)</u>	<u>(541,903)</u>	<u>2,967,979</u>
<b>Fund balances (deficits), beginning of year</b>			(4,352)	(4,352)
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,350,000)</u>	<u>\$ (3,509,882)</u>	<u>\$ (546,255)</u>	<u>\$ 2,963,627</u>

See accompanying notes to this schedule.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**LAST EIGHT FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Measurement date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
District's proportion of the net pension (assets) liability	0.094%	0.091%	0.091%	0.096%
District's proportionate share of the net pension (assets) liability	\$ 12,298,624	\$ 15,729,015	\$ 13,244,469	\$ 13,332,836
District's covered payroll	\$ 10,064,961	\$ 10,508,410	\$ 9,793,784	\$ 9,523,862
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	122.19%	149.68%	135.23%	139.99%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%

**SCHEDULE OF PENSION CONTRIBUTIONS**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**LAST EIGHT FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarially determined contribution	\$ 1,397,415	\$ 1,172,568	\$ 1,203,213	\$ 1,094,945
Contributions in relation to the actuarially determined contribution	<u>1,397,415</u>	<u>1,172,568</u>	<u>1,203,213</u>	<u>1,094,945</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 11,635,429	\$ 10,064,961	\$ 10,508,410	\$ 9,793,784
Contributions as a percentage of covered payroll	12.01%	11.65%	11.45%	11.18%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to this schedule.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
0.093%	0.091%	0.091%	0.082%
\$ 14,563,920	\$ 14,699,613	\$ 14,138,702	\$ 13,687,116
\$ 9,067,653	\$ 8,706,710	\$ 8,377,952	\$ 8,102,832
160.61%	168.83%	168.76%	168.92%
69.92%	67.06%	68.35%	69.49%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 1,038,101	\$ 977,493	\$ 944,678	\$ 912,359
<u>1,038,101</u>	<u>977,493</u>	<u>944,678</u>	<u>912,359</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
\$ 9,523,862	\$ 9,067,653	\$ 8,706,710	\$ 8,377,952
10.90%	10.78%	10.85%	10.89%

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2022**

**NOTE 1 – BUDGETARY BASIS OF ACCOUNTING**

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

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.
- Prepaid items are budgeted in the year prepaid.
- Employee insurance expenditures are budgeted in the year the employee insurance account is funded.

The following schedule reconciles expenditures and fund balances at the end of year:

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 14,488,871	\$ 4,968,584
Activity budgeted as special revenue funds	(61,672)	(248,202)
Current-year prepaid items	1,485,075	
Prior-year prepaid items	(1,089,419)	
Employee insurance account	41,343	(141,019)
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 14,864,198	\$ 4,579,363

**NOTE 2 – PENSION PLAN SCHEDULES**

**Actuarial Assumptions for Valuations Performed.** The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated, which is the most recent actuarial valuation. The actuarial assumptions used are disclosed in the notes to the financial statements.

**Factors that Affect Trends.** The actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience, 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.

**COMBINING AND INDIVIDUAL  
FUND FINANCIAL STATEMENTS  
AND SCHEDULES**



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**GOVERNMENTAL FUNDS**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**JUNE 30, 2022**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 3,194,601	\$ 294,191	\$ 115,181
Property taxes receivable		29,767	3,232
Due from governmental entities	269,967		142,554
Due from other funds		73,122	
Prepaid items			21,422
<b>Total assets</b>	<u><u>\$ 3,464,568</u></u>	<u><u>\$ 397,080</u></u>	<u><u>\$ 282,389</u></u>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 81,144	\$	\$ 70,371
Due to other funds	163,516		135,507
Accrued payroll and employee benefits	53,365		
Unearned revenues	4,500		
<b>Total liabilities</b>	<u>302,525</u>		<u>205,878</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		22,880	3,232
Unavailable revenues - intergovernmental	149,345		
<b>Total deferred inflows of resources</b>	<u>149,345</u>	<u>22,880</u>	<u>3,232</u>
Fund balances (deficits):			
Nonspendable			21,422
Restricted	3,125,819	374,200	115,181
Unassigned	(113,121)		(63,324)
<b>Total fund balances</b>	<u>3,012,698</u>	<u>374,200</u>	<u>73,279</u>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <u><u>\$ 3,464,568</u></u>	 <u><u>\$ 397,080</u></u>	 <u><u>\$ 282,389</u></u>

Total Non-Major  
Governmental  
Funds

\$ 3,603,973  
32,999  
412,521  
73,122  
21,422  
\$ 4,144,037

\$ 151,515  
299,023  
53,365  
4,500  
508,403

26,112  
149,345  
175,457

21,422  
3,615,200  
(176,445)  
3,460,177

\$ 4,144,037

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**YEAR ENDED JUNE 30, 2022**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b>Revenues:</b>			
Other local	\$ 1,062,707	\$ 562	\$ 38,211
Property taxes		1,411,592	
State aid and grants	2,007,384		554,937
Federal aid, grants and reimbursements	2,224,617	146,244	
<b>Total revenues</b>	<u>5,294,708</u>	<u>1,558,398</u>	<u>593,148</u>
<b>Expenditures:</b>			
Current -			
Instruction	2,165,004		
Support services - students and staff	619,989		
Support services - administration	18,403		
Operation and maintenance of plant services	207,492		
Student transportation services	24,404		
Operation of non-instructional services	814,048		
Capital outlay	203,562		1,064,035
Debt service -			
Principal retirement		935,000	161,907
Interest and fiscal charges		624,746	34,625
<b>Total expenditures</b>	<u>4,052,902</u>	<u>1,559,746</u>	<u>1,260,567</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,241,806</u>	<u>(1,348)</u>	<u>(667,419)</u>
<b>Other financing sources (uses):</b>			
Transfers in		7,117	
<b>Total other financing sources (uses)</b>		<u>7,117</u>	
<b>Changes in fund balances</b>	<u>1,241,806</u>	<u>5,769</u>	<u>(667,419)</u>
<b>Fund balances, beginning of year</b>	1,770,892	368,431	719,276
Increase (decrease) in reserve for prepaid items			21,422
<b>Fund balances, end of year</b>	<u>\$ 3,012,698</u>	<u>\$ 374,200</u>	<u>\$ 73,279</u>

Total Non-Major  
Governmental  
Funds

\$ 1,101,480  
1,411,592  
2,562,321  
2,370,861  
7,446,254

2,165,004  
619,989  
18,403  
207,492  
24,404  
814,048  
1,267,597

1,096,907  
659,371  
6,873,215

573,039

7,117  
7,117

580,156

2,858,599

21,422

\$ 3,460,177

## **SPECIAL REVENUE FUNDS**

**Classroom Site** - to account for the financial activity for the portion of state sales tax collections and permanent state school fund earnings as approved by the voters in 2000.

**Instructional Improvement** - to account for the activity of monies received from gaming revenue.

**English Language Learner** - to account for monies received to provide for the incremental cost of instruction to English language learners.

**Title I Grants** - to account for financial assistance received for the purpose of improving the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards.

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

**Title IV Grants** - to account for financial assistance received for chemical abuse awareness programs and expanding projects that benefit educational and health needs of the communities.

**Special Education Grants** - to account for supplemental financial assistance received to provide a free, appropriate public education to disabled children.

**Vocational Education** - to account for financial assistance received for preparation of individuals for employment or advancement in a career not requiring a baccalaureate or advanced degree.

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

**State Vocational Education** - to account for financial assistance received for the preparation of individuals for employment.

**College Credit Exam Incentives** - to account for financial assistance received for college credit exams.

**Results-based Funding** - to account for financial assistance received for academic performance results in accordance with A.R.S. §15-249.08.

**Other State Projects** - to account for financial assistance received for other State projects.

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

**Food Service** - to account for the financial activity of school activities that have as their purpose the preparation and serving of 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 activity related to academic and skill development for all citizens.

**Auxiliary Operations** - to account for activity arising from bookstore, athletic and miscellaneous District related operations and activity related to monies collected in support of extracurricular activities to be taken as a tax credit by the tax payer in accordance with A.R.S. §43-1089.01.

**Extracurricular Activities Fees Tax Credit** - to account for activity related to monies collected in support of extracurricular activities to be taken as a tax credit by the tax payer in accordance with A.R.S. §43-1089.01.

**Gifts and Donations** - to account for activity related to gifts, donations, bequests and private grants made to the District.

**Fingerprint** - to account for activity of fingerprinting employees as mandated by the State.

**Insurance Proceeds** - to account for the monies received from insurance claims.

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

**Litigation Recovery** - to account for monies received for and derived from litigation.

**Insurance Refund** - to account for insurance premium payments that are refunded to the District.

**Grants and Gifts to Teachers** - to account for grants and gifts under \$1,500 received from private sources that are designated for use by a teacher for instructional purposes.

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

**Career Technical Education Fund** - to account for monies received from Career Technical Education Districts for vocational education programs.

**Arizona Industry Credentials Incentive** - to account for incentive monies for career technical education courses or programs that provide a certification, credential, or license.

