

**WEISER SCHOOL DISTRICT NO. 431**

**AUDITED FINANCIAL STATEMENTS**

**Year Ended June 30, 2018**

**WEISER SCHOOL DISTRICT NO. 431**

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**FINANCIAL SECTION**

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## Independent Auditor's Report

Board of Trustees  
Weiser School District No. 431

### 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 Weiser School District No. 431 (the School) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

## **Basis for Qualified Opinion on Governmental Activities**

Management believes the costs of implementing GASB 75 (having actuarial calculations performed for other post-employment benefits) cannot be justified at this time. Accounting principles generally accepted in the United States of America require that a liability and related expense be recorded for other post-employment benefits, which would decrease net position, increase liabilities, and increase expenses in the governmental activities. The amount by which this departure would affect net position, liabilities, and expenses in the governmental activities has not been determined.

## **Qualified Opinion**

In our opinion, except for the effects of the matter described in the “Basis for Qualified Opinion on Governmental Activities” paragraph, the financial statements referred to previously present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2018, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

## **Unmodified Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2018, 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.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules, schedule of employer’s share of net pension liability, and schedule of employer contributions listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not required to be 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, and 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.

Management has not included the management’s discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not 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,

and historical context. Our opinion on the basic financial statements is not affected by not including this information.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* and is also not a required part of the basic financial statements.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated August 6, 2018, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

#### ***Quest CPAs PLLC***

Payette, Idaho  
August 6, 2018

## **BASIC FINANCIAL STATEMENTS**



# WEISER SCHOOL DISTRICT NO. 431

## Statement of Net Position

June 30, 2018

	<u>Governmental Activities</u>
<b>Assets</b>	
Current Assets	
Cash & Investments	\$2,758,535
Receivables:	
Local Sources	265,831
State Sources	235,240
Federal Sources	304,585
Inventory	43,439
Total Current Assets	<u>3,607,630</u>
Noncurrent Assets	
Nondepreciable Capital Assets	290,128
Depreciable Net Capital Assets	4,621,029
Total Noncurrent Assets	<u>4,911,157</u>
<b>Total Assets</b>	<u>8,518,787</u>
<b>Deferred Outflows of Resources</b>	
Pension Sources	1,234,614
<b>Total Deferred Outflows of Resources</b>	<u>1,234,614</u>
<b>Total Assets and Deferred Outflows of Resources</b>	<u>\$9,753,401</u>
<b>Liabilities</b>	
Current Liabilities	
Accounts Payable	\$0
Salaries & Benefits Payable	1,304,730
Unspent Grant Allocation	73,736
Accrued Interest	4,138
Long-Term Debt, Current	109,454
Total Current Liabilities	<u>1,492,058</u>
Noncurrent Liabilities	
Long-Term Debt, Noncurrent	523,869
Net Pension Liability	3,134,917
Total Noncurrent Liabilities	<u>3,658,786</u>
<b>Total Liabilities</b>	<u>5,150,844</u>
<b>Deferred Inflows of Resources</b>	
Pension Sources	470,256
<b>Total Deferred Inflows of Resources</b>	<u>470,256</u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>5,621,100</u>
<b>Net Position</b>	
Net Investment in Capital Assets	4,273,696
Restricted:	
Special Programs	189,893
Debt Service	0
Capital Projects	272,333
Unrestricted	(603,621)
<b>Total Net Position</b>	<u>4,132,301</u>
<b>Total Liabilities and Deferred Inflows of Resources and Net Position</b>	<u>\$9,753,401</u>

See Accompanying Notes

# WEISER SCHOOL DISTRICT NO. 431

## Statement of Activities Year Ended June 30, 2018

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue And Changes in Net Position
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities
<b>Governmental Activities</b>					
Instructional Programs					
Elementary School	\$2,059,282		\$302,433		(\$1,756,849)
Secondary School	2,869,661		131,278		(2,738,383)
Alternative School	152,711				(152,711)
Special Education	983,861		280,974		(702,887)
Special Education Preschool	14,400		14,400		0
Gifted & Talented	309				(309)
Interscholastic	11,250				(11,250)
School Activity	1,940				(1,940)
Summer School	34,306	\$11,850	13,818		(8,638)
Support Service Programs					
Attendance - Guidance - Health	558,609		217,918		(340,691)
Special Education Support Services	66,858		67,361		503
Instruction Improvement	137,685		62,857		(74,828)
Educational Media	97,951				(97,951)
Instruction-Related Technology	169,844		174,637		4,793
District Administration	315,139				(315,139)
School Administration	942,380		12,030		(930,350)
Administrative Technology Service	25				(25)
Buildings - Care	437,601				(437,601)
Maintenance - Non-Student Occupied	54,434				(54,434)
Maintenance - Student Occupied	613,409		9,769		(603,640)
Maintenance - Grounds	85,295				(85,295)
Security	0				0
Pupil-To-School Transportation	476,373				(476,373)
Non-Instructional Programs					
Child Nutrition	639,378	140,010	482,056		(17,312)
Community Services	871		871		0
Capital Assets - Student Occupied	261,443				(261,443)
Capital Assets - Non-Student Occupied	0				0
Debt Service - Principal	0				0
Debt Service - Interest	15,055				(15,055)
<b>Total</b>	\$11,000,070	\$151,860	\$1,770,402	\$0	(9,077,808)
<b>General Revenues</b>					
Local Taxes					711,417
Other Local Revenues					420,655
State Revenues					8,868,328
Federal Revenues					0
Pension Revenue (Expense)					(418,574)
<b>Total</b>					9,581,826
<b>Change in Net Position</b>					
					504,018
<b>Net Position - Beginning</b>					
					3,628,283
<b>Net Position - Ending</b>					
					\$4,132,301

## WEISER SCHOOL DISTRICT NO. 431

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## Balance Sheet - Governmental Funds

June 30, 2018

	<b>General Fund</b>	<b>Child Nutrition Fund</b>	<b>Plant Facilities Fund</b>	<b>Other Governmental Funds</b>
<b>Assets</b>				
Cash & Investments	\$2,323,106	\$113,944	\$173,807	\$147,678
Receivables:				
Local Sources	148,054		117,777	0
State Sources	222,231			13,009
Federal Sources				304,585
Due From Other Funds	161,061			0
Inventory		43,439		0
<b>Total Assets</b>	<u>\$2,854,452</u>	<u>\$157,383</u>	<u>\$291,584</u>	<u>\$465,272</u>
<b>Liabilities</b>				
Accounts Payable				\$0
Due To Other Funds				161,061
Salaries & Benefits Payable	\$1,103,313	\$52,769		148,648
Unspent Grant Allocation				73,736
<b>Total Liabilities</b>	<u>1,103,313</u>	<u>52,769</u>	<u>\$0</u>	<u>383,445</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues	24,489		19,530	0
<b>Total Deferred Inflows of Resources</b>	<u>24,489</u>	<u>0</u>	<u>19,530</u>	<u>0</u>
<b>Fund Balances</b>				
Restricted:				
Special Programs		61,175		128,718
Debt Service				0
Capital Projects			272,054	279
Nonspendable		43,439		0
Unassigned	1,726,650			(47,170)
<b>Total Fund Balances</b>	<u>1,726,650</u>	<u>104,614</u>	<u>272,054</u>	<u>81,827</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$2,854,452</u>	<u>\$157,383</u>	<u>\$291,584</u>	<u>\$465,272</u>

