

Council School District No. 13

Year Ended June 30, 2020

Audited Financial Statements



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Quest CPAs PLLC

COUNCIL SCHOOL DISTRICT NO. 13

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Independent Auditor's Report

Board of Trustees
Council School District No. 13

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 Council School District No. 13 (the School) as of and for the year ended June 30, 2020, 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 has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Accounting principles generally accepted in the United States of America require recognition and measurement of an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses related to the other postemployment benefits as well as certain note disclosures and required supplementary information. The amount by which the departure would affect net position, assets, liabilities, deferred outflows of resources, deferred inflows of resources, expenses, note disclosures, and required supplementary information 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, 2020, 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, 2020, 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 combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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 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 September 21, 2020, 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
September 21, 2020

COUNCIL SCHOOL DISTRICT NO. 13

Statement of Net Position

June 30, 2020

	Governmental Activities
Assets	
Current Assets	
Cash & Investments	\$407,342
Receivables:	
Local Sources	78,470
State Sources	165,157
Federal Sources	205,791
Total Current Assets	<u>856,760</u>
Noncurrent Assets	
Nondepreciable Capital Assets	180,937
Depreciable Net Capital Assets	2,429,721
Total Noncurrent Assets	<u>2,610,658</u>
Total Assets	<u>3,467,418</u>
 Deferred Outflows of Resources	
Pension Deferred Outflows	247,376
Total Deferred Outflows of Resources	<u>247,376</u>
Total Assets and Deferred Outflows of Resources	<u><u>\$3,714,794</u></u>
 Liabilities	
Current Liabilities	
Accounts Payable	\$4,728
Salaries & Benefits Payable	248,449
Unspent Grant Allocation	44,363
Long-Term Debt, Current	214,518
Total Current Liabilities	<u>512,058</u>
Noncurrent Liabilities	
Long-Term Debt, Noncurrent	128,611
Net Pension Liability	471,224
Total Noncurrent Liabilities	<u>599,835</u>
Total Liabilities	<u>1,111,893</u>
 Deferred Inflows of Resources	
Pension Deferred Inflows	216,068
Total Deferred Inflows of Resources	<u>216,068</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,327,961</u>
 Net Position	
Net Investment in Capital Assets	2,267,529
Restricted:	
Special Programs	379,488
Debt Service	136,637
Capital Projects	31,685
Unrestricted	(428,506)
Total Net Position	<u>2,386,833</u>
Total Liabilities and Deferred Inflows of Resources and Net Position	<u><u>\$3,714,794</u></u>

See Accompanying Notes

COUNCIL SCHOOL DISTRICT NO. 13

Statement of Activities Year Ended June 30, 2020

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
Governmental Activities					
Instructional Programs					
Elementary School	\$558,858		\$59,174		(\$499,684)
Secondary School	574,176		10,000		(564,176)
Vocational-Technical	61,015		61,015		0
Special Education	188,593		61,134		(127,459)
Special Education Preschool	2,600		2,600		0
Gifted & Talented	0				0
Interscholastic	66,680		327		(66,353)
Support Service Programs					
Attendance - Guidance - Health	55,895				(55,895)
Special Education Support Services	21,112				(21,112)
Instruction Improvement	68,397		36,378		(32,019)
Educational Media	0				0
Instruction-Related Technology	103,536		66,896		(36,640)
Board of Education	205				(205)
District Administration	65,857				(65,857)
School Administration	191,572				(191,572)
Business Operation	117,275				(117,275)
Central Service	0				0
Buildings - Care	180,484				(180,484)
Maintenance - Non-Student Occupied	0		79,038		79,038
Maintenance - Student Occupied	242,264		37,897		(204,367)
Maintenance - Grounds	66,452		27,399		(39,053)
Security	6,604		4,884		(1,720)
Pupil-To-School Transportation	44,524				(44,524)
Pupil-Activity Transportation	3,165				(3,165)
General Transportation	7,569				(7,569)
Non-Instructional Programs					
Child Nutrition	139,851	\$26,533	103,858		(9,460)
Capital Assets - Student Occupied	94,238				(94,238)
Capital Assets - Non-Student Occupied	0		8,677		8,677
Debt Service - Principal	0				0
Debt Service - Interest	0				0
Total	<u>\$2,860,922</u>	<u>\$26,533</u>	<u>\$559,277</u>	<u>\$0</u>	<u>(2,275,112)</u>
General Revenues					
Local Taxes					172,523
Other Local Revenues					93,697
State Revenues					2,222,133
Federal Revenues					0
Pension Revenue (Expense)					(148,117)
Total					<u>2,340,236</u>
Change in Net Position					65,124
Net Position - Beginning					<u>2,321,709</u>
Net Position - Ending					<u><u>\$2,386,833</u></u>

COUNCIL SCHOOL DISTRICT NO. 13

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Balance Sheet - Governmental Funds