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



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2022**

	Classroom Site	Instructional Improvement	English Language Learner
<b><u>ASSETS</u></b>			
Cash and investments	\$ 1,596,774	\$ 97,170	\$
Due from governmental entities		40,892	172
<b>Total assets</b>	<b>\$ 1,596,774</b>	<b>\$ 138,062</b>	<b>\$ 172</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			172
Accrued payroll and employee benefits	22,507	9,393	
Unearned revenues			
<b>Total liabilities</b>	<b>22,507</b>	<b>9,393</b>	<b>172</b>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			172
Fund balances (deficits):			
Restricted	1,574,267	128,669	
Unassigned			(172)
<b>Total fund balances</b>	<b>1,574,267</b>	<b>128,669</b>	<b>(172)</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 1,596,774</b>	 <b>\$ 138,062</b>	 <b>\$ 172</b>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>E-Rate</u>
\$ 16,426	\$ 1,130	\$ 1,750	\$ 110,462	\$ 10,115	\$ 36,224
<u>\$ 16,426</u>	<u>\$ 1,130</u>	<u>\$ 1,750</u>	<u>\$ 110,462</u>	<u>\$ 10,115</u>	<u>\$ 36,224</u>
\$ 16,426	\$ 1,130	\$ 1,750	\$ 95,534 14,928	\$ 10,115	\$
<u>16,426</u>	<u>1,130</u>	<u>1,750</u>	<u>110,462</u>	<u>10,115</u>	
	<u>1,130</u>		<u>95,542</u>	<u>10,115</u>	<u>36,224</u>
	<u>(1,130)</u>		<u>(95,542)</u>	<u>(10,115)</u>	
	<u>(1,130)</u>		<u>(95,542)</u>	<u>(10,115)</u>	
<u>\$ 16,426</u>	<u>\$ 1,130</u>	<u>\$ 1,750</u>	<u>\$ 110,462</u>	<u>\$ 10,115</u>	<u>\$ 36,224</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2022**

	State Vocational Education	College Credit Exam Incentives	Results-based Funding
<b><u>ASSETS</u></b>			
Cash and investments	\$	\$ 39,597	\$ 24,984
Due from governmental entities	2,191		
<b>Total assets</b>	<b>\$ 2,191</b>	<b>\$ 39,597</b>	<b>\$ 24,984</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds	2,191		
Accrued payroll and employee benefits			
Unearned revenues			
<b>Total liabilities</b>	<b>2,191</b>		
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	2,191		
Fund balances (deficits):			
Restricted		39,597	24,984
Unassigned	(2,191)		
<b>Total fund balances</b>	<b>(2,191)</b>	<b>39,597</b>	<b>24,984</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 2,191</b>	<b>\$ 39,597</b>	<b>\$ 24,984</b>

<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Auxiliary Operations</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$ 3,950	\$ 613,601	\$ 24,659	\$ 47,490	\$ 198,870	\$ 455,451
550					
<u>\$ 4,500</u>	<u>\$ 613,601</u>	<u>\$ 24,659</u>	<u>\$ 47,490</u>	<u>\$ 198,870</u>	<u>\$ 455,451</u>
\$	\$	\$	\$ 6,908	\$ 57,953	\$ 16,283
<u>4,500</u>			<u>6,908</u>	<u>57,953</u>	<u>16,283</u>
<u>4,500</u>					
550					
	613,601	24,659	40,582	140,917	439,168
<u>(550)</u>			<u>40,582</u>	<u>140,917</u>	<u>439,168</u>
<u>(550)</u>	<u>613,601</u>	<u>24,659</u>			
<u>\$ 4,500</u>	<u>\$ 613,601</u>	<u>\$ 24,659</u>	<u>\$ 47,490</u>	<u>\$ 198,870</u>	<u>\$ 455,451</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2022**

	<u>Fingerprint</u>	<u>Textbooks</u>	<u>Insurance Refund</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 22	\$ 2,619	\$ 8,540
Due from governmental entities			
<b>Total assets</b>	<u>\$ 22</u>	<u>\$ 2,619</u>	<u>\$ 8,540</u>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Total liabilities</b>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	<u>                    </u>	<u>                    </u>	<u>                    </u>
Fund balances (deficits):			
Restricted	22	2,619	8,540
Unassigned			
<b>Total fund balances</b>	<u>22</u>	<u>2,619</u>	<u>8,540</u>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <u>\$ 22</u>	 <u>\$ 2,619</u>	 <u>\$ 8,540</u>

<u>Grants and Gifts to Teachers</u>	<u>Career Technical Education</u>	<u>Arizona Industry Credentials Incentive</u>	<u>Student Activities</u>	<u>Totals</u>
\$ 43	\$ 46,634	\$ 3,421	\$ 80,831	\$ 3,194,601
				269,967
<u>\$ 43</u>	<u>\$ 46,634</u>	<u>\$ 3,421</u>	<u>\$ 80,831</u>	<u>\$ 3,464,568</u>
\$	\$ 32,777	\$ 3,421	\$	\$ 81,144
	6,537			163,516
				53,365
				4,500
	<u>39,314</u>	<u>3,421</u>		<u>302,525</u>
		<u>3,421</u>		<u>149,345</u>
43	7,320		80,831	3,125,819
		(3,421)		(113,121)
<u>43</u>	<u>7,320</u>	<u>(3,421)</u>	<u>80,831</u>	<u>3,012,698</u>
<u>\$ 43</u>	<u>\$ 46,634</u>	<u>\$ 3,421</u>	<u>\$ 80,831</u>	<u>\$ 3,464,568</u>

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Classroom Site	Instructional Improvement	English Language Learner
<b>Revenues:</b>			
Other local	\$ 4,195	\$ 553	\$
State aid and grants	1,838,007	123,629	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<b>1,842,202</b>	<b>124,182</b>	
<b>Expenditures:</b>			
Current -			
Instruction	1,102,635	42,171	2
Support services - students and staff	64,982	61,720	
Support services - administration		6,509	
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		5,005	
<b>Total expenditures</b>	<b>1,167,617</b>	<b>115,405</b>	<b>2</b>
<b>Changes in fund balances</b>	<b>674,585</b>	<b>8,777</b>	<b>(2)</b>
<b>Fund balances (deficits), beginning of year</b>	<b>899,682</b>	<b>119,892</b>	<b>(170)</b>
<b>Fund balances (deficits), end of year</b>	<b>\$ 1,574,267</b>	<b>\$ 128,669</b>	<b>\$ (172)</b>

<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>	<u>E-Rate</u>
\$	\$	\$	\$	\$	\$
<u>42,919</u>	<u>22,374</u>	<u>10,179</u>	<u>335,948</u>	<u>6,116</u>	<u>452,099</u>
<u>42,919</u>	<u>22,374</u>	<u>10,179</u>	<u>335,948</u>	<u>6,116</u>	<u>452,099</u>
28,189		6,587	271,972	85	321,264
14,730	21,200	3,592	92,100	10,694	
	1,174				130,835
			67,418	5,452	
<u>42,919</u>	<u>22,374</u>	<u>10,179</u>	<u>431,490</u>	<u>16,231</u>	<u>452,099</u>
			(95,542)	(10,115)	
	(1,130)				
<u>\$</u>	<u>\$ (1,130)</u>	<u>\$</u>	<u>\$ (95,542)</u>	<u>\$ (10,115)</u>	<u>\$</u>

(Continued)



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	State Vocational Education	College Credit Exam Incentives	Results-based Funding
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants	20,381	23,699	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	20,381	23,699	
<b>Expenditures:</b>			
Current -			
Instruction	4,654	16,071	
Support services - students and staff	12,222	1,261	
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	3,505		
<b>Total expenditures</b>	20,381	17,332	
<b>Changes in fund balances</b>		6,367	
<b>Fund balances (deficits), beginning of year</b>	(2,191)	33,230	24,984
<b>Fund balances (deficits), end of year</b>	\$ (2,191)	\$ 39,597	\$ 24,984

<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Auxiliary Operations</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$	\$ 2,321	\$ 17,126	\$ 247,826	\$ 239,620	\$ 296,273
	1,354,982				
	<u>1,357,303</u>	<u>17,126</u>	<u>247,826</u>	<u>239,620</u>	<u>296,273</u>
	7,816		86,962	116,911	50,831
	938			59,488	185,772
	12,548			9,695	
				15,028	
				19,989	4,415
	692,213		121,835		
	46,859		7,547	45,966	15,481
	<u>760,374</u>		<u>216,344</u>	<u>267,077</u>	<u>256,499</u>
	596,929	17,126	31,482	(27,457)	39,774
(550)	16,672	7,533	9,100	168,374	399,394
<u>\$ (550)</u>	<u>\$ 613,601</u>	<u>\$ 24,659</u>	<u>\$ 40,582</u>	<u>\$ 140,917</u>	<u>\$ 439,168</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Fingerprint	Textbooks	Insurance Refund
<b>Revenues:</b>			
Other local	\$ 22	\$ 877	\$ 54
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	22	877	54
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff		148	
Support services - administration	87		
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	87	148	
<b>Changes in fund balances</b>	(65)	729	54
<b>Fund balances (deficits), beginning of year</b>	87	1,890	8,486
<b>Fund balances (deficits), end of year</b>	\$ 22	\$ 2,619	\$ 8,540

<u>Grants and Gifts to Teachers</u>	<u>Career Technical Education</u>	<u>Arizona Industry Credentials Incentive</u>	<u>Student Activities</u>	<u>Totals</u>
\$	\$ 212,357	\$ 1,668	\$ 41,483	\$ 1,062,707
				2,007,384
				2,224,617
	<u>212,357</u>	<u>1,668</u>	<u>41,483</u>	<u>5,294,708</u>
	96,299	4,345	8,210	2,165,004
	59,226	744	32,110	619,989
	48,526		555	18,403
				207,492
				24,404
				814,048
	<u>3,370</u>		<u>2,959</u>	<u>203,562</u>
	<u>207,421</u>	<u>5,089</u>	<u>43,834</u>	<u>4,052,902</u>
	<u>4,936</u>	<u>(3,421)</u>	<u>(2,351)</u>	<u>1,241,806</u>
43	2,384		83,182	1,770,892
<u>\$ 43</u>	<u>\$ 7,320</u>	<u>\$ (3,421)</u>	<u>\$ 80,831</u>	<u>\$ 3,012,698</u>

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 4,195	\$ 4,195
State aid and grants		1,838,007	1,838,007
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>1,842,202</u>	<u>1,842,202</u>
<b>Expenditures:</b>			
Current -			
Instruction	1,919,390	1,102,635	816,755
Support services - students and staff	818,301	64,982	753,319
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>2,737,691</u>	<u>1,167,617</u>	<u>1,570,074</u>
<b>Changes in fund balances</b>	<u>(2,737,691)</u>	<u>674,585</u>	<u>3,412,276</u>
<b>Fund balances (deficits), beginning of year</b>		899,682	899,682
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	<u>\$ (2,737,691)</u>	<u>\$ 1,574,267</u>	<u>\$ 4,311,958</u>

