

---

# CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16

---

## Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2019



A 21<sup>ST</sup> CENTURY LEARNING COMMUNITY

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**

**TUCSON, ARIZONA**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

Issued by:  
Business and Finance Department

(This page intentionally left blank)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**

**TABLE OF CONTENTS**

<b><u>INTRODUCTORY SECTION</u></b>	<b><u>Page</u></b>
Letter of Transmittal	1
ASBO Certificate of Excellence	6
GFOA Certificate of Achievement	7
Organizational Chart	8
List of Principal Officials	9
<b><u>FINANCIAL SECTION</u></b>	
INDEPENDENT AUDITOR’S REPORT	13
MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)	17
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements:	
Statement of Net Position	30
Statement of Activities	31
Fund Financial Statements:	
Balance Sheet – Governmental Funds	34
Reconciliation of the Balance Sheet – Governmental Funds to the Statement of Net Position	37
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	38
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds to the Statement of Activities	40

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**

**TABLE OF CONTENTS**

<b><u>FINANCIAL SECTION</u></b>	<b><u>Page</u></b>
<b>BASIC FINANCIAL STATEMENTS</b>	
Statement of Assets and Liabilities – Fiduciary Funds	41
Notes to Financial Statements	42
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Schedule of Revenues Expenditures and Changes in Fund Balances – Budget and Actual:	
General Fund	70
Pension Schedules	71
OPEB Schedules	72
Notes to Required Supplementary Information	74
<b>COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES</b>	
Governmental Funds:	
Combining Balance Sheet – All Non-Major Governmental Funds – By Fund Type	78
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – All Non-Major Governmental Funds – By Fund Type	80
Special Revenue Funds:	
Combining Balance Sheet	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	90
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	96
Debt Service Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	118

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**

**TABLE OF CONTENTS**

<b><u>FINANCIAL SECTION</u></b>	<b><u>Page</u></b>
COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES	
Capital Projects Funds:	
Combining Balance Sheet	120
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	122
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	124
Agency Funds:	
Combining Statement of Assets and Liabilities	130
Combining Statement of Changes in Assets and Liabilities	131
<b><u>STATISTICAL SECTION</u></b>	
Financial Trends:	
Net Position by Component	135
Expenses, Program Revenues, and Net (Expense)/Revenue	136
General Revenues and Total Changes in Net Position	138
Fund Balances – Governmental Funds	140
Governmental Funds Revenues	142
Governmental Funds Expenditures and Debt Service Ratio	144
Other Financing Sources and Uses and Net Changes in Fund Balances – Governmental Funds	146

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**

**TABLE OF CONTENTS**

<b><u>STATISTICAL SECTION</u></b>	<b><u>Page</u></b>
Revenue Capacity:	
Net Limited Assessed Value and Full Cash Value of Taxable Property by Class	147
Net Full Cash Assessed Value of Taxable Property by Class	148
Property Tax Assessment Ratios	149
Direct and Overlapping Property Tax Rates	150
Principal Property Taxpayers	151
Property Tax Levies and Collections	152
Debt Capacity:	
Outstanding Debt by Type	153
Direct and Overlapping Governmental Activities Debt	154
Direct and Overlapping General Bonded Debt Ratios	154
Legal Debt Margin Information	155
Demographic and Economic Information:	
County-Wide Demographic and Economic Statistics	156
Principal Employers	157
Operating Information:	
Full-Time Equivalent District Employees by Type	158
Operating Statistics	160
Capital Assets Information	161

## **INTRODUCTORY SECTION**



(This page intentionally left blank)



Catalina Foothills Unified School District #16  
2101 E. River Road, Tucson, AZ 85718  
(520) 209-7500 (520) 209-7570 FAX www.cfsd16.org

A 21<sup>st</sup> CENTURY LEARNING COMMUNITY

December 13, 2019

Citizens and Governing Board  
Catalina Foothills Unified School District No. 16  
2101 East River Road  
Tucson, Arizona 85718-6597

State law mandates that school districts are required to undergo an annual single audit and publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States of America by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Catalina Foothills Unified School District No. 16 (District) for the fiscal year that ended June 30, 2019.

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

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2019, were free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation.

The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2019, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

## **PROFILE OF THE DISTRICT**

The District is one of several public school districts located in Pima County, Arizona. It provides a high quality public education for its students in pre-kindergarten through grade twelve including academic and extracurricular programs, services such as student transportation and a school lunch program, and the construction and maintenance of District campuses/facilities with a student enrollment of 5,003 students in state funded K-12 programs for the 2018-19 school year. The District has an enrollment of 435 students for half day kindergarten and preschool tuition-based programs. The average age of the District facilities/school building is 30 years. The District has ten building sites.

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

The membership of the Governing Board consists of five members elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, defining the strategic direction of the organization on behalf of its students' learning, establishing the full array of academic programs, acquiring and maintaining school property, determining the overall organizational or operational structure of its schools, and deciding how financial resources will be allocated within an appropriate accounting system, including budgetary controls. The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds to those organizational entities for which its elected governing board is financially accountable. The District's major operations include all academic programs, student transportation, construction and maintenance of District facilities, food services, and extracurricular activities.

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

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

## **FACTORS AFFECTING FINANCIAL CONDITION**

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

**Local Economy.** The District is located in the northern portion of the greater metropolitan Tucson area, running parallel to the Santa Catalina Mountains. It is primarily a residential community encompassing approximately 25 square miles. The quality of its schools and the natural desert-mountain environment make the community one of the most desirable in the area.

The District contains the highest median value for both residential and commercial property in the Tucson metropolitan area. The economy of the District is primarily based on tourism with world-class resorts located within its boundaries. The tourism economy is supplemented by a number of small to medium-sized shopping centers, restaurants, etc. A large, regional upscale shopping center exists in the central part of the District.

During 2018-19, the primary and secondary assessed valuation of the property in the District increased as a result of the economic improvement and increased real estate values.

**Long-term Financial Planning.** The District's average daily membership increased to 5,008 in 2018-19 from the previous year's 4,976 (2017-18). The District expects to increase enrollment and projects an enrollment of approximately 5,252 in 2019-20. Some of the reasons the District is attractive to residents and non-residents are the following:

1. *Academic Performance*

The Catalina Foothills School District has been labeled as an "Excelling" or "A" district based on its Academic Achievement Profile or the A-F Letter Grade Accountability System since 2014, at which time the letter grades for districts and schools were temporarily discontinued. Since the A-F Letter Grade Accountability System resumed in 2016, all of the District's schools have been labeled as "A" (Excellent) or "B" (Highly Performing).

This is the fifth consecutive year that the District has had the highest AzMERIT passing rates for all K-12 unified school districts in the state. Ninety percent (90%) of Catalina Foothills' students continue their formal education after high school graduation.

Ninety-six percent (96%) of students graduate from high school within four years.

2. *Maintenance & Operations Overrides*

District voters have reauthorized the District's maintenance and operations budget override for K-12 since the mid-1980s. The most recent reauthorization was 2018. These override dollars help maintain comprehensive academic K-12 programs for students.

3. *Capital Overrides*

Local voters approved a capital override for \$2,000,000 in 2008 and reauthorized the override on November 3, 2015, for an additional seven years. The \$2.0 million annual override pays for technology, and curriculum and library resources for all students, teachers, and classrooms.

The District Governing Board approved a long-range technology plan and a technology learning standard that is divided into six measurable components: creativity and innovation, communication and collaboration, research and information literacy, critical thinking, digital citizenship, and technology operations & operations.

The District's technology standards are utilized within all of the Catalina Foothills' academic disciplines. Standard technology tools/equipment (laptops, iPads, Chromebooks, Diversiboards, projectors, document cameras, video cameras) and curriculum-related digital tools and subscriptions (e.g., GarageBand, iMovie, Notebook, Microsoft Word, Excel, PowerPoint, Pages, Numbers, Keynote, Kidspiration/Inspiration, Comic Life, STELLA, Google Suite, Destiny, ad myriad scientific tools to support science curricula, etc.) have been identified to support student learning.

#### 4. *Grants*

In 2018-19, the District was awarded \$1,261,070 in federal and state grants, received \$163,069 from the Catalina Foothills Unified School District Foundation, and received \$2,633,300 in revenues from Classroom Site Funds that primarily supported teacher salaries including performance pay.

#### 5. *Bonds*

On November 3, 2015, District voters approved a \$22,000,000 bond expenditure that will underwrite approximately 150 facility/equipment projects scheduled for a five-year period (2016-21). The District sold the first bond issuance of \$7,500,000 in April 2016. The District also sold \$7,360,000 of refunding bonds in April 2016. The second issuance of \$9,719,189 sold in April 2018.

### **AWARDS AND ACKNOWLEDGMENTS**


**Awards.** The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2018. This was the thirty-first consecutive year the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2018. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.


These certificates are valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2019 certificates.

**Acknowledgments.** The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the Governing Board of the District, preparation of this report would not have been possible.

Respectfully submitted,

  
Dr. Mary Kammerzell  
Superintendent

  
Lisa Taetle  
Director of Finance



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

**Catalina Foothills Unified  
School District No. 16**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2018.**

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.



A handwritten signature in black ink, appearing to read 'Tom Wohlleber'.

Tom Wohlleber, CSRMM  
President

A handwritten signature in black ink, appearing to read 'David J. Lewis'.

David J. Lewis  
Executive Director



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Catalina Foothills Unified School**

**District No. 16**

**Arizona**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

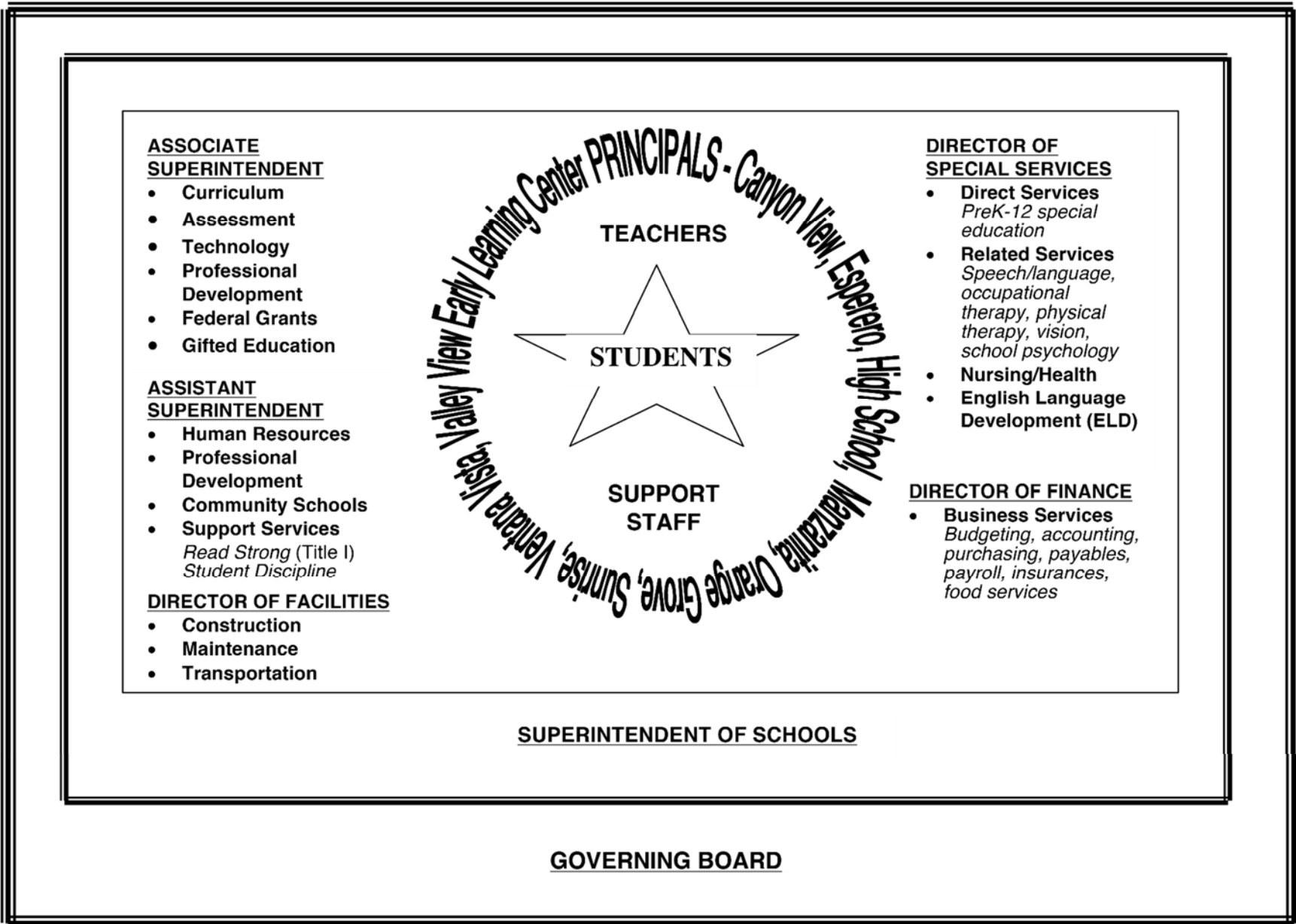
**June 30, 2018**

*Christopher P. Morill*

Executive Director/CEO



**Catalina Foothills School District  
Tucson, Arizona  
ORGANIZATIONAL CHART  
2018 - 2019**



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**

**LIST OF PRINCIPAL OFFICIALS**

**GOVERNING BOARD**

Amy Bhola, President

Amy Krauss, Vice President

Doug Hadley, Member

Eileen Jackson, Member

Carole Siegler, Member

**ADMINISTRATIVE STAFF**

Dr. Mary Kamerzell, Superintendent

Dr. Mary Jo Conery, Associate Superintendent

Dr. Denise Bartlett, Assistant Superintendent

Lisa Taetle, Director of Finance

Sandra Thompson, Controller

Dr. Erin Matyjasik, Director of Special Services

(This page intentionally left blank)

**FINANCIAL SECTION**

(This page intentionally left blank)

## INDEPENDENT AUDITOR'S REPORT

Governing Board  
Catalina Foothills Unified School District No. 16

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Catalina Foothills Unified School District No. 16 (District), 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 from material misstatement.

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

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

### ***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 the Catalina Foothills Unified School District No. 16, 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.

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

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*, for the year ended June 30, 2019, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

## ***Other Matters***

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

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, net pension liability information, and other postemployment benefit plan information, as listed in the table of contents, 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 District's basic financial statements. The Introductory Section, Combining and Individual Fund Financial Statements and Schedules, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2019, on our consideration of Catalina Foothills Unified School District No. 16's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Catalina Foothills Unified School District No. 16's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Catalina Foothills Unified School District No. 16's internal control over financial reporting and compliance.

*Heinfeld Meech & Co. PC*

Heinfeld, Meech & Co., P.C.  
Tucson, Arizona  
December 13, 2019

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



(This page intentionally left blank)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

As management of the Catalina Foothills Unified School District No. 16 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

**FINANCIAL HIGHLIGHTS**

- The District's total net position of governmental activities increased \$2.7 million which represents a nine percent increase from the prior fiscal year as a result of unexpended budget balance carryforward and increased state aid funding.
- General revenues accounted for \$42.3 million in revenue, or 77 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$12.4 million or 23 percent of total current fiscal year revenues.
- The District had approximately \$52.0 million in expenses related to governmental activities, an increase of 17 percent from the prior fiscal year due to increased costs of employee salaries and benefits, as well as non-capitalized capital outlay costs.
- Among major funds, the General Fund had \$34.2 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$32.9 million in expenditures. The General Fund's fund balance increase from \$6.3 million at the prior fiscal year end to \$7.2 million at the end of the current fiscal year was primarily due to unexpended budget balance carryforward.
- The Unrestricted Capital Outlay Fund's fund balance increased from \$8.0 million in the prior year to \$8.5 million at the end of the current fiscal year primarily due to capital override carryover for the upcoming science curriculum adoption, as well as increases in funding.
- The Bond Building Fund's fund balance decreased from \$8.6 million in the prior year to \$2.9 million at the end of the current fiscal year primarily due to the completion of two school site renovation projects.

**OVERVIEW OF FINANCIAL STATEMENTS**

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2019**

**OVERVIEW OF FINANCIAL STATEMENTS**

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

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

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

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues. The governmental activities of the District include instruction, support services, operation and maintenance of plant services, student transportation services, and operation of non-instructional services, and interest on long-term debt.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**YEAR ENDED JUNE 30, 2019**

**OVERVIEW OF FINANCIAL STATEMENTS**

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Unrestricted Capital Outlay, and Bond Building Funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements and schedules.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. Due to their custodial nature, the fiduciary funds do not have a measurement focus.

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

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

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$32.9 million at the current fiscal year end.

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2019 and June 30, 2018.

	As of June 30, 2019	As of June 30, 2018
Current and other assets	\$ 28,775,006	\$ 33,991,659
Capital assets, net	78,325,932	74,852,227
Total assets	<u>107,100,938</u>	<u>108,843,886</u>
 Deferred outflows	 <u>6,193,723</u>	 <u>4,718,432</u>
 Current liabilities	 3,498,753	 4,666,988
Long-term liabilities	<u>72,567,043</u>	<u>76,006,377</u>
Total liabilities	<u>76,065,796</u>	<u>80,673,365</u>
 Deferred inflows	 <u>4,299,218</u>	 <u>2,652,611</u>
 Net position:		
Net investment in capital assets	42,923,747	44,049,130
Restricted	14,669,630	13,830,242
Unrestricted	<u>(24,663,730)</u>	<u>(27,643,030)</u>
Total net position	<u>\$ 32,929,647</u>	<u>\$ 30,236,342</u>

At the end of the current fiscal year, the District reported a negative unrestricted net position of \$24.7 million as a result of an unfunded pension liability. Positive net position was reported in the other two categories. The same situation held true for the prior fiscal year.

The District's financial position is the product of several financial transactions including the net result of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets. The following are significant current year transactions that had an impact on the Statement of Net Position.

