

# **TROY SCHOOL DISTRICT No. 287**

**Troy, Idaho**

**Audited Financial Statements  
For the Year Ended June 30, 2019**

**TROY SCHOOL DISTRICT No. 287**  
**Troy, Idaho**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees  
Troy School District No. 287  
Troy, Idaho 83871

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Troy School District No. 287, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Summary of Opinions**

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Unmodified
Aggregate discretely presented component unit	Qualified
General Fund	Unmodified
Bond Redemption & Interest – 2003 Fund	Unmodified
Aggregate Remaining Fund Information	Unmodified

### ***Basis for Qualified Opinion on the Aggregate Discretely Presented Component Unit***

The financial statements of Edward Ramsdale Scholarship Fund, Inc. have not been audited, and we were not engaged to audit the Edward Ramsdale Scholarship Fund, Inc. financial statements as part of our audit of the Troy School District No. 287’s basic financial statements. Edward Ramsdale Scholarship Fund, Inc.’s financial activities are included in the District’s basic financial statements as a discretely presented component unit and represent all of the assets, liabilities, net position, and revenues and expenditures, respectively, of the District’s aggregate discretely presented component units.

### ***Qualified Opinion***

In our opinion, except for the effects of the matters described in the “Basis for Qualified Opinion on the Aggregate Discretely Presented Component Unit” paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the aggregate discretely presented component unit of Troy School District No. 287, as of June 30, 2019, 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.

### ***Unmodified Opinions***

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 Troy School District No. 287 as of June 30, 2019, 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.

### ***Emphasis of Matter***

As discussed in Note 14 to the financial statements, the District recorded a prior period adjustment as a result of implementing GASB 75 related to other post-employment benefits for sick leave.

### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7-13, the net pension liability related schedules on page 50, the other post employment benefit liability schedule on page 51, the net OPEB asset – sick leave plan related schedules on page 52, and the respective budgetary comparison for the General Fund and the Bond Redemption & Interest – 2003 Fund on pages 53-54 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Troy School District No. 287's basic financial statements. The introductory section, combining and nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 nonmajor fund financial statements are fairly stated in all material respects in relation to the financial statements as a whole.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated September 9, 2019 on our consideration of the Troy School District No. 287's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and to provide an opinion on the 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 Troy School District No. 287's internal control over financial reporting and compliance.

*Hayden Ross, PLLC*

Moscow, Idaho  
September 9, 2019

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

To the Board of Trustees  
Troy School District No. 287  
Troy, Idaho 83871

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Troy School District No. 287, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the Troy School District No. 287's basic financial statements, and have issued our report thereon dated September 9, 2019.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Troy School District No. 287's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Troy School District No. 287's internal control. Accordingly, we do not express an opinion on the effectiveness of the Troy School District No. 287's internal control.

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

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



our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Troy School District No. 287's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

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

*Hayden Ross, PLLC*

Moscow, Idaho  
September 9, 2019

**TROY SCHOOL DISTRICT NO. 287**  
**Troy, Idaho**

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**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended June 30, 2019**

As management of the Troy School District No. 287 (District), we offer readers of the District's financial statements this narrative discussion, overview, and analysis of the financial activities of the District for the fiscal year ending June 30, 2019.

**Financial Highlights**

During the 2018-2019 fiscal year, the District was able to operate a budget which maintained the recommended carryover in the fund balance. Some of the items the District provided were the following:

- ) Maintained programs
- ) Replace TES sidewalk, repair drainage areas, and make ADA approved.
- ) Replace/Upgrade heating furnaces at TES.
- ) Install Air Conditioning at TES.
- ) Seal Coat Parking Lot at schools.
- ) Replace one side of the playground fence.
- ) Paint Reader Board sign.
- ) Provide more funding for Food Program.
- ) Gave a 1% bonus to staff for increased student test scores.
- ) Increased salaries 3% on the District's base salary.

At the end of the 2017-2018 fiscal year, the District anticipated a steady enrollment and would maintain the current Support Unit of 17.2, but enrollment increased and the Support Unit increased to 18.14 (an increase of .94 of a support unit) which generated approximately \$106,854 more for the District and to be part of the fund balance for the new fiscal year. Some of the projects anticipated for the new fiscal year are:

- ) Contribute \$30,000 to the Track Project fund.
- ) TES Fire Alarm Upgrade
- ) Replace/Upgrade flooring in both schools.
- ) New Tile Floor in Multi-Purpose Room
- ) Install Security Cameras.
- ) Refurbish Gym Floor.
- ) Install irrigation on School Campus Sidehill
- ) Purchase Football Field Bleachers
- ) Landscape Pathway to Football Field

## Overview of the 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 of 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.

**Government-wide Financial Statement.** 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 statements present an aggregate view of the District's finances. They contain useful long-term information for the just completed fiscal year.

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

The statement of activities presents information showing how the net position of the District 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. In the statements, the District's activities are all classified as government activities.

Governmental activities include all regular and special education, all educational support activities, administration, transportation, and food services. Most of these activities are supported by property taxes and formula aid from the State of Idaho.

**Fund Financial Statements.** A fund is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Fund statements generally report operations in more detail than the government-wide statements.

Some funds are required by state law and bond covenants. The District establishes other funds to control and manage money for particular purposes (i.e. repaying long-term debt.) The District has three types of funds: Governmental, Proprietary and Fiduciary.

**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 funds financial statements focus on near-term inflows and outflows 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 government'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 government'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.

**Proprietary Funds.** Proprietary funds are used to record transactions for the medical risk pool. Proprietary funds use the accrual basis of accounting, as business-type activities, and are considered with the governmental activities in the district-wide statements.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the governmental entity. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the district's own programs.

**Notes to the Financial Statements.** The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements.

**Required Supplementary Information.** The net pension liability related schedules provide additional information required by GASB 68. The other post employment benefit schedule and the net other post-employment benefit asset – sick leave plan related schedules provide additional information required by GASB 75.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the notes to the financial statements.

**Government-Wide Financial Analysis  
Statement of Net Position**

	<u>2019</u>	<u>2018</u>	<u>Change</u>
<b>Assets</b>			
Current Assets	3,188,366	3,145,471	42,895
Noncurrent Assets	<u>5,127,469</u>	<u>5,011,207</u>	<u>116,262</u>
<b>Total Assets</b>	<u><b>8,315,835</b></u>	<u><b>8,156,678</b></u>	<u><b>159,157</b></u>
<b>Deferred Outflows of Resources</b>	<u><b>383,390</b></u>	<u><b>331,897</b></u>	<u><b>51,493</b></u>
<b>Liabilities</b>			
Current Liabilities	565,500	536,436	29,064
Noncurrent Liabilities	<u>1,422,339</u>	<u>1,690,694</u>	<u>(268,355)</u>
<b>Total Liabilities</b>	<u><b>1,987,839</b></u>	<u><b>2,227,130</b></u>	<u><b>(239,291)</b></u>
<b>Deferred Inflows of Resources</b>	<u><b>1,377,684</b></u>	<u><b>1,319,239</b></u>	<u><b>58,445</b></u>
<b>Net Position</b>			
Net Investment in Capital Assets	4,527,396	4,350,673	176,723
Restricted	913,382	644,871	268,511
Unrestricted	<u>(107,076)</u>	<u>(53,338)</u>	<u>(53,738)</u>
<b>Total Net Position</b>	<u><b>\$ 5,333,702</b></u>	<u><b>\$ 4,942,206</b></u>	<u><b>\$ 391,496</b></u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$5,333,702 at the close of the most recent fiscal year.

The largest portion of the District's net position (84.88%) reflects its investment in capital assets (e.g., land, buildings and improvements, and furniture and equipment), less any related debt (general obligation bonds payable and obligations under capital leases less unspent bond proceeds) used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related 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.

An additional portion of the District's net position (17.12%) represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position (-2.00%) may be used to meet the District's ongoing obligations to students, employees, and creditors.

The unrestricted net position amount is typically earmarked for the following purposes: To meet cash flow needs throughout the year and to provide a General Fund contingency. With the increase in expenditures, the District is reporting a decrease in unrestricted net position.

**Government-Wide Financial Analysis  
Changes in Net Position**

	<u>2018-2019</u>	<u>2017-2018</u>	<u>Change</u>
<b>Revenues</b>			
Program Revenues:			
Charges for Services	50,799	45,147	5,652
Operating Grants and Contributions	430,874	430,108	766
General revenues:			
Property Taxes	1,204,872	1,211,943	(7,071)
Federal and State Revenues	2,129,796	2,000,756	129,040
Local Revenues	<u>102,090</u>	<u>36,285</u>	<u>65,805</u>
<b>Total Revenues</b>	<u>3,918,431</u>	<u>3,724,239</u>	<u>194,192</u>
<b>Expenses</b>			
Program Expenses:			
Instruction	1,788,287	1,662,527	125,760
Support Services:			
Pupil Support	231,791	227,983	3,808
Staff Support	78,080	61,916	16,164
General Administration	201,065	214,419	(13,354)
School Administration	263,878	252,246	11,632
Business Administration	83,735	77,748	5,987
Maintenance/Custodial	356,048	339,122	16,926
Transportation	134,605	133,630	975
Child Nutrition	145,437	129,116	16,321
Capital Outlay	133,398	80,614	52,784
Debt Service	19,074	22,876	(3,802)
Depreciation, unallocated	<u>217,182</u>	<u>185,808</u>	<u>31,374</u>
<b>Total Expenses</b>	<u>3,652,580</u>	<u>3,388,005</u>	<u>264,575</u>
<b>Change in Net Position</b>	265,851	336,234	(70,383)
<b>Net Position – Beginning</b>	4,942,206	4,917,818	24,388
<b>Prior period adjustment</b>	<u>125,645</u>	<u>(311,846)</u>	<u>437,491</u>
<b>Net Position – Ending</b>	<u>\$ 5,333,702</u>	<u>\$ 4,942,206</u>	<u>\$ 391,496</u>

## District Funds

Most of the District's basic services and operations are included in the governmental funds which focus on how money flows into and out of those funds and the balances remaining at year-end are available for use in future periods. The General Fund is the chief operating fund of the District. At the end of the current fiscal year the total balance in the General Fund was \$944,651 of which \$944,651 was unassigned. Fund balance increased by \$28,603 during the current fiscal year.

Expenditures for general District purposes totaled \$3,014,965, an increase of 10.10% from the prior year of \$2,738,405.

## Capital Asset and Debt Administration

Capital Assets. The School Maintenance and Repair Fund is the District fund used to pay for capital construction, building repair and remodeling, and furniture, fixtures, and equipment. At the end of the current fiscal year the fund balance was \$46,432.

The Bus Replacement Fund is the District fund used to buy new buses. At the end of the current fiscal year the fund balance was \$18,486.

The Track Project is the District fund used to pay for the new track construction. At the end of the current fiscal year the fund balance was \$55,237.

### Governmental Activities Capital Assets Net of Accumulated Depreciation

	<u>2018-2019</u>	<u>2017-2018</u>	<u>Change</u>
Land	52,001	52,001	-
Construction in progress	6,827	6,827	-
Sites	141,338	127,667	13,671
Buildings	4,569,913	4,633,584	(63,671)
Equipment	47,726	39,423	8,303
Transportation	<u>204,591</u>	<u>151,705</u>	<u>52,886</u>
Total Net Capital Assets	<u>\$ 5,022,396</u>	<u>\$ 5,011,207</u>	<u>\$ 11,189</u>

Long-term Debt. The Bond Redemption & Interest – 2003 Fund has a fund balance of \$276,752, all of which is reserved for the payment of debt service on general obligation bonds. The total fund balance increased by \$1,641 during the current year primarily from an increase in the property tax revenue allocated to this fund.

The Bond Redemption & Interest Fund has a fund balance of \$688. The total fund balance increased by \$516 during the current year primarily from an increase in the property tax revenue allocated to this fund.

At year end the District had \$495,000 in general obligation bonds outstanding. The District retired \$155,000 of outstanding bonds during the fiscal year. The debt of the District is secured by an annual tax levy authorization by the patrons of the District in a prior year.

### **Requests for Information**

This financial report is designed to provide a general overview of the Troy School District No. 287's finances for all those with interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Brad Malm, Superintendent, Troy School District No. 287, PO Box 280, Troy, Idaho 83871.