June 30, 2020

	General Fund	Forest Reserve Fund	School Building Maintenance	Child Nutrition Fund
Assets				
Cash & Investments		\$170,737	\$56,948	\$7,917
Receivables:				
Local Sources	\$47,622			
State Sources	165,157			
Federal Sources				4,057
Due From Other Funds	25,044	121,919		
Total Assets	\$237,823	\$292,656	\$56,948	\$11,974
Liabilities				
Accounts Payable	\$3,738			
Due To Other Funds				
Salaries & Benefits Payable	225,858			\$1,000
Unspent Grant Allocation				
Total Liabilities	229,596	\$0	\$0	1,000
Deferred Inflows of Resources				
Unavailable Tax Revenues	8,224			
Total Deferred Inflows of Resources	8,224	0	0	0
Fund Balances				
Restricted:				
Special Programs		292,656	56,948	10,974
Debt Service				
Capital Projects				
Unassigned	3			
Total Fund Balances	3	292,656	56,948	10,974
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$237,823	\$292,656	\$56,948	\$11,974

COUNCIL SCHOOL DISTRICT NO. 13

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Balance Sheet - Governmental Funds

June 30, 2020

	Bond R & I Fund	Other Governmental Funds	Total Governmental Funds
Assets			
Cash & Investments	\$117,977	\$53,763	\$407,342
Receivables:			
Local Sources	21,843	9,005	78,470
State Sources		0	165,157
Federal Sources		201,734	205,791
Due From Other Funds		0	146,963
Total Assets	<u>\$139,820</u>	<u>\$264,502</u>	<u>\$1,003,723</u>
Liabilities			
Accounts Payable		\$990	\$4,728
Due To Other Funds		146,963	146,963
Salaries & Benefits Payable		21,591	248,449
Unspent Grant Allocation		44,363	44,363
Total Liabilities	<u>\$0</u>	<u>213,907</u>	<u>444,503</u>
Deferred Inflows of Resources			
Unavailable Tax Revenues	3,183	0	11,407
Total Deferred Inflows of Resources	<u>3,183</u>	<u>0</u>	<u>11,407</u>
Fund Balances			
Restricted:			
Special Programs		18,910	379,488
Debt Service	136,637	0	136,637
Capital Projects		31,685	31,685
Unassigned		0	3
Total Fund Balances	<u>136,637</u>	<u>50,595</u>	<u>547,813</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$139,820</u>	<u>\$264,502</u>	<u>\$1,003,723</u>

COUNCIL SCHOOL DISTRICT NO. 13

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Balance Sheet - Governmental Funds

June 30, 2020

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

Total Governmental Fund Balances	\$547,813
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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.	2,610,658
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	11,407
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Certain liabilities are not due and payable in the current period and therefore are not reported in the funds.	(343,129)
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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.	(439,916)
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Net Position of Governmental Activities	<u><u>\$2,386,833</u></u>
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COUNCIL SCHOOL DISTRICT NO. 13
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2020

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	General Fund	Forest Reserve Fund	School Building Maintenance	Child Nutrition Fund
Revenues				
Local Taxes	\$110,740			
Other Local Revenue	92,666			\$26,533
State Revenue	2,199,594		\$27,920	
Federal Revenue		\$97,692		103,858
Total Revenues	<u>2,403,000</u>	<u>97,692</u>	<u>27,920</u>	<u>130,391</u>
Expenditures				
Instructional Programs				
Elementary School	587,172			
Secondary School	654,060			
Vocational-Technical				
Special Education	127,459			
Special Education Preschool				
Gifted & Talented				
Interscholastic	66,353			
Support Service Programs				
Attendance - Guidance - Health	55,895			
Special Education Support Services	21,112			
Instruction Improvement	32,019			
Educational Media				
Instruction-Related Technology	29,941			
Board of Education	205			
District Administration	65,857			
School Administration	191,572			
Business Operation	117,275			
Central Service				
Buildings - Care	180,484			
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied	324,371	9,977	22,700	
Maintenance - Grounds	39,053			
Security				
Pupil-To-School Transportation	66,319			
Pupil-Activity Transportation	3,165			
General Transportation	7,569			
Non-Instructional Programs				
Child Nutrition	2,031			137,820
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied		8,677		
Debt Service - Principal	33,339			
Debt Service - Interest				
Total Expenditures	<u>2,605,251</u>	<u>18,654</u>	<u>22,700</u>	<u>137,820</u>
Excess (Deficiency) of Revenues Over Expenditures	(202,251)	79,038	5,220	(7,429)
Other Financing Sources (Uses)				
Proceeds from Capital Lease				
Transfers In	15,000			
Transfers Out	(28,554)	(3,514)		
Total Other Financing Sources (Uses)	<u>(13,554)</u>	<u>(3,514)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(215,805)	75,524	5,220	(7,429)
Fund Balances - Beginning	215,808	217,132	51,728	18,403
Fund Balances - Ending	<u>\$3</u>	<u>\$292,656</u>	<u>\$56,948</u>	<u>\$10,974</u>

See Accompanying Notes

COUNCIL SCHOOL DISTRICT NO. 13
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2020