- The issuance of long-term debt of \$2.9 million related to capital leases.
- The depreciation of \$2.6 million of capital assets.
- The principle retirement of \$1.3 million in capital lease obligations.
- The decrease of \$2.3 million in pension liabilities.
- The principal retirement of \$2.6 million of bonds and \$162,881 of bond premium.
- The addition of \$6.1 million in capital assets through school improvements and purchases of vehicles, furniture, and equipment.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

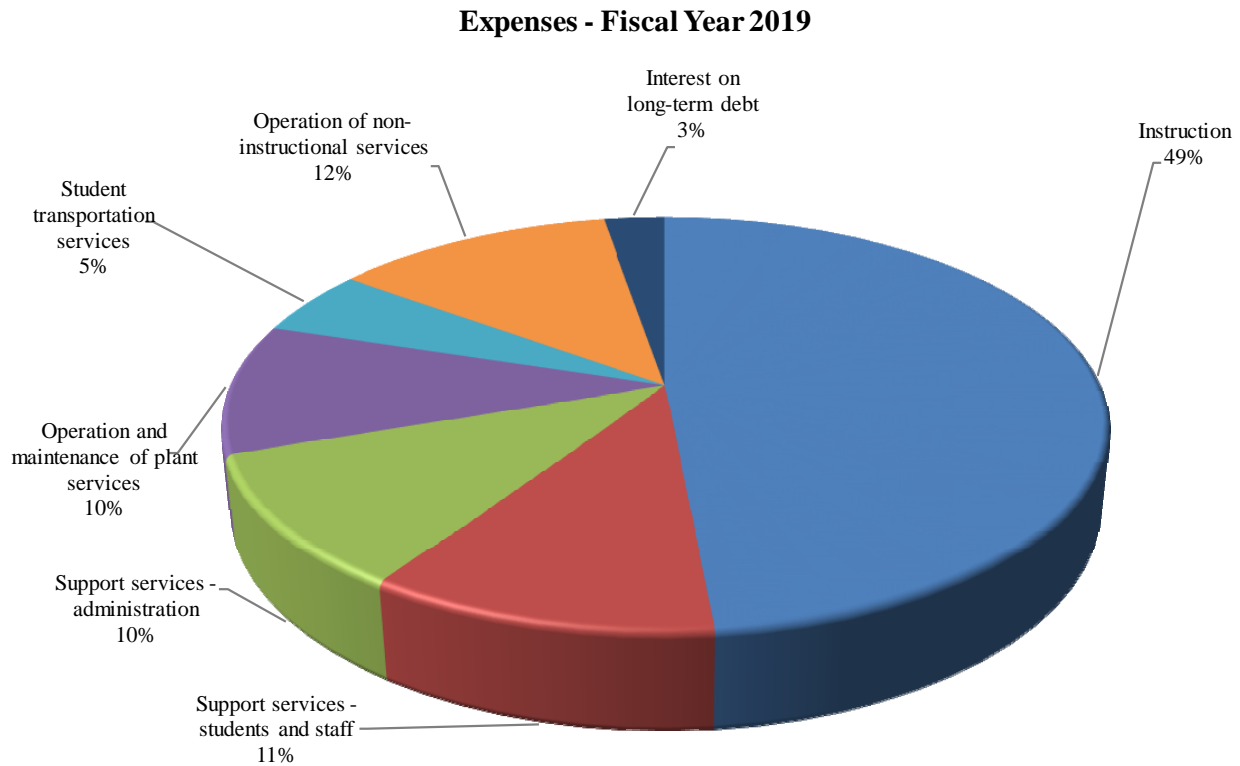
**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Changes in net position.** The District's total revenues for the current fiscal year were \$54.7 million. The total cost of all programs and services was \$52.0 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2019 and June 30, 2018.

	Fiscal Year Ended June 30, 2019	Fiscal Year Ended June 30, 2018
<b>Revenues:</b>		
Program revenues:		
Charges for services	\$ 8,226,688	\$ 6,768,515
Operating grants and contributions	3,339,373	3,748,238
Capital grants and contributions	837,618	352,975
General revenues:		
Property taxes	27,837,493	28,692,767
Investment income	519,343	263,957
Unrestricted county aid	446,883	411,165
Unrestricted state aid	13,463,251	11,735,761
<b>Total revenues</b>	54,670,649	51,973,378
<b>Expenses:</b>		
Instruction	25,203,094	21,491,831
Support services - students and staff	5,636,336	4,782,289
Support services - administration	5,439,361	4,416,534
Operation and maintenance of plant services	5,245,151	4,737,093
Student transportation services	2,687,879	2,145,328
Operation of non-instructional services	6,381,273	5,746,203
Interest on long-term debt	1,384,250	1,078,097
<b>Total expenses</b>	51,977,344	44,397,375
<b>Changes in net position</b>	2,693,305	7,576,003
<b>Net position, beginning</b>	30,236,342	22,660,339
<b>Net position, ending</b>	\$ 32,929,647	\$ 30,236,342

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**



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

- The increase of \$1.7 million in unrestricted state aid was primarily due to additional state equalization funding as a result of an increase in average daily membership.
- The increase of \$1.5 million in charges for services primarily due to the trade-in of computers.
- The increase of \$3.7 million in instructional expenses related to teacher salary increases and increased employee benefits costs.

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

	Year Ended June 30, 2019		Year Ended June 30, 2018	
	Total	Net (Expense)/	Total	Net (Expense)/
	Expenses	Revenue	Expenses	Revenue
Instruction	\$ 25,203,094	\$ (20,433,931)	\$ 21,491,831	\$ (18,487,978)
Support services - students and staff	5,636,336	(3,800,552)	4,782,289	(2,612,727)
Support services - administration	5,439,361	(5,430,151)	4,416,534	(4,400,195)
Operation and maintenance of plant services	5,245,151	(4,917,668)	4,737,093	(4,286,512)
Student transportation services	2,687,879	(2,674,851)	2,145,328	(2,129,739)
Operation of non-instructional services	6,381,273	(1,049,810)	5,746,203	(662,589)
Interest on long-term debt	1,384,250	(1,266,702)	1,078,097	(947,907)
<b>Total</b>	<b>\$ 51,977,344</b>	<b>\$ (39,573,665)</b>	<b>\$ 44,397,375</b>	<b>\$ (33,527,647)</b>

- The cost of all governmental activities this year was \$52.0 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$12.4 million.
- Net cost of governmental activities of \$39.6 million was financed by general revenues, which are made up of primarily property taxes of \$27.8 million and state and county aid of \$13.9 million. Investment earnings accounted for \$519,343 of funding.

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

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$24.6 million, a decrease of \$4.0 million due primarily to increased salary and employee benefit costs, as well as capital outlay and bond renovation costs.



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

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

The General Fund comprises 29 percent of the total fund balance. The entire \$7.2 million of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$6.3 million to \$7.2 as of fiscal year end was a result of unexpended budget balance carryforward. General Fund revenues increased \$1.3 million as a result of an increase to state aid revenues due to an increase in average daily membership (ADM), as well as the transfer of budget capacity to the General Fund from Unrestricted Capital. General Fund expenditures increased \$3.5 million as a result of increased salary and employee benefit costs.

The Unrestricted Capital Outlay Fund's fund balance increased \$499,108 to \$8.5 million. Unrestricted Capital Outlay Fund revenues increased \$1.1 million due to increased funding and trade-in revenue. Unrestricted Capital Outlay expenditures increased \$2.9 million due to the Apple lease that was executed in 2019.

The Bond Building Fund's fund balance decreased \$5.8 million to \$2.9 million at fiscal year end due to the completion of two school site renovation projects. Bond Building Fund revenues increased \$87,786. Bond Building Fund expenditures increased \$1.3 million also due to the completion of two school site renovation projects.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the District revised the General Fund annual expenditure budget for increases in current year ADM. The difference between the original budget and the final amended budget was a \$1.0 million increase, or three percent.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The significant favorable variance of \$938,758 in instruction was a result of unexpended budget balance carryforward.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** At year end, the District had invested \$121.3 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$5.9 million from the prior fiscal year, primarily due to various restoration projects. Total depreciation expense for the current fiscal year was \$2.6 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2019 and June 30, 2018.

	As of June 30, 2019	As of June 30, 2018
Capital assets - non-depreciable	\$ 7,730,673	\$ 8,253,506
Capital assets - depreciable, net	70,595,259	66,598,721
Total	\$ 78,325,932	\$ 74,852,227

The estimated cost to complete current construction projects is \$1.4 million.

Additional information on the District's capital assets can be found in Note 7.

**Debt Administration.** At year end, the District had \$38.4 million in long-term debt outstanding, \$3.7 million due within one year. Long-term debt decreased by \$1.2 million.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$189.9 million and the Class B debt limit is \$126.6 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 8 through 10.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
YEAR ENDED JUNE 30, 2019**

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

Many factors were considered by the District's administration during the process of developing the fiscal year 2019-20 budget. Among them:

- Fiscal year 2018-19 budget balance carry forward (estimated \$973,222).
- District student population (estimated 5,014).

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

Budgeted expenditures in the General Fund increased six percent to \$35.0 million in fiscal year 2019-20. Increased payroll and employee benefit costs is the primary reason for the increase. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2019-20 budget.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Catalina Foothills Unified School District No. 16, 2101 East River Road, Tucson, Arizona 85718-6597.

## **BASIC FINANCIAL STATEMENTS**

(This page intentionally left blank)

**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

	Governmental Activities
<b><u>ASSETS</u></b>	
Current assets:	
Cash and investments	\$ 24,128,651
Property taxes receivable	668,636
Accounts receivable	99,106
Due from governmental entities	3,793,985
Total current assets	28,690,378
Noncurrent assets:	
Net other postemployment benefit assets	84,628
Capital assets not being depreciated	7,730,673
Capital assets, net of accumulated depreciation	70,595,259
Total noncurrent assets	78,410,560
<b>Total assets</b>	<b>107,100,938</b>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>	
Deferred charge on refunding	110,018
Pension and other postemployment benefit plan items	6,083,705
<b>Total deferred outflows of resources</b>	<b>6,193,723</b>
<b><u>LIABILITIES</u></b>	
Current liabilities:	
Accounts payable	624,080
Construction contracts payable	754,297
Accrued payroll and employee benefits	2,119,167
Compensated absences payable	383,176
Unearned revenues	1,209
Obligations under capital leases	818,812
Bonds payable	2,925,000
Total current liabilities	7,625,741
Noncurrent liabilities:	
Non-current portion of long-term obligations	68,440,055
Total noncurrent liabilities	68,440,055
<b>Total liabilities</b>	<b>76,065,796</b>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>	
Pension and other postemployment benefit plan items	4,299,218
<b><u>NET POSITION</u></b>	
Net investment in capital assets	42,923,747
Restricted	14,669,630
Unrestricted	(24,663,730)
<b>Total net position</b>	<b>\$ 32,929,647</b>

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2019**

<b>Functions/Programs</b>	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
<b>Governmental activities:</b>					
Instruction	\$ 25,203,094	\$ 2,326,410	\$ 1,605,135	\$ 837,618	\$ (20,433,931)
Support services - students and staff	5,636,336	743,322	1,092,462		(3,800,552)
Support services - administration	5,439,361		9,210		(5,430,151)
Operation and maintenance of plant services	5,245,151	208,645	118,838		(4,917,668)
Student transportation services	2,687,879		13,028		(2,674,851)
Operation of non-instructional services	6,381,273	4,948,311	383,152		(1,049,810)
Interest on long-term debt	1,384,250		117,548		(1,266,702)
<b>Total governmental activities</b>	<b>\$ 51,977,344</b>	<b>\$ 8,226,688</b>	<b>\$ 3,339,373</b>	<b>\$ 837,618</b>	<b>\$ (39,573,665)</b>

**General revenues:**

Taxes:

Property taxes, levied for general purposes	21,864,569
Property taxes, levied for debt service	3,396,997
Property taxes, levied for capital outlay	2,575,927
Investment income	519,343
Unrestricted county aid	446,883
Unrestricted state aid	13,463,251
<b>Total general revenues</b>	<b>42,266,970</b>

**Changes in net position**

2,693,305

**Net position, beginning of year**

30,236,342

**Net position, end of year**

**\$ 32,929,647**

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



(This page intentionally left blank)

**FUND FINANCIAL STATEMENTS**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**JUNE 30, 2019**

	General	Unrestricted Capital Outlay	Bond Building
<b><u>ASSETS</u></b>			
Cash and investments	\$ 5,820,642	\$ 8,427,077	\$ 3,922,962
Property taxes receivable	559,309	49,272	
Accounts receivable			
Due from governmental entities	3,017,588	47,821	
Due from other funds	403,668		
<b>Total assets</b>	<b>\$ 9,801,207</b>	<b>\$ 8,524,170</b>	<b>\$ 3,922,962</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 433,571	\$ 28,035	\$
Construction contracts payable			754,297
Due to other funds			287,281
Accrued payroll and employee benefits	1,727,025		
Unearned revenues			
<b>Total liabilities</b>	<b>2,160,596</b>	<b>28,035</b>	<b>1,041,578</b>
Deferred inflows of resources:			
Unavailable revenues - property taxes	475,390	40,224	
Unavailable revenues - intergovernmental			
<b>Total deferred inflows of resources</b>	<b>475,390</b>	<b>40,224</b>	
Fund balances (deficits):			
Restricted		8,455,911	2,881,384
Unassigned	7,165,221		
<b>Total fund balances</b>	<b>7,165,221</b>	<b>8,455,911</b>	<b>2,881,384</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 9,801,207</b>	 <b>\$ 8,524,170</b>	 <b>\$ 3,922,962</b>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 5,957,970	\$ 24,128,651
60,055	668,636
99,106	99,106
728,576	3,793,985
	403,668
<u>\$ 6,845,707</u>	<u>\$ 29,094,046</u>
\$ 162,474	\$ 624,080
	754,297
116,387	403,668
392,142	2,119,167
1,209	1,209
<u>672,212</u>	<u>3,902,421</u>
48,887	564,501
2,081	2,081
<u>50,968</u>	<u>566,582</u>
6,124,608	17,461,903
(2,081)	7,163,140
<u>6,122,527</u>	<u>24,625,043</u>
<u>\$ 6,845,707</u>	<u>\$ 29,094,046</u>

(This page intentionally left blank)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2019**

<b>Total governmental fund balances</b>		<b>\$ 24,625,043</b>
<p>Amounts reported for <i>governmental activities</i> in the Statement of Net Position are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.</p>		
Governmental capital assets	\$ 121,277,749	
Less accumulated depreciation	<u>(42,951,817)</u>	78,325,932
<p>Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.</p>		
Property taxes	564,501	
Intergovernmental	<u>2,081</u>	566,582
<p>Deferred items related to the net cost of issuance of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds.</p>		
		110,018
<p>Deferred outflows and inflows of resources related to pensions/OPEB are applicable to future periods and, therefore, are not reported in the funds.</p>		
Deferred outflows of resources related to pensions/OPEB	6,083,705	
Deferred inflows of resources related to pensions/OPEB	<u>(4,299,218)</u>	1,784,487
<p>The Net OPEB asset is not a current financial resource and, therefore, is not reported in the funds.</p>		
		84,628
<p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.</p>		
Compensated absences payable	(492,503)	
Obligations under capital leases	(2,109,140)	
Unamortized premium on long-term debt	(1,324,435)	
Unamortized discount on long-term debt	29,988	
Net OPEB liability	(125,720)	
Net pension liability	(33,555,233)	
Bonds payable	<u>(34,990,000)</u>	<u>(72,567,043)</u>
<b>Net position of governmental activities</b>		<b>\$ <u>32,929,647</u></b>

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<u>General</u>	<u>Unrestricted Capital Outlay</u>	<u>Bond Building</u>
<b>Revenues:</b>			
Other local	\$ 1,919,197	\$ 907,879	\$ 159,608
Property taxes	21,835,547	2,571,586	
State aid and grants	10,464,459	162,229	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>34,219,203</u>	<u>3,641,694</u>	<u>159,608</u>
<b>Expenditures:</b>			
Current -			
Instruction	18,253,298		
Support services - students and staff	4,527,352		
Support services - administration	4,519,609		
Operation and maintenance of plant services	4,252,852		
Student transportation services	1,233,408		
Operation of non-instructional services	113,609		
Capital outlay	41,085	4,694,604	5,768,038
Debt service -			
Principal retirement		1,300,013	
Interest and fiscal charges		5,461	
<b>Total expenditures</b>	<u>32,941,213</u>	<u>6,000,078</u>	<u>5,768,038</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>1,277,990</u>	<u>(2,358,384)</u>	<u>(5,608,430)</u>
<b>Other financing sources (uses):</b>			
Transfers in	22,985		
Transfers out			(159,390)
Capital lease agreements		2,857,492	
Insurance recoveries	13,457		
<b>Total other financing sources (uses)</b>	<u>36,442</u>	<u>2,857,492</u>	<u>(159,390)</u>
<b>Changes in fund balances</b>	<u>1,314,432</u>	<u>499,108</u>	<u>(5,767,820)</u>
<b>Fund balances, beginning of year</b>	6,324,548	7,956,803	8,649,204
Increase (decrease) in reserve for prepaid items	(473,759)		
<b>Fund balances, end of year</b>	<u>\$ 7,165,221</u>	<u>\$ 8,455,911</u>	<u>\$ 2,881,384</u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 6,850,566	\$ 9,837,250
3,398,482	27,805,615
4,676,397	15,303,085
1,720,994	1,720,994
<u>16,646,439</u>	<u>54,666,944</u>
4,250,929	22,504,227
1,150,282	5,677,634
14,044	4,533,653
238,210	4,491,062
81,793	1,315,201
5,271,070	5,384,679
1,243,426	11,747,153
2,605,000	3,905,013
1,500,000	1,505,461
<u>16,354,754</u>	<u>61,064,083</u>
<u>291,685</u>	<u>(6,397,139)</u>
159,390	182,375
(22,985)	(182,375)
	2,857,492
	13,457
<u>136,405</u>	<u>2,870,949</u>
<u>428,090</u>	<u>(3,526,190)</u>
5,694,437	28,624,992
	(473,759)
<u>\$ 6,122,527</u>	<u>\$ 24,625,043</u>



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2019**

**Changes in fund balances - total governmental funds** **\$ (3,526,190)**

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

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

Expenditures for capitalized assets	\$ 6,084,178	
Less current year depreciation	<u>(2,604,445)</u>	3,479,733

Obligations under capital leases provide current financial resources to governmental funds, but the issuance increases long term liabilities in the Statement of Net Position. (2,857,492)

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

Property taxes	31,878	
Intergovernmental	<u>(41,630)</u>	(9,752)

Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Capital lease principal retirement	1,300,013	
Bond principal retirement	<u>2,605,000</u>	3,905,013

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

Current year pension/OPEB contributions	2,982,198	
Pension/OPEB expense	<u>(897,825)</u>	2,084,373

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

Prepaid items	(473,759)	
Loss on disposal of items	(6,028)	
Deferred charges on issuance of debt	(36,672)	
Amortization of premium on long-term debt	162,881	
Amortization of discount on long-term debt	(4,998)	
Compensated absences	<u>(23,804)</u>	<u>(382,380)</u>

**Changes in net position in governmental activities** **\$ 2,693,305**

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**STATEMENT OF ASSETS AND LIABILITIES**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2019**

	Agency
<b><u>ASSETS</u></b>	
Cash and investments	\$ 1,317,267
<b>Total assets</b>	<b>\$ 1,317,267</b>
 <b><u>LIABILITIES</u></b>	
Deposits held for others	\$ 1,114,390
Due to student groups	202,877
<b>Total liabilities</b>	<b>\$ 1,317,267</b>

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

The financial statements of the Catalina Foothills Unified School District No. 16 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

During the year ended June 30, 2019, the District implemented the provisions of GASB Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowings and Direct Placements*. This Statement requires enhanced note disclosures and clarifies which liabilities governments should include when disclosing information related to debt.