**WEISER SCHOOL DISTRICT NO. 431**

Balance Sheet - Governmental Funds

June 30, 2018

	<b>Total Governmental Funds</b>
<b>Assets</b>	
Cash & Investments	\$2,758,535
Receivables:	
Local Sources	265,831
State Sources	235,240
Federal Sources	304,585
Due From Other Funds	161,061
Inventory	43,439
<b>Total Assets</b>	<u><u>\$3,768,691</u></u>
<b>Liabilities</b>	
Accounts Payable	\$0
Due To Other Funds	161,061
Salaries & Benefits Payable	1,304,730
Unspent Grant Allocation	73,736
<b>Total Liabilities</b>	<u>1,539,527</u>
<b>Deferred Inflows of Resources</b>	
Unavailable Tax Revenues	44,019
<b>Total Deferred Inflows of Resources</b>	<u>44,019</u>
<b>Fund Balances</b>	
Restricted:	
Special Programs	189,893
Debt Service	0
Capital Projects	272,333
Nonspendable	43,439
Unassigned	1,679,480
<b>Total Fund Balances</b>	<u>2,185,145</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u><u>\$3,768,691</u></u>

**Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities**

<b>Total Governmental Fund Balances</b>	\$2,185,145
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	4,911,157
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	44,019
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Certain liabilities, including accrued interest, are not due and payable in the current period and therefore are not reported in the funds.	(637,461)
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Net pension liability and related pension source deferred outflow and deferred inflow of resources, are not due and payable in the current period and therefore are not reported in the funds.	(2,370,559)
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<b>Net Position of Governmental Activities</b>	<u><u>\$4,132,301</u></u>
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**WEISER SCHOOL DISTRICT NO. 431**

Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018

	<u>General Fund</u>	<u>Child Nutrition Fund</u>	<u>Plant Facilities Fund</u>	<u>Other Governmental Funds</u>
<b>Revenues</b>				
Local Taxes	\$395,746		\$314,449	\$0
Other Local Revenue	245,961	\$140,166		186,388
State Revenue	8,868,328			248,012
Federal Revenue		531,220		991,170
<b>Total Revenues</b>	<u>9,510,035</u>	<u>671,386</u>	<u>314,449</u>	<u>1,425,570</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School	2,067,001			302,433
Secondary School	3,159,496		1,537	140,832
Alternative School	52,470			100,241
Special Education	518,731			465,130
Special Education Preschool				14,400
Gifted & Talented	309			0
Interscholastic	11,250			0
School Activity	1,940			0
Summer School	10,665			23,641
Support Service Programs				
Attendance - Guidance - Health	338,474			220,135
Special Education Support Services				66,858
Instruction Improvement	74,828			62,857
Educational Media	97,951			0
Instruction-Related Technology				169,844
District Administration	315,139			0
School Administration	930,350			12,030
Administrative Technology Service				25
Buildings - Care	437,601			0
Maintenance - Non-Student Occupied	10,888		155,715	0
Maintenance - Student Occupied	453,672		149,968	9,769
Maintenance - Grounds	85,295			0
Security				0
Pupil-To-School Transportation	410,985			90,622
Non-Instructional Programs				
Child Nutrition	17,312	622,066		0
Community Services				871
Capital Assets - Student Occupied	12,695		585,701	0
Capital Assets - Non-Student Occupied				0
Debt Service - Principal			107,590	0
Debt Service - Interest			15,435	0
<b>Total Expenditures</b>	<u>9,007,052</u>	<u>622,066</u>	<u>1,015,946</u>	<u>1,679,688</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	502,983	49,320	(701,497)	(254,118)
<b>Other Financing Sources (Uses)</b>				
Transfers In	2,741		150,000	196,159
Transfers Out	(346,159)			(2,741)
<b>Total Other Financing Sources (Uses)</b>	<u>(343,418)</u>	<u>0</u>	<u>150,000</u>	<u>193,418</u>
<b>Net Change in Fund Balances</b>	159,565	49,320	(551,497)	(60,700)
<b>Fund Balances - Beginning</b>	1,567,085	55,294	823,551	142,527
<b>Fund Balances - Ending</b>	<u>\$1,726,650</u>	<u>\$104,614</u>	<u>\$272,054</u>	<u>\$81,827</u>

**WEISER SCHOOL DISTRICT NO. 431**

Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018

	<b>Total Governmental Funds</b>
	<hr/>
<b>Revenues</b>	
Local Taxes	\$710,195
Other Local Revenue	572,515
State Revenue	9,116,340
Federal Revenue	1,522,390
<b>Total Revenues</b>	<hr/> <b>11,921,440</b> <hr/>
<b>Expenditures</b>	
Instructional Programs	
Elementary School	2,369,434
Secondary School	3,301,865
Alternative School	152,711
Special Education	983,861
Special Education Preschool	14,400
Gifted & Talented	309
Interscholastic	11,250
School Activity	1,940
Summer School	34,306
Support Service Programs	
Attendance - Guidance - Health	558,609
Special Education Support Services	66,858
Instruction Improvement	137,685
Educational Media	97,951
Instruction-Related Technology	169,844
District Administration	315,139
School Administration	942,380
Administrative Technology Service	25
Buildings - Care	437,601
Maintenance - Non-Student Occupied	166,603
Maintenance - Student Occupied	613,409
Maintenance - Grounds	85,295
Security	0
Pupil-To-School Transportation	501,607
Non-Instructional Programs	
Child Nutrition	639,378
Community Services	871
Capital Assets - Student Occupied	598,396
Capital Assets - Non-Student Occupied	0
Debt Service - Principal	107,590
Debt Service - Interest	15,435
<b>Total Expenditures</b>	<hr/> <b>12,324,752</b> <hr/>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(403,312)</b>
<b>Other Financing Sources (Uses)</b>	
Transfers In	348,900
Transfers Out	(348,900)
<b>Total Other Financing Sources (Uses)</b>	<hr/> <b>0</b> <hr/>
<b>Net Change in Fund Balances</b>	<b>(403,312)</b>
<b>Fund Balances - Beginning</b>	<b>2,588,457</b>
<b>Fund Balances - Ending</b>	<hr/> <b>\$2,185,145</b> <hr/>