Instructional Improvement			English Language Learner		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 553 123,629	\$ 553 123,629	\$	\$	\$
	<u>124,182</u>	<u>124,182</u>			
100,000	42,171 61,720 6,509	(42,171) 38,280 (6,509)		2	(2)
	<u>5,005</u>	<u>(5,005)</u>			
<u>100,000</u>	<u>115,405</u>	<u>(15,405)</u>		<u>2</u>	<u>(2)</u>
<u>(100,000)</u>	<u>8,777</u>	<u>108,777</u>		<u>(2)</u>	<u>(2)</u>
	119,892	119,892		(170)	(170)
<u>\$ (100,000)</u>	<u>\$ 128,669</u>	<u>\$ 228,669</u>	<u>\$</u>	<u>\$ (172)</u>	<u>\$ (172)</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Title I Grants		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		42,919	42,919
<b>Total revenues</b>		<u>42,919</u>	<u>42,919</u>
<b>Expenditures:</b>			
Current -			
Instruction	50,000	28,189	21,811
Support services - students and staff		14,730	(14,730)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>50,000</u>	<u>42,919</u>	<u>7,081</u>
<b>Changes in fund balances</b>	<u>(50,000)</u>		<u>50,000</u>
<b>Fund balances (deficits), beginning of year</b>			
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	<u>\$ (50,000)</u>	<u>\$</u>	<u>\$ 50,000</u>

Professional Development and Technology Grants			Title IV Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	22,374	22,374		10,179	10,179
	22,374	22,374		10,179	10,179
22,500	21,200 1,174	1,300 (1,174)	12,000	6,587 3,592	5,413 (3,592)
22,500	22,374	126	12,000	10,179	1,821
(22,500)		22,500	(12,000)		12,000
	(1,130)	(1,130)			
\$ (22,500)	\$ (1,130)	\$ 21,370	\$ (12,000)	\$	\$ 12,000

(Continued)



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Special Education Grants		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		335,948	335,948
<b>Total revenues</b>		335,948	335,948
<b>Expenditures:</b>			
Current -			
Instruction	380,000	271,972	108,028
Support services - students and staff		92,100	(92,100)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		67,418	(67,418)
<b>Total expenditures</b>	380,000	431,490	(51,490)
<b>Changes in fund balances</b>	(380,000)	(95,542)	284,458
<b>Fund balances (deficits), beginning of year</b>			
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (380,000)	\$ (95,542)	\$ 284,458

Vocational Education			E-Rate		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	6,116	6,116		452,099	452,099
	6,116	6,116		452,099	452,099
20,000	85 10,694	(85) 9,306	75,000	321,264	(246,264)
				130,835	(130,835)
	5,452	(5,452)			
20,000	16,231	3,769	75,000	452,099	(377,099)
(20,000)	(10,115)	9,885	(75,000)		75,000
<u>\$ (20,000)</u>	<u>\$ (10,115)</u>	<u>\$ 9,885</u>	<u>\$ (75,000)</u>	<u>\$</u>	<u>\$ 75,000</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		20,381	20,381
Federal aid, grants and reimbursements			
<b>Total revenues</b>		20,381	20,381
<b>Expenditures:</b>			
Current -			
Instruction		4,654	(4,654)
Support services - students and staff	30,000	12,222	17,778
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		3,505	(3,505)
<b>Total expenditures</b>	30,000	20,381	9,619
<b>Changes in fund balances</b>	(30,000)		30,000
<b>Fund balances (deficits), beginning of year</b>		(2,191)	(2,191)
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (30,000)	\$ (2,191)	\$ 27,809

College Credit Exam Incentives			Results-based Funding		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 23,699	\$ 23,699	\$	\$	\$
	<u>23,699</u>	<u>23,699</u>			
40,000	16,071 1,261	23,929 (1,261)	25,000		25,000
<u>40,000</u>	<u>17,332</u>	<u>22,668</u>	<u>25,000</u>		<u>25,000</u>
<u>(40,000)</u>	<u>6,367</u>	<u>46,367</u>	<u>(25,000)</u>		<u>25,000</u>
	33,230	33,230		24,984	24,984
<u>\$ (40,000)</u>	<u>\$ 39,597</u>	<u>\$ 79,597</u>	<u>\$ (25,000)</u>	<u>\$ 24,984</u>	<u>\$ 49,984</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Other State Projects		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>			
<b>Expenditures:</b>			
Current -			
Instruction	4,500		4,500
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	4,500		4,500
<b>Changes in fund balances</b>	(4,500)		4,500
<b>Fund balances (deficits), beginning of year</b>		(550)	(550)
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (4,500)	\$ (550)	\$ 3,950

School Plant			Food Service		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 19,347	\$ 19,347	\$	\$ 2,321	\$ 2,321
				1,354,982	1,354,982
	<u>19,347</u>	<u>19,347</u>		<u>1,357,303</u>	<u>1,357,303</u>
				7,816	(7,816)
	100	(100)		938	(938)
				12,548	(12,548)
			685,000	692,213	(7,213)
<u>50,000</u>	<u>4,737</u>	<u>45,263</u>	<u>685,000</u>	<u>46,859</u>	<u>(46,859)</u>
<u>50,000</u>	<u>4,837</u>	<u>45,163</u>	<u>685,000</u>	<u>760,374</u>	<u>(75,374)</u>
<u>(50,000)</u>	<u>14,510</u>	<u>64,510</u>	<u>(685,000)</u>	<u>596,929</u>	<u>1,281,929</u>
	112,831	112,831		16,672	16,672
<u>\$ (50,000)</u>	<u>\$ 127,341</u>	<u>\$ 177,341</u>	<u>\$ (685,000)</u>	<u>\$ 613,601</u>	<u>\$ 1,298,601</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Civic Center		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 17,126	\$ 17,126
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		17,126	17,126
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services	500,000		500,000
Capital outlay			
<b>Total expenditures</b>	500,000		500,000
<b>Changes in fund balances</b>	(500,000)	17,126	517,126
<b>Fund balances (deficits), beginning of year</b>		7,533	7,533
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (500,000)	\$ 24,659	\$ 524,659

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 247,826	\$ 247,826	\$	\$ 239,620	\$ 239,620
	<u>247,826</u>	<u>247,826</u>		<u>239,620</u>	<u>239,620</u>
	86,962	(86,962)	500,000	116,911	383,089
				59,488	(59,488)
				9,695	(9,695)
				15,028	(15,028)
				19,989	(19,989)
300,000	121,835	178,165			
	7,547	(7,547)		45,966	(45,966)
<u>300,000</u>	<u>216,344</u>	<u>83,656</u>	<u>500,000</u>	<u>267,077</u>	<u>232,923</u>
<u>(300,000)</u>	<u>31,482</u>	<u>331,482</u>	<u>(500,000)</u>	<u>(27,457)</u>	<u>472,543</u>
	9,100	9,100		168,374	168,374
<u>\$ (300,000)</u>	<u>\$ 40,582</u>	<u>\$ 340,582</u>	<u>\$ (500,000)</u>	<u>\$ 140,917</u>	<u>\$ 640,917</u>

(Continued)



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 296,273	\$ 296,273
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		296,273	296,273
<b>Expenditures:</b>			
Current -			
Instruction		50,831	(50,831)
Support services - students and staff	600,000	185,772	414,228
Support services - administration			
Operation and maintenance of plant services			
Student transportation services		4,415	(4,415)
Operation of non-instructional services			
Capital outlay		15,481	(15,481)
<b>Total expenditures</b>	600,000	256,499	343,501
<b>Changes in fund balances</b>	(600,000)	39,774	639,774
<b>Fund balances (deficits), beginning of year</b>		399,394	399,394
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (600,000)	\$ 439,168	\$ 1,039,168

Gifts and Donations			Fingerprint		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 45,374	\$ 45,374	\$	\$ 22	\$ 22
	<u>45,374</u>	<u>45,374</u>		<u>22</u>	<u>22</u>
200,000	11,476	(11,476)			
	16,171	183,829			
	6,855	(6,855)	1,000	87	913
	<u>17,721</u>	<u>(17,721)</u>			
<u>200,000</u>	<u>52,223</u>	<u>147,777</u>	<u>1,000</u>	<u>87</u>	<u>913</u>
<u>(200,000)</u>	<u>(6,849)</u>	<u>193,151</u>	<u>(1,000)</u>	<u>(65)</u>	<u>935</u>
	119,454	119,454		87	87
	(7,000)	(7,000)			
<u>\$ (200,000)</u>	<u>\$ 105,605</u>	<u>\$ 305,605</u>	<u>\$ (1,000)</u>	<u>\$ 22</u>	<u>\$ 1,022</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Insurance Proceeds		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 98	\$ 98
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>98</u>	<u>98</u>
<b>Expenditures:</b>			
Current -			
Instruction	5,000		5,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>5,000</u>		<u>5,000</u>
<b>Changes in fund balances</b>	<u>(5,000)</u>	<u>98</u>	<u>5,098</u>
<b>Fund balances (deficits), beginning of year</b>		4,528	4,528
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	<u>\$ (5,000)</u>	<u>\$ 4,626</u>	<u>\$ 9,626</u>

Textbooks			Litigation Recovery		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 877	\$ 877	\$	\$	\$
	<u>877</u>	<u>877</u>			
3,500	148	3,352	5,000		5,000
<u>3,500</u>	<u>148</u>	<u>3,352</u>	<u>5,000</u>		<u>5,000</u>
<u>(3,500)</u>	<u>729</u>	<u>4,229</u>	<u>(5,000)</u>		<u>5,000</u>
	1,890	1,890		58	58
<u>\$ (3,500)</u>	<u>\$ 2,619</u>	<u>\$ 6,119</u>	<u>\$ (5,000)</u>	<u>\$ 58</u>	<u>\$ 5,058</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Insurance Refund		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 54	\$ 54
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>54</u>	<u>54</u>
<b>Expenditures:</b>			
Current -			
Instruction	5,000		5,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>5,000</u>		<u>5,000</u>
<b>Changes in fund balances</b>	<u>(5,000)</u>	<u>54</u>	<u>5,054</u>
<b>Fund balances (deficits), beginning of year</b>		8,486	8,486
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	<u>\$ (5,000)</u>	<u>\$ 8,540</u>	<u>\$ 13,540</u>