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

**A. Reporting Entity**

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

The membership of the Governing Board consists of five members elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools.

The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the financial activity of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, bookstore, and athletic functions.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

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

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

Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

**Government-Wide Financial Statements** – The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. As a general rule, the effect of internal activity has been eliminated from the government-wide financial statements; however, the effects in interfund services provided and used between functions are reported as expenses and program revenues at amounts approximating their external exchange value.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

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

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

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

The District reports the following major governmental funds:

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

**Unrestricted Capital Outlay Fund** – The Unrestricted Capital Outlay Fund accounts for transactions relating to the acquisition of capital items.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

Additionally, the District reports the following fund type:

Fiduciary Funds – The Fiduciary Funds are Agency Funds which account for resources held by the District on behalf of others. This fund type includes the Student Activities Fund, which accounts for monies raised by students to finance student clubs and organizations held by the District as an agent. In addition, funds that account for employee withholdings before the monies are remitted to the appropriate entities are included in the Agency Funds.

The Agency Funds are custodial in nature and do not have a measurement focus and are reported on the accrual basis of accounting. The Agency Funds are reported by fund type.

**D. Cash and Investments**

A.R.S. require the District to deposit all cash with the County Treasurer, except as discussed below. Cash with the County Treasurer is pooled for investment purposes, except for cash of the Debt Service and Bond Building Funds that may be invested separately. Interest earned from investments purchased with pooled monies is allocated to each of the District's funds based on their average balances. As required by statute, interest earnings of the Bond Building Fund are recorded initially in that fund, but then transferred to the Debt Service Fund. All investments are stated at fair value.

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk. Arizona statute requires a pooled collateral program for public deposits and a Statewide Collateral Pool Administrator (Administrator) in the State Treasurer’s Office. The purpose of the pooled collateral program is to ensure that governmental entities’ public deposits placed in participating depositories are secured with collateral of 102 percent of the public deposits, less any applicable deposit insurance. An eligible depository may not retain or accept any public deposit unless it has deposited the required collateral with a qualified escrow agent or the Administrator. The Administrator manages the pooled collateral program, including reporting on each depository’s compliance with the program.

**E. Investment Income**

Investment income is composed of interest, dividends, and net changes in the fair value of applicable investments. Investment income is included in other local revenue in the fund financial statements.

**F. Receivables and Payables**

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Interfund balances between governmental funds are eliminated on the Statement of Net Position.

All receivables, including property taxes receivable, are shown net of an allowance for uncollectibles.

**G. Property Tax Calendar**

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

**H. Prepaid Items**

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

**I. Capital Assets**

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

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

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

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

Land improvements	5 – 20 years
Buildings and improvements	5 – 70 years
Vehicles, furniture and equipment	5 – 30 years

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

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



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

**K. Compensated Absences**

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

**L. Pensions and Other Postemployment Benefits**

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

**M. Long-term Obligations**

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**N. Interfund Activity**

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

**O. Net Position Flow Assumption**

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

**P. Estimates**

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

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

*Assigned.* Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Governing Board or a management official delegated that authority by the formal Governing Board action. No assigned fund balance amounts are reported.

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 2 – FUND BALANCE CLASSIFICATIONS**

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

	General Fund	Unrestricted Capital Outlay Fund	Bond Building Fund	Non-Major Governmental Funds
Fund Balances:				
Restricted:				
Debt service	\$	\$	\$	\$ 348,221
Capital projects		8,455,911		164,929
Bond building projects			2,881,384	
Voter approved initiatives				1,218,057
Federal and state projects				1,559,888
Food service				387,986
Community school				1,279,284
Extracurricular activities				492,645
Other purposes				673,598
Unassigned	7,165,221			(2,081)
Total fund balances	\$ 7,165,221	\$ 8,455,911	\$2,881,384	\$ 6,122,527

**NOTE 3 – RESTRICTED NET POSITION**

The table below provides detail of the major components of the District’s restricted net position at year end.

	Governmental Activities
Restricted Net Position:	
Debt service	\$ 397,108
Capital projects	8,661,064
Voter approved initiatives	1,218,057
Federal and state projects	1,559,888
Food service	387,986
Community school	1,279,284
Extracurricular activities	492,645
Other purposes	673,598
Total	\$ 14,669,630

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 4 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

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

	<u>Deficit</u>
Non-Major Governmental Funds:	
Structured English Immersion	\$ 960
Title I Grants	159
Limited English & Migrant Students	962

The deficits arose because of operations during the year and/or because of pending grant reimbursements. Additional revenues received in fiscal year 2019-20 are expected to eliminate the deficits.

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

**NOTE 5 – CASH AND INVESTMENTS**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of bank failure the District’s deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District’s deposits was \$1.2 million, and the bank balance was \$1.5 million. At year end, \$1.3 million of the District’s deposits were covered by collateral held by the pledging financial institution’s trust department or agent but not in the District’s name.

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

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 5 – CASH AND INVESTMENTS**

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

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

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer’s investment pool	312 days	\$ 20,176,241
State Treasurer’s investment pool 7	44 days	4,106,123
Total		\$ 24,282,364

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

*Credit Risk.* The District has no investment policy that would further limit its investment choices. At year end, the District’s investment in the County Treasurer’s investment pools did not receive a credit quality rating from a national rating agency. The State Treasurer’s investment pool 7 had a weighted average rating of AAA at year end as it was invested in obligations of the U.S. Government or obligations guaranteed by the U.S. Government.

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 6 – RECEIVABLES**

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

	<u>General Fund</u>	<u>Unrestricted Capital Outlay Fund</u>	<u>Non-Major Governmental Funds</u>
Due from other governmental entities:			
Due from federal government	\$	\$	\$ 172,123
Due from state government	<u>3,017,588</u>	<u>47,821</u>	<u>556,453</u>
Net due from governmental entities	<u>\$3,017,588</u>	<u>\$ 47,821</u>	<u>\$ 728,576</u>

**NOTE 7 – CAPITAL ASSETS**

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

<u>Governmental Activities</u>	<u>Beginning Balance</u>	<u>Increase</u>	<u>Decrease</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$ 3,236,013	\$	\$	\$ 3,236,013
Construction in progress	<u>5,017,493</u>	<u>5,628,242</u>	<u>6,151,075</u>	<u>4,494,660</u>
Total capital assets, not being depreciated	<u>8,253,506</u>	<u>5,628,242</u>	<u>6,151,075</u>	<u>7,730,673</u>
Capital assets, being depreciated:				
Land improvements	8,494,603	392,925		8,887,528
Buildings and improvements	91,291,120	6,149,127		97,440,247
Vehicles, furniture and equipment	<u>7,303,856</u>	<u>64,959</u>	<u>149,514</u>	<u>7,219,301</u>
Total capital assets being depreciated	<u>107,089,579</u>	<u>6,607,011</u>	<u>149,514</u>	<u>113,547,076</u>
Less accumulated depreciation for:				
Land improvements	(6,119,423)	(428,976)		(6,548,399)
Buildings and improvements	(30,395,993)	(1,669,798)		(32,065,791)
Vehicles, furniture and equipment	<u>(3,975,442)</u>	<u>(505,671)</u>	<u>(143,486)</u>	<u>(4,337,627)</u>
Total accumulated depreciation	<u>(40,490,858)</u>	<u>(2,604,445)</u>	<u>(143,486)</u>	<u>(42,951,817)</u>
Total capital assets, being depreciated, net	<u>66,598,721</u>	<u>4,002,566</u>	<u>6,028</u>	<u>70,595,259</u>
Governmental activities capital assets, net	<u>\$ 74,852,227</u>	<u>\$ 9,630,808</u>	<u>\$6,157,103</u>	<u>\$78,325,932</u>

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 7 – CAPITAL ASSETS**

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 1,302,496
Support services – students and staff	3,052
Support services – administration	37,595
Operation and maintenance of plant services	22,026
Student transportation services	296,713
Operation of non-instructional services	942,563
Total depreciation expense – governmental activities	<u>\$ 2,604,445</u>

**Construction Commitments** – At year end, the District had contractual commitments related to various capital projects for field improvements and building restoration. At year end, the District had spent \$4.5 million on the projects and had estimated remaining contractual commitments of \$1.4 million. These projects are being funded primarily with bond proceeds.

**NOTE 8 – OBLIGATIONS UNDER LEASES**

**Capital Leases** – The District has acquired computers under the provisions of a long-term lease agreement classified as a capital lease. The lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded at the present value of its future minimum lease payments as of the inception date. Revenues from the Unrestricted Capital Outlay Fund are used to pay the capital lease obligation. No assets acquired through the capital lease meet the District’s capitalization threshold. Amortization of assets recorded under capital leases is included with depreciation expense.

The future minimum lease obligations and the net present value of these minimum lease payments at year end were as follows:

		Governmental
Year Ending June 30:		<u>Activities</u>
2020		\$ 818,812
2021		645,164
2022		<u>645,164</u>
Total minimum lease payments		2,109,140
Present value of minimum lease payments		<u>\$ 2,109,140</u>
Due within one year		<u>\$ 818,812</u>



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 8 – OBLIGATIONS UNDER LEASES**

**Operating Leases** – The District leases copiers under the provisions of long-term lease agreements classified as operating leases for accounting purposes. Rental expenditures under the terms of the operating leases totaled \$297,732 for the current fiscal year. The operating leases have remaining noncancelable lease terms from one to five years and provide renewal options. The future minimum rental payments required under the operating leases at year end were as follows:

Year Ending June 30:		
	2020	\$ 195,881
	2021	193,793
	2022	186,215
	2023	184,700
	2024	15,392
	Total minimum payments required	<u>\$ 775,981</u>

**NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE**

Bonds payable at year end consisted of the following outstanding general obligation bonds. Of the total originally authorized, \$4.8 million remains unissued. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. In addition, a portion of the District’s school improvement bonds are Qualified Build America Bonds. The District receives direct subsidy payments from the United States of America for a portion of the interest due on the bonds. The District’s legal debt limit is \$189.9 million, and the available margin is \$154.4 million.

<u>Purpose</u>	<u>Original Amount Issued</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2019</u>	<u>Due Within One Year</u>
<b>Governmental activities:</b>					
General obligation bonds:					
School Improvement Bond, Projects of 2009, Series B	\$ 6,500,000	4.00%	7/1/19-26	\$ 3,765,000	\$ 490,000
School Improvement Bond, Projects of 2009, Series C	6,075,000	3.0-4.0%	7/1/19-27	5,675,000	
School Improvement Bond, Projects of 2015, Series A	7,500,000	2.0-4.0%	7/1/19-32	7,200,000	
Refunding Bonds, Series 2016 School Improvement Bond, Projects of 2015, Series B	7,360,000	3.0-4.0%	7/1/19-22	3,305,000	1,510,000
Private placement general obligation bonds:	9,185,000	3.0-5.0%	7/1/19-35	9,095,000	
School Improvement Bond, Projects of 2009, Series A-2	9,725,000	4.73-5.5%	7/1/19-25	5,950,000	925,000
<b>Total</b>				<u>\$ 34,990,000</u>	<u>\$ 2,925,000</u>

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE**

Annual debt service requirements to maturity on the general obligation bonds at year end, are summarized as follows:

Year ending June 30:	Governmental Activities			
	General Obligation Bonds		Private Placement General Obligation Bonds	
	Principal	Interest	Principal	Interest
2020	\$ 2,000,000	\$ 1,019,350	\$ 925,000	\$ 316,487
2021	1,895,000	954,450	950,000	271,625
2022	1,975,000	882,400	1,000,000	224,126
2023	1,790,000	821,900	1,025,000	169,126
2024	2,020,000	766,800	1,025,000	112,750
2025-29	11,330,000	2,690,576	1,025,000	56,376
2030-34	7,035,000	882,376		
2035	995,000	39,800		
Total	<u>\$ 29,040,000</u>	<u>\$ 8,057,652</u>	<u>\$ 5,950,000</u>	<u>\$ 1,150,490</u>

**NOTE 10 – CHANGES IN LONG-TERM LIABILITIES**

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental activities:</b>					
Bonds payable:					
General obligation bonds	\$ 30,770,000	\$	\$ 1,730,000	\$29,040,000	\$ 2,000,000
Private placement general obligation bonds	6,825,000		875,000	5,950,000	925,000
Premium	1,487,316		162,881	1,324,435	
Discount	(34,986)		(4,998)	(29,988)	
Total bonds payable	<u>39,047,330</u>		<u>2,762,883</u>	<u>36,284,447</u>	<u>2,925,000</u>
Obligations under capital leases	551,661	2,857,492	1,300,013	2,109,140	818,812
Net OPEB liability	82,688	43,032		125,720	
Net pension liability	35,855,999		2,300,766	33,555,233	
Compensated absences payable	468,699	406,980	383,176	492,503	383,176
Governmental activity long-term liabilities	<u>\$ 76,006,377</u>	<u>\$ 3,307,504</u>	<u>\$ 6,746,838</u>	<u>\$72,567,043</u>	<u>\$ 4,126,988</u>

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

At year end, interfund balances were as follows:

**Due to/from other funds** – At year end, the Bond Building Fund and several non-major governmental funds had negative cash balances in total of \$403,668 in the Treasurer’s pooled cash accounts. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

**Interfund transfers** – Transfers between funds were used (1) to move federal grant funds of \$22,985 restricted for indirect costs and (2) to move investment income earned of \$159,390 in the Bond Building Fund that is required by statute to be expended in the Debt Service Fund, a non-major governmental fund.

**NOTE 12 – CONTINGENT LIABILITIES**

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

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

**NOTE 13 – RISK MANAGEMENT**

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

The District was unable to obtain general property and liability insurance at a cost it considered to be economically justifiable. Therefore, the District joined the Arizona School Risk Retention Trust, Inc. (ASRRT). ASRRT is a public entity risk pool currently operating as a common risk management and insurance program for school districts and community colleges in the State. The District pays an annual premium to ASRRT for its general insurance coverage. The agreement provides that ASRRT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District's employees have health, accident, and vision insurance coverage with the Arizona School Board Association Insurance Trust (ASBAIT). ASBAIT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to ASBAIT for employees' health and accident insurance coverage. The agreement provides that ASBAIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District joined the Arizona School Alliance for Workers' Compensation, Inc. (Alliance) together with other school districts in the state for risks of loss related to workers' compensation claims. The Alliance is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays quarterly premiums to the Alliance for its employee workers' compensation coverage. The agreement provides that the Alliance will be self-sustaining through members' premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event.

The District continues to carry commercial insurance for employee dental coverage. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

**Aggregate Amounts.** At June 30, 2019, the District reported the following aggregate amounts related to pensions and OPEB for all plans to which it contributes:

	Pension	OPEB
Net assets	\$	\$ (84,628)
Net liability	33,555,233	125,720
Deferred outflows of resources	5,728,498	355,207
Deferred inflows of resources	4,039,744	259,474
Expense	764,640	133,185
Contributions	2,825,506	156,692

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

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

\*With actuarially reduced benefits

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

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**Contributions.** In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.80 percent (11.64 percent for retirement and 0.16 percent for long-term disability) of the members’ annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 11.80 percent (10.18 percent for retirement, 0.46 percent for health insurance premium benefit, and 0.16 percent for long-term disability) of the active members’ annual covered payroll. The District’s contributions for the year ended June 30, 2019 were as follows:

	Contributions
Pension	\$ 2,825,506
Health Insurance Premium	116,255
Long-Term Disability	40,437

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 10.53 percent (10.41 for retirement, 0.06 percent for health insurance premium benefit, and 0.06 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

**Pension and OPEB Assets/Liability.** The net pension and OPEB assets/liability were measured as of June 30, 2018. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2017, to the measurement date of June 30, 2018. The total liability as of June 30, 2018 reflects changes in actuarial assumptions based on the results of an actuarial experience study for the five-year period ended June 30, 2016, including decreasing the discount rate from 8.0 percent to 7.5 percent, changing the projected salary increases from 3-6.75 percent to 2.7-7.2 percent, decreasing the inflation rate from 3 percent to 2.3 percent, and changing the mortality rates. The District’s proportion of the net assets/liability was based on the District’s actual contributions to the applicable plan relative to the total of all participating employers’ contributions to the plan for the year ended June 30, 2018.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

At June 30, 2019, the District reported the following amounts for its proportionate share of the ASRS plans net assets/liability. In addition, at June 30, 2018, the District’s percentage proportion for each plan and the related change from its proportion measured as of June 30, 2017 was:

	Net (Assets) Liability	District % Proportion	Increase (Decrease)
Pension	\$ 33,555,233	0.241	0.010
Health Insurance Premium	(84,628)	0.235	0.008
Long-Term Disability	125,720	0.241	0.012

**Pension/OPEB Expense and Deferred Outflows/Inflows of Resources.** The District has deferred outflows and inflows of resources related to the net pension and OPEB assets/liabilities. Certain changes in the net pension and OPEB assets/liability are recognized as pension and OPEB expense over a period of time rather than the year of occurrence. For the year ended June 30, 2019, the District recognized pension and OPEB expense as follows:

	Expense
Pension	\$ 764,640
Health Insurance Premium	87,451
Long-Term Disability	45,734



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

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

	Deferred Outflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ 924,419	\$	\$ 3,215
Changes of assumptions or other inputs	887,933	163,207	27,230
Changes in proportion and differences between contributions and proportionate share of contributions	1,090,640	366	4,497
Contributions subsequent to the measurement date	2,825,506	116,255	40,437
Total	\$ 5,728,498	\$ 279,828	\$ 75,379

	Deferred Inflows of Resources		
	Pension	Health Insurance Premium	Long-Term Disability
Differences between expected and actual experience	\$ 184,984	\$ 78,109	\$
Changes of assumptions or other inputs	2,975,132		
Net difference between projected and actual earnings on pension investments	806,924	169,058	12,177
Changes in proportion and differences between contributions and proportionate share of contributions	72,704	120	10
Total	\$ 4,039,744	\$ 247,287	\$ 12,187

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension and OPEB assets/liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension and OPEB expense as follows:

Year Ending June 30:	Pension	Health Insurance Premium	Long-Term Disability
2020	\$ 741,700	\$ (32,720)	\$ 991
2021	(292,534)	(32,721)	992
2022	(1,224,044)	(32,721)	992
2023	(361,874)	3,302	4,253
2024		11,146	4,852
Thereafter			10,675

**Actuarial Assumptions.** The significant actuarial assumptions used to measure the total pension and OPEB liability are as follows:

	Pension	OPEB
Actuarial valuation date	June 30, 2017	June 30, 2017
Actuarial roll forward date	June 30, 2018	June 30, 2018
Actuarial cost method	Entry age normal	Entry age normal
Investment rate of return	7.5%	7.5%
Projected salary increases	2.7-7.2%	Not applicable
Inflation	2.3%	2.3%
Permanent base increases	Included	Not applicable
Mortality rates	2017 SRA Scale U-MP	Health Ins: 2017 SRA Scale U-MP, LTD: 2012 GLDT
Healthcare cost trend rate	Not applicable	Not applicable

The actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

The long-term expected rate of return on ASRS plan investments was determined to be 7.5 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, excluding any expected inflation.