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	Bond R & I Fund	Other Governmental Funds	Total Governmental Funds
Revenues			
Local Taxes	\$66,693	\$0	\$177,433
Other Local Revenue	1,031	34,770	155,000
State Revenue	22,539	94,412	2,344,465
Federal Revenue		200,625	402,175
Total Revenues	<u>90,263</u>	<u>329,807</u>	<u>3,079,073</u>
Expenditures			
Instructional Programs			
Elementary School		59,174	646,346
Secondary School		10,000	664,060
Vocational-Technical		61,015	61,015
Special Education		61,134	188,593
Special Education Preschool		2,600	2,600
Gifted & Talented		0	0
Interscholastic		327	66,680
Support Service Programs			
Attendance - Guidance - Health		0	55,895
Special Education Support Services		0	21,112
Instruction Improvement		36,378	68,397
Educational Media		0	0
Instruction-Related Technology		73,595	103,536
Board of Education		0	205
District Administration		0	65,857
School Administration		0	191,572
Business Operation		0	117,275
Central Service		0	0
Buildings - Care		0	180,484
Maintenance - Non-Student Occupied		0	0
Maintenance - Student Occupied		0	357,048
Maintenance - Grounds		27,399	66,452
Security		6,604	6,604
Pupil-To-School Transportation		33,941	100,260
Pupil-Activity Transportation		0	3,165
General Transportation		0	7,569
Non-Instructional Programs			
Child Nutrition		0	139,851
Capital Assets - Student Occupied		0	0
Capital Assets - Non-Student Occupied		80,346	89,023
Debt Service - Principal	75,625	0	108,964
Debt Service - Interest		0	0
Total Expenditures	<u>75,625</u>	<u>452,513</u>	<u>3,312,563</u>
Excess (Deficiency) of Revenues			
Over Expenditures	14,638	(122,706)	(233,490)
Other Financing Sources (Uses)			
Proceeds from Capital Lease		80,346	80,346
Transfers In		32,068	47,068
Transfers Out		(15,000)	(47,068)
Total Other Financing Sources (Uses)	<u>0</u>	<u>97,414</u>	<u>80,346</u>
Net Change in Fund Balances	14,638	(25,292)	(153,144)
Fund Balances - Beginning	121,999	75,887	700,957
Fund Balances - Ending	<u>\$136,637</u>	<u>\$50,595</u>	<u>\$547,813</u>

See Accompanying Notes

COUNCIL SCHOOL DISTRICT NO. 13
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2020

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**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 (\$153,144)

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. 81,016

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. (4,910)

Proceeds from issuance of debt is a financing source in the governmental funds, but increases long-term debt in the statement of net position. (80,346)

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position. 193,254

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. 29,254

Change in Net Position of Governmental Activities \$65,124

COUNCIL SCHOOL DISTRICT NO. 13

Statement of Fiduciary Net Position

June 30, 2020

	Agency Funds Student Activity
Assets	
Cash & Investments	\$130,232
Total Assets	<u>\$130,232</u>
Liabilities	
Due to Student Groups	\$130,232
Total Liabilities	<u>130,232</u>
Net Position	<u>0</u>
Total Net Position	<u>0</u>
Total Liabilities and Net Position	<u>\$130,232</u>

COUNCIL SCHOOL DISTRICT NO. 13
Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Council School District No. 13 (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 Adams 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 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.

COUNCIL SCHOOL DISTRICT NO. 13

Notes to Financial Statements

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 forest reserve fund, used for certain educational expenditures, school building maintenance fund, used for facility maintenance expenditures, and the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

Debt Service Funds – Debt service funds are used to account for the accumulation of funds for the periodic payment of principal and interest on long term debt. Major debt service funds include the bond redemption and interest fund, which accounts for accumulation of funds for the periodic payment of principal and interest on long term debt.

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 full 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 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.

COUNCIL SCHOOL DISTRICT NO. 13
Notes to Financial Statements

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 an asset or liability, deferred outflows of resources, deferred inflows of resources, and 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 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.

COUNCIL SCHOOL DISTRICT NO. 13
Notes to Financial Statements

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 20th and June 20th. 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 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.

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Notes to Financial Statements

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	Governmental Funds	Fiduciary Funds	Total
Cash - Deposits	\$72,536	\$130,232	\$202,768
Investments - Local Gov't Investment Pool	334,806		334,806
Total	\$407,342	\$130,232	\$537,574

Deposits – At year end, the carrying amounts of the School's deposits were \$202,768 and the bank balances were \$297,880. Of the bank balances, \$250,000 was insured and the remainder was uninsured and uncollateralized.

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

Interest rate risk:

	Investment Maturity Schedule (In Years)	
<u>Investment Type</u>	<u>Less Than 1</u>	<u>Total</u>
Local Gov't Invest Pool	\$334,806	\$334,806
Total	\$334,806	\$334,806

Credit rate risk:

	Investment Rating Schedule	
<u>Investment Type</u>	<u>Not Rated</u>	<u>Total</u>
Local Gov't Invest Pool	\$334,806	\$334,806
Total	\$334,806	\$334,806

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. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer's office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to \$10 million. Withdrawals of \$10 million or more require three business days' notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at www.sto.idaho.gov.