**WEISER SCHOOL DISTRICT NO. 431**  
Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018

**Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances - Governmental Funds to the  
Statement of Activities**

**Net Change in Fund Balances - Total Governmental Funds** (\$403,312)

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

Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the excess of capital outlays over (under) depreciation expense in the current period. 474,356

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. 1,222

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position. 107,590

In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds. 380

Changes in net pension liability and related pension source deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds. 323,782

**Change in Net Position of Governmental Activities** \$504,018



**WEISER SCHOOL DISTRICT NO. 431**

Statement of Fiduciary Net Position

June 30, 2018

	<b>Agency Funds - Student Activity</b>
<b>Assets</b>	
Cash & Investments	\$285,356
<b>Total Assets</b>	<u>\$285,356</u>
<b>Liabilities</b>	
Due to Student Groups	\$285,356
<b>Total Liabilities</b>	<u>285,356</u>
<b>Net Position</b>	
<b>Total Net Position</b>	<u>0</u>
<b>Total Liabilities and Net Position</b>	<u>\$285,356</u>

## WEISER SCHOOL DISTRICT NO. 431

### Notes to Financial Statements

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#### A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Reporting Entity** – Weiser School District No. 431 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Washington County.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to school districts. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

**Basic Financial Statements - Government-Wide Statements** – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

**Basic Financial Statements - Fund Financial Statements** – The financial transactions of the School are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred

## WEISER SCHOOL DISTRICT NO. 431

### Notes to Financial Statements

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outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. Major governmental funds of the School include:

*General Fund* – The general fund is the School's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

*Special Revenue Funds* – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

*Capital Projects Funds* – Capital projects funds are used to account for the acquisition of capital assets. Major capital project funds include the plant facilities fund, used to account for the maintenance of facilities and other capital assets.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support School programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds. Fiduciary funds of the School include:

*Agency Funds* – Agency funds are used to account for assets held by the School on behalf of students.

**Basis of Accounting** – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Activities in the government-wide and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund

## WEISER SCHOOL DISTRICT NO. 431

### Notes to Financial Statements

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liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

**Cash and Investments** – Nearly all the cash and investment balances of the School’s funds are pooled for investment purposes. The individual funds’ portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is paid to the general fund unless Idaho Code specifies otherwise. Investments include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent measurement of investment value amongst pool participants.

**Receivables** – Receivables are reported net of any estimated uncollectible amounts.

**Inventories** – Material supplies on hand at year end are stated at the lower of cost or net realizable value using the first-in, first-out method.

**Capital Assets and Depreciation** – Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method, except for certain transportation vehicles which use the declining balance method.

**Compensated Absences** – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded.

**Other Post-Employment Benefits** – The School does not provide benefits to retired employees other than retirement benefits funded through the Public Employees Retirement System of Idaho. However, certain retired employees can remain on the School insurance policy after retirement if the retired employee pays the average monthly cost. The difference between the age-adjusted monthly cost and the average monthly cost is referred to as an “implicit subsidy” since the medical insurance rate of a retired employee is generally higher than the medical insurance rate of a younger employee. GASB 75 requires that employers have actuarial calculations performed for these other post-employment benefits so that liabilities and related expenses can be recorded in the government-wide financial statements and related notes and required supplementary information can be prepared. Management believes the costs of implementing GASB 75 cannot be justified at this time. Accordingly, the School accounts for the other-post employment benefits for retirees on the pay-as-you-go basis.

**Pensions** – For purposes of measuring the net pension liability and pension expense/revenue, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from Base Plan’s fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit

## WEISER SCHOOL DISTRICT NO. 431

### Notes to Financial Statements

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payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**Deferred Outflows/Inflows of Resources** – The School’s financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

**Net Position** – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

**Fund Balance Classifications** – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity’s governing body. Assigned portions represent amounts that are constrained by the government’s intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

**Property Taxes** – The School is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20<sup>th</sup> and June 20<sup>th</sup>. A lien is filed on real property three years from the date of delinquency.

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

**Interfund Activity** – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements

# WEISER SCHOOL DISTRICT NO. 431

## Notes to Financial Statements

are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

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

**Custodial Credit Risk** – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning custodial credit risk.

**Risk Management** – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

**Nonmonetary Transactions** – Items received via food commodities programs are recognized at their stated fair market value.

**Subsequent Events** – Subsequent events were evaluated through the date of the auditor's report, which is the date the financial statements were available to be issued.

### B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	<u>Governmental Funds</u>	<u>Fiduciary Funds</u>	<u>Total</u>
Cash - Deposits	\$274,872	\$193,249	\$468,121
Investments - Local Gov't Investment Pool	2,483,663	92,107	2,575,770
<b>Total</b>	<u>\$2,758,535</u>	<u>\$285,356</u>	<u>\$3,043,891</u>

**Deposits** – At year end, the carrying amounts of the School's deposits were \$468,121 and the bank balances were \$539,264. Of the bank balances, \$539,264 was insured.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

#### Interest rate risk:

<u>Investment Type</u>	<u>Investment Maturity Schedule (In Years)</u>	
	<u>Less Than 1</u>	<u>Total</u>
Local Gov't Invest Pool	<u>\$2,575,770</u>	<u>\$2,575,770</u>
<b>Total</b>	<u>\$2,575,770</u>	<u>\$2,575,770</u>

**WEISER SCHOOL DISTRICT NO. 431**

Notes to Financial Statements

**Credit rate risk:**

Investment Type	Investment Rating Schedule	
	Not Rated	Total
Local Gov't Invest Pool	\$2,575,770	\$2,575,770
<b>Total</b>	<b>\$2,575,770</b>	<b>\$2,575,770</b>

**Investments** – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. More information on the local governmental investment pool including regulatory information, restriction on withdrawals, and rating and risk information can be found at [sto.idaho.gov](http://sto.idaho.gov).