On June 29, 2018, the ASRS Board approved updated strategic asset allocation targets, to be effective July 2018. The target allocation and best estimates of geometric real rates of return for each major asset class for all ASRS plans are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	50%	5.50%
Fixed income	30	3.83
Real estate	20	5.85
Total	<u>100%</u>	

**Discount Rate.** The discount rate used to measure the ASRS total pension and OPEB liability was 7.5 percent, which was a decrease of 0.5 from the discount rate used as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension and OPEB liability.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2019**

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

**Sensitivity of the Proportionate Share of the Net Pension and OPEB Asset/Liability to Changes in the Discount Rate.** The following presents the District’s proportionate share of the net pension and OPEB assets/liability calculated using the discount rate of 7.5 percent, as well as what the proportionate share of the net pension and OPEB asset/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:

	Proportionate share of the net (assets) liability		
	Current		
	1% Decrease	Discount Rate	1% Increase
Rate	6.5%	7.5%	8.5%
Pension	\$ 47,833,756	\$ 33,555,233	\$ 21,625,757
Health Insurance Premium	299,859	(84,628)	(412,135)
Long-Term Disability	142,475	125,720	109,462

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

(This page intentionally left blank)

**REQUIRED SUPPLEMENTARY INFORMATION**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL**  
**YEAR ENDED JUNE 30, 2019**

	<u>Budgeted Amounts</u>		<u>Non-GAAP Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other local	\$	\$	\$ 554,964	\$ 554,964
Property taxes			21,835,547	21,835,547
State aid and grants			10,464,459	10,464,459
<b>Total revenues</b>			<u>32,854,970</u>	<u>32,854,970</u>
<b>Expenditures:</b>				
Current -				
Instruction	17,909,701	18,880,008	17,941,250	938,758
Support services - students and staff	3,599,925	3,717,230	4,017,291	(300,061)
Support services - administration	4,616,700	4,635,800	4,580,196	55,604
Operation and maintenance of plant services	4,517,200	4,416,200	4,505,301	(89,101)
Student transportation services	1,373,156	1,367,156	1,156,935	210,221
Operation of non-instructional services		18,600	26,664	(8,064)
<b>Total expenditures</b>	<u>32,016,682</u>	<u>33,034,994</u>	<u>32,227,637</u>	<u>807,357</u>
<b>Changes in fund balances</b>	<u>(32,016,682)</u>	<u>(33,034,994)</u>	<u>627,333</u>	<u>33,662,327</u>
<b>Fund balances, beginning of year</b>			5,290,310	5,290,310
Increase (decrease) in reserve for prepaid items			26,059	26,059
<b>Fund balances (deficits), end of year</b>	<u>\$ (32,016,682)</u>	<u>\$ (33,034,994)</u>	<u>\$ 5,943,702</u>	<u>\$ 38,978,696</u>

See accompanying notes to this schedule.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM**  
**LAST FIVE FISCAL YEARS**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Measurement date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014
District's proportion of the net pension (assets) liability	0.24%	0.23%	0.23%	0.24%	0.24%
District's proportionate share of the net pension (assets) liability	\$ 33,555,233	\$ 35,855,999	\$ 37,200,173	\$ 36,700,116	\$ 34,326,151
District's covered payroll	\$ 23,648,431	\$ 21,777,403	\$ 21,404,498	\$ 21,673,838	\$ 20,890,131
District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll	141.89%	164.65%	173.80%	169.33%	164.32%
Plan fiduciary net position as a percentage of the total pension liability	73.40%	69.92%	67.06%	68.35%	69.49%

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

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 2,825,506	\$ 2,577,679	\$ 2,347,604	\$ 2,322,388	\$ 2,360,281
Contributions in relation to the actuarially determined contribution	<u>2,825,506</u>	<u>2,577,679</u>	<u>2,347,604</u>	<u>2,322,388</u>	<u>2,360,281</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 25,272,862	\$ 23,648,431	\$ 21,777,403	\$ 21,404,498	\$ 21,673,838
Contributions as a percentage of covered payroll	11.18%	10.90%	10.78%	10.85%	10.89%

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

See accompanying notes to this schedule.



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY  
ARIZONA STATE RETIREMENT SYSTEM - HEALTH INSURANCE PREMIUM  
LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2018	June 30, 2017
District's proportion of the net OPEB (assets) liability	0.24%	0.23%
District's proportionate share of the net OPEB (assets) liability	\$ (84,628)	\$ (123,345)
District's covered payroll	\$ 23,648,431	\$ 21,777,403
District's proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	(0.36)%	(0.57)%
Plan fiduciary net position as a percentage of the total OPEB liability	102.20%	103.57%

**SCHEDULE OF OPEB CONTRIBUTIONS  
ARIZONA STATE RETIREMENT SYSTEM - HEALTH INSURANCE PREMIUM  
LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 116,255	\$ 104,053
Contributions in relation to the actuarially determined contribution	<u>116,255</u>	<u>104,053</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 25,272,862	\$ 23,648,431
Contributions as a percentage of covered payroll	0.46%	0.44%

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

See accompanying notes to this schedule.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET OPEB LIABILITY**  
**ARIZONA STATE RETIREMENT SYSTEM - LONG-TERM DISABILITY**  
**LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Measurement date	June 30, 2018	June 30, 2017
District's proportion of the net OPEB (assets) liability	0.24%	0.23%
District's proportionate share of the net OPEB (assets) liability	\$ 125,720	\$ 82,688
District's covered payroll	\$ 23,648,431	\$ 21,777,403
District's proportionate share of the net OPEB (assets) liability as a percentage of its covered payroll	0.53%	0.38%
Plan fiduciary net position as a percentage of the total OPEB liability	77.83%	84.44%

**SCHEDULE OF OPEB CONTRIBUTIONS**  
**ARIZONA STATE RETIREMENT SYSTEM - LONG-TERM DISABILITY**  
**LAST TWO FISCAL YEARS**

	<u>2019</u>	<u>2018</u>
Actuarially determined contribution	\$ 40,437	\$ 37,838
Contributions in relation to the actuarially determined contribution	<u>40,437</u>	<u>37,838</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 25,272,862	\$ 23,648,431
Contributions as a percentage of covered payroll	0.16%	0.16%

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

See accompanying notes to this schedule.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2019**

**NOTE 1 – BUDGETARY BASIS OF ACCOUNTING**

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

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.
- Prepaid items are budgeted in the year prepaid.

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

	Total Expenditures	Fund Balances End of Year
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 32,941,213	\$ 7,165,221
Activity budgeted as special revenue funds	(1,213,394)	(1,221,519)
Current-year prepaid items	499,818	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 32,227,637	\$ 5,943,702

**NOTE 2 – PENSION AND OPEB PLAN SCHEDULES**

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

**Factors that Affect Trends.** The actuarial assumptions used in the June 30, 2017, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2016. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2017, actuarial valuation.

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

(This page intentionally left blank)

**GOVERNMENTAL FUNDS**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**JUNE 30, 2019**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 5,455,988	\$ 337,053	\$ 164,929
Property taxes receivable		60,055	
Accounts receivable	99,106		
Due from governmental entities	728,576		
<b>Total assets</b>	<u>\$ 6,283,670</u>	<u>\$ 397,108</u>	<u>\$ 164,929</u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES</u></b>			
<b><u>AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$ 162,474	\$	\$
Due to other funds	116,387		
Accrued payroll and employee benefits	392,142		
Unearned revenues	1,209		
<b>Total liabilities</b>	<u>672,212</u>		
Deferred inflows of resources:			
Unavailable revenues - property taxes		48,887	
Unavailable revenues - intergovernmental	2,081		
<b>Total deferred inflows of resources</b>	<u>2,081</u>	<u>48,887</u>	
Fund balances (deficits):			
Restricted	5,611,458	348,221	164,929
Unassigned	(2,081)		
<b>Total fund balances</b>	<u>5,609,377</u>	<u>348,221</u>	<u>164,929</u>
<b>Total liabilities, deferred inflows of resources</b>			
<b>and fund balances</b>	<u>\$ 6,283,670</u>	<u>\$ 397,108</u>	<u>\$ 164,929</u>

Total Non-Major  
Governmental  
Funds

\$ 5,957,970  
60,055  
99,106  
728,576  
\$ 6,845,707

\$ 162,474  
116,387  
392,142  
1,209  
672,212

48,887  
2,081  
50,968

6,124,608  
(2,081)  
6,122,527

\$ 6,845,707



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**YEAR ENDED JUNE 30, 2019**

	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<b>Revenues:</b>			
Other local	\$ 6,833,081	\$ 14,237	\$ 3,248
Property taxes		3,398,482	
State aid and grants	3,872,495		803,902
Federal aid, grants and reimbursements	1,603,446	117,548	
<b>Total revenues</b>	<u>12,309,022</u>	<u>3,530,267</u>	<u>807,150</u>
<b>Expenditures:</b>			
Current -			
Instruction	4,250,929		
Support services - students and staff	1,150,282		
Support services - administration	14,044		
Operation and maintenance of plant services	238,210		
Student transportation services	81,793		
Operation of non-instructional services	5,271,070		
Capital outlay	469,875		773,551
Debt service -			
Principal retirement		2,605,000	
Interest and fiscal charges		1,500,000	
<b>Total expenditures</b>	<u>11,476,203</u>	<u>4,105,000</u>	<u>773,551</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>832,819</u>	<u>(574,733)</u>	<u>33,599</u>
<b>Other financing sources (uses):</b>			
Transfers in		159,390	
Transfers out	(22,985)		
<b>Total other financing sources (uses)</b>	<u>(22,985)</u>	<u>159,390</u>	
<b>Changes in fund balances</b>	<u>809,834</u>	<u>(415,343)</u>	<u>33,599</u>
<b>Fund balances, beginning of year</b>	4,799,543	763,564	131,330
<b>Fund balances, end of year</b>	<u>\$ 5,609,377</u>	<u>\$ 348,221</u>	<u>\$ 164,929</u>

Total Non-Major  
Governmental  
Funds

\$ 6,850,566  
3,398,482  
4,676,397  
1,720,994  
16,646,439

4,250,929  
1,150,282  
14,044  
238,210  
81,793  
5,271,070  
1,243,426

2,605,000  
1,500,000  
16,354,754

291,685

159,390  
(22,985)  
136,405

428,090

5,694,437

\$ 6,122,527

## SPECIAL REVENUE FUNDS

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

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

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

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

**Student Success** - to account for student success monies.

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

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

**Limited English & Immigrant Students** - to account for financial assistance received for educational services and costs for limited English and immigrant children.

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

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

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

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

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

**Gifted** - to account for financial assistance received for programs for gifted students.

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

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

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

**Food Service** - to account for the financial activity of school activities that have as their purpose the preparation and serving of regular and incidental meals and snacks in connection with school functions.

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

**Community School** - to account for activity related to academic and skill development for all citizens.

**Auxiliary Operations** - to account for activity arising from bookstore, athletic and miscellaneous District related operations.

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

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

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

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

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

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

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

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2019**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b><u>ASSETS</u></b>			
Cash and investments	\$ 816,825	\$ 6,401	\$ 28,217
Accounts receivable			
Due from governmental entities	435,064	100,633	
<b>Total assets</b>	<b>\$ 1,251,889</b>	<b>\$ 107,034</b>	<b>\$ 28,217</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits	122,122	18,744	
Unearned revenues			
<b>Total liabilities</b>	<b>122,122</b>	<b>18,744</b>	
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted	1,129,767	88,290	28,217
Unassigned			
<b>Total fund balances</b>	<b>1,129,767</b>	<b>88,290</b>	<b>28,217</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 1,251,889</b>	 <b>\$ 107,034</b>	 <b>\$ 28,217</b>

<u>Structured English Immersion</u>	<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Limited English &amp; Immigrant Students</u>	<u>Special Education Grants</u>	<u>E-Rate</u>
\$	\$	\$	\$	\$	\$ 10,176
960	48,338	23,353	962	62,749	36,721
<u>\$ 960</u>	<u>\$ 48,338</u>	<u>\$ 23,353</u>	<u>\$ 962</u>	<u>\$ 62,749</u>	<u>\$ 46,897</u>
\$	\$	\$	\$	\$	\$
960	23,939	23,353	962	3,153	
	24,399			48,500	
				11,010	
				86	
<u>960</u>	<u>48,338</u>	<u>23,353</u>	<u>962</u>	<u>62,749</u>	
<u>960</u>	<u>159</u>		<u>962</u>		
					46,897
<u>(960)</u>	<u>(159)</u>		<u>(962)</u>		
<u>(960)</u>	<u>(159)</u>		<u>(962)</u>		<u>46,897</u>
<u>\$ 960</u>	<u>\$ 48,338</u>	<u>\$ 23,353</u>	<u>\$ 962</u>	<u>\$ 62,749</u>	<u>\$ 46,897</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
 COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS  
 JUNE 30, 2019**

	State Vocational Education	Gifted	College Credit Exam Incentives
<b><u>ASSETS</u></b>			
Cash and investments	\$	\$ 20	\$ 116,573
Accounts receivable			
Due from governmental entities	19,796		
<b>Total assets</b>	\$ 19,796	\$ 20	\$ 116,573
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds	18,673		
Accrued payroll and employee benefits			
Unearned revenues	1,123		
<b>Total liabilities</b>	19,796		
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances (deficits):			
Restricted		20	116,573
Unassigned			
<b>Total fund balances</b>		20	116,573
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 \$ 19,796	 \$ 20	 \$ 116,573

<u>Results-based Funding</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>
\$ 1,418,690	\$ 409,832	\$ 101,945 3,392	\$ 1,451,893 74,244	\$ 516,771	\$ 420,737 21,470
<u>\$ 1,418,690</u>	<u>\$ 409,832</u>	<u>\$ 105,337</u>	<u>\$ 1,526,137</u>	<u>\$ 516,771</u>	<u>\$ 442,207</u>
\$ 18,187	\$ 21,846	\$	\$ 77,983	\$ 24,126	\$ 3,191
4,105			168,870		16,291
<u>22,292</u>	<u>21,846</u>		<u>246,853</u>	<u>24,126</u>	<u>19,482</u>
1,396,398	387,986	105,337	1,279,284	492,645	422,725
<u>1,396,398</u>	<u>387,986</u>	<u>105,337</u>	<u>1,279,284</u>	<u>492,645</u>	<u>422,725</u>
<u>\$ 1,418,690</u>	<u>\$ 409,832</u>	<u>\$ 105,337</u>	<u>\$ 1,526,137</u>	<u>\$ 516,771</u>	<u>\$ 442,207</u>

(Continued)



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2019**

	Textbooks	Litigation Recovery	Insurance Refund
<b><u>ASSETS</u></b>			
Cash and investments	\$ 27,754	\$ 81,928	\$ 14
Accounts receivable			
Due from governmental entities			
<b>Total assets</b>	<b>\$ 27,754</b>	<b>\$ 81,928</b>	<b>\$ 14</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u></b>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues	_____	_____	_____
<b>Total liabilities</b>	_____	_____	_____
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	_____	_____	_____
Fund balances (deficits):			
Restricted	27,754	81,928	14
Unassigned			
<b>Total fund balances</b>	<b>27,754</b>	<b>81,928</b>	<b>14</b>
 <b>Total liabilities, deferred inflows of resources and fund balances</b>	 <b>\$ 27,754</b>	 <b>\$ 81,928</b>	 <b>\$ 14</b>

<u>Career Technical Education</u>	<u>Totals</u>
\$ 48,212	\$ 5,455,988
	99,106
	728,576
<u>\$ 48,212</u>	<u>\$ 6,283,670</u>

\$ 13,988	\$ 162,474
	116,387
26,601	392,142
	1,209
<u>40,589</u>	<u>672,212</u>

	<u>2,081</u>
--	--------------

7,623	5,611,458
	(2,081)
<u>7,623</u>	<u>5,609,377</u>

<u>\$ 48,212</u>	<u>\$ 6,283,670</u>
------------------	---------------------

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Classroom Site	Instructional Improvement	County, City, and Town Grants
<b>Revenues:</b>			
Other local	\$ 22,919	\$ 67	\$ 55
State aid and grants	2,610,378	226,185	
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<b>2,633,297</b>	<b>226,252</b>	<b>55</b>
<b>Expenditures:</b>			
Current -			
Instruction	2,163,833	87,095	
Support services - students and staff	72,044	82,224	
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<b>2,235,877</b>	<b>169,319</b>	
<b>Excess (deficiency) of revenues over expenditures</b>	<b>397,420</b>	<b>56,933</b>	<b>55</b>
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<b>397,420</b>	<b>56,933</b>	<b>55</b>
<b>Fund balances (deficits), beginning of year</b>	<b>732,347</b>	<b>31,357</b>	<b>28,162</b>
<b>Fund balances (deficits), end of year</b>	<b>\$ 1,129,767</b>	<b>\$ 88,290</b>	<b>\$ 28,217</b>