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Notes to Financial Statements

C. RECEIVABLES

Receivables consist of the following at year end:

	General Fund	Special Revenue Funds	Debt Service Fund	Total
Local Sources				
Local Taxes	\$42,115		\$21,843	\$63,958
Other Local Sources	5,507	\$9,005		14,512
Total	<u>\$47,622</u>	<u>\$9,005</u>	<u>\$21,843</u>	<u>\$78,470</u>
State Sources				
Foundation Program	\$165,157			\$165,157
Total	<u>\$165,157</u>			<u>\$165,157</u>
Federal Sources				
Special Programs		\$205,791		\$205,791
Total		<u>\$205,791</u>		<u>\$205,791</u>

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Notes to Financial Statements

D. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	\$57,475	\$8,678		\$66,153
Construction in Progress		114,784		114,784
Total	<u>57,475</u>	<u>123,462</u>	<u>\$0</u>	<u>180,937</u>
Depreciable Capital Assets				
Buildings	4,596,599			4,596,599
Equipment	623,291			623,291
Transportation	647,946	80,346		728,292
Subtotal	<u>5,867,836</u>	<u>80,346</u>	<u>0</u>	<u>5,948,182</u>
Accumulated Depreciation				
Buildings	2,450,011	91,932		2,541,943
Equipment	609,659	2,306		611,965
Transportation	335,999	28,554		364,553
Subtotal	<u>3,395,669</u>	<u>122,792</u>	<u>0</u>	<u>3,518,461</u>
Total	<u>2,472,167</u>	<u>(42,446)</u>	<u>0</u>	<u>2,429,721</u>
Net Capital Assets	<u>\$2,529,642</u>	<u>\$81,016</u>	<u>\$0</u>	<u>\$2,610,658</u>

Depreciation expense was charged to the following programs:

Capital Assets - Student Occupied	\$94,238
Pupil-To-School Transportation	28,554
Total	<u>\$122,792</u>

E. LONG-TERM DEBT

Bonded Debt – At year end, the School's bonded debt was as follows:

On November 16, 2004, by special election, the qualified voters of the School approved issuance of a \$2,200,000 bond for the purpose of capital additions and betterments. The bond is a general obligation qualified zone academy bond (QZAB) of which \$1,000,000 will be serviced by the School, and \$1,200,000 by the patrons via a tax levy.

The QZAB differs remarkably from traditional bond financing in a number of aspects. It is a single fully registered bond, without interest. It has a stated maturity of 16 years from closing and delivery, being March 11, 2021, and is not subject to optional redemption and payment prior to the stated maturity.

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Notes to Financial Statements

The bondholder's return is not in the form of interest but rather is a tax credit as provided in Section 1397E of the U.S. Internal Revenue Code. Retirement of the bond is accomplished via a "Forward Delivery Agreement" between the School, U.S. Bank N.A. as custodian, and Bank of America, N.A. as provider whereby the School shall make sixteen (16) annual deposits payable through the debt service and general fund, starting on March 11, 2006 in equal amounts of \$108,964. The School shall receive earnings on the installment deposit account, or sinking fund, at a rate of 3.00% which, with the annual payments, will be sufficient to retire the par amount (\$2,200,000) of the bond on March 11, 2021. Shown below are the scheduled deposits and sinking fund maturity amounts:

Fiscal Year	Fund Deposit	Scheduled Interest Earned	Scheduled Accumulated Interest	Accumulated Fund Amount
6/30/06	\$108,964	\$0	\$0	\$108,964
6/30/07	108,964	3,281	3,281	221,209
6/30/08	108,964	6,665	9,946	336,838
6/30/09	108,964	10,169	20,115	455,971
6/30/10	108,964	13,758	33,873	578,693
6/30/11	108,964	17,483	51,356	705,140
6/30/12	108,964	21,296	72,652	835,400
6/30/13	108,964	25,227	97,879	969,591
6/30/14	108,964	29,291	127,170	1,107,846
6/30/15	108,964	33,473	160,643	1,250,283
6/30/16	108,964	37,789	198,432	1,397,036
6/30/17	108,964	42,207	240,639	1,548,207
6/30/18	108,964	46,774	287,413	1,703,945
6/30/19	108,964	51,488	338,901	1,864,397
6/30/20	108,964	56,335	395,236	2,029,696
6/30/21	108,964	61,340	456,576	2,200,000
Total	\$1,743,424	\$456,576		

As the bond bears no interest and as the School's annual fund deposits will be less than the face amount of the bond, an original issue premium has been recorded on the government-wide financial statements, which will be amortized over the life of the fund deposits at the same rate the interest is earned in the sinking fund.

Capital Leases – The School leases buses that qualify as capital lease obligations. The buses cost \$257,411 and at year end, related accumulated depreciation was \$44,358.

Capital leases due in annual installments of \$51,926 with interest at 3.88% - 5.68% through 2024/25, secured by buses, paid through the bus depreciation fund

	\$172,825
Total	\$172,825

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Maturities on the capital lease are estimated as follows:

Year Ended	
6/30/21	\$51,926
6/30/22	51,926
6/30/23	51,926
6/30/24	17,986
6/30/25	17,987
Total Future Minimum Lease Payments	191,751
Amount Representing Interest	(18,926)
Present Value of Future Minimum Lease Payments	\$172,825

Changes in long-term debt are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Q.Z.A. Bond	\$217,928		\$108,964	\$108,964	\$108,964
Orig. Issue. Premium	117,675		56,335	61,340	61,340
Capital Lease	120,434	\$80,346	27,955	172,825	44,214
Total	\$456,037	\$80,346	\$193,254	\$343,129	\$214,518

Interest and related costs during the year amounted to \$5,986 and were charged to the pupil-to-school transportation 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.

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

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members

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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, 2019 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 \$177,371 for the year ended June 30, 2020.