**C. RECEIVABLES**

Receivables consist of the following at year end:

	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Capital Projects Fund</b>	<b>Total</b>
Local Sources				
Other Local Sources	\$93			\$93
Local Taxes	147,961		\$117,777	265,738
<b>Total</b>	<b>\$148,054</b>		<b>\$117,777</b>	<b>\$265,831</b>
State Sources				
Foundation Program	\$222,231			\$222,231
Special Programs		\$13,009		13,009
<b>Total</b>	<b>\$222,231</b>	<b>\$13,009</b>		<b>\$235,240</b>
Federal Sources				
Special Programs		\$304,585		\$304,585
<b>Total</b>		<b>\$304,585</b>		<b>\$304,585</b>

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Notes to Financial Statements

**D. CAPITAL ASSETS**

A summary of capital assets for the year is as follows:

	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
<b>Nondepreciable Capital Assets</b>				
Land	\$290,128			\$290,128
Construction In Progress	73,389		\$73,389	0
<b>Total</b>	<u>363,517</u>	<u>\$0</u>	<u>73,389</u>	<u>290,128</u>
<b>Depreciable Capital Assets</b>				
Buildings	10,838,607	659,090		11,497,697
Equipment	2,353,332	112,169		2,465,501
Transportation	1,152,386	90,622		1,243,008
Subtotal	<u>14,344,325</u>	<u>861,881</u>	<u>0</u>	<u>15,206,206</u>
<b>Accumulated Depreciation</b>				
Buildings	7,120,458	229,954		7,350,412
Equipment	2,294,924	18,794		2,313,718
Transportation	855,659	65,388		921,047
Subtotal	<u>10,271,041</u>	<u>314,136</u>	<u>0</u>	<u>10,585,177</u>
<b>Total</b>	<u>4,073,284</u>	<u>547,745</u>	<u>0</u>	<u>4,621,029</u>
<b>Net Capital Assets</b>	<u>\$4,436,801</u>	<u>\$547,745</u>	<u>\$73,389</u>	<u>\$4,911,157</u>

Depreciation expense was charged to the following programs:

Capital Assets - Student Occupied	\$248,748
Pupil-To-School Transportation	65,388
<b>Total</b>	<u>\$314,136</u>

**E. LONG-TERM DEBT**

**Capital Lease** – The School has a lease agreement for capital improvements that qualifies as a capital lease obligation. The capital improvements cost \$659,090 and at year end, related accumulated depreciation was \$13,182.



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Notes to Financial Statements

Capital lease due in semi-annual installments of \$61,516 with interest at 2.24% through 2023/24, secured by capital improvements, paid through the plant facilities fund

**Total**

\$633,323

\$633,323

Maturities on the capital leases are estimated as follows:

<u>Year Ended</u>	
6/30/19	\$123,031
6/30/20	123,031
6/30/21	123,031
6/30/22	123,032
6/30/23-24	<u>184,547</u>
Total Future Minimum Lease Payments	676,672
Amount Representing Interest	<u>(43,349)</u>
<b>Present Value of Future Minimum Lease Payments</b>	<u><u>\$633,323</u></u>

Changes in long-term debt are as follows:

<u>Description</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Capital Lease	\$740,913	\$0	\$107,590	\$633,323	\$109,454
<b>Total</b>	<u>\$740,913</u>	<u>\$0</u>	<u>\$107,590</u>	<u>\$633,323</u>	<u>\$109,454</u>

Interest and related costs during the year amounted to \$15,055 and were charged to the capital assets – non-student occupied program.

**F. PENSION PLAN**

*Plan Description*

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

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that

## WEISER SCHOOL DISTRICT NO. 431

### Notes to Financial Statements

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two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

#### *Pension Benefits*

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

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

#### *Member and Employer Contributions*

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

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2017 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% for general employees and 11.66% for police and firefighters. The School's contributions were \$742,356 for the year ended June 30, 2018.

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

At June 30, 2018, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2017, the School's proportion was 0.1994440 percent.

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Notes to Financial Statements

For the year ended June 30, 2018, the School recognized pension revenue (expense) of (\$418,574). At June 30, 2018, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$434,285	\$282,430
Changes in assumptions or other inputs	57,973	
Net difference between projected and actual earnings on pension plan investments		187,826
Employer contributions subsequent to the measurement date	742,356	
<b>Total</b>	<b>\$1,234,614</b>	<b>\$470,256</b>

\$742,356 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an addition to the pension expense or reduction of the pension revenue in the year ending June 30, 2019.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2016 the beginning of the measurement period ended June 30, 2017 is 4.9 and 5.5 for the measurement period June 30, 2016.

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

<b>Year Ended</b>		
6/30/19		(\$170,425)
6/30/20		294,527
6/30/21		83,570
6/30/22		(185,669)
<b>Total</b>		<b>\$22,003</b>

*Actuarial Assumptions*

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

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### Notes to Financial Statements

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The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25 – 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of-living adjustments	1%

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

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

An experience study was performed for the period July 1, 2007 through June 30, 2013 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The total pension liability as of June 30, 2017 is based on the results of an actuarial valuation date of July 1, 2017.

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

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

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2017.

**WEISER SCHOOL DISTRICT NO. 431**

Notes to Financial Statements

**Capital Market Assumptions**

<b>Asset Class</b>	<b>Expected Return*</b>	<b>Expected Risk</b>	<b>Strategic Normal</b>	<b>Strategic Ranges</b>
Equities			70%	66% - 77%
Broad Domestic Equities	9.15%	19.00%	55%	50% - 65%
International	9.25%	20.20%	15%	10% - 20%
Fixed Income	3.05%	3.75%	30%	23% - 33%
Cash	2.25%	0.90%	0%	0% - 5%
			<b>Expected</b>	
<b>Total Fund</b>	<b>Expected Return*</b>	<b>Expected Inflation</b>	<b>Real Return</b>	<b>Expected Risk</b>
Actuary	7.00%	3.25%	3.75%	N/A
Portfolio	6.58%	2.25%	4.33%	12.67%

\*Expected arithmetic return net of fees and expenses

**Actuarial Assumptions**

Assumed Inflation - Mean	3.25%
Assumed Inflation - Standard Deviation	2.00%
Portfolio Arithmetic Mean Return	8.42%
Portfolio Long-Term Expected Geometric Rate of Return	7.50%
Assumed Investment Expenses	0.40%
<b>Long-Term Expected Geometric Rate of Return, Net of Investment Expenses</b>	<b>7.10%</b>

*Discount Rate*

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

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

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

**WEISER SCHOOL DISTRICT NO. 431**

Notes to Financial Statements

	<b>1% Decrease (6.10%)</b>	<b>Current Discount Rate (7.10%)</b>	<b>1% Increase (8.10%)</b>
School's proportionate share of the net pension liability (asset)	<u>\$7,286,192</u>	<u>\$3,134,917</u>	<u>(\$314,903)</u>

*Pension plan fiduciary net position*

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

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

*Impacts on the School's net position*

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan whenever deemed necessary), such deficits are not deemed to be of substantial concern.

**G. INTERFUND BALANCES AND TRANSFERS**

Interfund balances at year end consist of the following:

	<b>Due From Fund</b>	
	<u>Nonmajor Governmental</u>	<u>Total</u>
<b>Due To Fund</b>		
General	\$161,061	\$161,061
<b>Total</b>	<u>\$161,061</u>	<u>\$161,061</u>

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

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Notes to Financial Statements

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Interfund transfers during the year consist of the following:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>	<u>Purpose</u>
General	\$2,741	\$346,159	Support, Indirect Costs, Depreciation
Plant Facilities Fund	150,000		Support
Nonmajor Governmental	196,159	2,741	Support, Indirect Costs, Depreciation
<b>Total</b>	<u>\$348,900</u>	<u>\$348,900</u>	

**H. DEFERRED COMPENSATION PLAN**

The School has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is funded with employee contributions only.