<u>Structured English Immersion</u>	<u>Title I Grants</u>	<u>Professional Development and Technology Grants</u>	<u>Limited English &amp; Immigrant Students</u>	<u>Special Education Grants</u>	<u>Vocational Education</u>
\$ 11,002	\$	\$	\$	\$	\$
<u>11,002</u>	<u>236,698</u>	<u>81,820</u>	<u>14,874</u>	<u>789,486</u>	<u>60,695</u>
<u>11,002</u>	<u>236,698</u>	<u>81,820</u>	<u>14,874</u>	<u>789,486</u>	<u>60,695</u>
11,314	218,295		14,071	482,245	13,819
		61,924	595	279,640	25,650
		6,011	197	600	
				9,630	
<u>11,314</u>	<u>218,295</u>	<u>67,935</u>	<u>14,863</u>	<u>772,115</u>	<u>5,969</u>
<u>11,314</u>	<u>218,295</u>	<u>67,935</u>	<u>14,863</u>	<u>772,115</u>	<u>45,438</u>
(312)	18,403	13,885	11	17,371	15,257
	(8,987)	(2,643)	(594)	(10,268)	(493)
	(8,987)	(2,643)	(594)	(10,268)	(493)
(312)	9,416	11,242	(583)	7,103	14,764
(648)	(9,575)	(11,242)	(379)	(7,103)	(14,764)
<u>\$ (960)</u>	<u>\$ (159)</u>	<u>\$</u>	<u>\$ (962)</u>	<u>\$</u>	<u>\$</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	E-Rate	State Vocational Education	Gifted
<b>Revenues:</b>			
Other local	\$ 2,371	\$	\$
State aid and grants		69,983	5,461
Federal aid, grants and reimbursements	36,721		
<b>Total revenues</b>	39,092	69,983	5,461
<b>Expenditures:</b>			
Current -			
Instruction		24,963	5,082
Support services - students and staff		33,195	
Support services - administration			
Operation and maintenance of plant services	226,584	1,791	
Student transportation services			
Operation of non-instructional services			
Capital outlay		10,034	359
<b>Total expenditures</b>	226,584	69,983	5,441
<b>Excess (deficiency) of revenues over expenditures</b>	(187,492)		20
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(187,492)		20
<b>Fund balances (deficits), beginning of year</b>	234,389		
<b>Fund balances, end of year</b>	\$ 46,897	\$	\$ 20

<u>College Credit Exam Incentives</u>	<u>Results-based Funding</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$ 72,101	\$ 877,385	\$ 963,546	\$ 73,893	\$ 4,391,412	\$ 343,898
<u>72,101</u>	<u>877,385</u>	<u>383,152</u> <u>1,346,698</u>	<u>73,893</u>	<u>4,391,412</u>	<u>343,898</u>
1,981	162,351 231,619			392,503	219,234 51,799
				4,187 6,654	3,336 45,082
	17,354	1,247,905	33,976	3,988,892	297
<u>1,981</u>	<u>411,324</u>	<u>6,813</u> <u>1,254,718</u>	<u>33,976</u>	<u>116,827</u> <u>4,509,063</u>	<u>76,656</u> <u>396,404</u>
<u>70,120</u>	<u>466,061</u>	<u>91,980</u>	<u>39,917</u>	<u>(117,651)</u>	<u>(52,506)</u>
<u>70,120</u>	<u>466,061</u>	<u>91,980</u>	<u>39,917</u>	<u>(117,651)</u>	<u>(52,506)</u>
46,453	930,337	296,006	65,420	1,396,935	545,151
<u>\$ 116,573</u>	<u>\$ 1,396,398</u>	<u>\$ 387,986</u>	<u>\$ 105,337</u>	<u>\$ 1,279,284</u>	<u>\$ 492,645</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<u>Gifts and Donations</u>	<u>Textbooks</u>	<u>Litigation Recovery</u>
<b>Revenues:</b>			
Other local	\$ 330,380	\$ 12,438	\$ 1,349
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>330,380</u>	<u>12,438</u>	<u>1,349</u>
<b>Expenditures:</b>			
Current -			
Instruction	80,579	9,106	
Support services - students and staff	199,782	1,577	
Support services - administration	7,236		
Operation and maintenance of plant services	2,312		
Student transportation services	19,046		
Operation of non-instructional services			
Capital outlay	52,630		
<b>Total expenditures</b>	<u>361,585</u>	<u>10,683</u>	
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(31,205)</u>	<u>1,755</u>	<u>1,349</u>
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(31,205)</u>	<u>1,755</u>	<u>1,349</u>
<b>Fund balances (deficits), beginning of year</b>	453,930	25,999	80,579
<b>Fund balances, end of year</b>	<u>\$ 422,725</u>	<u>\$ 27,754</u>	<u>\$ 81,928</u>

<u>Insurance Refund</u>	<u>Career Technical Education</u>	<u>Totals</u>
\$ 1	\$ 690,752	\$ 6,833,081
		3,872,495
		1,603,446
<u>1</u>	<u>690,752</u>	<u>12,309,022</u>
	364,458	4,250,929
	110,233	1,150,282
		14,044
		238,210
	1,381	81,793
		5,271,070
	183,233	469,875
	<u>659,305</u>	<u>11,476,203</u>
<u>1</u>	<u>31,447</u>	<u>832,819</u>
		(22,985)
		<u>(22,985)</u>
<u>1</u>	<u>31,447</u>	<u>809,834</u>
13	(23,824)	4,799,543
<u>\$ 14</u>	<u>\$ 7,623</u>	<u>\$ 5,609,377</u>



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 22,919	\$ 22,919
State aid and grants		2,610,378	2,610,378
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>2,633,297</u>	<u>2,633,297</u>
<b>Expenditures:</b>			
Current -			
Instruction	3,449,727	2,163,833	1,285,894
Support services - students and staff	221,622	72,044	149,578
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>3,671,349</u>	<u>2,235,877</u>	<u>1,435,472</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(3,671,349)</u>	<u>397,420</u>	<u>4,068,769</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(3,671,349)</u>	<u>397,420</u>	<u>4,068,769</u>
<b>Fund balances (deficits), beginning of year</b>		732,347	732,347
<b>Fund balances (deficits), end of year</b>	<u>\$ (3,671,349)</u>	<u>\$ 1,129,767</u>	<u>\$ 4,801,116</u>

Instructional Improvement			County, City, and Town Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 67 226,185	\$ 67 226,185	\$	\$ 55	\$ 55
	<u>226,252</u>	<u>226,252</u>		<u>55</u>	<u>55</u>
96,247	87,095	9,152			
90,864	82,224	8,640			
<u>187,111</u>	<u>169,319</u>	<u>17,792</u>			
<u>(187,111)</u>	<u>56,933</u>	<u>244,044</u>		<u>55</u>	<u>55</u>
<u>(187,111)</u>	<u>56,933</u>	<u>244,044</u>		<u>55</u>	<u>55</u>
	31,357	31,357		28,162	28,162
<u>\$ (187,111)</u>	<u>\$ 88,290</u>	<u>\$ 275,401</u>	<u>\$</u>	<u>\$ 28,217</u>	<u>\$ 28,217</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Structured English Immersion		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		11,002	11,002
Federal aid, grants and reimbursements			
<b>Total revenues</b>	11,312	11,002	11,002
<b>Expenditures:</b>			
Current -			
Instruction	11,312	11,314	(2)
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	11,312	11,314	(2)
<b>Excess (deficiency) of revenues over expenditures</b>	(11,312)	(312)	11,000
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(11,312)	(312)	11,000
<b>Fund balances (deficits), beginning of year</b>		(648)	(648)
<b>Fund balances (deficits), end of year</b>	\$ (11,312)	\$ (960)	\$ 10,352

Student Success			Title I Grants		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 170	\$ 170	\$	\$	\$
				236,698	236,698
	170	170		236,698	236,698
6,000	14,691	(8,691)	257,138	218,295	38,843
6,000	14,691	(8,691)	257,138	218,295	38,843
(6,000)	(14,521)	(8,521)	(257,138)	18,403	275,541
				(8,987)	(8,987)
				(8,987)	(8,987)
(6,000)	(14,521)	(8,521)	(257,138)	9,416	266,554
	14,616	14,616		(9,575)	(9,575)
\$ (6,000)	\$ 95	\$ 6,095	\$ (257,138)	\$ (159)	\$ 256,979

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		81,820	81,820
<b>Total revenues</b>		81,820	81,820
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff	74,559	61,924	12,635
Support services - administration	7,238	6,011	1,227
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	81,797	67,935	13,862
<b>Excess (deficiency) of revenues over expenditures</b>	(81,797)	13,885	95,682
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(2,643)	(2,643)
Insurance recoveries			
<b>Total other financing sources (uses)</b>		(2,643)	(2,643)
<b>Changes in fund balances</b>	(81,797)	11,242	93,039
<b>Fund balances (deficits), beginning of year</b>		(11,242)	(11,242)
<b>Fund balances (deficits), end of year</b>	\$ (81,797)	\$	\$ 81,797

Limited English & Immigrant Students			Special Education Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	14,874	14,874		789,486	789,486
	14,874	14,874		789,486	789,486
22,076	14,071	8,005	642,248	482,245	160,003
933	595	338	372,421	279,640	92,781
309	197	112	799	600	199
			12,825	9,630	3,195
<u>23,318</u>	<u>14,863</u>	<u>8,455</u>	<u>1,028,293</u>	<u>772,115</u>	<u>256,178</u>
<u>(23,318)</u>	<u>11</u>	<u>23,329</u>	<u>(1,028,293)</u>	<u>17,371</u>	<u>1,045,664</u>
	(594)	(594)		(10,268)	(10,268)
	(594)	(594)		(10,268)	(10,268)
<u>(23,318)</u>	<u>(583)</u>	<u>22,735</u>	<u>(1,028,293)</u>	<u>7,103</u>	<u>1,035,396</u>
	(379)	(379)		(7,103)	(7,103)
<u>\$ (23,318)</u>	<u>\$ (962)</u>	<u>\$ 22,356</u>	<u>\$ (1,028,293)</u>	<u>\$</u>	<u>\$ 1,028,293</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		60,695	60,695
<b>Total revenues</b>		60,695	60,695
<b>Expenditures:</b>			
Current -			
Instruction	14,174	13,819	355
Support services - students and staff	26,310	25,650	660
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	6,123	5,969	154
<b>Total expenditures</b>	46,607	45,438	1,169
<b>Excess (deficiency) of revenues over expenditures</b>	(46,607)	15,257	61,864
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out		(493)	(493)
Insurance recoveries			
<b>Total other financing sources (uses)</b>		(493)	(493)
<b>Changes in fund balances</b>	(46,607)	14,764	61,371
<b>Fund balances (deficits), beginning of year</b>		(14,764)	(14,764)
<b>Fund balances (deficits), end of year</b>	\$ (46,607)	\$	\$ 46,607

Medicaid Reimbursement			E-Rate		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 2,371	\$ 2,371
				36,721	36,721
				39,092	39,092
			307,244	226,584	80,660
			307,244	226,584	80,660
			(307,244)	(187,492)	119,752
			(307,244)	(187,492)	119,752
	299	299		234,389	234,389
\$	\$ 299	\$ 299	\$ (307,244)	\$ 46,897	\$ 354,141

(Continued)



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		69,983	69,983
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>69,983</u>	<u>69,983</u>
<b>Expenditures:</b>			
Current -			
Instruction	25,178	24,963	215
Support services - students and staff	33,480	33,195	285
Support services - administration			
Operation and maintenance of plant services	1,806	1,791	15
Student transportation services			
Operation of non-instructional services			
Capital outlay	10,120	10,034	86
<b>Total expenditures</b>	<u>70,584</u>	<u>69,983</u>	<u>601</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(70,584)</u>		<u>70,584</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(70,584)</u>		<u>70,584</u>
<b>Fund balances (deficits), beginning of year</b>			
<b>Fund balances (deficits), end of year</b>	<u>\$ (70,584)</u>	<u>\$</u>	<u>\$ 70,584</u>

Gifted			College Credit Exam Incentives		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	5,461	5,461		72,101	72,101
	<u>5,461</u>	<u>5,461</u>		<u>72,101</u>	<u>72,101</u>
5,299	5,082	217		1,981	(1,981)
<u>374</u>	<u>359</u>	<u>15</u>			
<u>5,673</u>	<u>5,441</u>	<u>232</u>		<u>1,981</u>	<u>(1,981)</u>
<u>(5,673)</u>	<u>20</u>	<u>5,693</u>		<u>70,120</u>	<u>70,120</u>
<u>(5,673)</u>	<u>20</u>	<u>5,693</u>		<u>70,120</u>	<u>70,120</u>
				46,453	46,453
<u>\$ (5,673)</u>	<u>\$ 20</u>	<u>\$ 5,693</u>	<u>\$</u>	<u>\$ 116,573</u>	<u>\$ 116,573</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Results-based Funding		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$	\$
State aid and grants		877,385	877,385
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>877,385</u>	<u>877,385</u>
<b>Expenditures:</b>			
Current -			
Instruction	704,814	162,351	542,463
Support services - students and staff	1,005,527	231,619	773,908
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	75,339	17,354	57,985
<b>Total expenditures</b>	<u>1,785,680</u>	<u>411,324</u>	<u>1,374,356</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(1,785,680)</u>	<u>466,061</u>	<u>2,251,741</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(1,785,680)</u>	<u>466,061</u>	<u>2,251,741</u>
<b>Fund balances (deficits), beginning of year</b>		930,337	930,337
<b>Fund balances (deficits), end of year</b>	<u>\$ (1,785,680)</u>	<u>\$ 1,396,398</u>	<u>\$ 3,182,078</u>

School Plant			Food Service		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 132,485	\$ 132,485	\$	\$ 963,546	\$ 963,546
				383,152	383,152
	<u>132,485</u>	<u>132,485</u>		<u>1,346,698</u>	<u>1,346,698</u>
2,500	2,469	31			
			1,094,455	1,247,905	(153,450)
			5,545	6,813	(1,268)
<u>2,500</u>	<u>2,469</u>	<u>31</u>	<u>1,100,000</u>	<u>1,254,718</u>	<u>(154,718)</u>
<u>(2,500)</u>	<u>130,016</u>	<u>132,516</u>	<u>(1,100,000)</u>	<u>91,980</u>	<u>1,191,980</u>
<u>(2,500)</u>	<u>130,016</u>	<u>132,516</u>	<u>(1,100,000)</u>	<u>91,980</u>	<u>1,191,980</u>
	527,648	527,648		296,006	296,006
<u>\$ (2,500)</u>	<u>\$ 657,664</u>	<u>\$ 660,164</u>	<u>\$ (1,100,000)</u>	<u>\$ 387,986</u>	<u>\$ 1,487,986</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Civic Center		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 73,893	\$ 73,893
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>73,893</u>	<u>73,893</u>	<u>73,893</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services	30,000	33,976	(3,976)
Capital outlay			
<b>Total expenditures</b>	<u>30,000</u>	<u>33,976</u>	<u>(3,976)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(30,000)</u>	<u>39,917</u>	<u>69,917</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(30,000)</u>	<u>39,917</u>	<u>69,917</u>
<b>Fund balances (deficits), beginning of year</b>		65,420	65,420
<b>Fund balances (deficits), end of year</b>	<u>\$ (30,000)</u>	<u>\$ 105,337</u>	<u>\$ 135,337</u>

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 4,391,412	\$ 4,391,412	\$	\$ 1,230,485	\$ 1,230,485
	<u>4,391,412</u>	<u>4,391,412</u>		<u>1,230,485</u>	<u>1,230,485</u>
348,190	392,503	(44,313)	247,604	312,048	(64,444)
			393,065	495,370	(102,305)
			355	448	(93)
3,714	4,187	(473)	116,372	146,661	(30,289)
5,903	6,654	(751)	60,680	76,473	(15,793)
3,538,555	3,988,892	(450,337)	71,369	86,945	(15,576)
103,638	116,827	(13,189)	20,555	25,905	(5,350)
<u>4,000,000</u>	<u>4,509,063</u>	<u>(509,063)</u>	<u>910,000</u>	<u>1,143,850</u>	<u>(233,850)</u>
<u>(4,000,000)</u>	<u>(117,651)</u>	<u>3,882,349</u>	<u>(910,000)</u>	<u>86,635</u>	<u>996,635</u>
<u>(4,000,000)</u>	<u>(117,651)</u>	<u>3,882,349</u>	<u>(910,000)</u>	<u>86,635</u>	<u>996,635</u>
	1,396,935	1,396,935		418,833	418,833
<u>\$ (4,000,000)</u>	<u>\$ 1,279,284</u>	<u>\$ 5,279,284</u>	<u>\$ (910,000)</u>	<u>\$ 505,468</u>	<u>\$ 1,415,468</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 343,898	\$ 343,898
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	415,000	343,898	343,898
<b>Expenditures:</b>			
Current -			
Instruction	229,519	219,234	10,285
Support services - students and staff	54,229	51,799	2,430
Support services - administration			
Operation and maintenance of plant services	3,492	3,336	156
Student transportation services	47,197	45,082	2,115
Operation of non-instructional services	311	297	14
Capital outlay	80,252	76,656	3,596
<b>Total expenditures</b>	415,000	396,404	18,596
<b>Excess (deficiency) of revenues over expenditures</b>	(415,000)	(52,506)	362,494
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>	-	-	-
<b>Changes in fund balances</b>	(415,000)	(52,506)	362,494
<b>Fund balances (deficits), beginning of year</b>		545,151	545,151
<b>Fund balances (deficits), end of year</b>	\$ (415,000)	\$ 492,645	\$ 907,645

Gifts and Donations			Insurance Proceeds		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 330,380	\$ 330,380	\$	\$ 1,054	\$ 1,054
	<u>330,380</u>	<u>330,380</u>		<u>1,054</u>	<u>1,054</u>
66,855	80,579	(13,724)			
165,755	199,782	(34,027)			
6,004	7,236	(1,232)	934	980	(46)
1,918	2,312	(394)	12,609	13,239	(630)
15,802	19,046	(3,244)			
<u>43,666</u>	<u>52,630</u>	<u>(8,964)</u>	<u>14,457</u>	<u>15,180</u>	<u>(723)</u>
<u>300,000</u>	<u>361,585</u>	<u>(61,585)</u>	<u>28,000</u>	<u>29,399</u>	<u>(1,399)</u>
<u>(300,000)</u>	<u>(31,205)</u>	<u>268,795</u>	<u>(28,000)</u>	<u>(28,345)</u>	<u>(345)</u>
				<u>13,457</u>	<u>13,457</u>
				<u>13,457</u>	<u>13,457</u>
<u>(300,000)</u>	<u>(31,205)</u>	<u>268,795</u>	<u>(28,000)</u>	<u>(14,888)</u>	<u>13,112</u>
	453,930	453,930		70,508	70,508
<u>\$ (300,000)</u>	<u>\$ 422,725</u>	<u>\$ 722,725</u>	<u>\$ (28,000)</u>	<u>\$ 55,620</u>	<u>\$ 83,620</u>