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

At June 30, 2020, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, 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, 2019, the School's proportion was 0.0412821 percent.

For the year ended June 30, 2020, the School recognized pension revenue (expense) of (\$148,117). At June 30, 2020, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$43,793	\$55,536
Changes in assumptions or other inputs	26,212	
Net difference between projected and actual earnings on pension plan investments		160,532
Employer contributions subsequent to the measurement date	177,371	
Total	<u><u>\$247,376</u></u>	<u><u>\$216,068</u></u>

\$177,371 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, 2021.

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, 2018 the beginning of the measurement period ended June 30, 2018 is 4.8 and 4.8 for the measurement period June 30, 2019.

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

Year Ended	
6/30/21	(\$16,968)
6/30/22	(72,697)
6/30/23	(35,412)
6/30/24	(20,986)
Total	<u><u>(\$146,063)</u></u>

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.

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of investment expenses
Cost-of-living adjustments	1%

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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, 2013 through June 30, 2017 which reviewed all economic and demographic assumptions other than mortality. The total pension liability as of June 30, 2019 is based on the results of an actuarial valuation date of July 1, 2019.

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.

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Notes to Financial Statements

Capital Market Assumptions

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

*Net of Investment Expenses

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for 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 7.05 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 (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

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	1% Decrease (6.05%)	Current Discount Rate (7.05%)	1% Increase (8.05%)
School's proportionate share of the net pension liability (asset)	\$1,423,277	\$471,224	(\$316,094)

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.

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:

Due To Fund	Due From Fund	
	Nonmajor Governmental	Total
General	\$25,044	\$25,044
Forest Reserve	121,919	121,919
Total	\$146,963	\$146,963

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

Interfund transfers during the year consist of the following:

Fund	Transfer In	Transfer Out	Purpose
General	\$15,000	\$28,554	Depreciation, Indirect Costs
Forest Reserve		3,514	Support
Nonmajor Governmental	32,068	15,000	Depreciation, Indirect Costs, Support
Total	\$47,068	\$47,068	

H. TAX ABATEMENTS

Idaho counties are authorized by state statute to transact certain property tax activity with property owners in their respective taxing districts. The counties collect the property taxes, then allocate and remit those collections among the taxing districts within the counties. The counties are authorized to cancel or reduce property taxes due to various reasons, including the circuit breaker program, agricultural and other exemptions, and section 63-602NN exemptions under Idaho code for real property improvements.

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Budgetary Comparison Schedule - General and Major Special Revenue Funds
Year Ended June 30, 2020

General Fund	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance
	Original	Final		Positive (Negative)
Revenues				
Local Taxes	\$99,539	\$99,539	\$110,740	\$11,201
Other Local Revenue	15,700	15,700	92,666	76,966
State Revenue	2,405,297	2,405,297	2,199,594	(205,703)
Federal Revenue	0	0	0	0
Total Revenues	2,520,536	2,520,536	2,403,000	(117,536)
Expenditures				
Instructional Programs				
Elementary School	654,284	654,284	587,172	67,112
Secondary School	679,463	679,463	654,060	25,403
Vocational-Technical	0	0	0	0
Special Education	131,598	131,598	127,459	4,139
Special Education Preschool	0	0	0	0
Gifted & Talented	0	0	0	0
Interscholastic	68,458	68,458	66,353	2,105
Support Service Programs				
Attendance - Guidance - Health	61,939	61,939	55,895	6,044
Special Education Support Services	19,000	19,000	21,112	(2,112)
Instruction Improvement	55,528	55,528	32,019	23,509
Educational Media	0	0	0	0
Instruction-Related Technology	25,836	25,836	29,941	(4,105)
Board of Education	6,600	6,600	205	6,395
District Administration	64,026	64,026	65,857	(1,831)
School Administration	201,886	201,886	191,572	10,314
Business Operation	100,606	100,606	117,275	(16,669)
Central Service	0	0	0	0
Buildings - Care	184,914	184,914	180,484	4,430
Maintenance - Non-Student Occupied	0	0	0	0
Maintenance - Student Occupied	84,250	84,250	324,371	(240,121)
Maintenance - Grounds	34,500	34,500	39,053	(4,553)
Security	0	0	0	0
Pupil-To-School Transportation	88,855	88,855	66,319	22,536
Pupil-Activity Transportation	6,400	6,400	3,165	3,235
General Transportation	3,500	3,500	7,569	(4,069)
Non-Instructional Programs				
Child Nutrition	2,000	2,000	2,031	(31)
Capital Assets - Student Occupied	0	0	0	0
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	33,339	33,339	33,339	0
Debt Service - Interest	0	0	0	0
Total Expenditures	2,506,982	2,506,982	2,605,251	(98,269) *
Excess (Deficiency) of Revenues				
Over Expenditures	13,554	13,554	(202,251)	(215,805)
Other Financing Sources (Uses)				
Transfers In	15,000	15,000	15,000	0
Transfers Out	(28,554)	(28,554)	(28,554)	0 *
Total Other Financing Sources (Uses)	(13,554)	(13,554)	(13,554)	0
Net Change in Fund Balances	0	0	(215,805)	(215,805)
Fund Balances - Beginning	0	0	215,808	215,808
Fund Balances - Ending	\$0	\$0	\$3	\$3