## **FINANCIAL STATEMENTS**



**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**STATEMENT OF NET POSITION**

June 30, 2019

**ASSETS**

## Current assets:

Cash	362,230
Investments	1,104,321
Taxes receivable	67,844
Unbilled taxes receivable	1,163,069
Other receivables:	
Due from other governmental units	477,468
Other receivables	3,434
Total current assets	<u>3,188,366</u>

## Noncurrent assets:

Non-depreciated capital assets	58,828
Depreciated capital assets	8,037,990
Less: accumulated depreciation	(3,074,422)
Net OPEB asset - sick leave	105,073
Total noncurrent assets	<u>5,127,469</u>

Total assets 8,315,835

**DEFERRED OUTFLOWS OF RESOURCES**

Pension related items	343,163
Net OPEB - PERSI sick leave related items	<u>40,227</u>

Total deferred outflows of resources 383,390

**LIABILITIES**

## Current liabilities:

Accounts payable and other current liabilities	405,500
Current portion of long-term debt	<u>160,000</u>
Total current liabilities	<u>565,500</u>

## Noncurrent liabilities:

Noncurrent portion of long-term debt	335,000
Net pension liability	780,836
Net OPEB liability	<u>306,503</u>
Total noncurrent liabilities	<u>1,422,339</u>

Total liabilities 1,987,839

**DEFERRED INFLOWS OF RESOURCES**

Unavailable property tax revenue	1,163,069
Pension related items	208,373
Net OPEB - PERSI sick leave related items	<u>6,242</u>

Total deferred inflows of resources 1,377,684

**NET POSITION**

Net investment in capital assets	4,527,396
Restricted for:	
Bond redemption & interest - 2003	284,538
Capital projects	276,752
Grant programs	268,368
Medical benefits	83,724
Unrestricted	<u>(107,076)</u>

Total net position \$ 5,333,702

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**STATEMENT OF ACTIVITIES**  
For the Year Ended June 30, 2019

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital Grants</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>and</u>	<u>Changes in Net</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Position</u>
					<u>Governmental</u>
					<u>Activities</u>
<b>FUNCTIONS/PROGRAMS</b>					
Governmental activities:					
Preschool - 12 instruction	1,788,287	2,800	263,991	-	(1,521,496)
Support services:					
Pupil support	231,791	-	24,472	-	(207,319)
Staff support	78,080	-	-	-	(78,080)
General administration	201,065	-	-	-	(201,065)
School administration	263,878	-	-	-	(263,878)
Business administration	83,735	-	-	-	(83,735)
Maintenance/custodial	356,048	-	-	-	(356,048)
Transportation	134,605	-	93,115	-	(41,490)
Child nutrition	145,437	47,999	49,296	-	(48,142)
Capital outlay	133,398	-	-	-	(133,398)
Debt services	19,074	-	-	-	(19,074)
Depreciation, unallocated	217,182	-	-	-	(217,182)
Total School District	<u>\$ 3,652,580</u>	<u>\$ 50,799</u>	<u>\$ 430,874</u>	<u>\$ -</u>	<u>(3,170,907)</u>

**General revenues**

Taxes:

Property taxes levied for general purposes	1,030,362
Property taxes levied for debt service	174,510
Federal and State aid not restricted to specific purposes	2,129,796
Other	67,527
Interest and investment earnings	34,563

Total general revenues 3,436,758

Change in net position 265,851

**Net position - beginning** 4,942,206

Prior period adjustment (See note 14) 125,645

**Net position - ending** \$ 5,333,702

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**GOVERNMENTAL FUNDS  
BALANCE SHEET  
June 30, 2019**

	<b>General</b>	<b>Bond Redemption &amp; Interest - 2003</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS AND DEFERRED OUTFLOWS OF</b>				
Assets:				
Cash	362,130	-	100	362,230
Investments	752,126	222,222	55,785	1,030,133
Due from other funds	-	-	228,861	228,861
Taxes receivable	58,112	9,732	-	67,844
Unbilled taxes receivable	995,000	168,069	-	1,163,069
Other assets:				
Due from other governmental units	394,012	52,030	31,426	477,468
Other receivables	2,576	554	140	3,270
Total assets	2,563,956	452,607	316,312	3,332,875
Deferred outflows of resources	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
	<b>\$ 2,563,956</b>	<b>\$ 452,607</b>	<b>\$ 316,312</b>	<b>\$ 3,332,875</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>				
Liabilities:				
Due to other funds	217,276	-	11,585	228,861
Accounts payable	27,129	-	3,951	31,080
Salaries and benefits payable	333,410	-	32,408	365,818
Total liabilities	577,815	-	47,944	625,759
Deferred inflows of resources:				
Deferred revenue	46,490	7,786	-	54,276
Unavailable property tax revenue	995,000	168,069	-	1,163,069
Total deferred inflows of resources	1,041,490	175,855	-	1,217,345
Fund balance:				
Restricted	-	276,752	268,368	545,120
Unassigned	944,651	-	-	944,651
Total fund balance	944,651	276,752	268,368	1,489,771
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>				
	<b>\$ 2,563,956</b>	<b>\$ 452,607</b>	<b>\$ 316,312</b>	<b>\$ 3,332,875</b>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES**

June 30, 2019

Total fund balances - governmental funds		1,489,771
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in government funds.		
Cost of capital assets	8,096,818	
Accumulated depreciation	<u>(3,074,422)</u>	5,022,396
Property taxes receivable will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.		54,276
Total net OPEB asset for PERSI sick leave is a long-term asset and is not available to pay current year expenditures, therefore is not reported as an asset in governmental funds		105,073
Certain pension related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:		
Deferred outflow of resources		343,163
Deferred inflow of resources		<u>(208,373)</u>
Certain OPEB - PERSI Sick Leave related items are recorded as a deferred outflow or inflow of resources and recognized in future periods for governmental activities:		
Deferred outflow of resources		40,227
Deferred inflow of resources		<u>(6,242)</u>
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the government fund financial statements, an interest expenditure is reported when paid.		(7,974)
Internal service funds are used by the District to charge the cost of medical benefits to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities.		83,724
Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of the following:		
General obligation bonds	(495,000)	
Net pension liability	(780,836)	
Net OPEB liability	<u>(306,503)</u>	<u>(1,582,339)</u>
Total net position - governmental activities		<u>\$ 5,333,702</u>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2019**

	<u>General</u>	<u>Bond Redemption &amp; Interest - 2003</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Local	1,074,853	178,275	116,866	1,369,994
State	2,218,701	-	129,807	2,348,508
Federal	-	-	200,187	200,187
Total revenues	<u>3,293,554</u>	<u>178,275</u>	<u>446,860</u>	<u>3,918,689</u>
<b>EXPENDITURES</b>				
Instruction	1,645,604	-	260,379	1,905,983
Support	1,311,780	-	196,499	1,508,279
Non-instruction	3,936	-	143,621	147,557
Debt service	-	176,634	-	176,634
Capital objects	53,645	-	97,725	151,370
Total expenditures	<u>3,014,965</u>	<u>176,634</u>	<u>698,224</u>	<u>3,889,823</u>
Excess (deficiency) of revenue over (under) expenditures	<u>278,589</u>	<u>1,641</u>	<u>(251,364)</u>	<u>28,866</u>
Other financing sources (uses):				
Transfer in	-	-	234,986	234,986
Transfer out	<u>(249,986)</u>	<u>-</u>	<u>-</u>	<u>(249,986)</u>
Total other financing sources (uses)	<u>(249,986)</u>	<u>-</u>	<u>234,986</u>	<u>(15,000)</u>
Net change in fund balance	28,603	1,641	(16,378)	13,866
Fund balance-Beginning of year	<u>916,048</u>	<u>275,111</u>	<u>284,746</u>	<u>1,475,905</u>
Fund balance-End of year	<u>\$ 944,651</u>	<u>\$ 276,752</u>	<u>\$ 268,368</u>	<u>\$ 1,489,771</u>

TROY SCHOOL DISTRICT NO. 287

Troy, Idaho

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2019

Net change in fund balances - total governmental funds		13,866
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.		
Capital outlays	228,371	
Depreciation expense	<u>(217,182)</u>	11,189
Some property taxes will not be collected for several months after the District's fiscal year ends and they are not considered as "available" revenues in the governmental funds. Instead they are counted as deferred tax revenues. They are, however, recorded as revenues in the Statement of Activities.		
		(6,074)
Net pension liability adjustments:		
Fiscal year 2018 employer PERSI contributions recognized as pension expense in the current year	(192,272)	
Fiscal year 2019 employer PERSI contributions deferred to subsequent year	206,640	
Pension related amortization revenue (expense)	<u>53,817</u>	68,185
Interest is accrued on outstanding debt in the government-wide financial statements, whereas in the government fund financial statements, an interest expenditure is reported when paid.		
		2,560
Net OPEB asset - sick leave adjustments:		
Fiscal year 2018 employer PERSI Sick Leave contributions recognized as OPEB expense in the current year	(19,757)	
Fiscal year 2019 employer PERSI Sick Leave contributions deferred to subsequent year	20,925	
OPEB related amortization revenue (expense)	<u>12,245</u>	13,413
Internal service funds are used by the District to charge the cost of medical benefits to the individual funds. The net income of the internal service fund is reported with governmental activities.		
		7,712
Repayment of the principal on general bonded indebtedness is an expenditure in the governmental funds, but they reduce long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.		
		<u>155,000</u>
Total change in net position of governmental activities		<u>\$ 265,851</u>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

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**INTERNAL SERVICE FUND  
STATEMENT OF NET POSITION  
June 30, 2019**

**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

Assets:

Investments	74,188	
Other receivables	164	
Deposit in trust account	10,000	
Total assets	<u>84,352</u>	

Deferred outflows of resources	<u>-</u>	
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Total assets and deferred outflows of resources		<u>84,352</u>
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**LIABILITIES AND DEFERRED INFLOWS OF RESOURCES**

Liabilities:

Accounts payable	<u>628</u>	
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Deferred inflows of resources	<u>-</u>	
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Total liabilities and deferred inflows of resources		<u>628</u>
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**NET POSITION**

Restricted	<u>83,724</u>	
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Total net position		<u><u>\$ 83,724</u></u>
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**TROY SCHOOL DISTRICT NO. 287**  
**Troy, Idaho**

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**INTERNAL SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**For the Year Ended June 30, 2019**

**REVENUE**

Local:

Other local 4,026

Earnings on investments 1,789

Total revenue 5,815

**EXPENDITURES**

Benefits 11,218

Purchased services 1,885

Total expenditures 13,103

Excess (deficiency) of revenues  
over (under) expenditures (7,288)

Other financing sources:

Transfer in 15,000

Change in net position 7,712

Net position-beginning of year 76,012

Net position-end of year \$ 83,724

# TROY SCHOOL DISTRICT NO. 287

Troy, Idaho

## INTERNAL SERVICE FUND STATEMENT OF CASH FLOWS For the Year Ended June 30, 2019

### Cash Flows From Operating Activities

Cash received from local governments	3,963
Cash payments for insurance related expenses	<u>(12,475)</u>

Net cash used in operating activities (8,512)

### Cash Flows From Noncapital Financing Activities

Cash received from other funds	<u>15,076</u>
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Net cash provided by noncapital financing activities 15,076

### Cash Flows From Investing Activities

Purchase of investments	(8,353)
Earnings on investments	<u>1,789</u>

Net cash used in investing activities (6,564)

Net change in cash and cash equivalents -

Cash and cash equivalents-beginning of year -

Cash and cash equivalents-end of year \$ -

Reconciliation of changes in net assets to net cash provided by operating activities:

Operating loss (7,288)

Adjustments to reconcile operating loss to net cash provided by operating activities:

Non operating income adjustment (1,789)

(Increase) decrease in operating assets

Other receivables (63)

(Increase) decrease in operating liabilities

Accounts payable 628

Net cash used in operating activities \$ (8,512)

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**FIDUCIARY FUNDS AND COMPONENT UNIT  
STATEMENT OF FIDUCIARY NET POSITION  
For the Year Ended June 30, 2019**