(Continued)



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Textbooks		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 12,438	\$ 12,438
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>		<u>12,438</u>	<u>12,438</u>
<b>Expenditures:</b>			
Current -			
Instruction	12,786	9,106	3,680
Support services - students and staff	2,214	1,577	637
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>15,000</u>	<u>10,683</u>	<u>4,317</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(15,000)</u>	<u>1,755</u>	<u>16,755</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	<u>(15,000)</u>	<u>1,755</u>	<u>16,755</u>
<b>Fund balances (deficits), beginning of year</b>		25,999	25,999
<b>Fund balances (deficits), end of year</b>	<u>\$ (15,000)</u>	<u>\$ 27,754</u>	<u>\$ 42,754</u>

Litigation Recovery			Indirect Costs		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,349	\$ 1,349	\$	\$	\$
	<u>1,349</u>	<u>1,349</u>			
			20,000	22,985	(2,985)
			<u>20,000</u>	<u>22,985</u>	<u>(2,985)</u>
	<u>1,349</u>	<u>1,349</u>	<u>(20,000)</u>	<u>(22,985)</u>	<u>(2,985)</u>
				22,985	22,985
				<u>22,985</u>	<u>22,985</u>
	<u>1,349</u>	<u>1,349</u>	<u>(20,000)</u>		<u>20,000</u>
	80,579	80,579			
<u>\$</u>	<u>\$ 81,928</u>	<u>\$ 81,928</u>	<u>\$ (20,000)</u>	<u>\$</u>	<u>\$ 20,000</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Insurance Refund		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 1	\$ 1
State aid and grants			
Federal aid, grants and reimbursements			
<b>Total revenues</b>	<u>                    </u>	<u>                    1</u>	<u>                    1</u>
<b>Expenditures:</b>			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
<b>Total expenditures</b>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>                    </u>	<u>                    1</u>	<u>                    1</u>
<b>Other financing sources (uses):</b>			
Transfers in			
Transfers out			
Insurance recoveries			
<b>Total other financing sources (uses)</b>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Changes in fund balances</b>	<u>                    </u>	<u>                    1</u>	<u>                    1</u>
<b>Fund balances (deficits), beginning of year</b>		13	13
<b>Fund balances (deficits), end of year</b>	<u>\$</u>	<u>\$ 14</u>	<u>\$ 14</u>

Advertisement			Career Technical Education		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 39	\$ 39	\$	\$ 690,752	\$ 690,752
	<u>39</u>	<u>39</u>		<u>690,752</u>	<u>690,752</u>
			281,924	364,458	(82,534)
			85,270	110,233	(24,963)
			1,068	1,381	(313)
			<u>141,738</u>	<u>183,233</u>	<u>(41,495)</u>
			<u>510,000</u>	<u>659,305</u>	<u>(149,305)</u>
	<u>39</u>	<u>39</u>	<u>(510,000)</u>	<u>31,447</u>	<u>541,447</u>
	<u>39</u>	<u>39</u>	<u>(510,000)</u>	<u>31,447</u>	<u>541,447</u>
	2,334	2,334		(23,824)	(23,824)
<u>\$</u>	<u>\$ 2,373</u>	<u>\$ 2,373</u>	<u>\$ (510,000)</u>	<u>\$ 7,623</u>	<u>\$ 517,623</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 8,197,314	\$ 8,197,314
State aid and grants		3,872,495	3,872,495
Federal aid, grants and reimbursements		1,603,446	1,603,446
<b>Total revenues</b>		<u>13,673,255</u>	<u>13,673,255</u>
<b>Expenditures:</b>			
Current -			
Instruction	6,415,091	4,562,977	1,852,114
Support services - students and staff	2,532,249	1,660,343	871,906
Support services - administration	35,639	38,457	(2,818)
Operation and maintenance of plant services	449,655	400,579	49,076
Student transportation services	143,475	158,266	(14,791)
Operation of non-instructional services	4,734,690	5,358,015	(623,325)
Capital outlay	501,807	510,960	(9,153)
<b>Total expenditures</b>	<u>14,812,606</u>	<u>12,689,597</u>	<u>2,123,009</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(14,812,606)</u>	<u>983,658</u>	<u>15,796,264</u>
<b>Other financing sources (uses):</b>			
Transfers in		22,985	22,985
Transfers out		(22,985)	(22,985)
Insurance recoveries		13,457	13,457
<b>Total other financing sources (uses)</b>		<u>13,457</u>	<u>13,457</u>
<b>Changes in fund balances</b>	<u>(14,812,606)</u>	<u>997,115</u>	<u>15,809,721</u>
<b>Fund balances (deficits), beginning of year</b>		5,833,781	5,833,781
<b>Fund balances (deficits), end of year</b>	<u>\$ (14,812,606)</u>	<u>\$ 6,830,896</u>	<u>\$ 21,643,502</u>

## **DEBT SERVICE FUND**

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2019**

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 14,237	\$ 14,237
Property taxes		3,398,482	3,398,482
Federal aid, grants and reimbursements		117,548	117,548
<b>Total revenues</b>		<u>3,530,267</u>	<u>3,530,267</u>
<b>Expenditures:</b>			
Debt service -			
Principal retirement	2,605,000	2,605,000	
Interest and fiscal charges	1,498,075	1,500,000	(1,925)
<b>Total expenditures</b>	<u>4,103,075</u>	<u>4,105,000</u>	<u>(1,925)</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(4,103,075)</u>	<u>(574,733)</u>	<u>3,528,342</u>
<b>Other financing sources (uses):</b>			
Transfers in		159,390	159,390
<b>Total other financing sources (uses)</b>		<u>159,390</u>	<u>159,390</u>
<b>Changes in fund balances</b>	<u>(4,103,075)</u>	<u>(415,343)</u>	<u>3,687,732</u>
<b>Fund balances, beginning of year</b>		763,564	763,564
<b>Fund balances (deficits), end of year</b>	<u>\$ (4,103,075)</u>	<u>\$ 348,221</u>	<u>\$ 4,451,296</u>

## CAPITAL PROJECTS FUNDS

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

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

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

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

**Energy and Water Savings** - to account for capital investment monies, energy related rebate, or grant monies, and monies from other funding sources to fund energy or water savings projects in school facilities in accordance with A.R.S. §15-910.02.

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



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
 COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS  
 JUNE 30, 2019**

	<u>Adjacent Ways</u>	<u>Condemnation</u>	<u>Energy and Water Savings</u>
<b><u>ASSETS</u></b>			
Cash and investments	\$ 69,434	\$ 46,465	\$ 43,461
<b>Total assets</b>	\$ 69,434	\$ 46,465	\$ 43,461
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
Fund balances:			
Restricted	\$ 69,434	\$ 46,465	\$ 43,461
<b>Total fund balances</b>	69,434	46,465	43,461
<b>Total liabilities and fund balances</b>	\$ 69,434	\$ 46,465	\$ 43,461

<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 5,569	\$ 164,929
<u>\$ 5,569</u>	<u>\$ 164,929</u>
\$ 5,569	\$ 164,929
<u>5,569</u>	<u>164,929</u>
<u>\$ 5,569</u>	<u>\$ 164,929</u>

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<u>Adjacent Ways</u>	<u>Condemnation</u>	<u>Energy and Water Savings</u>
<b>Revenues:</b>			
Other local	\$ 1,338	\$ 765	\$ 715
State aid and grants			
<b>Total revenues</b>	<u>1,338</u>	<u>765</u>	<u>715</u>
<b>Expenditures:</b>			
Capital outlay			
<b>Total expenditures</b>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Changes in fund balances</b>	<u>1,338</u>	<u>765</u>	<u>715</u>
<b>Fund balances (deficits), beginning of year</b>	68,096	45,700	42,746
<b>Fund balances, end of year</b>	<u>\$ 69,434</u>	<u>\$ 46,465</u>	<u>\$ 43,461</u>

<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 430	\$ 3,248
<u>803,902</u>	<u>803,902</u>
<u>804,332</u>	<u>807,150</u>
<u>773,551</u>	<u>773,551</u>
<u>773,551</u>	<u>773,551</u>
<u>30,781</u>	<u>33,599</u>
(25,212)	131,330
<u>\$ 5,569</u>	<u>\$ 164,929</u>

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Unrestricted Capital Outlay		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 159,527	\$ 159,527
Property taxes		2,571,586	2,571,586
State aid and grants		162,229	162,229
<b>Total revenues</b>		2,893,342	2,893,342
<b>Expenditures:</b>			
Capital outlay	4,742,110	1,837,112	2,904,998
Debt service -			
Principal retirement	551,661	551,661	
Interest and fiscal charges	5,461	5,461	
<b>Total expenditures</b>	5,299,232	2,394,234	2,904,998
<b>Excess (deficiency) of revenues over expenditures</b>	(5,299,232)	499,108	5,798,340
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>	(5,299,232)	499,108	5,798,340
<b>Fund balances (deficits), beginning of year</b>		7,956,803	7,956,803
<b>Fund balances (deficits), end of year</b>	\$ (5,299,232)	\$ 8,455,911	\$ 13,755,143

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,338	\$ 1,338	\$	\$ 159,608	\$ 159,608
	<u>1,338</u>	<u>1,338</u>		<u>159,608</u>	<u>159,608</u>
			4,300,000	5,768,038	(1,468,038)
			<u>4,300,000</u>	<u>5,768,038</u>	<u>(1,468,038)</u>
	<u>1,338</u>	<u>1,338</u>	<u>(4,300,000)</u>	<u>(5,608,430)</u>	<u>(1,308,430)</u>
				<u>(159,390)</u>	<u>(159,390)</u>
				<u>(159,390)</u>	<u>(159,390)</u>
	<u>1,338</u>	<u>1,338</u>	<u>(4,300,000)</u>	<u>(5,767,820)</u>	<u>(1,467,820)</u>
	68,096	68,096		8,649,204	8,649,204
<u>\$</u>	<u>\$ 69,434</u>	<u>\$ 69,434</u>	<u>\$ (4,300,000)</u>	<u>\$ 2,881,384</u>	<u>\$ 7,181,384</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Condemnation		Variance - Positive (Negative)
	Budget	Actual	
<b>Revenues:</b>			
Other local	\$	\$ 765	\$ 765
Property taxes			
State aid and grants			
<b>Total revenues</b>		<u>765</u>	<u>765</u>
<b>Expenditures:</b>			
Capital outlay			
Debt service -			
Principal retirement			
Interest and fiscal charges			
<b>Total expenditures</b>			
<b>Excess (deficiency) of revenues over expenditures</b>		<u>765</u>	<u>765</u>
<b>Other financing sources (uses):</b>			
Transfers out			
<b>Total other financing sources (uses)</b>			
<b>Changes in fund balances</b>		<u>765</u>	<u>765</u>
<b>Fund balances (deficits), beginning of year</b>		45,700	45,700
<b>Fund balances (deficits), end of year</b>	<u>\$</u>	<u>\$ 46,465</u>	<u>\$ 46,465</u>

Energy and Water Savings			Building Renewal Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 715	\$ 715	\$	\$ 430	\$ 430
				803,902	803,902
	<u>715</u>	<u>715</u>		<u>804,332</u>	<u>804,332</u>
			804,000	773,551	30,449
			<u>804,000</u>	<u>773,551</u>	<u>30,449</u>
	715	715	(804,000)	30,781	834,781
	715	715	(804,000)	30,781	834,781
	42,746	42,746		(25,212)	(25,212)
<u>\$</u>	<u>\$ 43,461</u>	<u>\$ 43,461</u>	<u>\$ (804,000)</u>	<u>\$ 5,569</u>	<u>\$ 809,569</u>

(Continued)



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL**  
**ALL CAPITAL PROJECTS FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
<b>Revenues:</b>			
Other local	\$	\$ 322,383	\$ 322,383
Property taxes		2,571,586	2,571,586
State aid and grants		966,131	966,131
<b>Total revenues</b>		<u>3,860,100</u>	<u>3,860,100</u>
<b>Expenditures:</b>			
Capital outlay	9,846,110	8,378,701	1,467,409
Debt service -			
Principal retirement	551,661	551,661	
Interest and fiscal charges	5,461	5,461	
<b>Total expenditures</b>	<u>10,403,232</u>	<u>8,935,823</u>	<u>1,467,409</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(10,403,232)</u>	<u>(5,075,723)</u>	<u>5,327,509</u>
<b>Other financing sources (uses):</b>			
Transfers out		(159,390)	(159,390)
<b>Total other financing sources (uses)</b>		<u>(159,390)</u>	<u>(159,390)</u>
<b>Changes in fund balances</b>	<u>(10,403,232)</u>	<u>(5,235,113)</u>	<u>5,168,119</u>
<b>Fund balances (deficits), beginning of year</b>		16,737,337	16,737,337
<b>Fund balances (deficits), end of year</b>	<u>\$ (10,403,232)</u>	<u>\$ 11,502,224</u>	<u>\$ 21,905,456</u>

## **AGENCY FUNDS**

**Student Activities** - to account for monies raised by students to finance student clubs and organizations but held by the District as an agent.

**Employee Withholding** - to account for voluntary deductions temporarily held by the District as an agent.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**JUNE 30, 2019**

	Student Activities	Employee Withholding	Totals
<b><u>ASSETS</u></b>			
Cash and investments	\$ 202,877	\$ 1,114,390	\$ 1,317,267
<b>Total assets</b>	\$ 202,877	\$ 1,114,390	\$ 1,317,267
 <b><u>LIABILITIES</u></b>			
Deposits held for others	\$	\$ 1,114,390	\$ 1,114,390
Due to student groups	202,877		202,877
<b>Total liabilities</b>	\$ 202,877	\$ 1,114,390	\$ 1,317,267

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**COMBINING STATEMENT OF CHANGES ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**YEAR ENDED JUNE 30, 2019**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<b><u>STUDENT ACTIVITIES</u></b>				
<u>Assets</u>				
Cash and investments	\$ 184,659	\$ 140,355	\$ 122,137	\$ 202,877
Total assets	\$ 184,659	\$ 140,355	\$ 122,137	\$ 202,877
<u>Liabilities</u>				
Due to student groups	\$ 184,659	\$ 140,355	\$ 122,137	\$ 202,877
Total liabilities	\$ 184,659	\$ 140,355	\$ 122,137	\$ 202,877
<b><u>EMPLOYEE WITHHOLDING</u></b>				
<u>Assets</u>				
Cash and investments	\$ 1,362,189	\$ 4,047,211	\$ 4,295,010	\$ 1,114,390
Total assets	\$ 1,362,189	\$ 4,047,211	\$ 4,295,010	\$ 1,114,390
<u>Liabilities</u>				
Deposits held for others	\$ 1,362,189	\$ 4,047,211	\$ 4,295,010	\$ 1,114,390
Total liabilities	\$ 1,362,189	\$ 4,047,211	\$ 4,295,010	\$ 1,114,390
<b><u>TOTAL AGENCY</u></b>				
<u>Assets</u>				
Cash and investments	\$ 1,546,848	\$ 4,187,566	\$ 4,417,147	\$ 1,317,267
Total assets	\$ 1,546,848	\$ 4,187,566	\$ 4,417,147	\$ 1,317,267
<u>Liabilities</u>				
Due to student groups	\$ 184,659	\$ 140,355	\$ 122,137	\$ 202,877
Deposits held for others	1,362,189	4,047,211	4,295,010	1,114,390
Total liabilities	\$ 1,546,848	\$ 4,187,566	\$ 4,417,147	\$ 1,317,267

(This page intentionally left blank)

## STATISTICAL SECTION

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

### **Financial Trends**

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

### **Revenue Capacity**

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

### **Debt Capacity**

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

### **Demographic and Economic Information**

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

### **Operating Information**

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

**Note:** For locally assessed property (i.e., excluding mines, utilities, etc.) Proposition 117, approved by voters in 2012, amended the Arizona Constitution to require that all property taxes after fiscal year 2014-15 be based upon property values limited to 5 percent in annual growth. The aggregate assessed value of all taxable properties within a taxing jurisdiction (i.e., after applying assessment ratios based on the use of a property), including property values with a growth limit, is currently referred to as net limited assessed value and formerly as primary assessed value. In accordance with Proposition 117, this value is used for all taxing purposes beginning fiscal year 2015-16. Aggregate assessed value without a growth limit is currently referred to as net full cash assessed value and formerly as secondary assessed value. This remains the value utilized for determining debt capacity limits.

(This page intentionally left blank)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 42,923,747	\$ 44,049,130	\$ 43,907,650	\$ 40,217,126	\$ 42,828,165
Restricted	14,669,630	13,830,242	12,790,848	14,208,596	14,422,369
Unrestricted	(24,663,730)	(27,643,030)	(35,011,585)	(38,122,345)	(35,593,736)
Total net position	\$ 32,929,647	\$ 30,236,342	\$ 21,686,913	\$ 16,303,377	\$ 21,656,798
	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>	<b><u>2010</u></b>
<b>Net Position:</b>					
Net investment in capital assets	\$ 43,381,053	\$ 41,201,148	\$ 44,662,361	\$ 44,480,384	\$ 37,551,243
Restricted	15,607,395	16,754,678	14,252,186	13,591,878	14,641,626
Unrestricted	3,302,247	7,014,598	10,678,991	14,179,142	18,003,304
Total net position	\$ 62,290,695	\$ 64,970,424	\$ 69,593,538	\$ 72,251,404	\$ 70,196,173

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

**Note:** Negative unrestricted net position was due to the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68 in fiscal year 2014-15.