*Total expenditures (over) under appropriations are: (\$98,269)

COUNCIL SCHOOL DISTRICT NO. 13

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Budgetary Comparison Schedule - General and Major Special Revenue Funds
Year Ended June 30, 2020

	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
Forest Reserve Fund				
Revenues				
Other Local Revenue	\$0	\$0	\$0	\$0
Federal Revenue	0	0	97,692	97,692
Total Revenues	<u>0</u>	<u>0</u>	<u>97,692</u>	<u>97,692</u>
Expenditures				
Instructional Programs				
Elementary School	0	0	0	0
Secondary School	0	0	0	0
Maintenance - Student Occupied	0	0	9,977	(9,977)
Capital Assets - Non-Student Occupied	0	0	8,677	(8,677)
Total Expenditures	<u>0</u>	<u>0</u>	<u>18,654</u>	<u>(18,654) *</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	79,038	79,038
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	(3,514)	(3,514) *
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>(3,514)</u>	<u>(3,514)</u>
Net Change in Fund Balances	0	0	75,524	75,524
Fund Balances - Beginning	209,895	209,895	217,132	7,237
Fund Balances - Ending	<u><u>\$209,895</u></u>	<u><u>\$209,895</u></u>	<u><u>\$292,656</u></u>	<u><u>\$82,761</u></u>

*Total expenditures (over) under appropriations are: (\$22,168)

COUNCIL SCHOOL DISTRICT NO. 13

Page 3 of 4

Budgetary Comparison Schedule - General and Major Special Revenue Funds
Year Ended June 30, 2020

	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
School Building Maintenance				
Revenues				
Local Taxes	\$0	\$0	\$0	\$0
Other Local Revenue	0	0	0	0
State Revenue	26,322	26,322	27,920	1,598
Federal Revenue	0	0	0	0
Total Revenues	<u>26,322</u>	<u>26,322</u>	<u>27,920</u>	<u>1,598</u>
Expenditures				
Instructional Programs				
Elementary School	0	0	0	0
Secondary School	0	0	0	0
Vocational-Technical	0	0	0	0
Special Education	0	0	0	0
Special Education Preschool	0	0	0	0
Gifted & Talented	0	0	0	0
Interscholastic	0	0	0	0
Support Service Programs				
Attendance - Guidance - Health	0	0	0	0
Special Education Support Services	0	0	0	0
Instruction Improvement	0	0	0	0
Educational Media	0	0	0	0
Instruction-Related Technology	0	0	0	0
Board of Education	0	0	0	0
District Administration	0	0	0	0
School Administration	0	0	0	0
Business Operation	0	0	0	0
Central Service	0	0	0	0
Buildings - Care	0	0	0	0
Maintenance - Non-Student Occupied	0	0	0	0
Maintenance - Student Occupied	22,700	22,700	22,700	0
Maintenance - Grounds	0	0	0	0
Security	0	0	0	0
Pupil-To-School Transportation	0	0	0	0
Pupil-Activity Transportation	0	0	0	0
General Transportation	0	0	0	0
Non-Instructional Programs				
Child Nutrition	0	0	0	0
Capital Assets - Student Occupied	0	0	0	0
Capital Assets - Non-Student Occupied	0	0	0	0
Debt Service - Principal	0	0	0	0
Debt Service - Interest	0	0	0	0
Total Expenditures	<u>22,700</u>	<u>22,700</u>	<u>22,700</u>	<u>0 *</u>
Excess (Deficiency) of Revenues				
Over Expenditures	3,622	3,622	5,220	1,598
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0 *
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	3,622	3,622	5,220	1,598
Fund Balances - Beginning	51,728	51,728	51,728	0
Fund Balances - Ending	<u>\$55,350</u>	<u>\$55,350</u>	<u>\$56,948</u>	<u>\$1,598</u>

**Total expenditures (over) under appropriations are:*

\$0

COUNCIL SCHOOL DISTRICT NO. 13
 Budgetary Comparison Schedule - General and Major Special Revenue Funds
 Year Ended June 30, 2020

Page 4 of 4

	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
Child Nutrition Fund	Original	Final		
Revenues				
Other Local Revenue	\$24,000	\$24,000	\$26,533	\$2,533
Federal Revenue	60,000	60,000	0	(60,000)
Total Revenues	84,000	84,000	26,533	(57,467)
Expenditures				
Non-Instructional Programs				
Child Nutrition	96,703	96,703	137,820	(41,117)
Total Expenditures	96,703	96,703	137,820	(41,117) *
Excess (Deficiency) of Revenues				
Over Expenditures	(12,703)	(12,703)	(111,287)	(98,584)
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0 *
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	(12,703)	(12,703)	(111,287)	(98,584)
Fund Balances - Beginning	24,000	24,000	18,403	(5,597)
Fund Balances - Ending	\$11,297	\$11,297	(\$92,884)	(\$104,181)
<i>*Total expenditures (over) under appropriations are:</i>				(\$41,117)

COUNCIL SCHOOL DISTRICT NO. 13
Schedule of Employer's Share of Net Pension Liability
PERSI - Base Plan
Last 10 - Fiscal Years*

	2019	2018
School's portion of the net pension liability	0.0412821%	0.0420723%
School's proportionate share of the net pension liability	\$471,224	\$620,574
School's covered payroll	\$1,402,111	\$1,353,622
School's proportional share of the net pension liability as a percentage of its covered payroll	33.61%	45.85%
Plan fiduciary net position as a percentage of the total pension liability	93.79%	91.69%

	2017	2016	2015	2014
School's portion of the net pension liability	0.0435531%	0.0442690%	0.0456409%	0.0467246%
School's proportionate share of the net pension liability	\$684,580	\$897,400	\$601,016	\$343,966
School's covered payroll	\$1,352,730	\$1,294,735	\$1,278,383	\$1,265,830
School's proportional share of the net pension liability as a percentage of its covered payroll	50.61%	69.31%	47.01%	27.17%
Plan fiduciary net position as a percentage of the total pension liability	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.