Grants and Gifts to Teachers			Advertisement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 4,367	\$ 4,367
				4,367	4,367
50		50		117	(117)
			1,000	458	542
				4,037	(4,037)
50		50	1,000	4,612	(3,612)
(50)		50	(1,000)	(245)	755
	43	43		10,817	10,817
\$ (50)	\$ 43	\$ 93	\$ (1,000)	\$ 10,572	\$ 11,572

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Career Technical Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 212,357	\$ 212,357
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		212,357	212,357
<b>Expenditures:</b>			
Current -			
Instruction	329,408	96,299	233,109
Support services - students and staff		59,226	(59,226)
Support services - administration			
Operation and maintenance of plant services		48,526	(48,526)
Student transportation services			
Operation of non-instructional services			
Capital outlay		3,370	(3,370)
<b>Total expenditures</b>	329,408	207,421	121,987
<b>Changes in fund balances</b>	(329,408)	4,936	334,344
<b>Fund balances (deficits), beginning of year</b>		2,384	2,384
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (329,408)	\$ 7,320	\$ 336,728

Arizona Industry Credentials Incentive			Student Activities		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	1,668	1,668		41,483	41,483
	<u>1,668</u>	<u>1,668</u>		<u>41,483</u>	<u>41,483</u>
4,500	4,345	155		8,210	(8,210)
	744	(744)	50,000	32,110	17,890
				555	(555)
				2,959	(2,959)
<u>4,500</u>	<u>5,089</u>	<u>(589)</u>	<u>50,000</u>	<u>43,834</u>	<u>6,166</u>
<u>(4,500)</u>	<u>(3,421)</u>	<u>1,079</u>	<u>(50,000)</u>	<u>(2,351)</u>	<u>47,649</u>
				83,182	83,182
<u>\$ (4,500)</u>	<u>\$ (3,421)</u>	<u>\$ 1,079</u>	<u>\$ (50,000)</u>	<u>\$ 80,831</u>	<u>\$ 130,831</u>

(Continued)



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 1,131,893	\$ 1,131,893
State aid and grants		2,007,384	2,007,384
Federal aid, grants and reimbursements		2,224,617	2,224,617
<b>Total revenues</b>		<u>5,363,894</u>	<u>5,363,894</u>
<b>Expenditures:</b>			
Current -			
Instruction	3,354,848	2,176,480	1,178,368
Support services - students and staff	1,844,301	636,277	1,208,024
Support services - administration	2,000	25,816	(23,816)
Operation and maintenance of plant services		207,492	(207,492)
Student transportation services		24,404	(24,404)
Operation of non-instructional services	1,485,000	814,048	670,952
Capital outlay	50,000	230,057	(180,057)
<b>Total expenditures</b>	<u>6,736,149</u>	<u>4,114,574</u>	<u>2,621,575</u>
<b>Changes in fund balances</b>	<u>(6,736,149)</u>	<u>1,249,320</u>	<u>7,985,469</u>
<b>Fund balances (deficits), beginning of year</b>		2,018,580	2,018,580
Increase (decrease) in reserve for prepaid items		(7,000)	(7,000)
<b>Fund balances (deficits), end of year</b>	<u>\$ (6,736,149)</u>	<u>\$ 3,260,900</u>	<u>\$ 9,997,049</u>

## **DEBT SERVICE FUND**

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

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2022**

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 562	\$ 562
Property taxes		1,411,592	1,411,592
Federal aid, grants and reimbursements		146,244	146,244
<b>Total revenues</b>		<u>1,558,398</u>	<u>1,558,398</u>
<b>Expenditures:</b>			
Debt service -			
Principal retirement	935,000	935,000	
Interest and fiscal charges	765,000	624,746	140,254
<b>Total expenditures</b>	<u>1,700,000</u>	<u>1,559,746</u>	<u>140,254</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,700,000)</u>	<u>(1,348)</u>	<u>1,698,652</u>
<b>Other financing sources (uses):</b>			
Transfers in		7,117	7,117
<b>Total other financing sources (uses)</b>		<u>7,117</u>	<u>7,117</u>
<b>Changes in fund balances</b>	<u>(1,700,000)</u>	<u>5,769</u>	<u>1,705,769</u>
<b>Fund balances, beginning of year</b>		368,431	368,431
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,700,000)</u>	<u>\$ 374,200</u>	<u>\$ 2,074,200</u>

## CAPITAL PROJECTS FUNDS

**Unrestricted Capital Outlay** - to account for transactions relating to the acquisition of capital items.

**Adjacent Ways** - to account for monies received to finance improvements of public ways adjacent to school property.

**Bond Building** - to account for proceeds from District bond issues that are expended on the acquisition or lease of sites; construction or renovation of school buildings; supplying school buildings with furniture, equipment, and technology; improving school grounds; or purchasing pupil transportation vehicles.

**Gifts and Donations - Capital** - to account for gifts and donations to be expended for capital acquisitions.

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

**Emergency Deficiencies Correction** - to account for monies received from the School Facilities Board that are used to correct deficiencies in square footage and in quality of facilities and equipment.

**Building Renewal Grant** - to account for building renewal grant monies requested 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.

**New School Facilities** - to account for monies received from the School Facilities Board that are used to purchase land, to construct new school buildings, and related architectural and engineering fees.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2022**

	Unrestricted Capital Outlay	Adjacent Ways	Gifts and Donations - Capital
<b><u>ASSETS</u></b>			
Cash and investments	\$	\$ 114,395	\$ 709
Property taxes receivable	3,232		
Due from governmental entities	142,554		
Prepaid items	21,422		
<b>Total assets</b>	<b>\$ 167,208</b>	<b>\$ 114,395</b>	<b>\$ 709</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 70,371	\$	\$
Due to other funds	135,507		
<b>Total liabilities</b>	<b>205,878</b>		
Deferred inflows of resources:			
Unavailable revenues - property taxes	3,232		
Fund balances (deficits):			
Nonspendable	21,422		
Restricted		114,395	709
Unassigned	(63,324)		
<b>Total fund balances</b>	<b>(41,902)</b>	<b>114,395</b>	<b>709</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 167,208</b>	 <b>\$ 114,395</b>	 <b>\$ 709</b>

<u>Condemnation</u>	<u>Emergency Deficiencies Correction</u>	<u>New School Facilities</u>	<u>Totals</u>
\$ 24	\$ 4	\$ 49	\$ 115,181
			3,232
			142,554
			21,422
<u>\$ 24</u>	<u>\$ 4</u>	<u>\$ 49</u>	<u>\$ 282,389</u>
\$	\$	\$	\$ 70,371
<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>135,507</u>
<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>205,878</u>
<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>3,232</u>
24	4	49	21,422
<u>24</u>	<u>4</u>	<u>49</u>	<u>115,181</u>
<u>24</u>	<u>4</u>	<u>49</u>	<u>(63,324)</u>
<u>24</u>	<u>4</u>	<u>49</u>	<u>73,279</u>
<u>\$ 24</u>	<u>\$ 4</u>	<u>\$ 49</u>	<u>\$ 282,389</u>

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	<u>Unrestricted Capital Outlay</u>	<u>Adjacent Ways</u>	<u>Gifts and Donations - Capital</u>
<b>Revenues:</b>			
Other local	\$ 37,390	\$ 817	\$ 4
State aid and grants	554,937		
<b>Total revenues</b>	<u>592,327</u>	<u>817</u>	<u>4</u>
<b>Expenditures:</b>			
Capital outlay	1,064,035		
Debt service -			
Principal retirement	161,907		
Interest and fiscal charges	34,625		
<b>Total expenditures</b>	<u>1,260,567</u>		
<b>Changes in fund balances</b>	<u>(668,240)</u>	<u>817</u>	<u>4</u>
<b>Fund balances, beginning of year</b>	604,916	113,578	705
Increase (decrease) in reserve for prepaid items	21,422		
<b>Fund balances (deficits), end of year</b>	<u>\$ (41,902)</u>	<u>\$ 114,395</u>	<u>\$ 709</u>

<u>Condemnation</u>	<u>Emergency Deficiencies Correction</u>	<u>New School Facilities</u>	<u>Totals</u>
\$	\$	\$	\$ 38,211
			554,937
			<u>593,148</u>
			1,064,035
			161,907
			34,625
			<u>1,260,567</u>
			<u>(667,419)</u>
24	4	49	719,276
			21,422
<u>\$ 24</u>	<u>\$ 4</u>	<u>\$ 49</u>	<u>\$ 73,279</u>



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Unrestricted Capital Outlay		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 37,390	\$ 37,390
State aid and grants		554,937	554,937
<b>Total revenues</b>		<u>592,327</u>	<u>592,327</u>
<b>Expenditures:</b>			
Capital outlay	1,537,822	1,064,035	473,787
Debt service -			
Principal retirement	161,907	161,907	
Interest and fiscal charges	34,625	34,625	
<b>Total expenditures</b>	<u>1,734,354</u>	<u>1,260,567</u>	<u>473,787</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,734,354)</u>	<u>(668,240)</u>	<u>1,066,114</u>
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(1,734,354)</u>	<u>(668,240)</u>	<u>1,066,114</u>
<b>Fund balances (deficits), beginning of year</b>		604,916	604,916
Increase (decrease) in reserve for prepaid items		21,422	21,422
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,734,354)</u>	<u>\$ (41,902)</u>	<u>\$ 1,692,452</u>