	<u>Private Purpose Trusts</u>			<b>Component Unit - Edward Ramsdale Scholarship</b>
	<b>Ed Ramsdale Scholarship Trust</b>	<b>Scholarship Trust</b>	<b>Agency Funds</b>	
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
Assets:				
Cash	-	2,500	86,080	56,535
Investments	43,739	168,867	31,273	826,726
Other receivables	92	-	-	1,080
Total assets	<u>43,831</u>	<u>171,367</u>	<u>117,353</u>	<u>884,341</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets and deferred outflows of resources	<u>\$ 43,831</u>	<u>\$ 171,367</u>	<u>\$ 117,353</u>	<u>\$ 884,341</u>
<b>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</b>				
Liabilities:				
Due to student groups	-	-	117,353	-
Scholarship awards payable	-	-	-	40,310
Total liabilities	<u>-</u>	<u>-</u>	<u>117,353</u>	<u>40,310</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and deferred inflows of resources	<u>-</u>	<u>-</u>	<u>117,353</u>	<u>40,310</u>
<b>NET POSITION</b>				
Restricted	-	-	-	844,031
Restricted for scholarships	43,831	171,367	-	-
Total net position	<u>\$ 43,831</u>	<u>\$ 171,367</u>	<u>\$ -</u>	<u>\$ 844,031</u>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**FIDUCIARY FUNDS AND COMPONENT UNIT  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
For the Year Ended June 30, 2019**

	<b>Ed Ramsdale Scholarship Trust</b>	<b>Scholarship Trust</b>	<b>Component Unit - Edward Ramsdale Scholarship Fund, Inc.</b>
<b>ADDITIONS</b>			
Net investment income	980	9,159	124,291
Restricted donations	21,715	4,302	-
Total revenues	22,695	13,461	124,291
<b>DEDUCTIONS</b>			
Administrative expenses	-	-	3,793
Scholarship awards	23,097	4,300	37,601
Total expenses	23,097	4,300	41,394
Excess (deficiency) revenues over (under) expenses	(402)	9,161	82,897
Other financing sources (uses)			
Net unrealized gain (loss) on investments	-	-	(156,838)
<b>Change in Net Position</b>	(402)	9,161	(73,941)
<b>Net Position - Beginning</b>	44,233	162,206	917,972
<b>Net Position - Ending</b>	<u>\$ 43,831</u>	<u>\$ 171,367</u>	<u>\$ 844,031</u>

# TROY SCHOOL DISTRICT NO. 287

Troy, Idaho

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## NOTES TO THE FINANCIAL STATEMENTS

June 30, 2019

### NOTE 1 Summary of Accounting Policies

The financial statements of the Troy School District No. 287 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. The more significant of the government's accounting policies are described below.

**Reporting Entity** - The Troy School District No. 287 is the basic level of government, which has financial accountability, and control over all activities related to the public school education within the District. The Board receives funding from local, state and federal government sources and must comply with the requirements of these funding source entities. However, the Board is not included in any other governmental "reporting entity" as defined by GASB pronouncements, since Board members are elected by the public and have decision making authority, the authority to levy taxes, the power to designate management, the ability to significantly influence operations and have primary financial accountability for fiscal matters. The unaudited statements of the Ed Ramsdale Scholarship Fund, Inc., a component unit, is presented on the Statement of Net Position and Statement of Revenues, Expenditures and Changes in Net Position. The fiscal year end of the Edward Ramsdale Scholarship Fund, Inc., differs from Troy School District No. 287, so reports are presented for the year ended December 31, 2018.

**Basis of Presentation, Fund Accounting** - District-wide Statements: The statement of net position and the statement of activities display information about the financial activities of the overall District, except for fiduciary activities. Only governmental-type activities are shown.

The statement of activities presents a comparison between direct expenses and program revenues for each different function of the District's governmental activities.

- ) Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expenses – expenses of the District related to the administration and support of the District's programs, such as personnel and accounting – are not allocated to programs.
- ) Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state foundation aid, are presented as general revenues.

## **NOTE 1      Summary of Accounting Policies (Continued)**

Fund Financial Statements: The fund financial statements provide information about the District's funds, including fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as non-major funds.

The District reports the following major governmental funds:

- ) General Fund. This is the District's primary operating fund. It accounts for all financial resources, except those required to be accounted for in another fund.
- ) Bond Redemption & Interest – 2003 Fund - This fund is used to account for the financial resources that are legally restricted for the retirement of District general obligation bonds.

The District reports the following fund types:

- ) Internal service fund. The District has an internal service fund which is used to account for a medical risk pool.
- ) Agency funds. These funds account for assets held by the District as an agent for various student groups and clubs.
- ) Private-purpose trust fund. These funds report a trust arrangement under which contributions to endowments are maintained to support programs identified specifically by the donors.
- ) Component unit. The District reports the net position and changes in net position of one component unit, the Edward Ramsdale Scholarship Fund, Inc. These statements are presented to meet the requirement of GASB Statement 61 because the economic resources received by the Fund are held for the direct benefit of the District and its students.
- ) Capital Projects Fund. This fund is used to account for financial resources that are legally restricted for the acquisition, construction, or major repair of school property.
- ) Bond Redemption & Interest. This fund is used to account for the financial resources that are legally restricted for the retirement of District general obligation bonds.

The unaudited statements of the Edward Ramsdale Scholarship Fund, Inc. are fiduciary in nature and are not included in the activity of the government-wide financial statements.

## **NOTE 1      Summary of Accounting Policies (Continued)**

**Basis of Accounting** - The district-wide and fiduciary fund (excepting agency funds) financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. State support for grant revenues are susceptible to accrual.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the District funds certain programs by cost-reimbursement grants and general revenues. When program expenses are incurred, the related revenue of cost-reimbursement grants is recognized.

**Restricted Resources** - The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

**Budgets** - Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual budgets are adopted for general, special revenue, and capital projects funds.

The Board of Trustees follows these procedures in establishing the budgetary data reflected in the financial statements:

1. At least 14 days prior to the public hearing the District publishes a proposed budget for public review.
2. A public hearing is set to obtain taxpayers comments.
3. The final budget is adopted by resolution of the Board at the regular June meeting of the Board of Trustees.
4. Prior to July 15, the final budget is filed with the State Department of Education.

The budget is a plan of spending under which expenditures may not exceed the budget at the fund level.

## **NOTE 1      Summary of Accounting Policies (Continued)**

Management may amend the budget without seeking the approval of the trustees for revisions which do not increase the total budget.

**Cash and Investments** - The District's cash includes amounts in demand deposits and savings accounts in local depositories. Investments are deposited in the Idaho State Treasurer's Local Government Investment Pool, which allow school districts within the State of Idaho to pool their funds for investment purposes.

Interest income is defined as non-operating revenue.

Deposits in State Treasurer's local government investment pool are stated at cost, which approximates market. All funds are invested in accordance with Section 67-1210 and 67-1210A of the Idaho Code. The primary objectives of the investment pool, in order of priority, are safety, liquidity and yield.

**Inventory** - The District does not follow the practice of capitalizing expendable supplies at year-end in the General Fund. All supplies are recorded as expenditures in the period in which they were purchased.

**General Fixed Assets** - Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

The Board has set a capitalization threshold of \$5,000. All purchases and improvements to facilities, which are not considered repairs, are capitalized and depreciated using the straight-line method in the government-wide statements and proprietary funds. Lives for buildings and improvements range from 15–30 years. Lives for equipment range from 3–10 years. Vehicles and school buses have estimated lives of 10-20 years.

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

**Accumulated Unpaid Vacation and Sick Pay** - Under the terms of the "Troy School District Personnel Manual" District employees are granted vacation and sick leave in varying amounts. In the event an employee leaves the District, unused vacation credits are compensated at the employee's current rate of pay, ranging from 0 - 15 days. Employees are not paid for unused sick leave upon termination of employment with the District.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In accordance with the provisions of Governmental Accounting Standards Board Statement 16, Accounting for Compensated Absences, no liability is recorded for non-vesting an accumulating right to receive sick pay benefits.



## NOTE 1 Summary of Accounting Policies (Continued)

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

**Long Term Obligations** - In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. 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.

**Deferred Compensation** - The Sick Leave Bank represents a type of long-term payroll protection insurance for absences beyond the employee's accumulated sick leave. Participation is optional for all employees eligible for the Idaho Public Employees Retirement System, with all new participants contributing one sick leave day per year.

The Bank is administered by an in-District five-member committee as provided in the Teacher Negotiated Agreement. At June 30, 2019 there were 260.75 days of sick leave in the bank.

**Encumbrances** - The District does not utilize an encumbrance system.

**Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Fund Balance** - The *nonspendable* fund balance category includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The *restricted* fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers (grants), or through enabling legislation. The *committed* fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. Amounts in the *assigned* fund balance classification are intended to be used by the government 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

## **NOTE 1      Summary of Accounting Policies (Continued)**

restricted or committed. *Unassigned* fund balance is the residual classification for the government's general fund and includes all spendable amount not contained in the other classifications.

**Deferred Revenue** - Deferred revenue in the General and Bond Redemption & Interest – 2003 Fund represent property taxes recorded but not estimated to be collected within 60 days of the end of the accounting period.

**Unavailable Property Tax Revenue** - Unavailable property tax revenue in the General Fund and Bond Redemption & Interest – 2003 Fund represent the property taxes levied for 2019 that are measurable but unavailable to the District, and therefore recorded as a deferred inflow of resources in both the governmental fund and the government-wide financial statements.

**Subsequent Events** - Management has evaluated subsequent events through the date of the audit report. This is the date the financial statements were available to be issued. Management has concluded that no material subsequent events have occurred.

## **NOTE 2      Property Tax**

The District's property tax is levied each October on the value listed as of the prior January 1 for all real property located in the District. A revaluation of all property is required to be completed no less than every five years. The fair value as of January 1, 2018 upon which the 2018 levy was based was \$150,915,192.

The District's actual levy was 11.09% per \$100 for the payment of principal and interest on long-term debt. The combined tax rate to finance educational services other than the payment of principal and interest on long-term debt for the year ended June 30, 2019 was 65.93% per \$100, which means that the District was required to pass an override levy in the amount of 65.93% per \$100. The total tax levy for the year ended June 30, 2019 was \$1,178,498 with total tax collections being \$1,137,501.

Taxes are due in two equal installments on December 20th and June 20th following the levy date. Current tax collections for the year ended June 30, 2019 were 96.52% of the tax levy. Property taxes levied for 2018 are recorded as receivables if uncollected and a deferred revenue amount is recorded to the extent of taxes not estimated to be collected within 60 days of the end of the accounting period.

In accordance with GASB 33, *Accounting and Financial Reporting for Nonexchange Transactions*, the District has recognized the 2019 property tax levy as an asset. This levy is an enforceable legal claim created during the fiscal year. The total property taxes levy for 2019 of \$1,163,069 is recorded as uncollected but are not considered available at June 30, 2019. The entire receivable is considered a deferred inflow of resources.

**NOTE 2 Property Tax (Continued)**

	<u>General Fund</u>	<u>Bond Redemption &amp; Interest - 2003 Fund</u>	<u>Total</u>
Total taxes receivable at June 30, 2019	58,112	9,732	67,844
Less: Taxes estimated to be collected by the County Treasurer by August 31, 2019	<u>(11,622)</u>	<u>(1,946)</u>	<u>(13,568)</u>
Deferred revenue	<u>\$ 46,490</u>	<u>\$ 7,786</u>	<u>\$ 54,276</u>

**NOTE 3 Deposits and Investments**

	<u>Carrying Amount</u>	<u>Bank Balance</u>
<b><u>Cash</u></b>		
Checking and Saving Accounts	<u>\$ 450,710</u>	<u>\$ 488,157</u>

Deposits were with Umpqua Bank of which \$250,000 of the accounts were covered by Federal Deposit Insurance. The remaining balance of \$238,157 is in excess of the FDIC insured limit and is uncollateralized and unsecured.