COUNCIL SCHOOL DISTRICT NO. 13**Schedule of Employer Contributions****PERSI - Base Plan****Last 10 - Fiscal Years***

	2020		2019	
Statutorily required contribution	\$177,371		\$158,719	
Contributions in relation to the statutorily required contribution	\$177,371		\$158,719	
Contribution deficiency (excess)	\$0		\$0	
School's covered payroll	\$1,485,519		\$1,402,111	
Contributions as a percentage of covered payroll	11.94%		11.32%	

	2018	2017	2016	2015
Statutorily required contribution	\$153,230	\$153,129	\$146,564	\$144,713
Contributions in relation to the statutorily required contribution	\$153,230	\$153,129	\$146,564	\$144,713
Contribution deficiency (excess)	\$0	\$0	\$0	\$0
School's covered payroll	\$1,353,622	\$1,352,730	\$1,294,735	\$1,278,383
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.

COUNCIL SCHOOL DISTRICT NO. 13
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2020

Page 1 of 5

	Special Revenue Funds			
	Copier Buyout	Summer Youth Forest Grant	Positive Action	Professional Technical
Assets				
Cash & Investments	\$17,203		\$990	\$2,178
Receivables:				
Local Sources		\$9,005		
State Sources				
Federal Sources				
Due From Other Funds				
Total Assets	<u>\$17,203</u>	<u>\$9,005</u>	<u>\$990</u>	<u>\$2,178</u>
Liabilities				
Accounts Payable			\$990	
Due To Other Funds		\$9,005		
Salaries & Benefits Payable				\$2,178
Unspent Grant Allocation				
Total Liabilities	<u>\$0</u>	<u>9,005</u>	<u>990</u>	<u>2,178</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	17,203			
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	<u>17,203</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$17,203</u>	<u>\$9,005</u>	<u>\$990</u>	<u>\$2,178</u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2020

Page 2 of 5

	Special Revenue Funds			
	Technology	Substance Abuse	Title I-A ESSA IBP	Cares Act ESSERF
Assets				
Cash & Investments		\$1,707		
Receivables:				
Local Sources				
State Sources				
Federal Sources			\$29,470	\$41,652
Due From Other Funds				
Total Assets	<u>\$0</u>	<u>\$1,707</u>	<u>\$29,470</u>	<u>\$41,652</u>
Liabilities				
Accounts Payable				
Due To Other Funds			\$21,694	\$5,571
Salaries & Benefits Payable			7,776	
Unspent Grant Allocation				36,081
Total Liabilities	<u>\$0</u>	<u>\$0</u>	<u>29,470</u>	<u>41,652</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs		1,707		
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	<u>0</u>	<u>1,707</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$0</u>	<u>\$1,707</u>	<u>\$29,470</u>	<u>\$41,652</u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2020

Page 3 of 5

	Special Revenue Funds			
	IDEA Part B 611 School Age 3-21	IDEA Part B 619 Pre-School Age 3-5	Title IV-A ESSA SS&AE	Title V-B ESSA REI
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$53,749	\$3,062	\$8,662	\$22,330
Due From Other Funds				
Total Assets	<u>\$53,749</u>	<u>\$3,062</u>	<u>\$8,662</u>	<u>\$22,330</u>
Liabilities				
Accounts Payable				
Due To Other Funds	\$38,095	\$2,600	\$7,969	\$19,220
Salaries & Benefits Payable	7,834		693	3,110
Unspent Grant Allocation	7,820	462		
Total Liabilities	<u>53,749</u>	<u>3,062</u>	<u>8,662</u>	<u>22,330</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$53,749</u>	<u>\$3,062</u>	<u>\$8,662</u>	<u>\$22,330</u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2020

Page 4 of 5

	Special Revenue Funds		Capital Projects Funds	
	Perkins III Professional Technical Act	Title II-A ESSA SEI	Plant Facilities Fund	Bus Depreciation Fund
Assets				
Cash & Investments			\$31,685	
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$33,139	\$9,670		
Due From Other Funds				
Total Assets	\$33,139	\$9,670	\$31,685	\$0
Liabilities				
Accounts Payable				
Due To Other Funds	\$33,139	\$9,670		
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	33,139	9,670	\$0	\$0
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects			31,685	
Unassigned				
Total Fund Balances	0	0	31,685	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$33,139	\$9,670	\$31,685	\$0

COUNCIL SCHOOL DISTRICT NO. 13
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2020