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 817	\$ 817	\$	\$ 7,117	\$ 7,117
	<u>817</u>	<u>817</u>		<u>7,117</u>	<u>7,117</u>
113,427		113,427	6,100,000	3,507,838	2,592,162
<u>113,427</u>		<u>113,427</u>	<u>6,100,000</u>	<u>3,507,838</u>	<u>2,592,162</u>
<u>(113,427)</u>	<u>817</u>	<u>114,244</u>	<u>(6,100,000)</u>	<u>(3,500,721)</u>	<u>2,599,279</u>
				<u>(7,117)</u>	<u>(7,117)</u>
				<u>(7,117)</u>	<u>(7,117)</u>
<u>(113,427)</u>	<u>817</u>	<u>114,244</u>	<u>(6,100,000)</u>	<u>(3,507,838)</u>	<u>2,592,162</u>
	113,578	113,578		5,690,169	5,690,169
<u>\$ (113,427)</u>	<u>\$ 114,395</u>	<u>\$ 227,822</u>	<u>\$ (6,100,000)</u>	<u>\$ 2,182,331</u>	<u>\$ 8,282,331</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Gifts and Donations - Capital		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 4	\$ 4
State aid and grants			
<b>Total revenues</b>		4	4
<b>Expenditures:</b>			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>			
<b>Excess (deficiency) of revenues over expenditures</b>		4	4
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>		4	4
<b>Fund balances (deficits), beginning of year</b>		705	705
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$	\$ 709	\$ 709

Condemnation			Emergency Deficiencies Correction		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	24	24		4	4
\$	\$ 24	\$ 24	\$	\$ 4	\$ 4

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2022**

	Building Renewal Grant		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		13,996,637	13,996,637
<b>Total revenues</b>		13,996,637	13,996,637
<b>Expenditures:</b>			
Capital outlay	19,571,882	15,648,803	3,923,079
Debt service - Principal retirement Interest and fiscal charges			
<b>Total expenditures</b>	19,571,882	15,648,803	3,923,079
<b>Excess (deficiency) of revenues over expenditures</b>	(19,571,882)	(1,652,166)	17,919,716
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(19,571,882)	(1,652,166)	17,919,716
<b>Fund balances (deficits), beginning of year</b>		(161,395)	(161,395)
Increase (decrease) in reserve for prepaid items			
<b>Fund balances (deficits), end of year</b>	\$ (19,571,882)	\$ (1,813,561)	\$ 17,758,321

New School Facilities			Totals		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 45,328	\$ 45,328
				14,551,574	14,551,574
				14,596,902	14,596,902
			27,323,131	20,220,676	7,102,455
			161,907	161,907	
			34,625	34,625	
			27,519,663	20,417,208	7,102,455
			(27,519,663)	(5,820,306)	21,699,357
				(7,117)	(7,117)
				(7,117)	(7,117)
			(27,519,663)	(5,827,423)	21,692,240
	49	49		6,248,050	6,248,050
				21,422	21,422
\$	\$ 49	\$ 49	\$ (27,519,663)	\$ 442,049	\$ 27,961,712

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## STATISTICAL SECTION

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 revenue.

### **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.

**Note:** For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to five percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.



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**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 32,494,289	\$ 16,539,378	\$ 14,797,848	\$ 14,622,454	\$ 13,123,724
Restricted	3,698,958	2,972,273	2,047,215	1,716,069	1,405,612
Unrestricted	(8,956,891)	(10,391,303)	(10,798,944)	(11,674,011)	(12,144,828)
Total net position	<b>\$ 27,236,356</b>	<b>\$ 9,120,348</b>	<b>\$ 6,046,119</b>	<b>\$ 4,664,512</b>	<b>\$ 2,384,508</b>
	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 12,982,690	\$ 13,018,852	\$ 13,236,747	\$ 13,790,926	\$ 13,587,558
Restricted	849,448	1,482,005	1,526,552	1,460,282	1,542,118
Unrestricted	(12,518,035)	(12,952,805)	(11,505,564)	2,272,614	2,730,800
Total net position	<b>\$ 1,314,103</b>	<b>\$ 1,548,052</b>	<b>\$ 3,257,735</b>	<b>\$ 17,523,822</b>	<b>\$ 17,860,476</b>

**Source:** The source of this information is the District's financial records.

**Note:** The provisions of Governmental Accounting Standards Board (GASB) Statement No. 68 were adopted in fiscal year 2015. The standard required the recognition of net pension liabilities which resulted in decreases in the unrestricted net position at fiscal year end.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>Expenses</b>					
Instruction	\$ 12,162,287	\$ 9,977,845	\$ 10,914,511	\$ 9,969,533	\$ 9,897,639
Support services - students and staff	2,328,120	1,961,597	1,823,826	1,661,032	1,937,400
Support services - administration	3,315,541	2,619,238	2,306,272	2,354,152	2,086,324
Operation and maintenance of plant services	2,682,418	2,229,504	2,115,899	1,943,774	1,754,369
Student transportation services	896,849	742,310	644,109	804,490	656,731
Operation of non-instructional services	996,116	546,200	774,410	798,546	742,609
Interest on long-term debt	655,553	521,816	569,943	606,992	637,043
Total expenses	<u>23,036,884</u>	<u>18,598,510</u>	<u>19,148,970</u>	<u>18,138,519</u>	<u>17,712,115</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	509,046	196,247	573,345	556,208	527,338
Operation of non-instructional services	239,483	129,927	638,825	673,389	587,063
Other activities	35,982	58,089	24,368	79,659	42,414
Operating grants and contributions	4,431,133	2,076,243	1,510,332	1,563,682	1,644,495
Capital grants and contributions	16,287,634	1,753,082	72,646	1,377,681	102,690
Total program revenues	<u>21,503,278</u>	<u>4,213,588</u>	<u>2,819,516</u>	<u>4,250,619</u>	<u>2,904,000</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (1,533,606)</u>	<u>\$ (14,384,922)</u>	<u>\$ (16,329,454)</u>	<u>\$ (13,887,900)</u>	<u>\$ (14,808,115)</u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Expenses</b>					
Instruction	\$ 9,324,714	\$ 10,021,236	\$ 9,957,570	\$ 9,366,070	\$ 8,767,736
Support services - students and staff	1,698,074	1,584,374	1,243,850	1,071,992	1,090,665
Support services - administration	2,145,503	2,234,179	2,069,735	2,014,582	1,901,848
Operation and maintenance of plant services	1,738,247	1,535,988	1,639,384	1,501,218	1,356,566
Student transportation services	669,216	501,094	704,817	664,236	658,550
Operation of non-instructional services	945,803	873,531	852,547	767,742	735,868
Interest on long-term debt	659,885	666,341	661,261	682,186	702,586
Total expenses	<u>17,181,442</u>	<u>17,416,743</u>	<u>17,129,164</u>	<u>16,068,026</u>	<u>15,213,819</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	729,098	659,322	734,265	450,877	498,080
Operation of non-instructional services	941,811	927,073	1,024,731	793,597	754,893
Other activities	58,618	9,319	7,133	9,281	20,507
Operating grants and contributions	1,083,363	846,658	786,528	963,876	805,290
Capital grants and contributions	32,980	95,214	48,736	35,314	63,798
Total program revenues	<u>2,845,870</u>	<u>2,537,586</u>	<u>2,601,393</u>	<u>2,252,945</u>	<u>2,142,568</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (14,335,572)</u>	<u>\$ (14,879,157)</u>	<u>\$ (14,527,771)</u>	<u>\$ (13,815,081)</u>	<u>\$ (13,071,251)</u>

**Source:** The source of this information is the District's financial records.

**(Concluded)**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	Fiscal Year Ended June 30				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Net (Expense)/Revenue</b>	\$ (1,533,606)	\$ (14,384,922)	\$ (16,329,454)	\$ (13,887,900)	\$ (14,808,115)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	7,515,022	6,453,856	7,386,060	6,669,995	6,681,968
Property taxes, levied for debt service	1,413,718	1,221,936	1,196,471	1,084,397	1,165,152
Property taxes, levied for capital outlay		795,782		400,737	598,655
Investment income	24,489	30,494	49,586	45,840	30,270
Unrestricted county aid	554,135	463,431	452,769	440,970	441,925
Unrestricted state aid	10,294,642	8,493,652	8,548,629	7,525,965	6,915,326
<b>Total general revenues</b>	19,802,006	17,459,151	17,633,515	16,167,904	15,833,296
<b>Changes in Net Position</b>	\$ 18,268,400	\$ 3,074,229	\$ 1,304,061	\$ 2,280,004	\$ 1,025,181

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Net (Expense)/Revenue</b>	\$ (14,335,572)	\$ (14,879,157)	\$ (14,527,771)	\$ (13,815,081)	\$ (13,071,251)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	7,000,432	6,026,983	5,311,469	5,676,670	5,067,886
Property taxes, levied for debt service	158,718	1,135,210	930,045	937,675	1,005,109
Property taxes, levied for capital outlay		147,642	51,070	14,205	14,862
Investment income	25,268	16,399	11,058	12,343	30,630
Unrestricted county aid	414,860	402,109	466,615	479,603	336,894
Unrestricted state aid	6,416,947	6,323,234	6,569,926	6,357,931	5,177,170
<b>Total general revenues</b>	<u>14,016,225</u>	<u>14,051,577</u>	<u>13,340,183</u>	<u>13,478,427</u>	<u>11,632,551</u>
<b>Changes in Net Position</b>	<u>\$ (319,347)</u>	<u>\$ (827,580)</u>	<u>\$ (1,187,588)</u>	<u>\$ (336,654)</u>	<u>\$ (1,438,700)</u>

**Source:** The source of this information is the District's financial records.

**(Concluded)**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
General Fund:					
Nonspendable	\$ 69,406	\$ 53,552	\$ 56,690	\$ 27,129	\$
Unassigned	4,899,178	3,662,980	2,880,853	2,078,216	2,411,909
Total General Fund	<b>\$ 4,968,584</b>	<b>\$ 3,716,532</b>	<b>\$ 2,937,543</b>	<b>\$ 2,105,345</b>	<b>\$ 2,411,909</b>
All Other Governmental Funds:					
Nonspendable	\$ 21,422	\$	\$ 32,239	\$ 38,197	\$ 48,805
Restricted	5,797,531	8,552,809	1,901,608	1,648,867	1,331,552
Unassigned	(2,536,261)	(169,788)	(29,810)	(1,540,433)	(312,809)
Total all other governmental funds	<b>\$ 3,282,692</b>	<b>\$ 8,383,021</b>	<b>\$ 1,904,037</b>	<b>\$ 146,631</b>	<b>\$ 1,067,548</b>