**Investments**

Detail of investments at June 30, 2019 are as follows:

	<u>Rate</u>	<u>General Fund</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Internal Service</u>	<u>Fiduciary</u>	<u>Agency</u>	<u>Total</u>
Northwestern Mutual	-	-	-	-	-	168,867	-	168,867
Investment in State Treasurer's Pool	Variable	<u>752,126</u>	<u>222,907</u>	<u>55,100</u>	<u>74,188</u>	<u>43,739</u>	<u>31,273</u>	<u>1,179,333</u>
Total		<u>\$ 752,126</u>	<u>\$ 222,907</u>	<u>\$ 55,100</u>	<u>\$ 74,188</u>	<u>\$ 212,606</u>	<u>\$ 31,273</u>	<u>\$ 1,348,200</u>

**Investment Maturities**

<u>External Investment Pool</u>	<u>Book Value</u>	<u>Market Value</u>	<u>Less than 1 Year</u>	<u>1-8 Years</u>
State Investment Pool	<u>\$ 1,179,333</u>	<u>\$ 1,179,333</u>	<u>\$ 1,179,333</u>	<u>\$ -</u>

The State Treasurer's Local Government Investment Pool is managed by the State of Idaho Treasurer's office. All funds are invested in accordance with Section 67-1210 and 67-1210A of Idaho Code. Authorized investments include bonds, treasury bills, interest-bearing notes, and other obligations of the U.S. Government, general obligation or revenue bonds of the State of

### **NOTE 3      Deposits and Investments (Continued)**

Idaho or other local governments within the state of Idaho, bonds, debentures, or other similar obligations issued by the farm credit system or by public corporations of the state of Idaho, repurchase agreements covered by any legal investment for the state of Idaho, tax anticipation bonds or notes and income and revenue anticipation bonds or notes of taxing districts of the state of Idaho, revenue bonds of institutions of higher education of the state of Idaho, and time deposits and savings accounts in amounts not to exceed applicable insurance limits. The primary objectives of the investment pool, in order of priority, are safety, liquidity, and yield.

Participants have overnight availability to their funds, up to \$10 million. Withdrawals of \$10 million or more require three business days' notification.

The State Treasurer's investment policy and the Local Government Investment Pool financial statements which can be obtained by writing P.O. Box 83720, Boise, ID 83720-0091.

*Custodial credit risk* for deposits is the risk that, in the event of the failure of a depository financial institution, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party. Custodial credit risk for investments is the risk that in the event of the failure of the counter party (e.g. broker-dealer) to a transaction, the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The District does not have a policy restricting the amount of deposits and investments subject to custodial credit risk.

*Credit risk* is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization such as Moody's or Standard & Poor's. The investments of the District at year-end are not required to be rated. The District does not have a policy regarding credit risk.

*Interest rate risk* is the risk that changes in market interest rates will adversely impact the fair value of an investment. Investments that are fixed for longer periods are likely to experience greater variability in their fair values due to future changes in interest rate. At year-end, the District is not subject to interest rate risk as all investments are held in the State Treasurer's Local Government Investment Pool, which has a maturity of 91 days. The District does not have a policy regarding interest rate risk.

*Concentration of credit risk* is the risk that concentration of investments with one issuer represents heightened risk of potential loss. No specific percentage identifies when concentration risk is present. The Governmental Accounting Standards Board has adopted a principal that governments should provide note disclosure when five percent of the total investments of the entity are concentrated in any one issuer. Investments in obligations specifically guaranteed by the U.S. government, mutual funds, and other pooled investments are exempt from disclosure. The District has no policy limiting the amount it may invest in any one issuer.

### NOTE 3 Deposits and Investments (Continued)

The District acts as a trustee for the Scholarship Trust Fund. This fund is composed of investments in mutual funds with Northwestern Mutual Investment Services, LLC. The stock is registered and held in the Trust's name. The market price as of June 30, 2019 was \$168,867.

### NOTE 4 Changes in Fixed Assets

A summary of changes in general fixed assets is as follows:

	<u>Balance</u> <u>June 30, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
<b>Capital assets not being depreciated</b>				
Land	52,001	-	-	52,001
Construction in progress	6,827	-	-	6,827
Total assets not being depreciated	<u>58,828</u>	<u>-</u>	<u>-</u>	<u>58,828</u>
<b>Capital assets being depreciated</b>				
Land Improvements	216,963	27,092	-	244,055
Buildings	7,014,561	87,516	-	7,102,077
Equipment	109,804	20,767	-	130,571
Transportation	468,291	92,996	-	561,287
Total depreciated assets	<u>7,809,619</u>	<u>228,371</u>	<u>-</u>	<u>8,037,990</u>
<b>Less: Accumulated Depreciation</b>				
Land Improvements	(89,296)	(13,421)	-	(102,717)
Buildings	(2,380,977)	(151,187)	-	(2,532,164)
Equipment	(70,381)	(12,464)	-	(82,845)
Transportation	(316,586)	(40,110)	-	(356,696)
Total accumulated depreciation	<u>(2,857,240)</u>	<u>(217,182)</u>	<u>-</u>	<u>(3,074,422)</u>
Governmental Activities Assets (Net)	<u>\$ 5,011,207</u>	<u>\$ 11,189</u>	<u>\$ -</u>	<u>\$ 5,022,396</u>

### NOTE 5 Long-term Debt

The following is a summary of bond transactions of the District for the year ended June 30, 2019.

Bonds payable @ July 1, 2018	650,000
Debt acquired	-
Debt retired	(155,000)
Bonds payable @ June 30, 2019	<u>\$ 495,000</u>

## NOTE 5 Long-term Debt (Continued)

Bonds payable at June 30, 2019 consisted of the following issue:

### General Obligation Bonds

Series 2011 – Refunding Bonds

Original issue of \$1,235,000 due August 1, 2021.

Interest ranges from 3.5% to 3.75%

\$ 495,000

The annual requirements to amortize bond debt outstanding as of June 30, 2019 including interest is as follows:

<u>Series 2011 – Refunding</u>			
<u>Date of Redemption</u>	<u>Bond Principal</u>	<u>Interest Requirement</u>	<u>Total Requirement</u>
8/1/2019	160,000	9,281	169,281
2/1/2020	-	6,281	6,281
8/1/2020	165,000	6,281	171,281
2/1/2021	-	3,188	3,188
8/1/2021	170,000	3,188	173,188
Total	<u>\$ 495,000</u>	<u>\$ 28,219</u>	<u>\$ 523,219</u>

During the year ended June 30, 2019, the following changes occurred in liabilities:

	<u>Balance July 1, 2018</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2019</u>
2011 Refunding Series	650,000	-	(155,000)	495,000
Totals	<u>\$ 650,000</u>	<u>\$ -</u>	<u>\$ (155,000)</u>	<u>\$ 495,000</u>

The District's Legal Debt Margin is calculated at 5% of the fair value of property located within the District. At June 30, 2019 the Legal Debt Margin was:

Market Value at January 1, 2018	150,915,192
Percentage allowed	5%
Debt Limitation	<u>7,545,760</u>
Less: Bonded debt at June 30, 2019	<u>(495,000)</u>
Legal Debt Margin	<u>\$ 7,050,760</u>

## NOTE 6 Pension Plan

In accordance with GASB 68, *Accounting and Financial Reporting for Pensions*, which became effective for the year ended June 30, 2015, the financial reporting and note disclosures are based off the most recent audited financial statements of PERSI, which was completed for the period ended June 30, 2018. All amounts are as of June 30, 2018 unless otherwise noted.

## **NOTE 6 Pension Plan (Continued)**

### *Plan Description*

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

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

### *Pension Benefits*

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

Amounts in parenthesis represent police/firefighters.

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

### *Member and Employer Contributions*

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

## NOTE 6 Pension Plan (Continued)

The contribution rates for employees are set by statute at 60% (72%) of the employer rate. As of June 30, 2019 it was 6.79% (8.36%). The employer contribution rate is set by the Retirement Board and was 11.32% (11.66%) of covered compensation. The District's employer contributions required and paid were \$204,194, \$192,272, and \$199,153 for the three years ended June 30, 2019, 2018, and 2017, respectively.

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

At June 30, 2019, the District reported a liability for its proportionate share of the net pension liability as of June 30, 2018. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2018, the District's proportion was 0.0529374 percent.

The District's pension expense (revenue) is calculated and made available as part of PERSI's annual audit. PERSI's audit for the year ended June 30, 2019 has not been completed at the time of issuance. The pension expense (revenue) for the year ending June 30, 2018 was calculated at \$156,596.

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	85,714	86,755
Changes in assumptions or other inputs	50,809	-
Change in proportionate share	-	62,646
Net difference between projected and actual earning on pension plan investments	-	58,972
Employer contributions subsequent to the measurement date	<u>206,640</u>	<u>-</u>
Total	<u>\$343,163</u>	<u>\$208,373</u>

\$206,640 reported as deferred outflow of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020.



## NOTE 6 Pension Plan (Continued)

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

<b><u>For the Year</u></b> <b><u>Ending June 30:</u></b>	<b><u>Amount to be</u></b> <b><u>Recognized</u></b>
2020	63,472
2021	7,479
2022	(63,984)
2023	(16,172)

### *Actuarial Assumptions*

The following are the actuarial assumptions and the entry age normal cost method, applied to all periods included in the measurement:

Inflation	3.00%
Salary Increases including inflation	3.75%
Investment rate of return	7.05% net of investment expenses
Cost-of-living adjustments	1.00%

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

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

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

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

## NOTE 6 Pension Plan (Continued)

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

Asset Class	Target Allocation	Long - Term Expected Nominal Rate of (Arithmetic)	Long - Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	3.05%	0.80%
Broad US Equities	55.00%	8.30%	6.05%
Developed Foreign Equities	15.00%	8.45%	6.20%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.75%	4.50%
Portfolio Standard Deviation		12.54%	12.54%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.13%	3.77%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.73%	3.37%
Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.19%
Portfolio Standard Deviation			14.16%
<b>Valuation Assumptions Chosen by PERSI Board</b>			
Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.05%
Assumed Inflation			3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			<b>7.05%</b>

### Valuation Assumptions Chosen by PERSI Board

Long-Term Expected Real Rate of Return, Net of Investment Expenses	4.05%
Assumed Inflation	3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses	<b>7.05%</b>

### Discount Rate

Discount rate – The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

## NOTE 6 Pension Plan (Continued)

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

The following presents the net pension liability of PERSI employer's calculated using the discount rate of 7.05% as well as what the employer's 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:

	<b>1% Decrease <u>(6.05%)</u></b>	<b>Current Discount Rate <u>(7.05%)</u></b>	<b>1% Increase <u>(8.05%)</u></b>
Employer's proportionate share of the net pension liability (asset)	\$1,954,609	\$780,836	\$(191,096)

### *Pension plan fiduciary net position*

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

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

### *Payables to the pension plan*

At June 30, 2019, the District reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

## NOTE 7 Other Post Employment Benefit

### Summary of Significant Accounting Policies

For purposes of measuring the net Other Post-Employment Benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the Troy School District Employment Benefit Plan have been determined based the requirements of GASB 75, Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions. The Plan has been calculated using the entry age normal funding method. As an alternative to an actuarial valuation, the District qualifies for and has presented the OPEB liability using the Alternative Measurement Method.

### General Information about the OPEB Plan

The Troy School District Employment Benefit Plan is a single-employer defined benefit OPEB plan that provides benefits to current and future retirees.

## **NOTE 7      Other Post Employment Benefit (Continued)**

### ***Retirement and Dependent Medical Benefit Eligibility***

Upon separation from public school employment by retirement in accordance with Chapter 13, Title 59, Idaho Code, a retiree may continue to pay premiums for the retiree and the retiree's dependents at the rate for the active employee's group health, long-term care, vision, prescription drug and dental insurance programs as maintained by the employer for the active employees until the retiree and/or the retiree's spouse becomes eligible for Medicare at which time the district shall make available a supplemental program to Medicare for the eligible individual.

### ***Eligibility Criteria***

Postemployment benefits are provided to employees who attain age-plus-service of at least 90.

### ***Health Benefit Duration***

Retiree and spouse benefits are provided through the District-sponsored plans until age 65, at which point the retiree is responsible for purchasing a fully-insured Medicare Supplement plan at full cost.

### ***Funding***

The District's OPEB plan is funded under a pay-as-you-go funding method. Under this method, the District has not set aside any assets (nor accumulated any assets in a trust) that meet the definition of plan assets under GASB 74 or 75 to offset the OPEB liability. Therefore, the Net OPEB liability is equal to the Total OPEB liability.