**REQUIRED SUPPLEMENTARY INFORMATION**



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Budgetary Comparison Schedule -  
General and Major Special Revenue Funds  
Year Ended June 30, 2018

General Fund	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Local Taxes	\$394,690	\$394,690	\$395,746	\$1,056
Other Local Revenue	185,902	185,902	245,961	60,059
State Revenue	8,636,456	8,636,456	8,868,328	231,872
Federal Revenue	0	0	0	0
<b>Total Revenues</b>	<u>9,217,048</u>	<u>9,217,048</u>	<u>9,510,035</u>	<u>292,987</u>
<b>Expenditures</b>				
<b>Instructional Programs</b>				
Elementary School	2,154,947	2,154,947	2,067,001	87,946
Secondary School	3,285,641	3,285,641	3,159,496	126,145
Alternative School	56,455	56,455	52,470	3,985
Special Education	485,149	485,149	518,731	(33,582)
Special Education Preschool	0	0	0	0
Gifted & Talented	3,000	3,000	309	2,691
Interscholastic	13,750	13,750	11,250	2,500
School Activity	6,500	6,500	1,940	4,560
Summer School	10,200	10,200	10,665	(465)
<b>Support Service Programs</b>				
Attendance - Guidance - Health	345,840	345,840	338,474	7,366
Special Education Support Services	0	0	0	0
Instruction Improvement	79,598	79,598	74,828	4,770
Educational Media	98,680	98,680	97,951	729
Instruction-Related Technology	0	0	0	0
District Administration	316,030	316,030	315,139	891
School Administration	936,771	936,771	930,350	6,421
Administrative Technology Service	0	0	0	0
Buildings - Care	696,717	696,717	437,601	259,116
Maintenance - Non-Student Occupied	3,000	3,000	10,888	(7,888)
Maintenance - Student Occupied	203,465	203,465	453,672	(250,207)
Maintenance - Grounds	91,766	91,766	85,295	6,471
Security	0	0	0	0
Pupil-To-School Transportation	409,930	409,930	410,985	(1,055)
<b>Non-Instructional Programs</b>				
Child Nutrition	20,000	20,000	17,312	2,688
Community Services	0	0	0	0
Capital Assets - Student Occupied	12,860	12,860	12,695	165
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	0	0	0	0
Debt Service - Interest	0	0	0	0
<b>Total Expenditures</b>	<u>9,230,299</u>	<u>9,230,299</u>	<u>9,007,052</u>	<u>223,247</u> *
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(13,251)	(13,251)	502,983	516,234
<b>Other Financing Sources (Uses)</b>				
Transfers In	2,145	2,145	2,741	596
Transfers Out	(139,070)	(139,070)	(346,159)	(207,089) *
<b>Total Other Financing Sources (Uses)</b>	<u>(136,925)</u>	<u>(136,925)</u>	<u>(343,418)</u>	<u>(206,493)</u>
<b>Net Change in Fund Balances</b>	(150,176)	(150,176)	159,565	309,741
<b>Fund Balances - Beginning</b>	1,142,046	1,142,046	1,567,085	425,039
<b>Fund Balances - Ending</b>	<u>\$991,870</u>	<u>\$991,870</u>	<u>\$1,726,650</u>	<u>\$734,780</u>

\*Total expenditures (over) under appropriations are: \$16,158

**WEISER SCHOOL DISTRICT NO. 431**

Budgetary Comparison Schedule -  
General and Major Special Revenue Funds  
Year Ended June 30, 2018

	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
<b>Child Nutrition Fund</b>				
<b>Revenues</b>				
Other Local Revenue	\$115,818	\$115,818	\$140,166	\$24,348
Federal Revenue	532,000	532,000	531,220	(780)
<b>Total Revenues</b>	<u>647,818</u>	<u>647,818</u>	<u>671,386</u>	<u>23,568</u>
<b>Expenditures</b>				
Non-Instructional Programs				
Child Nutrition	644,150	644,150	622,066	22,084
<b>Total Expenditures</b>	<u>644,150</u>	<u>644,150</u>	<u>622,066</u>	<u>22,084</u> *
<b>Excess (Deficiency) of Revenues</b>				
<b>Over Expenditures</b>	3,668	3,668	49,320	45,652
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	3,668	3,668	49,320	45,652
<b>Fund Balances - Beginning</b>	<u>0</u>	<u>0</u>	<u>55,294</u>	<u>55,294</u>
<b>Fund Balances - Ending</b>	<u>\$3,668</u>	<u>\$3,668</u>	<u>\$104,614</u>	<u>\$100,946</u>
				<u>\$22,084</u>

\*Total expenditures (over) under appropriations are:

**WEISER SCHOOL DISTRICT NO. 431**  
Schedule of Employer's Share of Net Pension Liability  
PERSI - Base Plan  
Last 10 - Fiscal Years\*

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
School's portion of the net pension liability	0.1994440%	0.2049606%	0.2153898%	0.2283487%
School's proportionate share of the net pension liability	\$3,134,917	\$4,154,866	\$2,836,333	\$1,681,004
School's covered payroll	\$6,226,166	\$5,994,488	\$6,536,864	\$6,186,263
School's proportional share of the net pension liability as a percentage of its Plan fiduciary net position as a percentage of the total pension liability	50.35%	69.31%	43.39%	27.17%
	90.68%	87.26%	91.38%	94.95%

\*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of June 30.

**WEISER SCHOOL DISTRICT NO. 431**

Schedule of Employer Contributions

PERSI - Base Plan

Last 10 - Fiscal Years\*

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contribution	\$742,356	\$704,802	\$678,576	\$739,973
Contributions in relation to the statutorily required contribution	\$742,356	\$704,802	\$678,576	\$739,973
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School's covered payroll	\$6,557,915	\$6,226,166	\$5,994,488	\$6,536,864
Contributions as a percentage of covered payroll	11.32%	11.32%	11.32%	11.32%

\*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of each year's fiscal year end.