**(Continued)**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Fund:					
Unassigned	\$ 2,461,754	\$ 1,764,369	\$ 2,316,261	\$ 2,474,660	\$ 2,495,796
Total General Fund	<u>\$ 2,461,754</u>	<u>\$ 1,764,369</u>	<u>\$ 2,316,261</u>	<u>\$ 2,474,660</u>	<u>\$ 2,495,796</u>
All Other Governmental Funds:					
Restricted	\$ 849,448	\$ 1,447,160	\$ 1,512,128	\$ 1,448,527	\$ 1,527,268
Unassigned	(158,902)	(27,721)	(89,656)	(101,347)	
Total all other governmental funds	<u>\$ 690,546</u>	<u>\$ 1,419,439</u>	<u>\$ 1,422,472</u>	<u>\$ 1,347,180</u>	<u>\$ 1,527,268</u>

**Source:** The source of this information is the District's financial records.

**(Concluded)**



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2022</b></u>	<u><b>2021</b></u>	<u><b>2020</b></u>	<u><b>2019</b></u>	<u><b>2018</b></u>
<b>Federal sources:</b>					
Federal grants	\$ 2,850,244	\$ 1,388,179	\$ 746,059	\$ 627,782	\$ 574,897
National School Lunch Program	1,354,982	386,232	161,208	162,332	191,751
Total federal sources	<u>4,205,226</u>	<u>1,774,411</u>	<u>907,267</u>	<u>790,114</u>	<u>766,648</u>
<b>State sources:</b>					
State equalization assistance	8,333,006	7,326,185	7,373,499	6,377,768	5,864,154
State grants	45,748	47,478	176,822	37,115	270,653
School Facilities Board	13,996,637	1,600,340	1,399,437		
Other revenues	1,961,636	1,167,467	1,175,130	1,148,197	1,052,112
Total state sources	<u>24,337,027</u>	<u>10,141,470</u>	<u>10,124,888</u>	<u>7,563,080</u>	<u>7,186,919</u>
<b>Local sources:</b>					
Property taxes	8,917,579	8,522,082	8,445,144	8,180,770	8,421,511
County aid	554,135	463,431	452,769	440,970	441,925
Food service sales	1,015	2,410	344,221	392,185	356,733
Investment income	24,489	30,494	49,586	45,840	30,270
Other revenues	1,122,363	677,625	1,400,915	1,722,061	1,247,165
Total local sources	<u>10,619,581</u>	<u>9,696,042</u>	<u>10,692,635</u>	<u>10,781,826</u>	<u>10,497,604</u>
<b>Total revenues</b>	<u><u>\$ 39,161,834</u></u>	<u><u>\$ 21,611,923</u></u>	<u><u>\$ 21,724,790</u></u>	<u><u>\$ 19,135,020</u></u>	<u><u>\$ 18,451,171</u></u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Federal sources:</b>					
Federal grants	\$ 715,129	\$ 616,727	\$ 592,537	\$ 666,289	\$ 627,299
National School Lunch Program	224,829	211,419	192,259	195,319	183,383
Total federal sources	<u>939,958</u>	<u>828,146</u>	<u>784,796</u>	<u>861,608</u>	<u>810,682</u>
<b>State sources:</b>					
State equalization assistance	5,509,587	5,307,077	5,809,987	5,541,143	4,671,239
State grants	23,539	25,250	10,860	5,638	1,024
School Facilities Board		8,417			57,382
Other revenues	907,360	1,016,157	798,610	816,788	505,931
Total state sources	<u>6,440,486</u>	<u>6,356,901</u>	<u>6,619,457</u>	<u>6,363,569</u>	<u>5,235,576</u>
<b>Local sources:</b>					
Property taxes	7,215,838	7,215,407	6,637,180	6,537,158	6,094,262
County aid	414,860	402,109	466,615	479,603	336,894
Food service sales	357,290	347,041	330,297	344,596	355,780
Investment income	25,268	16,399	11,038	12,343	30,630
Other revenues	1,491,086	1,328,732	1,436,789	932,159	917,700
Total local sources	<u>9,504,342</u>	<u>9,309,688</u>	<u>8,881,919</u>	<u>8,305,859</u>	<u>7,735,266</u>
<b>Total revenues</b>	<u>\$ 16,884,786</u>	<u>\$ 16,494,735</u>	<u>\$ 16,286,172</u>	<u>\$ 15,531,036</u>	<u>\$ 13,781,524</u>

**Source:** The source of this information is the District's financial records.

**(Concluded)**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 11,264,679	\$ 8,943,713	\$ 10,210,910	\$ 9,738,592	\$ 9,351,122
Support services - students and staff	2,332,146	1,889,179	1,762,682	1,733,802	1,947,450
Support services - administration	2,591,961	2,374,129	2,150,385	2,364,181	2,002,160
Operation and maintenance of plant services	2,243,648	1,783,460	1,736,974	1,663,898	1,717,600
Student transportation services	639,626	533,479	552,042	665,112	544,254
Operation of non-instructional services	932,031	487,307	744,770	789,213	706,785
Capital outlay	21,134,626	2,901,744	584,757	2,052,317	705,582
Debt service -					
Interest and fiscal charges	659,371	525,634	569,943	606,992	637,043
Principal retirement	1,096,907	961,011	923,872	901,911	832,992
Bond issuance costs		80,050			
<b>Total expenditures</b>	<u>\$ 42,894,995</u>	<u>\$ 20,479,706</u>	<u>\$ 19,236,335</u>	<u>\$ 20,516,018</u>	<u>\$ 18,444,988</u>
Expenditures for capitalized assets	\$ 19,779,295	\$ 2,203,565	\$ 178,715	\$ 1,593,498	\$ 320,727
Debt service as a percentage of noncapital expenditures	8%	8%	8%	8%	8%

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 8,420,627	\$ 9,079,366	\$ 8,820,174	\$ 8,611,301	\$ 8,077,648
Support services - students and staff	1,641,512	1,547,524	1,192,583	1,050,679	1,081,336
Support services - administration	2,053,271	2,109,302	1,960,115	1,902,719	1,781,396
Operation and maintenance of plant services	1,685,755	1,498,913	1,583,821	1,456,686	1,320,272
Student transportation services	590,594	412,740	597,598	587,749	577,018
Operation of non-instructional services	911,093	839,515	827,763	754,904	713,944
Capital outlay	491,841	678,333	175,964	161,036	170,349
Debt service -					
Interest and fiscal charges	659,885	666,341	661,261	682,186	702,586
Principal retirement	753,170	630,626	550,000	525,000	510,000
<b>Total expenditures</b>	<u>\$ 17,207,748</u>	<u>\$ 17,462,660</u>	<u>\$ 16,369,279</u>	<u>\$ 15,732,260</u>	<u>\$ 14,934,549</u>
Expenditures for capitalized assets	\$ 235,619	\$ 479,189	\$ 41,839	\$ 91,413	\$ 148,442
Debt service as a percentage of noncapital expenditures	8%	8%	7%	8%	8%

**Source:** The source of this information is the District's financial records.

**(Concluded)**

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2022</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (3,733,161)	\$ 1,132,217	\$ 2,488,455	\$ (1,380,998)	\$ 6,183
<b>Other financing sources (uses):</b>					
Issuance of school improvement bonds		6,100,000			
Premium on sale of bonds		61,133			
Capital lease agreements				136,996	216,295
Transfers in	7,117	1,517		260	2,500
Transfers out	(7,117)	(1,517)		(260)	(2,500)
Insurance Recoveries					12,629
Total other financing sources (uses)	(3,733,161)	6,161,133	2,488,455	(1,244,002)	228,924
<b>Changes in fund balances</b>	\$ (3,733,161)	\$ 7,293,350	\$ 2,488,455	\$ (1,244,002)	\$ 235,107
	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>	<b><u>2014</u></b>	<b><u>2013</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (322,962)	\$ (967,925)	\$ (83,107)	\$ (201,224)	\$ (1,153,025)
<b>Other financing sources (uses):</b>					
Capital lease agreements	172,059	413,000			
Transfers in	204,286				1,684
Transfers out	(204,286)				(1,684)
Insurance Recoveries	33,997				
Total other financing sources (uses)	206,056	413,000			
<b>Changes in fund balances</b>	\$ (116,906)	\$ (554,925)	\$ (83,107)	\$ (201,224)	\$ (1,153,025)

**Source:** The source of this information is the District's financial records.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 10,749,122	\$ 12,097,950	\$ 9,119,098	\$ 9,027,166	\$ 8,260,222
Agricultural and Vacant	12,955,820	13,465,482	14,307,820	16,235,235	17,442,233
Residential (Owner Occupied)	165,665,582	159,610,504	154,023,165	146,489,176	140,542,386
Residential (Rental)	23,023,892	22,281,755	19,956,334	19,102,134	17,950,652
Historical Property	<u>60,610</u>	<u>60,626</u>	<u>58,265</u>	<u>56,408</u>	<u>56,882</u>
Total	<u>\$ 212,455,026</u>	<u>\$ 207,516,317</u>	<u>\$ 197,464,682</u>	<u>\$ 190,910,119</u>	<u>\$ 184,252,375</u>
Gross Full Cash Value	\$ 2,218,541,948	\$ 2,180,114,202	\$ 2,062,845,194	\$ 2,010,534,115	\$ 1,948,672,789
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	10%	10%	9%	9%
Total Direct Rate	5.27	5.24	5.40	5.42	5.76