### **OPEB Benefits**

The health care benefits are contracted by the District through group medical, dental and vision plans. The medical, dental and vision plans includes an annual deductible, coinsurance payment requirements, and an annual out-of-pocket maximum for the member/family. The prescription drug benefit is provided through a tiered system comprising of the type of prescription (generic, preferred brand, and non-preferred brand).

### **Census Data**

As of June 30, 2018, the valuation date, the District had 33 active (future retirees) participants and no inactive (current retirees) participants.

### **OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

At June 30, 2019, the Employer reported a liability of \$306,503 of the net OPEB liability. The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2018.

## **NOTE 7      Other Post Employment Benefit (Continued)**

Per GASB 75, when using the alternative measurement method, per the standards, the report does not need to be updated if the measurement date is the prior fiscal year end through the current fiscal year end. The client will not update in the current year and will for the next fiscal year.

For the year ended June 30, 2019, the Employer recognized OPEB expense of \$0.

Under the Alternative Measurement method, no deferred outflows of resources or deferred inflows of resources related to OPEB are applicable as June 30, 2019.

### **Actuarial assumptions**

<b><i>Valuation Date</i></b>	June 30, 2018
<b><i>Measurement Date</i></b>	June 30, 2018
<b><i>Interest/Discount Rate</i></b>	3.87% as of the measurement date
<b><i>Projected Payroll Increases</i></b>	1.00%
<b><i>Health Care Cost Trend Rate</i></b>	4.92 %
<b><i>Retiree Contributions</i></b>	Retiree contributions are assumed to increase to match the health care cost trends.

### **Participation**

For future retirees, participation rates were assumed to be 100% for medical, dental and vision coverage. The assumed number of eligible dependents is based on the current proportions of single and family contracts in the census provided. It is assumed that 10% of future retirees are married.

### **Mortality**

RP-2014 projected to 2030 using Scale MP-14, applied on a gender-specific basis. Based on this table, average life expectancy for the District participants is 86 years of age.

### **Interest/Discount rate**

The interest rate is based on the 20-year municipal bond index.

### **Sensitivity Disclosures**

The following presents the net OPEB liability of the Plan as of June 30, 2018, calculated using the discount rate of 3.87%, as well as what the net OPEB liability would be if it were calculated

**NOTE 7 Other Post Employment Benefit (Continued)**

using a discount rate that is 1-percentage-point lower (2.87%) or 1-percentage-point higher (4.87%) than the current rate:

	<u>1% Decrease</u> <u>(2.87%)</u>	<u>Current Discount</u> <u>Rate (3.87%)</u>	<u>1% Increase</u> <u>(4.87%)</u>
Net OPEB liability	\$264,000	\$306,503	\$343,000

The following presents the net OPEB liability of the Plan as of June 30, 2018, calculated using the assumed health care cost trend rate, as well as what the net OPEB liability would be if it were calculated using a health care cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Net OPEB liability	\$248,000	\$306,503	\$343,000

**Summary of the Change in OPEB Liability**

<b><i>Total OPEB Liability – Beginning of Year</i></b>	\$306,503
Service Cost	-
Interest	-
Plan Design Changes	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions or Other Inputs	-
Benefit Payments (Estimated)	-
<b><i>Total OPEB Liability – End of Year</i></b>	<u>\$ 306,503</u>

**NOTE 8 Self-Insured Medical Benefit Plan**

The escalating cost in health insurance programs have made it necessary for Troy School District No. 287 to look at alternative ways to provide the best medical coverage for its employees. As a result, the Board of Trustees in cooperation with the Troy Education Association has created a Self-Insured Employee Medical Benefit Pool. The purpose of the pool is to create a partial self-fund health insurance plan for its employees, and to help fund future increases in the cost of medical insurance through the savings projected in administering the plan.

The District shall create an account and shall transfer any savings of premiums into the account to pay for the higher deductible required of employees through this plan. The purpose of this account is solely for budgeting and management of the Self-Insured Employee Medical Pool.

The savings in insurance costs, along with interest earned on investments, increased the Self-Insured Medical Benefit Pool balance to \$83,724 at June 30, 2019.

## **NOTE 8      Self-Insured Medical Benefit Plan (Continued)**

Administration – The Troy School District No. 287 Board of Trustees will administer the Self-Insured Medical Benefit Pool. The business manager will provide the board with financial statements upon which the board will make decisions regarding the stability of the fund, authorize transfers into the General M & O Fund to help fund employee medical benefit expense, or transfers from the General M & O Fund to the pool if necessary, and set an annual budget. Operating transfers of funds out of the Pool will only be made at the direction of the Board of Trustees.

District Liability – When achieved, 100% of the liability of self-insuring the employees and dependents of Troy School District No. 287 shall be retained in the Self-Insurance Medical Benefit Pool. Liability is calculated by the number of employee paid family deductible and the district paid family deductible.

Eligibility – All employees of the Troy School District No. 287 enrolled in the school district medical insurance plan and their enrolled dependents are eligible for benefits under the Self-Insured Medical Benefit Pool.

Retirees – Retirees who are enrolled in the school district group medical insurance plan and their dependents are eligible for benefits under the Self-Insured Medical Benefit Pool, with no additional cost in premium to the retiree.

Over age 65 and disabled retirees who are enrolled in a supplemental plan are not eligible.

COBRA – COBRA participants are not eligible for benefits under the Self-Insured Medical Benefit Pool.

Dissolution – If the Self-Insured Medical Pool is dissolved at some point in time, the fund balance will revert back into the General M & O Fund through an operating transfer of funds.

## **NOTE 9      Contingent Liabilities**

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 which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

## NOTE 10 Excess of Actual Expenditures Over Budget in Nonmajor Funds

The following funds had an excess of actual expenditures over budget for the year ended June 30, 2019:

<u>Fund</u>	<u>Excess</u>
Federal Forest Reserve Fund	141
Professional Technical - State	1,975
IDEA Part B (619 Pre-School Age 3-5)	4
Title IV-A, ESSA - Student Support & Academic Enrichment	1,681
Perkins III - Professional Technical Act	387
Title II-A, ESSA - Supporting Effective Instruction	969
School-Based Medicaid	7,200
Child Nutrition	8,346

These over-expenditures arose due to an increase in Local, State and Federal funding. To meet the student's education needs, the Board of Trustees approved the additional expenditures when additional funding became available. Idaho Code Section 33-701 allows the District to make budget adjustments to reflect the availability of funds and the requirements of the school district.

## NOTE 11 Interfund Receivables, Payables and Transfers

Generally accepted accounting principles require disclosure of certain information concerning non-major funds including:

**Interfund Transfers** - Transfers to support the operations of other funds are recorded as "Transfers" and are classified with "Other financing sources or uses." Idaho Code and State Department of Education Regulations mandate transfers into the Capital Projects Fund to cover the depreciation reimbursement. Total operating transfers are as follows:

	<u>Out</u>	<u>In</u>
General	249,986	-
Child Nutrition	-	43,126
Driver's Education	-	567
School-Based Medicaid	-	7,260
School Plant Facility – Bus Replacement	-	56,027
School Plant Facility – School Maintenance and Repair	-	126,345
School Plant Facility - Track Project	-	1,661
Internal Service	-	15,000
Total	<u>\$ 249,986</u>	<u>\$ 249,986</u>



## NOTE 11 Interfund Receivables, Payables and Transfers (Continued)

The composition of interfund receivables and payables as of June 30, 2019 was as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	-	217,276
Special Revenue Funds:		
Child Nutrition	12,827	-
Federal Forest Reserve	2,213	-
Title I-A, ESSA – Improve Basic Programs	-	2,917
IDEA Part B (611 School Age 3-21)	-	3,389
State Professional Technical	2,243	-
Technology - State	33,858	-
Miscellaneous State Grants	16,809	-
Local Education	20	-
Garden Grant	89,395	-
Substance Abuse - State	5,247	-
School-Based Medicaid	-	5,125
Title IV-A ESSA - Student Support and Academic Enrichment	-	154
Capital Projects Funds	66,249	-
Total	<u>\$ 228,861</u>	<u>\$ 228,861</u>

## NOTE 12 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 and natural disasters for which the District carries commercial insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past year.

## NOTE 13 Other Post-Employment Benefit Plan – Sick Leave Plan

In accordance with GASB 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*, which became effective for the year ended June 30, 2018, the financial reporting and note disclosures are based off the most recent audited financial statements of PERSI, which was completed for the period ended June, 30, 2018. All amounts are as of June 30, 2018 unless otherwise noted.

### *Plan Description*

The District contributes to the Sick Leave Insurance Reserve Fund (Sick Leave Plan) which is a cost-sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI that covers substantially all employees of

## **NOTE 13    Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)**

the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for the Sick Leave Plan. That report may be obtained on the PERSI website at [www.persi.idaho.gov](http://www.persi.idaho.gov).

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

### *OPEB Benefits*

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

### *Employer Contributions*

The contribution rate for employees are set by statute at .065% of covered compensation for state members. Covered school members contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate of 1.16% for school members with nine or ten sick days, 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave then the contribution rate will be set by the PERSI Retirement Board based on current cost and actuarial data and reviewed annually. The District's contributions were \$20,925, \$19,757, and \$20,382 for the year ended June 30, 2019, 2018, and 2017, respectively.

### *OPEB Liabilities, OPEB Expense (Expenses Offset), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB*

At June 30, 2019, the District reported an asset for its proportionate share of the net OPEB asset as of June 30, 2018. The net OPEB asset was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB asset was based on the District's share of contributions relative to the total contributions of all participating Sick Leave employers. At June 30, 2018, the District's proportion was 0.126678 percent.

The District's OPEB expense (expense offset) is calculated and made available as part of PERSI's annual audit. PERSI's audit for the year ended June 30, 2019 has not been completed at the time of issuance. The OPEB expense (expense offset) for the year ending June 30, 2018 was calculated at \$5,750.

**NOTE 13 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)**

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	11,889	-
Changes in assumptions or other inputs	532	-
Change in proportionate share	6,881	
Net difference between projected and actual earning on pension plan investments	-	6,242
Employer contributions subsequent to the measurement date	<u>20,925</u>	<u>-</u>
Total	<u>\$40,227</u>	<u>\$6,242</u>

The \$20,925 reported as deferred outflows of resources resulted from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB asset in the year June 30, 2019.

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

<b><u>For the Year Ending June 30:</u></b>	<b><u>Amount to be Recognized</u></b>
2020	380
2021	380
2022	380
2023	1,941

*Actuarial Assumptions*

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. The Sick Leave Plan amortizes any net OPEB asset based on a level percentage of payroll. The maximum amortization period for the Sick Leave Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement.

## NOTE 13 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of investment expenses

The long-term expected rate of return on OPEB plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The health care trend rate is not applicable as the benefit amount a participant will receive is established with a set amount upon retirement thus would have no impact.

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

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

### Capital Market Assumptions

Asset Class	Target Allocation	Long - Term Expected Nominal Rate of (Arithmetic)	Long - Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	3.05%	0.80%
Broad US Equities	55.00%	8.30%	6.05%
Developed Foreign Equities	15.00%	8.45%	6.20%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.75%	4.50%
Portfolio Standard Deviation		12.54%	12.54%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.13%	3.77%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Investment Expense		5.73%	3.37%
Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.19%
Portfolio Standard Deviation			14.16%
<b>Valuation Assumptions Chosen by PERSI Board</b>			
Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.05%
Assumed Inflation			3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			<b>7.05%</b>

## NOTE 13 Other Post-Employment Benefit Plan – Sick Leave Plan (Continued)

### *Discount Rate*

The discount rate used to measure the total OPEB liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the OPEB plan's net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

### *Sensitivity of the net OPEB asset to changes in the discount rate*

The following presents the District's proportionate share of net OPEB asset calculated using the discount rate of 7.05 percent, as well as what the District's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

	<b>1% Decrease (6.05%)</b>	<b>Current Discount Rate (7.05%)</b>	<b>1% Increase (8.05%)</b>
Employer's proportionate share of the net OPEB liability (asset)	\$(92,776)	\$(105,073)	\$(116,622)

### *OPEB plan fiduciary net position*

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

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

### *Payable to the OPEB plan*

At June 30, 2019, the District reported payables to the defined benefit OPEB plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

## NOTE 14 Prior Period Adjustment

As a result of implementing GASB 75 related to other post-employment benefits – sick leave plan, a prior period adjustment was made to record the estimated asset in the amount of \$105,888 as of June 30, 2018. The change increased deferred outflows of resources by \$19,757 and increased unrestricted net position by \$125,645.