**SUPPLEMENTARY INFORMATION**

**WEISER SCHOOL DISTRICT NO. 431**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>Forest Reserve</b>	<b>Student Information Systems</b>	<b>School Nurse Program</b>	<b>Indianhead Academy</b>
<b>Assets</b>				
Cash & Investments	\$56,295		\$4,093	\$2,742
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Inventory				
<b>Total Assets</b>	<u>\$56,295</u>	<u>\$0</u>	<u>\$4,093</u>	<u>\$2,742</u>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable			\$4,093	\$2,742
Unspent Grant Allocation				
<b>Total Liabilities</b>	<u>\$0</u>	<u>\$0</u>	<u>4,093</u>	<u>2,742</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Restricted:				
Special Programs	56,295			
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
<b>Total Fund Balances</b>	<u>56,295</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$56,295</u>	<u>\$0</u>	<u>\$4,093</u>	<u>\$2,742</u>

**WEISER SCHOOL DISTRICT NO. 431**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>Local Special Projects</b>	<b>Driver Education</b>	<b>Professional Technical</b>	<b>Limited English Proficiency</b>
<b>Assets</b>				
Cash & Investments	\$1,856	\$12,276		\$9,123
Receivables:				
Local Sources				
State Sources		3,000	\$10,009	
Federal Sources				
Due From Other Funds				
Inventory				
<b>Total Assets</b>	<u>\$1,856</u>	<u>\$15,276</u>	<u>\$10,009</u>	<u>\$9,123</u>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds			\$8,200	
Salaries & Benefits Payable		\$3,082	1,809	\$4,091
Unspent Grant Allocation				
<b>Total Liabilities</b>	<u>\$0</u>	<u>3,082</u>	<u>10,009</u>	<u>4,091</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Restricted:				
Special Programs	1,856	12,194		5,032
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
<b>Total Fund Balances</b>	<u>1,856</u>	<u>12,194</u>	<u>0</u>	<u>5,032</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$1,856</u>	<u>\$15,276</u>	<u>\$10,009</u>	<u>\$9,123</u>

**WEISER SCHOOL DISTRICT NO. 431**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>Technology</b>	<b>Substance Abuse</b>	<b>Title I-A ESSA IBP</b>	<b>Title I-C ESSA EMC</b>
<b>Assets</b>				
Cash & Investments	\$46,085	\$14,929		
Receivables:				
Local Sources				
State Sources				
Federal Sources			\$101,597	\$11,744
Due From Other Funds				
Inventory				
<b>Total Assets</b>	<u>\$46,085</u>	<u>\$14,929</u>	<u>\$101,597</u>	<u>\$11,744</u>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds			\$18,088	\$3,734
Salaries & Benefits Payable	\$7,673		47,504	3,965
Unspent Grant Allocation			36,005	4,045
<b>Total Liabilities</b>	<u>7,673</u>	<u>\$0</u>	<u>101,597</u>	<u>11,744</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Restricted:				
Special Programs	38,412	14,929		
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
<b>Total Fund Balances</b>	<u>38,412</u>	<u>14,929</u>	<u>0</u>	<u>0</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$46,085</u>	<u>\$14,929</u>	<u>\$101,597</u>	<u>\$11,744</u>



**WEISER SCHOOL DISTRICT NO. 431**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>IDEA Part B 611 School Age 3-21</b>	<b>IDEA Part B 619 Pre-School Age 3-5</b>	<b>School Based Medicaid</b>	<b>Title IV-A ESSA SS &amp; AE</b>
<b>Assets</b>				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$79,944	\$4,373		\$2,539
Due From Other Funds				
Inventory				
<b>Total Assets</b>	<u>\$79,944</u>	<u>\$4,373</u>	<u>\$0</u>	<u>\$2,539</u>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds	\$31,219	\$1,418	\$22,388	\$1,758
Salaries & Benefits Payable	40,517	2,428	24,782	
Unspent Grant Allocation	8,208	527		781
<b>Total Liabilities</b>	<u>79,944</u>	<u>4,373</u>	<u>47,170</u>	<u>2,539</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Nonspendable				
Unassigned			(47,170)	
<b>Total Fund Balances</b>	<u>0</u>	<u>0</u>	<u>(47,170)</u>	<u>0</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$79,944</u>	<u>\$4,373</u>	<u>\$0</u>	<u>\$2,539</u>

**WEISER SCHOOL DISTRICT NO. 431**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>Perkins III Professional Technical Act</b>	<b>Title III ESSA ELA</b>	<b>Title II-A ESSA SEI</b>	<b>Title IV-B ESSA 21st CCLC</b>
<b>Assets</b>				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$17,060	\$10,166	\$64,463	\$12,699
Due From Other Funds				
Inventory				
<b>Total Assets</b>	<u>\$17,060</u>	<u>\$10,166</u>	<u>\$64,463</u>	<u>\$12,699</u>
<b>Liabilities</b>				
Accounts Payable				
Due To Other Funds	\$15,290	\$2,879	\$43,388	\$12,699
Salaries & Benefits Payable	1,770	2,789	1,403	
Unspent Grant Allocation		4,498	19,672	
<b>Total Liabilities</b>	<u>17,060</u>	<u>10,166</u>	<u>64,463</u>	<u>12,699</u>
<b>Deferred Inflows of Resources</b>				
Unavailable Tax Revenues				
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
<b>Total Fund Balances</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$17,060</u>	<u>\$10,166</u>	<u>\$64,463</u>	<u>\$12,699</u>

**WEISER SCHOOL DISTRICT NO. 431**  
 Combining Balance Sheet - Nonmajor Governmental Funds  
 June 30, 2018

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
	<u>Gear-Up</u>	<u>Bus Depreciation</u>	
<b>Assets</b>			
Cash & Investments		\$279	\$147,678
Receivables:			
Local Sources			0
State Sources			13,009
Federal Sources			304,585
Due From Other Funds			0
Inventory			0
<b>Total Assets</b>	<u>\$0</u>	<u>\$279</u>	<u>\$465,272</u>
<b>Liabilities</b>			
Accounts Payable			\$0
Due To Other Funds			161,061
Salaries & Benefits Payable			148,648
Unspent Grant Allocation			73,736
<b>Total Liabilities</b>	<u>\$0</u>	<u>\$0</u>	<u>383,445</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Tax Revenues			0
<b>Total Deferred Inflows of Resources</b>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>			
Restricted:			
Special Programs			128,718
Debt Service			0
Capital Projects		279	279
Nonspendable			0
Unassigned			(47,170)
<b>Total Fund Balances</b>	<u>0</u>	<u>279</u>	<u>81,827</u>
<b>Total Liabilities and Deferred Inflows of Resources and Fund Balances</b>	<u>\$0</u>	<u>\$279</u>	<u>\$465,272</u>