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 8,979,496	\$ 6,952,635	\$ 6,681,647	\$ 6,174,230	\$ 6,167,792
Agricultural and Vacant	17,900,204	19,319,855	20,147,121	21,481,242	24,784,313
Residential (Owner Occupied)	136,891,998	130,843,020	128,288,690	134,604,074	145,580,914
Residential (Rental)	16,851,329	16,143,404	13,509,506	7,841,097	7,546,474
Historical Property	<u>56,506</u>	<u>55,132</u>	<u>53,963</u>	<u>51,706</u>	<u>55,623</u>
Total	<u>\$ 180,679,533</u>	<u>\$ 173,314,046</u>	<u>\$ 168,680,927</u>	<u>\$ 170,152,349</u>	<u>\$ 184,135,116</u>
Gross Full Cash Value	\$ 1,951,500,164	\$ 1,790,361,226	\$ 1,721,553,223	\$ 1,728,748,371	\$ 1,861,329,633
Ratio of Net Limited Assessed Value to Gross Full Cash Value	9%	10%	10%	10%	10%
Total Direct Rate	5.23	5.30	5.03	5.00	4.15

**Source:** The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**Note:** On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value. Primary taxes are used for general District operations. Secondary taxes are used to service District bonded debt requirements and other voter-approved overrides.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	\$ 10,864,839	\$ 12,219,819	\$ 9,247,052	\$ 9,149,916	\$ 8,292,720
Agricultural and Vacant	13,576,846	14,173,145	15,095,820	16,926,999	18,085,076
Residential (Owner Occupied)	170,952,717	167,186,636	158,619,036	150,781,361	145,543,278
Residential (Rental)	24,043,057	23,544,654	20,805,732	19,962,110	18,698,741
Historical Property	<u>60,610</u>	<u>60,948</u>	<u>58,499</u>	<u>56,408</u>	<u>56,882</u>
Total	<u>\$ 219,498,069</u>	<u>\$ 217,185,202</u>	<u>\$ 203,826,139</u>	<u>\$ 196,876,794</u>	<u>\$ 190,676,697</u>
Gross Full Cash Value	\$ 2,218,541,948	\$ 2,180,114,202	\$ 2,062,845,194	\$ 2,010,534,115	\$ 1,948,672,789
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	10%
Estimated Net Full Cash Value	2,051,521,695	2,025,712,234	1,897,922,280	1,816,489,627	1,754,806,269
Total Direct Rate	5.27	5.24	5.40	5.42	5.76

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	\$ 9,126,623	\$ 6,979,059	\$ 6,691,415	\$ 6,306,055	\$ 6,183,034
Agricultural and Vacant	18,304,844	19,634,181	20,403,238	21,681,196	25,334,411
Residential (Owner Occupied)	146,065,495	132,786,136	128,424,010	134,725,227	145,689,889
Residential (Rental)	18,063,663	16,499,727	13,647,729	7,944,854	7,614,102
Historical Property	<u>58,174</u>	<u>55,132</u>	<u>53,963</u>	<u>52,419</u>	<u>56,623</u>
Total	<u>\$ 191,618,799</u>	<u>\$ 175,954,235</u>	<u>\$ 169,220,355</u>	<u>\$ 170,709,751</u>	<u>\$ 184,878,059</u>
Gross Full Cash Value	\$ 1,951,500,164	\$ 1,790,361,226	\$ 1,721,553,223	\$ 1,728,748,371	\$ 1,861,329,633
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	10%
Estimated Net Full Cash Value	1,761,733,686	1,592,380,593	1,522,842,039	1,535,270,185	1,661,944,889
Total Direct Rate	5.23	5.30	5.03	5.00	4.15

**Source:** The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**Note:** On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value. The net full cash assessed value is used for determining the District's bonding capacity and as the ceiling for net limited assessed value.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
PROPERTY TAX ASSESSMENT RATIOS  
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	18 %	18 %
Agricultural and Vacant	15	15	15	15	15
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	15	14	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Commercial, Industrial, Utilities and Mining	18 %	19 %	19 %	20 %	20 %
Agricultural and Vacant	15	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	14	15	16	15	15

**Source:** The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**Note:** Additional classes of property exist, but do not amount to a significant portion of the District's total valuation, therefore they are not included on this schedule.



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates										District Direct Rates		
	State Equalization	County	County Free Library	Flood Control District	Community College District	Fire District Assistance	Central Arizona Water	City of Tucson	Pima County JTED	Tanque Verde Valley F.D.	Primary	Secondary	Total
	2022	0.43	4.33	0.54	0.33	1.27	0.04	0.14	1.31	0.05	1.43	3.73	1.54
2021	0.44	4.44	0.54	0.33	1.34	0.04	0.14	1.36	0.05	1.37	3.75	1.49	5.24
2020	0.46	4.69	0.54	0.33	1.38	0.04	0.14	1.38	0.05	1.37	3.87	1.53	5.40
2019	0.47	4.76	0.52	0.33	1.40	0.04	0.14	1.48	0.05	1.30	3.92	1.50	5.42
2018	0.49	5.16	0.51	0.31	1.39	0.05	0.14	1.43	0.05	1.90	4.23	1.53	5.76
2017	0.50	4.99	0.52	0.33	1.37	0.05	0.14	1.60	0.05	1.20	4.22	1.01	5.23
2016	0.51	5.09	0.52	0.31	1.37	0.05	0.14	1.60	0.05	1.06	3.72	1.58	5.30
2015	0.51	4.98	0.44	0.30	1.33	0.05	0.14	1.46	0.05	1.00	3.89	1.14	5.03
2014	0.51	4.45	0.38	0.26	1.29	0.05	0.14	1.43	0.05	1.41	3.80	1.20	5.00
2013	0.47	4.20	0.35	0.26	1.17	0.04	0.10	1.26	0.05	1.26	3.00	1.15	4.15

**Source:** The source of this information is the Property Tax Rates and Assessed Values, Arizona Tax Research Foundation.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2022</u>		<u>2013</u>	
	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Limited Assessed Valuation</u>	<u>Net Full Cash Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
Unisource Energy Corporation	\$ 4,532,444	2.13 %	\$ 2,736,473	1.48 %
Southwest Gas Corporation	3,055,003	1.44	856,798	0.46
Arizona Sunshine Ranch Inc.	1,393,262	0.66	1,098,798	0.59
MLP Communications	481,285	0.23	387,214	0.21
Title Security Agency LLC TR 202014R	420,665	0.20		
Galiuro TR	361,101	0.17		
Mackey Chris Ann	325,552	0.15		
Qwest Communications	299,219	0.14	531,046	0.29
Macco LLC	299,038	0.14	287,331	0.16
Reay Gordon & Lois	207,498	0.10		
Landmark Title TR 18152-T			613,556	0.33
Regina Revoc Living TR			379,458	0.21
Fidelity National Title TR 60251			277,730	0.15
Molina Canyon Partnership LP			284,449	0.15
	<u>\$ 11,375,067</u>	<u>5.36 %</u>	<u>\$ 7,452,853</u>	<u>4.03 %</u>

**Source:** The source of this information is the Pima County Assessor's records.

**Note:** On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Fiscal Years</b>	<b>Collected to the End of the Current Fiscal Year</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2022	\$ 8,913,534	\$ 8,800,854	98.74 %	N/A	\$ 8,800,854	98.74 %
2021	8,512,280	8,404,955	98.74	82,428	8,487,383	99.71
2020	8,514,276	8,348,373	98.05	140,803	8,489,176	99.71
2019	8,155,327	8,029,961	98.46	115,904	8,145,865	99.88
2018	8,503,666	8,352,798	98.23	142,918	8,495,716	99.91
2017	7,279,090	7,100,175	97.54	147,971	7,248,146	99.57
2016	7,281,966	7,069,703	97.09	202,503	7,272,206	99.87
2015	6,566,441	6,358,769	96.84	202,737	6,561,506	99.92
2014	6,614,750	6,360,489	96.16	240,969	6,601,458	99.80
2013	6,005,212	5,788,261	96.39	209,754	5,998,015	99.88

**Source:** The source of this information is the 2022 Pima County Treasurer's records.

**Notes:** 1) Amounts collected are on a cash basis.

2) Unsecured personal property taxes are not included in this schedule because the dates of the monthly rolls vary each year. On the average, 90% of unsecured property taxes are collected within 90 days after the due date.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds					Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Financed Purchases and Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income
2022	\$ 12,898,497	\$ 397,080	12,501,417	0.56 %	\$ 656	\$ 759,964	\$ 13,658,461	0.62 %	\$ 717	N/A %
2021	13,837,315	474,832	13,362,483	0.61	822	921,871	14,759,186	0.68	908	0.03
2020	8,450,000	345,406	8,104,594	0.39	666	1,112,882	9,562,882	0.46	786	0.02
2019	9,190,000	229,722	8,960,278	0.45	543	1,296,754	10,486,754	0.52	636	0.02
2018	9,910,000	225,417	9,684,583	0.50	692	1,341,669	11,251,669	0.58	804	0.03
2017	10,585,000	124,157	10,460,843	0.54	747	1,283,366	11,868,366	0.61	848	0.03
2016	11,210,000	811,536	10,398,464	0.58	743	1,239,477	12,449,477	0.70	889	0.03
2015	11,785,000	782,653	11,002,347	0.64	786		11,785,000	0.68	842	0.03
2014	12,335,000	853,522	11,481,478	0.66	820		12,335,000	0.71	881	0.03
2013	13,370,000	914,438	12,455,562	0.67	890		13,370,000	0.72	955	0.04

**Source:** The source of this information is the District's financial records.

**Note:** N/A indicates that the information is not available.

**Note:** The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87 were adopted in fiscal year 2022. The standard replaces the previous capital and operating lease designations with financed purchases or leases depending on the substance of the transactions. The fiscal year 2013-2021 information within this column relates to the transactions previously designated as capital leases.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
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>
Overlapping:			
Pima County	\$ 940,895,000	2.42 %	\$ 22,769,659
Pima Community College District	52,370,000	2.42	1,267,354
City of Tucson	1,367,561,165	5.93	<u>81,096,377</u>
Subtotal, Overlapping Debt			<u>105,133,390</u>
Direct:			
Tanque Verde Unified School District No. 13		100.00	<u>13,658,461</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 118,791,851</u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt As a Percentage of Net Limited Assessed Valuation	5.88 %
Net Direct and Overlapping General Bonded Debt Per Capita	\$ 6,173
As a Percentage of Net Limited Assessed Valuation	55.37 %
As a Percentage of Gross Full Cash Value	5.30 %

**Source:** The source of this information is the District's records and the State and County Abstract of the Assessment Roll, Arizona Department of Revenue and the applicable governmental unit.