## REQUIRED SUPPLEMENTARY INFORMATION



**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**NET PENSION LIABILITY RELATED SCHEDULES  
REQUIRED SUPPLEMENTARY INFORMATION**

**Schedule of the District's Share of Net Pension Liability\***

	PERSI - Base Plan As of June 30,					
	2019	2018	2017	2016	2015	2014
Employer's portion of the net pension liability	Unavailable	0.0529374	0.0565705%	0.0583549%	0.0682433%	0.0721285%
Employer's proportionate share of the net pension liability	Unavailable	780,836	889,191	1,182,943	898,653	530,979
Employer's covered payroll	1,803,879	1,703,189	1,757,041	1,706,703	1,911,475	1,954,055
Employer's proportional share of the net pension liability as a percentage of its covered payroll	Unavailable	45.85%	50.61%	69.31%	47.01%	27.17%
Plan fiduciary net position as a percentage of the total	Unavailable	91.69%	90.68%	87.26%	91.38%	94.95%

**Schedule of the District's Contributions\***

	PERSI - Base Plan As of June 30,					
	2019	2018	2017	2016	2015	2014
Statutorily required contribution	204,194	192,801	198,897	193,199	216,379	221,199
Contributions in relation to the statutorily required contribution	(204,194)	(192,801)	(198,897)	(193,199)	(216,379)	(221,199)
Contribution (deficiency) excess	-	-	-	-	-	-
Employer's covered payroll	1,803,879	1,703,189	1,757,041	1,706,703	1,911,475	1,954,055
Contributions as a percentage of covered payroll	11.32%	11.32%	11.32%	11.32%	11.32%	11.32%

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

Data is reported is measured as of June 30, 2018.

**NOTES TO THE NET PENSION LIABILITY SCHEDULES  
As of June 30, 2018 (most recently issued PERSI information)**

Change of Assumptions. Actuarial assumptions were adjusted for the year ended June 30, 2018 as follows:

- Inflation changed to 3.0% from 3.25%
- Salary increase changed to 3.75% from 4.25 - 10.00%
- Investment rate of return changed to 7.05% from 7.10%

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

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**OTHER POST EMPLOYMENT BENEFIT LIABILITY SCHEDULE**

As of June 30,

	<u>2019</u>	<u>2018</u>
Service Cost	-	20,294
Interest	-	12,368
Changes of benefit terms	-	-
Differences between expected and actual experience	-	-
Changes of assumptions or other inputs	-	(12,917)
Benefit payments	-	(25,088)
Net change in total OPEB Liability	-	(5,343)
Total OPEB liability - beginning	306,503	311,846
Total OPEB liability-ending	<u>\$ 306,503</u>	<u>\$ 306,503</u>
Covered-employee payroll	1,803,879	1,761,684
Total OPEB liability as a percentage of covered-employee payroll	16.99%	17.40%

\*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

**NOTES TO THE OTHER POST EMPLOYMENT LIABILITY SCHEDULE**

As of June 30, 2019

Change of Assumptions. There were no changes of assumption as of June 30, 2019.



**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**NET OPEB ASSET - SICK LEAVE PLAN RELATED SCHEDULES**

**Schedule of the District's Share of Net OPEB Asset - Sick Leave Plan\***

**PERSI - OPEB Plan**

**As of June 30,**

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Employer's portion of the net OPEB asset	Unavailable	0.0126678%	0.0137941%
Employer's proportionate share of the net OPEB asset	Unavailable	105,073	105,888
Employer's covered payroll	1,803,879	1,703,189	1,757,041
Employer's proportional share of the net OPEB asset as a percentage of its covered payroll	Unavailable	6.17%	6.03%
Plan fiduciary net position as a percentage of the total OPEB asset	Unavailable	135.69%	136.78%

**Schedule of the District's Contributions\***

**PERSI - OPEB Plan**

**As of June 30,**

	<u>2019</u>	<u>2018</u>	<u>2017</u>
Statutorily required contribution	20,925	19,757	20,382
Contributions in relation to the statutorily required contribution	(20,925)	(19,757)	(20,382)
Contribution (deficiency) excess	-	-	-
Employer's covered payroll	1,803,879	1,703,189	1,757,041
Contributions as a percentage of covered payroll	1.16%	1.16%	1.16%

\*GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those use for which information is available.

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

**As of June 30, 2018 (most recently issued PERSI information)**

Change of Assumptions. Actuarial assumptions were adjusted for the year ended June 30, 2018 as follows:

-Inflation changed to 3.0% from 3.25%

-Investment rate of return changed to 7.05% from 7.10%

**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**GENERAL FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
For the Year Ended June 30, 2019

	Original Budget	Final Budget	Actual	Variances Favorable (Unfavorable)	
				Original to Actual	Final to Actual
<b>REVENUES</b>					
Local:					
Taxes	1,006,500	1,006,500	1,036,435	29,935	29,935
Earnings on investments	7,000	7,000	28,077	21,077	21,077
Contributions/donations	1,700	1,700	700	(1,000)	(1,000)
Other	11,100	11,100	9,641	(1,459)	(1,459)
Total local	1,026,300	1,026,300	1,074,853	48,553	48,553
State:					
Base support program	1,651,462	1,651,462	1,734,473	83,011	83,011
Transportation support	79,000	79,000	93,115	14,115	14,115
Benefit apportionment	223,616	223,616	234,463	10,847	10,847
Other state support	105,396	105,396	101,330	(4,066)	(4,066)
Revenue in lieu/ag equip. taxes	23,602	23,602	21,620	(1,982)	(1,982)
Other state revenue	33,126	33,126	33,700	574	574
Total state	2,116,202	2,116,202	2,218,701	102,499	102,499
Total revenues	3,142,502	3,142,502	3,293,554	151,052	151,052
<b>EXPENDITURES</b>					
Instruction:					
Salaries	1,259,773	1,259,773	1,130,342	129,431	129,431
Benefits	489,270	489,270	410,729	78,541	78,541
Purchased services	76,800	76,800	40,145	36,655	36,655
Supplies-materials	91,069	91,069	52,789	38,280	38,280
Capital objects	8,500	8,500	10,287	(1,787)	(1,787)
Insurance	8,065	8,065	1,312	6,753	6,753
Total instruction	1,933,477	1,933,477	1,645,604	287,873	287,873
Support:					
Salaries	681,893	681,893	661,458	20,435	20,435
Benefits	236,120	236,120	220,728	15,392	15,392
Purchased services	362,395	362,395	283,625	78,770	78,770
Supplies-materials	104,950	104,950	61,117	43,833	43,833
Capital objects	69,400	69,400	52,697	16,703	16,703
Insurance	41,897	41,897	32,155	9,742	9,742
Total support	1,496,655	1,496,655	1,311,780	184,875	184,875
Non-instruction:					
Benefits	3,900	3,900	3,936	(36)	(36)
Capital asset program:					
Capital objects	53,700	53,700	53,645	55	55
Contingency					
	50,000	50,000	-	50,000	50,000
Total expenditures	3,537,732	3,537,732	3,014,965	522,767	522,767
Excess (deficiency) of revenues over (under) expenditures	(395,230)	(395,230)	278,589	673,819	673,819
Other financing sources (uses):					
Transfers out:					
Internal service fund	-	-	(15,000)	(15,000)	(15,000)
Special revenue fund	(37,533)	(37,533)	(50,953)	(13,420)	(13,420)
Capital projects fund	(201,339)	(201,339)	(184,033)	17,306	17,306
Total other financing sources (uses)	(238,872)	(238,872)	(249,986)	(11,114)	(11,114)
Net change in fund balance	\$ (634,102)	\$ (634,102)	28,603	\$ 662,705	\$ 662,705
Fund balance-Beginning of year			916,048		
Fund balance-End of year			\$ 944,651		

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**BOND REDEMPTION & INTEREST - 2003 FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**For the Year Ended June 30, 2019**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	
				<u>Original to Actual</u>	<u>Final to Actual</u>
<b>REVENUES</b>					
Local:					
Taxes	178,000	178,000	174,009	(3,991)	(3,991)
Earnings on investments	1,250	1,250	4,266	3,016	3,016
Total revenues	<u>179,250</u>	<u>179,250</u>	<u>178,275</u>	<u>(975)</u>	<u>(975)</u>
<b>EXPENDITURES</b>					
Purchased services	500	500	500	-	-
Debt service principal	155,000	155,000	155,000	-	-
Debt service interest	21,275	21,275	21,134	141	141
Total expenditures	<u>176,775</u>	<u>176,775</u>	<u>176,634</u>	<u>141</u>	<u>141</u>
Net change in fund balance	<u>\$ 2,475</u>	<u>\$ 2,475</u>	1,641	<u>\$ (834)</u>	<u>\$ (834)</u>
Fund balance-Beginning of year			<u>275,111</u>		
Fund balance-End of year			<u>\$ 276,752</u>		

## **SUPPLEMENTARY INFORMATION**



**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**GENERAL FUND  
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL  
For the Year Ended June 30, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>INSTRUCTION:</b>			
Elementary School Program			
Salaries	444,095	519,913	75,818
Benefits	166,564	192,871	26,307
Purchased services	7,167	11,000	3,833
Supplies-materials	19,621	44,869	25,248
Capital objects	4,877	5,500	623
Total elementary school program	<u>642,324</u>	<u>776,853</u>	<u>134,529</u>
Secondary School Program			
Salaries	423,557	450,664	27,107
Benefits	165,672	166,265	593
Purchased services	9,593	17,000	7,407
Supplies-materials	30,355	41,600	11,245
Capital objects	5,410	3,000	(2,410)
Total secondary school program	<u>634,587</u>	<u>681,029</u>	<u>46,442</u>
Vocational-Technical Program			
Salaries	97,143	99,042	1,899
Benefits	33,877	37,023	3,146
Purchased services	3,954	8,800	4,846
Supplies-materials	1,866	2,000	134
Total vocational-technical program	<u>136,840</u>	<u>147,415</u>	<u>10,575</u>
Special Education Program			
Salaries	88,272	98,413	10,141
Benefits	32,819	79,331	46,512
Purchased services	-	1,000	1,000
Supplies-materials	-	2,000	2,000
Total special education program	<u>121,091</u>	<u>181,204</u>	<u>60,113</u>

**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)**  
For the Year Ended June 30, 2019

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>INSTRUCTION:</b>			
Special Education Preschool Program			
Salaries	-	5,500	5,500
Benefits	-	1,107	1,107
Purchased services	-	1,500	1,500
Insurance	-	50	50
Total special education preschool program	<u>-</u>	<u>8,157</u>	<u>8,157</u>
 Interscholastic Program			
Salaries	63,718	66,850	3,132
Benefits	8,911	8,770	(141)
Purchased services	12,138	22,000	9,862
Insurance	462	850	388
Total interscholastic program	<u>85,229</u>	<u>98,470</u>	<u>13,241</u>
 School Activity Program			
Salaries	13,557	19,391	5,834
Benefits	2,886	3,903	1,017
Purchased services	7,293	15,500	8,207
Supplies-materials	947	600	(347)
Insurance	850	955	105
Total school activity program	<u>25,533</u>	<u>40,349</u>	<u>14,816</u>
 <b>TOTAL INSTRUCTION</b>			
Salaries	1,130,342	1,259,773	129,431
Benefits	410,729	489,270	78,541
Purchased services	40,145	76,800	36,655
Supplies-materials	52,789	91,069	38,280
Capital objects	10,287	8,500	(1,787)
Insurance	1,312	8,065	6,753
Total Instruction	<u>\$ 1,645,604</u>	<u>\$ 1,933,477</u>	<u>\$ 287,873</u>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

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**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)**  
For the Year Ended June 30, 2019