**WEISER SCHOOL DISTRICT NO. 431**

**Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018**

	<b>Special Revenue Funds</b>			
	<b>Forest Reserve</b>	<b>Student Information Systems</b>	<b>School Nurse Program</b>	<b>Indianhead Academy</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$40,528		\$20,000	
<b>Total Revenues</b>	<u>40,528</u>	<u>\$0</u>	<u>20,000</u>	<u>\$0</u>
<b>Expenditures</b>				
<b>Instructional Programs</b>				
Elementary School				
Secondary School	8,178			
Alternative School				100,241
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Summer School				
<b>Support Service Programs</b>				
Attendance - Guidance - Health			25,296	
Special Education Support Services	7,886			
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration	5,687			
Administrative Technology Service		25		
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied	9,769			
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
<b>Non-Instructional Programs</b>				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>31,520</u>	<u>25</u>	<u>25,296</u>	<u>100,241</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	9,008	(25)	(5,296)	(100,241)
<b>Other Financing Sources (Uses)</b>				
Transfers In			5,296	100,241
Transfers Out		(596)		
Proceeds from Capital Lease				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>(596)</u>	<u>5,296</u>	<u>100,241</u>
<b>Net Change in Fund Balances</b>	9,008	(621)	0	0
<b>Fund Balances - Beginning</b>	47,287	621	0	0
<b>Fund Balances - Ending</b>	<u>\$56,295</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**WEISER SCHOOL DISTRICT NO. 431**

**Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018**

	<b>Special Revenue Funds</b>			
	<b>Local Special Projects</b>	<b>Driver Education</b>	<b>Professional Technical</b>	<b>Limited English Proficiency</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue		\$11,850	\$68,197	
State Revenue	\$10,621	11,750		\$29,453
Federal Revenue				
<b>Total Revenues</b>	<u>10,621</u>	<u>23,600</u>	<u>68,197</u>	<u>29,453</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School				
Secondary School			66,631	28,982
Alternative School				
Special Education	41,266			
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Summer School		21,573		
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration			1,566	
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>41,266</u>	<u>21,573</u>	<u>68,197</u>	<u>28,982</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(30,645)	2,027	0	471
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
Proceeds from Capital Lease				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	(30,645)	2,027	0	471
<b>Fund Balances - Beginning</b>	<u>32,501</u>	<u>10,167</u>	<u>0</u>	<u>4,561</u>
<b>Fund Balances - Ending</b>	<u>\$1,856</u>	<u>\$12,194</u>	<u>\$0</u>	<u>\$5,032</u>

**WEISER SCHOOL DISTRICT NO. 431**

**Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018**

	<b>Special Revenue Funds</b>			
	<b>Technology</b>	<b>Substance Abuse</b>	<b>Title I-A ESSA IBP</b>	<b>Title I-C ESSA EMC</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue				
State Revenue	\$174,637	\$21,551		
Federal Revenue			\$303,105	\$28,865
<b>Total Revenues</b>	<u>174,637</u>	<u>21,551</u>	<u>303,105</u>	<u>28,865</u>
<b>Expenditures</b>				
<b>Instructional Programs</b>				
Elementary School			287,554	2,745
Secondary School				
Alternative School				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Summer School				2,068
<b>Support Service Programs</b>				
Attendance - Guidance - Health		20,114	10,215	24,052
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology	169,844			
District Administration				
School Administration			4,777	
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
<b>Non-Instructional Programs</b>				
Child Nutrition				
Community Services			559	
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>169,844</u>	<u>20,114</u>	<u>303,105</u>	<u>28,865</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	4,793	1,437	0	0
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
Proceeds from Capital Lease				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	4,793	1,437	0	0
<b>Fund Balances - Beginning</b>	33,619	13,492	0	0
<b>Fund Balances - Ending</b>	<u>\$38,412</u>	<u>\$14,929</u>	<u>\$0</u>	<u>\$0</u>

**WEISER SCHOOL DISTRICT NO. 431**

Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>IDEA Part B</b>	<b>IDEA Part B</b>	<b>School</b>	<b>Title IV-A</b>
	<b>611 School</b>	<b>619 Pre-School</b>	<b>Based</b>	<b>ESSA</b>
	<b>Age 3-21</b>	<b>Age 3-5</b>	<b>Medicaid</b>	<b>SS &amp; AE</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue			\$106,341	
State Revenue				
Federal Revenue	\$278,916	\$14,400		\$9,218
<b>Total Revenues</b>	<u>278,916</u>	<u>14,400</u>	<u>106,341</u>	<u>9,218</u>
<b>Expenditures</b>				
Instructional Programs				
Elementary School				
Secondary School				
Alternative School				
Special Education	270,353		153,511	
Special Education Preschool		14,400		
Gifted & Talented				
Interscholastic				
School Activity				
Summer School				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services	7,542			
Instruction Improvement	1,021			9,218
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>278,916</u>	<u>14,400</u>	<u>153,511</u>	<u>9,218</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over Expenditures</b>	0	0	(47,170)	0
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				
Proceeds from Capital Lease				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Change in Fund Balances</b>	<u>0</u>	<u>0</u>	<u>(47,170)</u>	<u>0</u>
<b>Fund Balances - Beginning</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$0</u>	<u>(\$47,170)</u>	<u>\$0</u>

**WEISER SCHOOL DISTRICT NO. 431**

Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018

	<b>Special Revenue Funds</b>			
	<b>Perkins III Professional Technical Act</b>	<b>Title III ESSA ELA</b>	<b>Title II-A ESSA SEI</b>	<b>Title IV-B ESSA 21st CCLC</b>
<b>Revenues</b>				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$17,060	\$20,293	\$64,752	\$142,100
<b>Total Revenues</b>	<u>17,060</u>	<u>20,293</u>	<u>64,752</u>	<u>142,100</u>
<b>Expenditures</b>				
<b>Instructional Programs</b>				
Elementary School			12,134	
Secondary School	17,060	19,981		
Alternative School				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Summer School				
<b>Support Service Programs</b>				
Attendance - Guidance - Health				140,458
Special Education Support Services				
Instruction Improvement			52,618	
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
<b>Non-Instructional Programs</b>				
Child Nutrition				
Community Services		312		
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
<b>Total Expenditures</b>	<u>17,060</u>	<u>20,293</u>	<u>64,752</u>	<u>140,458</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	0	0	0	1,642
<b>Other Financing Sources (Uses)</b>				
Transfers In				
Transfers Out				(1,642)
Proceeds from Capital Lease				
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,642)</u>
<b>Net Change in Fund Balances</b>	0	0	0	0
<b>Fund Balances - Beginning</b>	0	0	0	0
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>