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Expenses</b>					
Instruction	\$ 25,203,094	\$ 21,491,831	\$ 21,927,938	\$ 25,637,978	\$ 21,163,312
Support services - students and staff	5,636,336	4,782,289	5,106,814	5,285,127	4,799,037
Support services - administration	5,439,361	4,416,534	4,772,574	4,932,269	4,544,420
Operation and maintenance of plant services	5,245,151	4,737,093	4,701,355	4,689,680	4,611,702
Student transportation services	2,687,879	2,145,328	1,861,775	1,869,972	1,734,626
Operation of non-instructional services	6,381,273	5,746,203	5,202,421	4,623,477	4,339,557
Interest on long-term debt	1,384,250	1,078,097	1,143,968	1,184,554	1,276,782
Total expenses	<u>51,977,344</u>	<u>44,397,375</u>	<u>44,716,845</u>	<u>48,223,057</u>	<u>42,469,436</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	2,326,410	740,484	4,532,575	3,681,911	3,634,111
Operation of non-instructional services	4,948,311	4,744,055	1,839,152	1,863,125	1,626,390
Other activities	951,967	1,283,976	170,829	114,066	111,487
Operating grants and contributions	3,339,373	3,748,238	2,434,196	2,593,115	2,425,393
Capital grants and contributions	837,618	352,975	30,047	94,534	37,046
Total program revenues	<u>12,403,679</u>	<u>10,869,728</u>	<u>9,006,799</u>	<u>8,346,751</u>	<u>7,834,427</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (39,573,665)</u>	<u>\$ (33,527,647)</u>	<u>\$ (35,710,046)</u>	<u>\$ (39,876,306)</u>	<u>\$ (34,635,009)</u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Expenses</b>					
Instruction	\$ 20,964,259	\$ 22,650,491	\$ 20,621,130	\$ 20,153,927	\$ 24,996,580
Support services - students and staff	5,014,881	5,289,050	5,045,674	5,032,580	5,828,056
Support services - administration	4,682,728	4,674,775	4,398,001	4,429,381	4,765,864
Operation and maintenance of plant services	4,588,399	4,617,584	4,223,337	4,108,441	4,131,596
Student transportation services	1,755,654	2,016,367	1,622,756	1,510,379	1,673,809
Operation of non-instructional services	4,330,692	4,347,959	4,199,927	4,248,432	4,072,690
Interest on long-term debt	1,247,451	1,324,417	1,497,045	1,533,771	1,286,228
Total expenses	<u>42,584,064</u>	<u>44,920,643</u>	<u>41,607,870</u>	<u>41,016,911</u>	<u>46,754,823</u>
<b>Program Revenues</b>					
Charges for services:					
Instruction	3,540,709	3,502,710	368,973	587,358	447,995
Operation of non-instructional services	1,923,626	1,754,179	5,045,114	4,589,498	4,293,628
Other activities	97,653	43,900	105,503	111,754	101,334
Operating grants and contributions	2,256,504	2,363,864	2,462,107	3,741,260	2,786,303
Capital grants and contributions	22,286	27,220	45,925	81,409	112,317
Total program revenues	<u>7,840,778</u>	<u>7,691,873</u>	<u>8,027,622</u>	<u>9,111,279</u>	<u>7,741,577</u>
<b>Net (Expense)/Revenue</b>	<u>\$ (34,743,286)</u>	<u>\$ (37,228,770)</u>	<u>\$ (33,580,248)</u>	<u>\$ (31,905,632)</u>	<u>\$ (39,013,246)</u>

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

**(Concluded)**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
<b>Net (Expense)/Revenue</b>	\$ (39,573,665)	\$ (33,527,647)	\$ (35,710,046)	\$ (39,876,306)	\$ (34,635,009)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	21,864,569	22,360,179	24,032,623	18,137,386	16,024,482
Property taxes, levied for debt service	3,396,997	4,028,144	3,970,289	3,761,655	3,723,102
Property taxes, levied for capital outlay	2,575,927	2,304,444	2,007,519	2,033,886	1,984,462
Investment income	519,343	263,957	141,050	174,944	70,532
Unrestricted county aid	446,883	411,165	346,465	325,033	365,064
Unrestricted state aid	13,463,251	11,735,761	10,595,636	10,089,981	9,337,926
Unrestricted federal aid					15,288
<b>Total general revenues</b>	<b>42,266,970</b>	<b>41,103,650</b>	<b>41,093,582</b>	<b>34,522,885</b>	<b>31,520,856</b>
<b>Changes in Net Position</b>	<b>\$ 2,693,305</b>	<b>\$ 7,576,003</b>	<b>\$ 5,383,536</b>	<b>\$ (5,353,421)</b>	<b>\$ (3,114,153)</b>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(Accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Net (Expense)/Revenue</b>	\$ (34,743,286)	\$ (37,228,770)	\$ (33,580,248)	\$ (31,905,632)	\$ (39,013,246)
<b>General Revenues:</b>					
Taxes:					
Property taxes, levied for general purposes	18,165,220	19,869,578	14,926,825	15,735,667	15,748,234
Property taxes, levied for debt service	1,381,319	15,013	4,069,308	4,793,424	9,911,980
Property taxes, levied for capital outlay	2,009,288	2,275,167	2,654,224	3,566,916	3,965,984
Investment income	90,492	187,789	95,892	130,359	266,109
Unrestricted county aid	421,934	416,385	384,084	352,756	363,460
Unrestricted state aid	9,995,010	9,839,838	8,772,994	9,229,053	9,886,055
Unrestricted federal aid	294	1,886	19,055	152,688	1,505,158
<b>Total general revenues</b>	<u>32,063,557</u>	<u>32,605,656</u>	<u>30,922,382</u>	<u>33,960,863</u>	<u>41,646,980</u>
<b>Changes in Net Position</b>	<u>\$ (2,679,729)</u>	<u>\$ (4,623,114)</u>	<u>\$ (2,657,866)</u>	<u>\$ 2,055,231</u>	<u>\$ 2,633,734</u>

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

**(Concluded)**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
General Fund:					
Nonspendable	\$	\$ 473,759	\$ 468,136	\$ 421,759	\$ 2,299,132
Unassigned	7,165,221	5,850,789	2,274,537	(1,845,258)	(219,008)
Total General Fund	\$ 7,165,221	\$ 6,324,548	\$ 2,742,673	\$ (1,423,499)	\$ 2,080,124
All Other Governmental Funds:					
Restricted	\$ 17,461,903	\$ 22,393,191	\$ 16,023,595	\$ 20,936,511	\$ 19,819,749
Unassigned	(2,081)	(92,747)	(43,206)		
Total all other governmental funds	\$ 17,459,822	\$ 22,300,444	\$ 15,980,389	\$ 20,936,511	\$ 19,819,749

**(Continued)**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General Fund:					
Nondenable	\$ 2,036,635	\$ 2,145,470	\$ 2,114,044	\$ 2,081,409	\$
Unassigned	2,745,767	3,028,069	5,874,999	9,834,385	
Reserved					1,035,921
Unreserved					5,660,077
Total General Fund	<u>\$ 4,782,402</u>	<u>\$ 5,173,539</u>	<u>\$ 7,989,043</u>	<u>\$ 11,915,794</u>	<u>\$ 6,695,998</u>
All Other Governmental Funds:					
Restricted	\$ 16,524,110	\$ 19,953,619	\$ 20,132,582	\$ 23,552,310	\$
Unassigned	(8,516)				
Unreserved, reported in:					
Special revenue funds					3,800,127
Capital projects funds					21,258,472
Debt service fund					4,249,862
Total all other governmental funds	<u>\$ 16,515,594</u>	<u>\$ 19,953,619</u>	<u>\$ 20,132,582</u>	<u>\$ 23,552,310</u>	<u>\$ 29,308,461</u>

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

**Note:** The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 54 were adopted in fiscal year 2011. The standard replaces the previous reserved and unreserved fund balance categories with the following five fund balance classifications: nonspendable, restricted, committed, assigned, and unassigned fund balance.

**(Concluded)**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u><b>2019</b></u>	<u><b>2018</b></u>	<u><b>2017</b></u>	<u><b>2016</b></u>	<u><b>2015</b></u>
<b>Federal sources:</b>					
Federal grants	\$ 1,337,842	\$ 1,525,523	\$ 1,323,118	\$ 1,355,382	\$ 1,295,836
National School Lunch Program	383,152	339,559	368,617	428,583	337,873
Total federal sources	<u>1,720,994</u>	<u>1,865,082</u>	<u>1,691,735</u>	<u>1,783,965</u>	<u>1,633,709</u>
<b>State sources:</b>					
State equalization assistance	10,399,308	9,189,755	8,425,060	7,708,855	7,211,829
State grants	1,035,932	1,101,360	85,645	106,931	92,994
School Facilities Board	803,902	341,088	11,602	60,943	208,565
Other revenues	3,063,943	2,564,566	2,170,576	2,381,126	1,917,532
Total state sources	<u>15,303,085</u>	<u>13,196,769</u>	<u>10,692,883</u>	<u>10,257,855</u>	<u>9,430,920</u>
<b>Local sources:</b>					
Property taxes	27,805,615	28,614,530	29,840,255	23,955,426	21,968,537
County aid	446,883	411,165	346,465	325,033	365,064
Food service sales	956,474	875,572	894,984	757,111	822,683
Investment income	519,343	263,957	141,050	174,944	70,532
Other revenues	7,914,550	6,611,033	6,322,833	5,594,640	5,300,329
Total local sources	<u>37,642,865</u>	<u>36,776,257</u>	<u>37,545,587</u>	<u>30,807,154</u>	<u>28,527,145</u>
<b>Total revenues</b>	<u><u>\$ 54,666,944</u></u>	<u><u>\$ 51,838,108</u></u>	<u><u>\$ 49,930,205</u></u>	<u><u>\$ 42,848,974</u></u>	<u><u>\$ 39,591,774</u></u>

**(Continued)**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**GOVERNMENTAL FUNDS REVENUES**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Federal sources:</b>					
Federal grants	\$ 1,262,795	\$ 1,399,543	\$ 1,417,409	\$ 2,616,886	\$ 1,533,261
State Fiscal Stabilization (ARRA)				152,688	1,505,058
National School Lunch Program	294,921	295,408	257,244	225,742	256,560
Total federal sources	<u>1,557,716</u>	<u>1,694,951</u>	<u>1,674,653</u>	<u>2,995,316</u>	<u>3,294,879</u>
<b>State sources:</b>					
State equalization assistance	7,951,799	8,121,930	7,276,382	8,178,075	8,224,883
State grants	105,930	90,145	102,611	77,925	82,994
Other revenues	2,043,211	1,717,908	1,496,612	1,221,630	1,490,521
Total state sources	<u>10,100,940</u>	<u>9,929,983</u>	<u>8,875,605</u>	<u>9,477,630</u>	<u>9,798,398</u>
<b>Local sources:</b>					
Property taxes	21,440,523	22,308,346	21,379,360	24,360,110	29,751,662
County aid	421,934	416,385	384,084	352,756	363,460
Food service sales	968,769	975,154	1,118,926	1,165,353	1,183,706
Investment income	90,492	187,789	98,706	130,359	266,109
Other revenues	5,211,791	4,933,509	5,147,673	5,025,372	4,685,156
Total local sources	<u>28,133,509</u>	<u>28,821,183</u>	<u>28,128,749</u>	<u>31,033,950</u>	<u>36,250,093</u>
<b>Total revenues</b>	<u>\$ 39,792,165</u>	<u>\$ 40,446,117</u>	<u>\$ 38,679,007</u>	<u>\$ 43,506,896</u>	<u>\$ 49,343,370</u>

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

**(Concluded)**



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 22,504,227	\$ 19,570,378	\$ 19,157,525	\$ 19,311,509	\$ 18,199,947
Support services - students and staff	5,677,634	4,843,130	4,870,465	4,745,055	4,471,270
Support services - administration	4,533,653	4,069,582	4,546,771	4,500,439	4,284,106
Operation and maintenance of plant services	4,491,062	4,558,954	4,519,129	4,476,971	4,394,740
Student transportation services	1,315,201	1,256,011	1,243,463	1,082,502	1,131,005
Operation of non-instructional services	5,384,679	4,985,190	4,409,677	4,004,967	3,720,883
Capital outlay	11,747,153	7,743,316	6,971,694	11,641,992	4,230,227
Debt service -					
Claims and judgements					
Interest and fiscal charges	1,505,461	1,194,093	1,226,714	1,267,301	1,314,402
Principal retirement	3,905,013	3,403,084	3,821,094	3,150,606	3,755,980
Bond issuance costs		166,609		256,864	115,535
<b>Total expenditures</b>	<u>\$ 61,064,083</u>	<u>\$ 51,790,347</u>	<u>\$ 50,766,532</u>	<u>\$ 54,438,206</u>	<u>\$ 45,618,095</u>
Expenditures for capitalized assets	\$ 6,084,178	\$ 4,624,341	\$ 3,635,230	\$ 6,487,415	\$ 1,091,582
Debt service as a percentage of noncapital expenditures	10%	10%	11%	9%	11%

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Expenditures:</b>					
Current -					
Instruction	\$ 17,312,203	\$ 17,038,992	\$ 17,505,082	\$ 16,863,344	\$ 17,376,143
Support services - students and staff	4,618,540	4,515,459	4,721,980	4,491,982	4,846,122
Support services - administration	4,340,549	4,038,860	4,120,032	3,978,307	3,909,620
Operation and maintenance of plant services	4,368,808	4,300,139	4,060,585	3,947,975	3,595,775
Student transportation services	1,142,843	1,119,930	1,089,702	1,086,215	1,076,941
Operation of non-instructional services	3,719,865	3,709,238	3,667,500	3,703,807	3,626,546
Capital outlay	3,710,129	6,969,617	5,421,230	11,849,416	7,592,108
Debt service -					
Claims and judgements					550,000
Interest and fiscal charges	1,254,497	1,336,909	1,509,539	1,546,266	1,254,427
Principal retirement	3,045,058	3,467,546	3,962,471	4,333,796	9,303,340
Bond issuance costs				91,475	140,029
<b>Total expenditures</b>	<u>\$ 43,512,492</u>	<u>\$ 46,496,690</u>	<u>\$ 46,058,121</u>	<u>\$ 51,892,583</u>	<u>\$ 53,271,051</u>
Expenditures for capitalized assets	\$ 469,370	\$ 577,464	\$ 2,822,744	\$ 7,481,972	\$ 1,068,864
Debt service as a percentage of noncapital expenditures	10%	10%	13%	13%	20%

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

**(Concluded)**

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(Modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (6,397,139)	\$ 47,761	\$ (836,327)	\$ (11,589,232)	\$ (6,026,321)
<b>Other financing sources (uses):</b>					
Issuance of refunding bonds				7,360,000	
Issuance of school improvement bonds		9,185,000		7,500,000	6,075,000
Premium on sale of bonds		650,224		772,688	290,701
Capital lease agreements	2,857,492			3,063,762	
Transfers in	182,375	102,056	71,292	280,539	233,032
Transfers out	(182,375)	(102,056)	(71,292)	(280,539)	(233,032)
Payment to refunded bond escrow agent				(7,616,706)	
Insurance recoveries	13,457	13,322			
Total other financing sources (uses)	2,870,949	9,848,546		11,079,744	6,365,701
<b>Changes in fund balances</b>	<b>\$ (3,526,190)</b>	<b>\$ 9,896,307</b>	<b>\$ (836,327)</b>	<b>\$ (509,488)</b>	<b>\$ 339,380</b>
	<b><u>2014</u></b>	<b><u>2013</u></b>	<b><u>2012</u></b>	<b><u>2011</u></b>	<b><u>2010</u></b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (3,720,327)	\$ (6,050,573)	\$ (7,379,114)	\$ (8,385,687)	\$ (3,927,681)
<b>Other financing sources (uses):</b>					
Issuance of school improvement bonds				6,500,000	10,250,000
Premium on sale of bonds				303,844	108,228
Capital lease agreements		3,024,680			1,132,970
Transfers in	23,858	4,759,455	27,848	263,764	33,577
Transfers out	(23,858)	(4,759,455)	(27,848)	(263,764)	(33,577)
Total other financing sources (uses)	3,024,680	3,024,680		6,803,844	11,491,198
<b>Changes in fund balances</b>	<b>\$ (3,720,327)</b>	<b>\$ (3,025,893)</b>	<b>\$ (7,379,114)</b>	<b>\$ (1,581,843)</b>	<b>\$ 7,563,517</b>

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Commercial, Industrial, Utilities and Mining	\$ 68,520,723	\$ 69,004,115	\$ 69,043,427	\$ 65,364,064	\$ 67,574,587
Agricultural and Vacant	14,376,996	16,282,101	17,092,680	18,817,444	20,170,277
Residential (Owner Occupied)	407,611,942	394,398,509	385,303,207	372,022,934	362,355,188
Residential (Rental)	122,304,787	120,685,941	117,952,583	116,138,866	105,121,410
Historical Property	809,194	587,850	479,914	475,805	456,764
Total	<u>\$ 613,623,642</u>	<u>\$ 600,958,516</u>	<u>\$ 589,871,811</u>	<u>\$ 572,819,113</u>	<u>\$ 555,678,226</u>
Gross Full Cash Value	\$ 6,095,913,499	\$ 5,912,401,878	\$ 5,843,239,702	\$ 5,705,341,292	\$ 5,357,684,940
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	10%
Total Direct Rate	5.42	5.67	5.99	5.00	4.71

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	\$ 67,471,833	\$ 68,892,346	\$ 69,212,450	\$ 76,280,108	\$ 78,714,818
Agricultural and Vacant	19,317,556	21,702,419	24,513,613	24,815,100	23,527,963
Residential (Owner Occupied)	394,401,017	428,263,724	475,415,304	520,728,527	510,600,398
Residential (Rental)	67,217,317	64,358,482	55,394,475	58,118,039	55,493,225
Historical Property	397,248	299,468	198,742	58,799	60,644
Certain Government Property Improvements			7,539		
Total	<u>\$ 548,804,971</u>	<u>\$ 583,516,439</u>	<u>\$ 624,742,123</u>	<u>\$ 680,000,573</u>	<u>\$ 668,397,048</u>
Gross Full Cash Value	\$ 5,261,361,840	\$ 5,516,662,678	\$ 5,937,324,187	\$ 6,516,672,215	\$ 6,692,714,536
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10%	11%	11%	10%	10%
Total Direct Rate	4.83	4.75	4.21	4.22	5.00