- Notes:**
- 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping net limited jurisdiction.
  - 2) Outstanding debt as of June 30, 2021 is presented for the overlapping governments as this is the most recent available information.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

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

Net full cash assessed valuation	\$ 219,498,069
Debt limit (20% of assessed value)	43,899,614
Debt applicable to limit	<u>12,845,000</u>
Legal debt margin	<u>\$ 31,054,614</u>

**Total Legal Debt Margin Calculation for Fiscal Year 2022:**

Net full cash assessed valuation	\$ 219,498,069
Debt limit (30% of assessed value)	65,849,421
Debt applicable to limit	<u>12,845,000</u>
Legal debt margin	<u>\$ 53,004,421</u>

**Fiscal Year Ended June 30**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 65,849,421	\$ 65,155,561	\$ 61,147,842	\$ 59,063,038	\$ 57,203,009
Total net debt applicable to limit	<u>12,845,000</u>	<u>13,780,000</u>	<u>8,450,000</u>	<u>9,190,000</u>	<u>9,910,000</u>
Legal debt margin	<u>\$ 53,004,421</u>	<u>\$ 51,375,561</u>	<u>\$ 52,697,842</u>	<u>\$ 49,873,038</u>	<u>\$ 47,293,009</u>
Total net debt applicable to the limit as a percentage of debt limit	20%	21%	14%	16%	17%
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 57,485,640	\$ 52,786,271	\$ 50,766,107	\$ 51,212,925	\$ 55,463,418
Total net debt applicable to limit	<u>10,585,000</u>	<u>11,210,000</u>	<u>11,785,000</u>	<u>12,335,000</u>	<u>13,370,000</u>
Legal debt margin	<u>\$ 46,900,640</u>	<u>\$ 41,576,271</u>	<u>\$ 38,981,107</u>	<u>\$ 38,877,925</u>	<u>\$ 42,093,418</u>
Total net debt applicable to the limit as a percentage of debt limit	18%	21%	23%	24%	24%

**Source:** The source of this information is the District's financial records.

- Notes:** 1) The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds outstanding and the statutory debt limit on Class B bonds outstanding. The calculations of the debt margins are presented in detail for the current fiscal year only.
- 2) Prior to FY17, net bond premium was restricted by amount and not subject to the statutory debt limit. Beginning with FY17, any additional net premium used for capital projects, bond counsel, printing and preparation of offering documents, a financial advisor, paying agent costs or to pay down debt is counted against both debt limits with the exception of amounts of premium deposited into the Debt Service Fund or a refunding escrow to pay interest payments.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2021	1,058,318	\$ N/A	\$ N/A	5.0 %	19,055
2020	1,052,375	51,331,920	48,373	7.4	16,250
2019	1,044,675	47,604,994	45,456	4.0	12,168
2018	1,034,201	45,748,033	44,028	4.5	16,500
2017	1,026,099	42,585,356	41,637	4.5	14,000
2016	1,013,103	40,182,115	39,541	4.9	14,000
2015	1,010,025	38,922,402	38,536	6.2	14,000
2014	1,004,516	37,198,714	37,031	6.2	14,000
2013	996,554	36,935,363	37,063	7.0	14,000
2012	992,394	35,813,670	35,371	7.2	14,000

**Sources:** The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information is the Arizona Office of Employment and Population Statistics.

**Note:** N/A indicates that the information is not available.

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2022</u>		<u>2013</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Davis Monthan AFB	13,830	3.86 %	9,100	2.03 %
Raytheon Missile Systems	12,610	3.52	10,300	2.29
University of Arizona	12,420	3.46	10,846	2.42
Pima County	7,550	2.11	6,076	1.35
Tucson Unified School District	6,830	1.91	6,790	1.51
State of Arizona	6,420	1.79	8,807	1.96
Banner - University Medical Center	5,380	1.50		
Walmart Stores, Inc.	4,560	1.27	7,450	1.66
Tucson Medical Center	4,480	1.25	2,977	0.66
City of Tucson	4,010	1.12	4,585	1.02
U.S. Border Patrol			6,500	1.45
Total	<u>78,090</u>	<u>21.79 %</u>	<u>73,431</u>	<u>16.35 %</u>
Total employment	<u>358,530</u>		<u>449,097</u>	

**Source:** The source of the 2022 information is the Maricopa Association of Governments and the 2013 information is from the Arizona Daily Star.



**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<b>Full-time Equivalent Employees as of June 30</b>				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	2	2	2	2	2
Principals	4	4	4	4	4
Assistant principals	5	4	4	4	4
Total supervisory	<u>11</u>	<u>10</u>	<u>10</u>	<u>10</u>	<u>10</u>
<b>Instruction</b>					
Teachers	130	125	126	135	129
Other professionals (instructional)	10	10	10	10	10
Aides	18	20	31	43	47
Total instruction	<u>158</u>	<u>155</u>	<u>167</u>	<u>188</u>	<u>186</u>
<b>Student Services</b>					
Librarians	4	4	4	4	4
Technicians	8		2	3	3
Total student services	<u>12</u>	<u>4</u>	<u>6</u>	<u>7</u>	<u>7</u>
<b>Support and Administration</b>					
Service workers	67	63	74	83	85
Total support and administration	<u>67</u>	<u>63</u>	<u>74</u>	<u>83</u>	<u>85</u>
<b>Total</b>	<u><u>248</u></u>	<u><u>232</u></u>	<u><u>257</u></u>	<u><u>288</u></u>	<u><u>288</u></u>

(Continued)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	4	4	4	4	4
Principals	4	4	4	4	4
Assistant principals	2	2	2	1	1
Total supervisory	<u>10</u>	<u>10</u>	<u>10</u>	<u>9</u>	<u>9</u>
<b>Instruction</b>					
Teachers	127	133	132	128	124
Other professionals (instructional)	9	7	1	1	1
Aides	55	55	51	49	47
Total instruction	<u>191</u>	<u>195</u>	<u>184</u>	<u>178</u>	<u>172</u>
<b>Student Services</b>					
Librarians	4	4	3	3	3
Technicians	1	1	1	1	1
Total student services	<u>5</u>	<u>5</u>	<u>4</u>	<u>4</u>	<u>4</u>
<b>Support and Administration</b>					
Service workers	81	81	78	78	78
Total support and administration	<u>81</u>	<u>81</u>	<u>78</u>	<u>78</u>	<u>78</u>
<b>Total</b>	<u><u>287</u></u>	<u><u>291</u></u>	<u><u>276</u></u>	<u><u>269</u></u>	<u><u>263</u></u>

**Source:** The source of this information is District personnel records.

(Concluded)

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2022	2,106	\$ 20,004,091	\$ 9,499	21.44 %	\$ 23,036,884	\$ 10,939	20.39 %	158	13.3	5.8 %
2021	2,047	16,011,267	7,822	(6.27)	18,598,510	9,086	(2.45)	155	13.2	16.3
2020	2,056	17,157,763	8,345	(1.12)	19,148,970	9,314	3.16	167	12.3	12.5
2019	2,009	16,954,798	8,439	5.09	18,138,519	9,029	3.27	188	10.7	12.0
2018	2,026	16,269,371	8,030	6.42	17,712,115	8,742	3.19	186	10.9	14.0
2017	2,028	15,302,852	7,546	(2.85)	17,181,442	8,472	(3.00)	191	10.6	15.0
2016	1,994	15,487,360	7,767	3.53	17,416,743	8,735	1.83	195	10.2	15.0
2015	1,997	14,982,054	7,502	0.02	17,129,164	8,577	2.23	184	10.9	15.0
2014	1,915	14,364,038	7,501	2.23	16,068,026	8,391	1.86	178	10.8	16.0
2013	1,847	13,551,614	7,337	(3.87)	15,213,819	8,237	(6.40)	172	10.7	15.9

**Source:** The source of this information is the District's financial records.

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

**TANQUE VERDE UNIFIED SCHOOL DISTRICT NO. 13**  
**CAPITAL ASSETS INFORMATION**  
**LAST TEN FISCAL YEARS**

	<b>Fiscal Year Ended June 30</b>									
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b><u>Schools</u></b>										
<b>Elementary</b>										
Buildings	23	23	23	23	23	23	23	2	2	2
Square feet	103,660	103,660	103,660	103,660	103,660	103,660	103,660	98,371	98,371	98,371
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	1,086	1,082	1,166	1,157	1,089	1,089	1,130	1,130	1,138	1,087
<b>Middle</b>										
Buildings	5	5	5	5	5	5	5	1	1	1
Square feet	57,124	57,124	57,124	57,124	57,124	57,124	57,124	57,124	57,124	57,124
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	421	427	395	397	367	367	376	376	371	367
<b>High</b>										
Buildings	11	11	11	11	11	11	11	1	1	1
Square feet	94,194	94,194	94,194	94,194	94,194	94,194	94,194	94,194	94,194	94,194
Capacity	650	650	650	650	650	650	650	650	650	650
Enrollment	652	650	577	581	576	576	555	555	479	449
<b>Other</b>										
Buildings	4	4	4	4	4	4	4	4	4	4
Square feet	10,178	10,178	10,178	10,178	10,178	10,178	10,178	10,178	10,178	10,178
<b><u>Administrative</u></b>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	5,014	14,425	14,425	14,425	14,425	14,425	14,425	14,425	14,425	14,425
<b><u>Transportation</u></b>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	22	22	29	22	24	23	19	17	17	17
<b><u>Athletics</u></b>										
Football fields	1	1	1	1	1	1	1	1	1	1
Soccer fields	4	4	4	4	4	4	4	4	4	4
Baseball/softball	3	3	3	3	3	3	3	3	3	3
Playgrounds	5	5	3	3	3	3	3	3	3	3

**Source:** The source of this information is the District's facilities records.

**Note:** Prior to fiscal year 2015-16, the buildings are listed by the individual site.

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