**WEISER SCHOOL DISTRICT NO. 431**

**Combining Statement of Revenues, Expenditures, and Changes in  
Fund Balances - Nonmajor Governmental Funds  
Year Ended June 30, 2018**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
	<u>Gear-Up</u>	<u>Bus Depreciation</u>	
<b>Revenues</b>			
Local Taxes			\$0
Other Local Revenue			186,388
State Revenue			248,012
Federal Revenue	\$51,933		991,170
<b>Total Revenues</b>	<u>\$51,933</u>	<u>\$0</u>	<u>1,425,570</u>
<b>Expenditures</b>			
Instructional Programs			
Elementary School			302,433
Secondary School			140,832
Alternative School			100,241
Special Education			465,130
Special Education Preschool			14,400
Gifted & Talented			0
Interscholastic			0
School Activity			0
Summer School			23,641
Support Service Programs			
Attendance - Guidance - Health			220,135
Special Education Support Services	51,430		66,858
Instruction Improvement			62,857
Educational Media			0
Instruction-Related Technology			169,844
District Administration			0
School Administration			12,030
Administrative Technology Service			25
Buildings - Care			0
Maintenance - Non-Student Occupied			0
Maintenance - Student Occupied			9,769
Maintenance - Grounds			0
Security			0
Pupil-To-School Transportation		90,622	90,622
Non-Instructional Programs			
Child Nutrition			0
Community Services			871
Capital Assets - Student Occupied			0
Capital Assets - Non-Student Occupied			0
Debt Service - Principal			0
Debt Service - Interest			0
<b>Total Expenditures</b>	<u>51,430</u>	<u>90,622</u>	<u>1,679,688</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	503	(90,622)	(254,118)
<b>Other Financing Sources (Uses)</b>			
Transfers In		90,622	196,159
Transfers Out	(503)		(2,741)
Proceeds from Capital Lease			0
<b>Total Other Financing Sources (Uses)</b>	<u>(503)</u>	<u>90,622</u>	<u>193,418</u>
<b>Net Change in Fund Balances</b>	0	0	(60,700)
<b>Fund Balances - Beginning</b>	0	279	142,527
<b>Fund Balances - Ending</b>	<u>\$0</u>	<u>\$279</u>	<u>\$81,827</u>

**WEISER SCHOOL DISTRICT NO. 431**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2018**

<b>Federal Grantor/ Pass-Through Grantor/Program or Cluster Title</b>	<b>Federal CFDA Number</b>	<b>Pass-Through Entity Identifying Number</b>	<b>Federal Expenditures</b>
<b>US Dept of Agriculture</b>			
<i>Passed Through Washington County:</i>			
Forest Service Schools and Roads Cluster:			
Schools and Roads - Grants to States	10.665		\$31,520
Total Forest Service Schools and Roads Cluster			<u>31,520</u>
<i>Passed Through Idaho Dept of Education:</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	201616/201717N109947	125,225
National School Lunch Program*	10.555	201616/201717N109947	396,285
Summer Food Program	10.559	201616N109947	9,710
Total Child Nutrition Cluster			<u>531,220</u>
<b>Total US Dept of Agriculture</b>			<u>562,740</u>
<b>US Dept of Education</b>			
<i>Passed Through Idaho Dept of Education:</i>			
Special Education Cluster:			
Special Education - Grants to States	84.027	H027A16/170088	278,916
Special Education - Preschool Grants	84.173	H173A16/170030	14,400
Total Special Education Cluster			<u>293,316</u>
Title I Grants to Local Educational Agencies	84.010	S010A16/170012	303,105
Migrant Education - State Grant Program	84.011	S011A16/170012	28,865
Career & Technical Education - Basic Grants to States	84.048		17,060
Twenty-First Century Community Learning Centers	84.287	S287C16/170012	142,100
Gaining Early Awareness & Readiness for Undergraduate Programs	84.334	P334S110016	51,933
English Language Acquisition State Grants	84.365	S365A16/170012	20,293
Supporting Effective Instruction State Grants	84.367	S367A160011	64,752
Student Support & Academic Enrichment	84.424	S424A170013	9,218
<b>Total US Dept of Education</b>			<u>930,642</u>
<b>US Dept of Health &amp; Human Services</b>			
<i>Passed Through Idaho Dept of Health &amp; Welfare:</i>			
Children's Health Insurance Program	93.767	RC072800	20,000
<b>Total US Dept of Health &amp; Human Services</b>			<u>20,000</u>
<b>Total Expenditures of Federal Awards</b>			<u>\$1,513,382</u>

**NOTES:**

**A. Basis of Presentation** - The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the School under programs of the federal government for the year ended June 30, 2018. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements*. Because the schedule presents only a selected portion of the operations of the School, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the School.

**B. Summary of Significant Accounting Policies** - Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The School has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

\***C. Nonmonetary Assistance** - Included in the National School Lunch Program award is USDA food commodities stated at a fair market value of \$46,023.

**OTHER REPORTS AND SCHEDULES**

Audits  
Taxes  
Special Services



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**Independent Auditor's Report on Internal Control Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance With *Government Auditing Standards***

Board of Trustees  
Weiser School District No. 431

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Weiser School District No. 431 (the School), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated August 6, 2018.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the School's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School's internal control.

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

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

## **Compliance and Other Matters**

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

## **Purpose of this Report**

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

## ***Quest CPAs PLLC***

Payette, Idaho  
August 6, 2018

Audits  
Taxes  
Special Services



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## Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

Board of Trustees  
Weiser School District No. 431

### Report on Compliance for Each Major Federal Program

We have audited Weiser School District No. 431 (the School's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the School's major federal programs for the year ended June 30, 2018. The School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

### Management's Responsibility

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

### Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the School's compliance.

## **Opinion on Each Major Federal Program**

In our opinion, the School complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

## **Report on Internal Control Over Compliance**

Management of the School is responsible for establishing and maintaining effective internal control over compliance with the types of requirements referred to above. In planning and performing our audit of compliance, we considered the School's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School's internal control over compliance.

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

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

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

## ***Quest CPAs PLLC***

Payette, Idaho  
August 6, 2018

**WEISER SCHOOL DISTRICT NO. 431**  
Schedule of Findings and Questioned Costs  
Year Ended June 30, 2018

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**SUMMARY OF AUDITOR'S RESULTS**

**FINANCIAL STATEMENTS**

Type of auditor's report being issued: Unmodified

- Each Major Fund
- Aggreg Remain Fund Info

Qualified

- Gov't Activities

*Internal control over financial reporting:*

Material weakness(es) identified? No

Significant deficiency(ies) identified? None reported

Noncompliance material to the financial statements noted? No

**FEDERAL AWARDS**

*Internal control over major programs:*

Material weakness(es) identified? No

Significant deficiency(ies) identified? None reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings that are required to be reported in accordance with 2 CFR section 200.516(a)? No

Major program identification:

- a. Child Nutrition Cluster – CFDA #10.553, 10.555, 10.559
- b. Special Education Cluster – CFDA #84.027, 84.173

Dollar threshold used to distinguish between type A and B programs: \$750,000

Auditee qualified as a low-risk auditee? No