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Commercial, Industrial, Utilities and Mining	\$ 72,391,528	\$ 69,926,380	\$ 70,290,001	\$ 65,902,707	\$ 68,278,351
Agricultural and Vacant	15,217,419	16,742,819	17,585,484	19,333,541	20,413,779
Residential (Owner Occupied)	413,867,479	400,357,880	396,475,854	385,365,305	363,273,388
Residential (Rental)	130,700,750	125,355,743	121,293,050	120,392,716	106,010,257
Historical Property	841,624	626,491	511,036	489,487	457,581
<b>Total</b>	<b>\$ 633,018,800</b>	<b>\$ 613,009,313</b>	<b>\$ 606,155,425</b>	<b>\$ 591,483,756</b>	<b>\$ 558,433,356</b>
Gross Full Cash Value	\$ 6,095,913,499	\$ 5,912,401,878	\$ 5,843,239,702	\$ 5,705,341,292	\$ 5,357,684,940
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	10%	10%	10%	10%
Estimated Net Full Cash Value	5,910,187,933	5,710,262,864	5,634,582,615	5,462,348,868	5,102,360,953
Total Direct Rate	5.42	5.67	5.99	5.00	4.71

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	\$ 68,629,109	\$ 70,045,912	\$ 72,277,957	\$ 81,935,000	\$ 86,871,035
Agricultural and Vacant	19,522,282	21,966,125	26,625,317	29,473,738	31,153,792
Residential (Owner Occupied)	394,486,812	428,411,338	476,065,464	527,266,142	542,276,501
Residential (Rental)	67,317,139	64,620,873	55,538,529	59,073,266	59,187,930
Historical Property	399,444	299,772	203,273	58,799	62,783
Certain Government Property Improvements			7,539		
<b>Total</b>	<b>\$ 550,354,786</b>	<b>\$ 585,344,020</b>	<b>\$ 630,718,079</b>	<b>\$ 697,806,945</b>	<b>\$ 719,552,041</b>
Gross Full Cash Value	\$ 5,261,361,840	\$ 5,516,662,678	\$ 5,937,324,187	\$ 6,516,672,215	\$ 6,692,714,536
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	10%	11%	11%	11%	11%
Estimated Net Full Cash Value	5,015,761,306	5,371,584,691	5,799,349,292	6,392,802,245	6,564,497,040
Total Direct Rate	4.83	4.75	4.21	4.22	5.00

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
PROPERTY TAX ASSESSMENT RATIOS  
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Commercial, Industrial, Utilities and Mining	18 %	18 %	18 %	19 %	19 %
Agricultural and Vacant	15	15	15	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	14	15	14	15	16

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	20 %	20 %	20 %	21 %	22 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	15	15	17	18

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Overlapping Rates</b>								<b>District Direct Rates</b>		
	<b>State</b>	<b>County</b>	<b>County Free</b>	<b>Flood Control District</b>	<b>Community College District</b>	<b>Fire District Assistance</b>	<b>Central Arizona Water</b>	<b>City of Tucson</b>	<b>Primary</b>	<b>Secondary</b>	<b>Total</b>
	<b>Equalization</b>	<b>County</b>	<b>Library</b>								
2019	0.47	4.76	0.52	0.33	1.40	0.04	0.14	13.14	3.98	1.44	5.42
2018	0.49	5.16	0.51	0.31	1.39	0.05	0.14	13.76	4.12	1.55	5.67
2017	0.50	4.99	0.52	0.33	1.37	0.05	0.14	13.94	4.44	1.55	5.99
2016	0.51	5.09	0.52	0.31	1.37	0.05	0.14	13.03	3.46	1.54	5.00
2015	0.51	4.28	0.44	0.30	1.33	0.05	0.14	12.50	3.13	1.58	4.71
2014	0.51	4.45	0.38	0.26	1.29	0.05	0.14	14.25	3.66	1.16	4.83
2013	0.47	3.42	0.35	0.26	1.17	0.04	0.10	12.56	3.88	0.87	4.75
2012	0.43	3.42	0.35	0.26	1.19	0.04	0.10	11.19	2.67	1.54	4.21
2011	0.36	3.31	0.31	0.26	1.08	0.04	0.10	11.15	2.72	1.50	4.22
2010	0.33	4.02	0.26	0.26	1.08	0.04	0.10	11.35	2.83	2.17	5.00

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
PRINCIPAL PROPERTY TAXPAYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2019</u>		<u>2010</u>	
	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Limited Assessed Valuation</u>	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
SGC Tucson Property LLC	\$ 10,613,614	1.73 %	\$ 17,885,806	2.49 %
LVC Hotel LLC	6,618,285	1.08		
TWC II Tucson LLC	6,138,662	1.00	6,895,732	0.96
Unisource Energy Corp.	4,859,627	0.79	4,238,002	0.59
Soutwest Gas Corporation	2,599,862	0.42	2,657,730	0.37
N A Legends-90 LP	2,339,064	0.38		
United Insurance Company of America	2,165,987	0.35		
Plaza Colonial Development LP	2,069,190	0.34		
LDK Tucson LLC	1,637,234	0.27		
Sunrise Campbell Investors LLC/River Cent	1,474,200	0.24		
Ventana Canyon Hotel Associates			14,150,618	1.97
Qwest Corporation			4,525,324	0.63
Ventana 20/20 LP			4,453,494	0.62
Montecito Ventana LLC			3,735,188	0.52
Reseda Ventana LLC			2,514,069	0.35
Bel-Eqr IV Limited Partnership			2,442,239	0.34
Total	<u>\$ 40,515,725</u>	<u>6.60 %</u>	<u>\$ 63,498,202</u>	<u>8.84 %</u>

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

**Note:** On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution.

Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value.



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Taxes Levied for the Fiscal Year</b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Fiscal Years</b>	<b>Collected to the End of the Current Fiscal Year</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2019	\$ 27,598,098	\$ 27,231,638	98.67 %	\$	\$ 27,231,638	98.67 %
2018	28,395,219	28,030,556	98.72	349,332	28,379,888	99.95
2017	29,951,685	29,553,552	98.67	323,313	29,876,865	99.75
2016	23,942,805	23,315,943	97.38	594,452	23,910,395	99.86
2015	21,837,884	21,321,988	97.64	479,336	21,801,324	99.83
2014	21,600,641	21,035,018	97.38	527,050	21,562,068	99.82
2013	22,260,269	21,681,906	97.40	546,577	22,228,483	99.86
2012	21,468,379	20,842,992	97.09	604,033	21,447,025	99.90
2011	23,834,834	23,206,979	97.37	625,686	23,832,665	99.99
2010	29,316,884	28,470,865	97.11	844,728	29,315,593	100.00

**Source:** The source of this information is the 2019 Pima County Treasurer's records.

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income	
2019	\$ 36,284,447	\$ 397,108	\$ 35,887,339	0.59 %	\$ 1,088	\$ 2,109,140	\$ 38,393,587	0.63 %	\$ 1,164	N/A %	
2018	39,047,330	813,936	38,233,394	0.65	1,183	551,661	39,598,991	0.67	1,225	0.09	
2017	32,219,774	616,218	31,603,556	0.54	1,001	2,067,668	34,287,442	0.59	1,086	0.09	
2016	35,164,192	515,266	34,648,926	0.61	1,097	3,063,762	38,227,954	0.67	1,211	0.10	
2015	29,760,923	250,340	29,510,583	0.55	703	400,606	30,161,529	0.56	718	0.08	
2014	26,017,842		26,017,842	0.49	635	1,571,586	27,589,428	0.52	673	0.08	
2013	28,289,888	1,979,711	26,310,177	0.48	642	2,351,644	30,641,532	0.56	747	0.09	
2012	30,519,888	4,845,076	25,674,812	0.43	686	564,510	31,084,398	0.52	831	0.09	
2011	33,417,380	4,941,256	28,476,124	0.44	768	1,641,981	35,059,361	0.54	945	0.10	
2010	36,664,874	4,438,710	32,226,164	0.48	869	2,773,912	39,438,786	0.59	1,063	0.12	

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
JUNE 30, 2019**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Pima County	\$ 275,990,000	7.44 %	\$ 20,533,656
Pima County Community College District	none	7.44	None
Hidden Valley Fire District	none	33.40	None
Northwest Fire District	13,010,000	0.06	7,806
Subtotal, Overlapping Debt			<u>20,541,462</u>
Direct:			
Catalina Foothills Unified School District No. 16			<u>38,393,587</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 58,935,049</u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		5.85 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,711	
As a Percentage of Net Limited Assessed Valuation		9.20 %
As a Percentage of Gross Full Cash Value		0.93 %

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

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.  
2) Outstanding debt as of June 30, 2018 is presented for the overlapping governments as this is the most recent available information.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN FISCAL YEARS**

**Class B Bond Legal Debt Margin Calculation for Fiscal Year 2019:**

Net full cash assessed valuation	\$ 633,018,800
Debt limit (20% of assessed value)	126,603,760
Debt applicable to limit	<u>35,499,954</u>
Legal debt margin	<u>\$ 91,103,806</u>

**Total Legal Debt Margin Calculation for Fiscal Year 2019:**

Net full cash assessed valuation	\$ 633,018,800
Debt limit (30% of assessed value)	189,905,640
Debt applicable to limit	<u>35,499,954</u>
Legal debt margin	<u>\$ 154,405,686</u>

**Fiscal Year Ended June 30**

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Debt Limit	\$ 189,905,640	\$ 183,902,794	\$ 181,846,628	\$ 177,445,127	\$ 167,530,007
Total net debt applicable to limit	<u>\$ 35,499,954</u>	<u>\$ 38,110,000</u>	<u>\$ 31,265,000</u>	<u>\$ 34,090,000</u>	<u>\$ 29,340,000</u>
Legal debt margin	<u>\$ 154,405,686</u>	<u>\$ 145,792,794</u>	<u>\$ 150,581,628</u>	<u>\$ 143,355,127</u>	<u>\$ 138,190,007</u>
Total net debt applicable to the limit as a percentage of debt limit	19%	21%	17%	19%	18%

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Debt Limit	\$ 165,106,436	\$ 175,603,206	\$ 189,215,424	\$ 209,342,084	\$ 215,865,612
Total net debt applicable to limit	<u>\$ 25,850,000</u>	<u>\$ 28,115,000</u>	<u>\$ 30,345,000</u>	<u>\$ 33,230,000</u>	<u>\$ 36,465,000</u>
Legal debt margin	<u>\$ 139,256,436</u>	<u>\$ 147,488,206</u>	<u>\$ 158,870,424</u>	<u>\$ 176,112,084</u>	<u>\$ 179,400,612</u>
Total net debt applicable to the limit as a percentage of debt limit	16%	16%	16%	16%	17%

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN CALENDAR YEARS**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2018	1,034,201	\$ 45,748,033	\$ 44,028	4.5 %	32,979
2017	1,026,099	42,585,356	41,637	4.5	32,332
2016	1,013,103	38,922,402	38,536	4.9	31,574
2015	1,009,371	37,198,714	37,031	5.6	31,574
2014	1,007,162	36,935,363	37,063	6.2	42,000
2013	992,394	36,058,871	36,335	6.9	41,000
2012	989,569	34,596,360	34,961	6.7	41,000
2011	986,081	34,360,759	34,987	7.2	37,400
2010	980,263	34,516,424	33,833	9.0	37,100
2009	1,020,200	32,900,000	32,249	8.3	37,100

**Sources:** The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis. The source of the "Population" and "Unemployment Rate" information from 2009 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2018, the source of the information is the Arizona Office of Employment and Population Statistics.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2019</u>		<u>2010</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
University of Arizona	11,251	2.36 %	10,363	2.89 %
Raytheon Missile Systems	9,600	2.01	12,140	3.39
Davis Monthan AFB	8,580	1.80	7,755	2.16
State of Arizona	8,500	1.78	8,708	2.43
Pima County	7,060	1.48	6,511	1.82
Tucson Unified School District	6,770	1.42	7,012	1.96
Banner University of Arizona Health Network	6,272	1.31		
U.S. Customs and Border Protection	5,739	1.20		
Freeport-McMoran Mining	5,530	1.16	3,997	1.12
Wal-Mart Stores, Inc.	5,500	1.15	7,192	2.01
Fort Huachuca			6,236	1.74
City of Tucson			5,399	1.51
Carondelet Health Network			4,566	1.27
Tohono O'odham Nation			4,353	1.22
University Medical Center			3,542	0.99
US Border Patrol			3,530	0.99
Fry's Food Stores			3,109	0.87
Tucson Medical Center			3,050	0.85
Total	<u>74,802</u>	<u>15.67 %</u>	<u>97,463</u>	<u>27.22 %</u>
Total employment	<u>477,012</u>		<u>358,200</u>	

**Source:** The information was obtained from the Arizona Daily Star and Pima County.

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE**  
**LAST TEN FISCAL YEARS**

	<b>Full-time Equivalent Employees as of June 30</b>				
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>Supervisory</b>					
Superintendents	1	1	1	1	1
Associate superintendents	1	1	1	1	1
Assistant superintendents	1	1	1	1	1
Consultants/supervisors of instruction	4	10	10	10	9
Principals	8	8	8	7	7
Assistant principals	7	5	6	6	6
Total supervisory	<u>22</u>	<u>23</u>	<u>24</u>	<u>23</u>	<u>22</u>
<b>Instruction</b>					
Teachers	302	308	305	277	281
Other professionals (instructional)	8				
Aides	76	85	86	88	87
Total instruction	<u>386</u>	<u>393</u>	<u>391</u>	<u>365</u>	<u>368</u>
<b>Student Services</b>					
Nurses	5	5	5	5	5
Counselors/advisors/school psychologists	15	15	13	13	13
Technicians	21	35	30	31	30
Total student services	<u>41</u>	<u>35</u>	<u>30</u>	<u>31</u>	<u>30</u>
<b>Support and Administration</b>					
Service workers	68	24	29	48	51
Other classified	15	68	61	63	62
Total support and administration	<u>83</u>	<u>92</u>	<u>90</u>	<u>111</u>	<u>113</u>
<b>Total</b>	<u><u>532</u></u>	<u><u>543</u></u>	<u><u>535</u></u>	<u><u>530</u></u>	<u><u>533</u></u>

(Continued)

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE  
LAST TEN FISCAL YEARS**

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b>Supervisory</b>					
Consultants/supervisors of instruction	8	6	8	10	10
Principals	7	7	7	7	7
Assistant principals	6	5	4	4	4
Total supervisory	<u>21</u>	<u>18</u>	<u>19</u>	<u>21</u>	<u>21</u>
<b>Instruction</b>					
Teachers	272	280	278	273	276
Aides	87	92	83	79	74
Total instruction	<u>359</u>	<u>372</u>	<u>361</u>	<u>352</u>	<u>350</u>
<b>Student Services</b>					
Technicians	30	28	28	28	29
Total student services	<u>30</u>	<u>28</u>	<u>28</u>	<u>28</u>	<u>29</u>
<b>Support and Administration</b>					
Service workers	54	58	64	63	65
Other classified	59	62	61	57	59
Total support and administration	<u>113</u>	<u>120</u>	<u>125</u>	<u>120</u>	<u>124</u>
<b>Total</b>	<u><u>523</u></u>	<u><u>538</u></u>	<u><u>533</u></u>	<u><u>521</u></u>	<u><u>524</u></u>

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

**(Concluded)**



**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Expenses</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Percentage of Free/Reduced Students</b>
2019	5,008	\$ 43,906,456	\$ 8,767	10.85 %	\$ 51,977,344	\$ 10,379	16.11 %	386	13.0	12.4 %
2018	4,967	39,283,245	7,909	(1.13)	44,397,375	8,938	(3.17)	393	12.6	12.0
2017	4,844	38,747,030	7,999	(0.42)	44,716,845	9,231	(9.15)	391	12.4	13.0
2016	4,746	38,121,443	8,032	6.23	48,223,057	10,161	14.55	365	13.0	12.6
2015	4,788	36,201,951	7,561	2.48	42,469,436	8,870	0.23	368	13.0	12.6
2014	4,812	35,502,808	7,378	1.78	42,584,064	8,850	(5.63)	359	13.4	12.0
2013	4,790	34,722,618	7,249	(0.66)	44,920,643	9,378	8.62	372	12.9	11.6
2012	4,819	35,164,881	7,297	1.20	41,607,870	8,634	(0.54)	361	13.3	11.0
2011	4,725	34,071,630	7,211	3.96	41,016,911	8,681	(7.83)	352	13.4	8.8
2010	4,964	34,431,147	6,936	(9.09)	46,754,823	9,419	2.71	350	14.2	8.6

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

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

**CATALINA FOOTHILLS UNIFIED SCHOOL DISTRICT NO. 16**  
**CAPITAL ASSETS INFORMATION**  
**LAST TEN FISCAL YEARS**

	<b>Fiscal Year Ended June 30</b>									
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
<b><u>Schools</u></b>										
<b>Elementary</b>										
Buildings	44	44	44	44	44	44	44	44	44	39
Square feet	259,687	259,687	259,687	259,687	259,687	259,687	257,800	257,800	257,800	254,641
Capacity	2,500	2,500	2,500	2,000	2,000	2,000	2,000	2,000	2,000	2,000
Enrollment	2,089	2,168	2,085	2,003	1,932	1,958	1,914	1,913	1,814	1,794
<b>Middle</b>										
Buildings	18	18	18	18	18	18	18	18	18	16
Square feet	171,287	171,287	171,287	171,287	171,287	171,287	171,287	171,287	171,287	168,616
Capacity	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,300
Enrollment	1,315	1,328	1,275	1,215	1,220	1,210	1,216	1,182	1,182	1,430
<b>High</b>										
Buildings	8	8	8	8	8	8	8	8	10	10
Square feet	349,971	349,971	349,971	349,971	349,971	349,971	349,971	349,971	346,532	346,532
Capacity	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,200	2,000	2,000
Enrollment	1,729	1,691	1,677	1,628	1,631	1,671	1,817	1,817	1,717	1,732
<b>Other</b>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	32,217	32,217	32,217	32,217	12,100	12,100	12,100	12,100	12,100	12,100
Capacity	270	270	270	270	80	80	80	80	80	80
Enrollment	8	8	8	7	6	6	7	11	11	8
<b><u>Administrative</u></b>										
Buildings	7	7	7	7	7	7	7	7	6	6
Square feet	15,902	15,902	15,902	15,902	15,902	15,902	15,932	15,932	14,617	14,617
<b><u>Athletics</u></b>										
Football fields	1	1	1	1	1	1	1	1	1	1
Soccer fields	3	3	3	3	3	3	3	3	3	3
Running tracks	3	3	3	3	3	3	3	3	3	3
Baseball	3	3	3	3	3	3	3	3	3	3
Softball	3	2	2	2	2	2	2	2	2	2
Playgrounds	10	10	10	10	10	10	10	10	10	10
Multi-purpose	4	4	4	4	4	4	4	4	4	4
Ropes field	1	1	1	1	1	1	1	1	1	1

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

(This page intentionally left blank)