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT:</b>			
Attendance-Guidance-Health Program			
Salaries	58,557	58,183	(374)
Benefits	21,045	20,651	(394)
Purchased services	992	8,195	7,203
Supplies-materials	5,830	14,225	8,395
Total attendance-guidance-health program	<u>86,424</u>	<u>101,524</u>	<u>15,100</u>
Special Education Support Services Program			
Salaries	69,733	71,433	1,700
Benefits	26,622	26,857	235
Purchased services	35,568	29,500	(6,068)
Supplies-materials	-	2,000	2,000
Total special education support services program	<u>131,923</u>	<u>130,750</u>	<u>(1,173)</u>
Instruction Improvement Program			
Purchased services	<u>4,445</u>	<u>18,300</u>	<u>13,855</u>
Educational Media Program			
Salaries	19,936	21,500	1,564
Benefits	12,640	12,786	146
Purchased services	-	500	500
Supplies-materials	4,547	4,000	(547)
Capital objects	37	150	113
Total educational media program	<u>37,160</u>	<u>39,046</u>	<u>1,886</u>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**GENERAL FUND  
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT (Continued):</b>			
Instruction-Related Technology Program			
Purchased services	31,338	42,000	10,662
Supplies-materials	998	5,000	4,002
Capital objects	45,747	45,550	(197)
Total instruction-related technology program	<u>78,083</u>	<u>92,550</u>	<u>14,467</u>
Board of Education Program			
Benefits	19	-	(19)
Purchased services	2,777	13,600	10,823
Supplies-materials	50	125	75
Insurance	5,890	5,911	21
Total board of education program	<u>8,736</u>	<u>19,636</u>	<u>10,900</u>
District Administration Program			
Salaries	116,878	119,909	3,031
Benefits	39,637	42,884	3,247
Purchased services	37,822	59,450	21,628
Supplies-materials	2,709	3,000	291
Capital objects	-	6,000	6,000
Insurance	114	1,014	900
Total district administration program	<u>197,160</u>	<u>232,257</u>	<u>35,097</u>
School Administration Program			
Salaries	210,222	203,987	(6,235)
Benefits	59,895	58,050	(1,845)
Purchased services	2,663	9,300	6,637
Supplies-materials	-	7,000	7,000
Total school administration program	<u>272,780</u>	<u>279,602</u>	<u>6,822</u>



**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**GENERAL FUND  
SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)  
For the Year Ended June 30, 2019**

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT (Continued):</b>			
Administrative Technology Service			
Salaries	51,699	57,290	5,591
Benefits	18,676	20,054	1,378
Purchased services	257	600	343
Total administrative technology service	<u>70,632</u>	<u>78,264</u>	<u>7,632</u>
Buildings-Care Program (Custodial)			
Salaries	46,266	51,961	5,695
Benefits	16,168	27,537	11,369
Purchased services	130,987	125,700	(5,287)
Supplies-materials	16,975	18,600	1,625
Capital objects	574	7,000	6,426
Insurance	21,565	23,486	1,921
Total buildings-care program (custodial)	<u>232,535</u>	<u>254,284</u>	<u>21,749</u>
Maintenance - Non-Student Occupied			
Salaries	5,723	11,001	5,278
Benefits	3,036	4,353	1,317
Purchased services	2,199	4,000	1,801
Supplies-materials	2,060	3,500	1,440
Capital objects	-	7,200	7,200
Total maintenance - non-student occupied	<u>13,018</u>	<u>30,454</u>	<u>17,436</u>
Maintenance - Grounds			
Salaries	12,384	15,000	2,616
Benefits	5,259	5,170	(89)
Purchased services	14,858	20,000	5,142
Supplies-materials	4,140	9,000	4,860
Capital objects	2,989	2,500	(489)
Total maintenance - grounds	<u>39,630</u>	<u>52,270</u>	<u>12,640</u>
Pupil-To-School Transportation Program			
Salaries	52,380	53,629	1,249
Benefits	14,778	15,153	375
Purchased services	19,405	27,700	8,295
Supplies-materials	22,542	35,700	13,158
Capital objects	3,350	1,000	(2,350)
Insurance	3,536	5,811	2,275
Total pupil-to-school transportation program	<u>115,991</u>	<u>138,993</u>	<u>23,002</u>

**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**GENERAL FUND**  
**SCHEDULE OF EXPENDITURES BY FUNCTION - BUDGET AND ACTUAL (Continued)**  
For the Year Ended June 30, 2019

	<u>Actual</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<b>SUPPORT (Continued):</b>			
Pupil-Activity Transportation Program			
Salaries	17,680	18,000	320
Benefits	2,953	2,625	(328)
Purchased services	-	3,000	3,000
Supplies-materials	23	1,000	977
Total pupil-activity transportation program	<u>20,656</u>	<u>25,325</u>	<u>4,669</u>
 General Transportation Program			
Purchased services	314	550	236
Supplies-materials	1,243	1,800	557
Insurance	1,050	1,050	-
Total general transportation program	<u>2,607</u>	<u>3,400</u>	<u>793</u>
 <b>TOTAL SUPPORT</b>			
Salaries	661,458	681,893	20,435
Benefits	220,728	236,120	15,392
Purchased services	283,625	362,395	78,770
Supplies-materials	61,117	104,950	43,833
Capital objects	52,697	69,400	16,703
Insurance	32,155	41,897	9,742
Total support	<u>\$ 1,311,780</u>	<u>\$ 1,496,655</u>	<u>\$ 184,875</u>
 <b>NON-INSTRUCTION:</b>			
Child Nutrition Program:			
Benefits	3,936	3,900	(36)
Total non-instruction	<u>\$ 3,936</u>	<u>\$ 3,900</u>	<u>\$ (36)</u>
 <b>CAPITAL ASSET PROGRAM:</b>			
Capital objects	53,645	53,700	55
Total capital asset program	<u>\$ 53,645</u>	<u>\$ 53,700</u>	<u>\$ 55</u>

## TROY SCHOOL DISTRICT No. 287

Troy, Idaho

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### SPECIAL REVENUE FUNDS

**Child Nutrition Fund** - To account for costs of operating the school lunch program at the District. Financing is provided by State and Federal assistance and by sale of lunches. Reporting is done as a special revenue fund rather than as an enterprise fund due to the large amount of State and Federal assistance received by the program.

**Drivers Education - State Fund** - To account for costs of providing a driver education program. Financing for the program is provided through the Idaho State Department of Education.

**Federal Forest Reserve Fund** - To account for unrestricted Federal revenue received from the U.S. Department of Agriculture. This Fund has been used for special capital outlay projects.

**Title I-A, ESSA – Improving Basic Programs Fund** - To account for restricted Federal revenue to be spent on programs to provide special instruction to disadvantaged students.

**IDEA Part B (611 School Age 3-21) Fund** - To account for restricted Federal revenue to be spent on programs to provide for special testing, physical therapy, teacher aides, equipment and materials, etc. in special education.

**IDEA Part B (619 Pre-School Age 3-5) Fund** - To account for restricted Federal revenue to be spent on programs to provide for preschool handicapped (3-5 years old) in the same manner provided for school age children in the Title VI-B program.

**Professional Technical – State Fund** - To account for restricted State revenue to be spent on equipment and materials for vocational programs.

**Title II-A, ESEA – Supporting Effective Instruction Fund** - To account for restricted Federal revenue to be spent on in-service training of math and/or science teachers.

**Technology - State Fund** - To account for restricted State revenue to be spent on the technology program.

**Miscellaneous State Grants Fund** - To account for State revenue to provide student reading improvement and teacher training and staff development.

**School-Based Medicaid Fund** - To account for restricted Federal revenue reimbursement of qualified Medicaid expenditures.

**Perkins III – Professional Technical Act Fund** - To account for restricted Federal revenue to be spent on equipment for the vocational program.

**Title VI-B, ESSA – Rural Education Initiative Fund** - To account for restricted Federal revenue to provide specialized instruction for handicapped students.

**Local Education Fund** - To account for local revenues from the Coeur d'Alene Tribe and Nez Perce Tribe to provide educational opportunities for all students.

**Garden Grant Fund** - To account for State revenue to be used for a garden to provide the opportunity for educating kindergarten, first grade, and third grade students about good nutrition, promoting exercise, science and agricultural education.

**Substance Abuse – State Fund** - To account for State revenue to be spent on the substance abuse program.

**Title IV-A, ESSA – Student Support and Academic Enrichment Fund** - To account for restricted Federal revenue to be spent on student support and academic enrichment.

**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**ALL SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
June 30, 2019

	<u>Child Nutrition</u>	<u>Driver Education - State</u>	<u>Federal Forest Reserve</u>	<u>Title I-A, ESSA - Improving Basic Programs</u>	<u>IDEA Part B (611 School Age 3-21)</u>	<u>IDEA Part B (619 Pre- School Age 3-5)</u>	<u>Professional Technical - State</u>	<u>Title II-A, ESEA - Supporting Effective Instruction</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>								
Assets:								
Cash	100	-	-	-	-	-	-	-
Due from other funds	12,827	-	2,213	-	-	-	2,243	-
Other receivables:								
Federal reimbursement	-	-	-	9,744	13,804	-	-	-
Total assets	<u>12,927</u>	<u>2,000</u>	<u>2,213</u>	<u>9,744</u>	<u>13,804</u>	<u>-</u>	<u>2,243</u>	<u>-</u>
Deferred outflows of resources	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 12,927</u>	<u>\$ 2,000</u>	<u>\$ 2,213</u>	<u>\$ 9,744</u>	<u>\$ 13,804</u>	<u>\$ -</u>	<u>\$ 2,243</u>	<u>\$ -</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>								
Liabilities:								
Due to other funds	-	-	-	2,917	3,389	-	-	-
Accounts payable	203	1,625	-	-	-	-	767	-
Salaries and benefits payable	12,724	-	-	6,827	10,415	-	1,476	-
Total liabilities	<u>12,927</u>	<u>1,625</u>	<u>-</u>	<u>9,744</u>	<u>13,804</u>	<u>-</u>	<u>2,243</u>	<u>-</u>
Deferred inflows of resources	-	-	-	-	-	-	-	-
Fund balance:								
Restricted	-	375	2,213	-	-	-	-	-
Total fund balance	<u>-</u>	<u>375</u>	<u>2,213</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 12,927</u>	<u>\$ 2,000</u>	<u>\$ 2,213</u>	<u>\$ 9,744</u>	<u>\$ 13,804</u>	<u>\$ -</u>	<u>\$ 2,243</u>	<u>\$ -</u>

**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**ALL SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET (Continued)**  
June 30, 2019

	Technology- State	Misc. State Grants	Perkins III - Professional Technical Act	Title V-B, ESSA - Rural Education Initiative	Local Education	Garden Grant	Substance Abuse - State	School-Based Medicaid	Title IV-A, ESSA - Student Support and Academic Enrichment	Total
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>										
Assets:										
Cash	-	-	-	-	-	-	-	-	-	100
Due from other funds	33,858	16,809	-	-	20	89,395	5,247	-	-	162,612
Other receivables:										
Local reimbursement	-	-	-	-	-	-	-	-	-	2,000
Federal reimbursement	-	-	-	-	-	-	-	5,125	753	29,426
Total assets	33,858	16,809	-	-	20	89,395	5,247	5,125	753	194,038
Deferred outflows of resources	-	-	-	-	-	-	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 33,858</b>	<b>\$ 16,809</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 20</b>	<b>\$ 89,395</b>	<b>\$ 5,247</b>	<b>\$ 5,125</b>	<b>\$ 753</b>	<b>\$ 194,138</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>										
Liabilities:										
Due to other funds	-	-	-	-	-	-	-	5,125	154	11,585
Accounts payable	-	-	-	-	20	184	-	-	599	3,398
Salaries and benefits payable	-	-	-	-	-	188	-	-	-	31,630
Total liabilities	-	-	-	-	20	372	-	5,125	753	46,613
Deferred inflows of resources	-	-	-	-	-	-	-	-	-	-
Fund balance:										
Restricted	33,858	16,809	-	-	-	89,023	5,247	-	-	147,525
Total fund balance	33,858	16,809	-	-	-	89,023	5,247	-	-	147,525
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<b>\$ 33,858</b>	<b>\$ 16,809</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 20</b>	<b>\$ 89,395</b>	<b>\$ 5,247</b>	<b>\$ 5,125</b>	<b>\$ 753</b>	<b>\$ 194,138</b>

**TROY SCHOOL DISTRICT NO. 287**  
Troy, Idaho

**ALL SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
For the Year Ended June 30, 2019

	Child Nutrition	Driver Education - State	Federal Forest Reserve	Title I-A, ESSA - Improving Basic Programs	IDEA Part B (611 School Age 3-21)	IDEA Part B (619 Pre-School Age 3-5)	Professional Technical - State	Title II-A, ESEA - Supporting Effective Instruction
<b>REVENUES</b>								
Local:								
Lunch sales	47,966	-	-	-	-	-	-	-
Other local	3,233	2,800	-	-	-	-	-	-
Total local	51,199	2,800	-	-	-	-	-	-
State:								
Other state support	-	-	-	-	-	-	22,901	-
Driver education program	-	2,000	-	-	-	-	-	-
Total state	-	2,000	-	-	-	-	22,901	-
Federal:								
School lunch reimbursement	49,296	-	-	-	-	-	-	-
Restricted	-	-	3,354	28,735	60,061	987	-	9,258
Unrestricted	-	-	-	-	-	-	-	-
Total federal	49,296	-	3,354	28,735	60,061	987	-	9,258
Total revenues	100,495	4,800	3,354	28,735	60,061	987	22,901	9,258
<b>EXPENDITURES</b>								
Instruction:								
Salaries	-	-	-	18,000	40,791	-	6,034	-
Benefits	-	-	-	7,737	13,964	-	1,140	-
Purchased services	-	4,992	-	-	-	987	5,863	9,258
Supply-materials	-	-	-	998	4,358	-	6,748	-
Capital objects	-	-	-	-	-	-	3,116	-
Total instruction	-	4,992	-	26,735	59,113	987	22,901	9,258
Support:								
Salaries	-	-	-	2,000	-	-	-	-
Benefits	-	-	-	-	-	-	-	-
Purchased services	-	-	-	-	-	-	-	-
Supply-materials	-	-	-	-	948	-	-	-
Total support	-	-	-	2,000	948	-	-	-
Non-instruction:								
Salaries	51,445	-	-	-	-	-	-	-
Benefits	16,967	-	-	-	-	-	-	-
Purchased services	17,374	-	-	-	-	-	-	-
Supply-materials	55,306	-	-	-	-	-	-	-
Capital objects	2,529	-	-	-	-	-	-	-
Total non-instruction	143,621	-	-	-	-	-	-	-
Capital objects	-	-	4,729	-	-	-	-	-
Total expenditures	143,621	4,992	4,729	28,735	60,061	987	22,901	9,258
Excess (deficiency) revenues over (under) expenditures	(43,126)	(192)	(1,375)	-	-	-	-	-
Other financing sources (uses)								
Transfers in (out)	43,126	567	-	-	-	-	-	-
Net change in fund balance	-	375	(1,375)	-	-	-	-	-
Fund balance - Beginning of year	-	-	3,588	-	-	-	-	-
Fund balance - End of year	\$ -	\$ 375	\$ 2,213	\$ -	\$ -	\$ -	\$ -	\$ -

TROY SCHOOL DISTRICT NO. 287  
Troy, Idaho

ALL SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)  
For the Year Ended June 30, 2019

	Technology- State	Misc. State Grants	Perkins III - Professional Technical Act	Title VI-B, ESSA - Rural Education Initiative	Local Education	Garden Grant	Substance Abuse - State	School-Based Medicaid	Title IV-A, ESSA - Student Support and Academic Enrichment	Total
<b>REVENUES</b>										
Local:										
Lunch sales	-	-	-	-	-	-	-	-	-	47,966
Other local	-	-	-	-	8,000	-	-	-	-	14,033
Total local	-	-	-	-	8,000	-	-	-	-	61,999
State:										
Other state support	62,836	3,435	-	-	-	33,388	5,247	-	-	127,807
Driver education program	-	-	-	-	-	-	-	-	-	2,000
Total state	62,836	3,435	-	-	-	33,388	5,247	-	-	129,807
Federal:										
School lunch reimbursement	-	-	-	-	-	-	-	-	-	49,296
Restricted	-	-	2,996	16,879	-	-	-	16,940	-	139,210
Unrestricted	-	-	-	-	-	-	-	-	11,681	11,681
Total federal	-	-	2,996	16,879	-	-	-	16,940	11,681	200,187
Total revenues	62,836	3,435	2,996	16,879	8,000	33,388	5,247	16,940	11,681	391,993
<b>EXPENDITURES</b>										
Instruction:										
Salaries	-	-	-	12,845	-	2,475	-	8,076	-	88,221
Benefits	-	4	-	2,379	-	408	-	1,255	-	26,887
Purchased services	5,104	235	-	-	-	14,126	-	-	1,603	42,168
Supply-materials	13,487	-	2,996	-	5,000	-	-	-	8,581	42,168
Capital objects	56,322	-	-	-	-	-	-	-	-	60,935
Total instruction	74,913	239	2,996	15,224	5,000	17,009	-	9,331	11,681	260,379
Support:										
Salaries	-	-	-	1,480	-	-	-	-	-	3,480
Benefits	-	-	-	175	-	-	-	-	-	175
Purchased services	-	-	-	-	-	-	-	14,869	-	14,869
Supply-materials	-	-	-	-	5,000	-	-	-	-	5,948
Total support	-	-	-	1,655	5,000	-	-	14,869	-	24,472
Non-instruction:										
Salaries	-	-	-	-	-	-	-	-	-	51,445
Benefits	-	-	-	-	-	-	-	-	-	16,967
Purchased services	-	-	-	-	-	-	-	-	-	17,374
Supply-materials	-	-	-	-	-	-	-	-	-	55,306
Capital objects	-	-	-	-	-	-	-	-	-	2,529
Total non-instruction	-	-	-	-	-	-	-	-	-	143,621
Capital objects	-	-	-	-	-	-	-	-	-	4,729
Total expenditures	74,913	239	2,996	16,879	10,000	17,009	-	24,200	11,681	433,201
Excess (deficiency) revenues over (under) expenditures	(12,077)	3,196	-	-	(2,000)	16,379	5,247	(7,260)	-	(41,208)
Other financing sources (uses) Transfers in (out)	-	-	-	-	-	-	-	7,260	-	50,953
Net change in fund balance	(12,077)	3,196	-	-	(2,000)	16,379	5,247	-	-	9,745
Fund balance - Beginning of year	45,935	13,613	-	-	2,000	72,644	-	-	-	137,780
Fund balance - End of year	\$ 33,858	\$ 16,809	\$ -	\$ -	\$ -	\$ 89,023	\$ 5,247	\$ -	\$ -	\$ 147,525



**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**NONMAJOR SPECIAL REVENUE FUNDS  
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL  
For the Year Ended June 30, 2019**

	<b>Final Budgeted Revenue</b>	<b>Actual Revenue</b>	<b>Final Budgeted Expenditures</b>	<b>Actual Expenditures</b>	<b>Operating Transfers</b>	<b>Beginning Fund Balance</b>	<b>Ending Fund Balance</b>
Child Nutrition	95,275	100,495	135,275	143,621	43,126	-	-
Driver Education - State	7,625	4,800	9,125	4,992	567	-	375
Federal Forest Reserve	1,000	3,354	4,588	4,729	-	3,588	2,213
Title I-A, ESSA - Improving Basic Programs	29,960	28,735	31,257	28,735	-	-	-
IDEA Part B (611 School Age 3-21)	93,092	60,061	93,092	60,061	-	-	-
IDEA Part B (619 Pre-School Age 3-5)	983	987	983	987	-	-	-
Professional Technical - State	20,926	22,901	20,926	22,901	-	-	-
Title II-A, ESEA - Supporting Effective Instruction	6,939	9,258	8,289	9,258	-	-	-
Technology-State	60,500	62,836	106,435	74,913	-	45,935	33,858
Misc. State Grants	4,724	3,435	18,846	239	-	13,613	16,809
Perkins III - Professional Technical Act	2,609	2,996	2,609	2,996	-	-	-
Title VI-B, ESSA - Rural Education Initiative	17,126	16,879	27,525	16,879	-	-	-
Local Education	15,000	8,000	15,000	10,000	-	2,000	-
Garden Grant	33,421	33,388	100,960	17,009	-	72,644	89,023
Substance Abuse - State	5,185	5,247	5,185	-	-	-	5,247
School-Based Medicaid	17,000	16,940	17,000	24,200	7,260	-	-
Title IV-A, ESSA - Student Support and Academic Enrichment	10,000	11,681	10,000	11,681	-	-	-
<b>Total</b>	<b>\$ 421,365</b>	<b>\$ 391,993</b>	<b>\$ 607,095</b>	<b>\$ 433,201</b>	<b>\$ 50,953</b>	<b>\$ 137,780</b>	<b>\$ 147,525</b>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

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**BOND REDEMPTION & INTEREST FUND**

**BALANCE SHEET**

June 30, 2019

**ASSETS AND DEFERRED OUTFLOWS OF RESOURCES**

Assets:

Investments	685
Other receivable	3
	<hr/>

Total assets	<hr/>	688
--------------	-------	-----

Deferred outflows of resources	<hr/>	-
--------------------------------	-------	---

**TOTAL ASSETS AND DEFERRED OUTFLOWS  
OF RESOURCES**

<hr/>	\$	688
<hr/>		

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES  
AND FUND BALANCE**

Liabilities:	<hr/>	-
--------------	-------	---

Deferred inflows of resources	<hr/>	-
-------------------------------	-------	---

Fund balance:

Restricted	<hr/>	688
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**TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES  
AND FUND BALANCE**

<hr/>	\$	688
<hr/>		

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

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**BOND REDEMPTION & INTEREST FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**For the Year Ended June 30, 2019**

**REVENUES**

Local:

Taxes

501

Earnings on investments

15

Total revenues

516

**EXPENDITURES**

-

Net change in fund balance

516

Fund balance-Beginning of year

172

Fund balance-End of year

\$ 688

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**ALL CAPITAL PROJECTS FUNDS  
COMBINING BALANCE SHEET  
June 30, 2019**

	<u>Bus Replacement</u>	<u>School Maintenance and Repair</u>	<u>Track Project</u>	<u>Total</u>
<b>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>				
Assets:				
Investments	-	-	55,100	55,100
Other receivable	-	-	137	137
Due from other funds	18,486	47,763	-	66,249
Total assets	18,486	47,763	55,237	121,486
Deferred outflows of resources	-	-	-	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<u>\$ 18,486</u>	<u>\$ 47,763</u>	<u>\$ 55,237</u>	<u>\$ 121,486</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>				
Liabilities:				
Accounts payable	-	553	-	553
Salaries and benefits payable	-	778	-	778
Total liabilities	-	1,331	-	1,331
Deferred inflows of resources	-	-	-	-
Fund balance:				
Restricted	18,486	46,432	55,237	120,155
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE</b>	<u>\$ 18,486</u>	<u>\$ 47,763</u>	<u>\$ 55,237</u>	<u>\$ 121,486</u>

**TROY SCHOOL DISTRICT NO. 287**

Troy, Idaho

**ALL CAPITAL PROJECTS FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
For the Year Ended June 30, 2019**

	<u>Bus Replacement</u>	<u>School Maintenance and Repair</u>	<u>Track Project</u>	<u>Total</u>
<b>REVENUES</b>				
Other local	775	-	53,576	54,351
<b>EXPENDITURES</b>				
Support:				
Salaries	-	41,883	-	41,883
Benefits	-	15,982	-	15,982
Purchased services	-	11,616	-	11,616
Supply-materials	-	11,980	-	11,980
Capital objects	-	90,566	-	90,566
Total support	-	172,027	-	172,027
Capital objects	92,996	-		92,996
Total expenditures	92,996	172,027	-	265,023
Excess (deficiency) of revenues over (under) expenditures	(92,221)	(172,027)	53,576	(210,672)
Other financing sources (uses):				
Transfer in	56,027	126,345	1,661	184,033
Total other financing sources(uses)	56,027	126,345	1,661	184,033
Net change in fund balance	(36,194)	(45,682)	55,237	(26,639)
Fund balance-Beginning of year	54,680	92,114	-	146,794
Fund balance-End of year	\$ 18,486	\$ 46,432	\$ 55,237	\$ 120,155