Page 5 of 5

	<u>Total</u>
Assets	
Cash & Investments	\$53,763
Receivables:	
Local Sources	9,005
State Sources	0
Federal Sources	201,734
Due From Other Funds	0
Total Assets	<u><u>\$264,502</u></u>
Liabilities	
Accounts Payable	\$990
Due To Other Funds	146,963
Salaries & Benefits Payable	21,591
Unspent Grant Allocation	44,363
Total Liabilities	<u><u>213,907</u></u>
Deferred Inflows of Resources	
Unavailable Tax Revenues	0
Total Deferred Inflows of Resources	<u><u>0</u></u>
Fund Balances	
Restricted:	
Special Programs	18,910
Debt Service	0
Capital Projects	31,685
Unassigned	0
Total Fund Balances	<u><u>50,595</u></u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u><u>\$264,502</u></u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2020

Page 1 of 5

	Special Revenue Funds			
	Copier Buyout	Summer Youth Forest Grant	Positive Action	Professional Technical
Revenues				
Local Taxes				
Other Local Revenue		\$27,399	\$7,371	
State Revenue				\$27,876
Federal Revenue				
Total Revenues	<u>\$0</u>	<u>27,399</u>	<u>7,371</u>	<u>27,876</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School				
Vocational-Technical				27,876
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement			7,371	
Educational Media				
Instruction-Related Technology	8,015			
Board of Education				
District Administration				
School Administration				
Business Operation				
Central Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds		27,399		
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>8,015</u>	<u>27,399</u>	<u>7,371</u>	<u>27,876</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(8,015)	0	0	0
Other Financing Sources (Uses)				
Proceeds from Capital Lease				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>(8,015)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Beginning	<u>25,218</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u><u>\$17,203</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2020

Page 2 of 5

	Special Revenue Funds			
	Technology	Substance Abuse	Title I-A ESSA IBP	Cares Act ESSERF
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue	\$61,325	\$5,211		
Federal Revenue			\$59,174	\$5,571
Total Revenues	<u>61,325</u>	<u>5,211</u>	<u>59,174</u>	<u>5,571</u>
Expenditures				
Instructional Programs				
Elementary School			59,174	
Secondary School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic		327		
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology	60,009			5,571
Board of Education				
District Administration				
School Administration				
Business Operation				
Central Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security		6,604		
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>60,009</u>	<u>6,931</u>	<u>59,174</u>	<u>5,571</u>
Excess (Deficiency) of Revenues				
Over Expenditures	1,316	(1,720)	0	0
Other Financing Sources (Uses)				
Proceeds from Capital Lease				
Transfers In				
Transfers Out	(15,000)			
Total Other Financing Sources (Uses)	<u>(15,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>(13,684)</u>	<u>(1,720)</u>	<u>0</u>	<u>0</u>
Fund Balances - Beginning	<u>13,684</u>	<u>3,427</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u><u>\$0</u></u>	<u><u>\$1,707</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2020

Page 3 of 5

	Special Revenue Funds			
	IDEA Part B 611 School Age 3-21	IDEA Part B 619 Pre-School Age 3-5	Title IV-A ESSA SS&AE	Title V-B ESSA REI
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$61,134	\$2,600	\$10,000	\$19,337
Total Revenues	<u>61,134</u>	<u>2,600</u>	<u>10,000</u>	<u>19,337</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School			10,000	
Vocational-Technical				
Special Education	61,134			
Special Education Preschool		2,600		
Gifted & Talented				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				19,337
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Central Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>61,134</u>	<u>2,600</u>	<u>10,000</u>	<u>19,337</u>
Excess (Deficiency) of Revenues				
Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Proceeds from Capital Lease				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2020

Page 4 of 5

	Special Revenue Funds		Capital Projects Funds	
	Perkins III Professional Technical Act	Title II-A ESSA SEI	Plant Facilities Fund	Bus Depreciation Fund
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$33,139	\$9,670		
Total Revenues	<u>33,139</u>	<u>9,670</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School				
Vocational-Technical	33,139			
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement		9,670		
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Central Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				33,941
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				80,346
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>33,139</u>	<u>9,670</u>	<u>0</u>	<u>114,287</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	(114,287)
Other Financing Sources (Uses)				
Proceeds from Capital Lease				80,346
Transfers In				32,068
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>112,414</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,873)</u>
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>31,685</u>	<u>1,873</u>
Fund Balances - Ending	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$31,685</u></u>	<u><u>\$0</u></u>

COUNCIL SCHOOL DISTRICT NO. 13
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2020

Page 5 of 5

	Total
Revenues	
Local Taxes	\$0
Other Local Revenue	34,770
State Revenue	94,412
Federal Revenue	200,625
Total Revenues	329,807
Expenditures	
Instructional Programs	
Elementary School	59,174
Secondary School	10,000
Vocational-Technical	61,015
Special Education	61,134
Special Education Preschool	2,600
Gifted & Talented	0
Interscholastic	327
Support Service Programs	
Attendance - Guidance - Health	0
Special Education Support Services	0
Instruction Improvement	36,378
Educational Media	0
Instruction-Related Technology	73,595
Board of Education	0
District Administration	0
School Administration	0
Business Operation	0
Central Service	0
Buildings - Care	0
Maintenance - Non-Student Occupied	0
Maintenance - Student Occupied	0
Maintenance - Grounds	27,399
Security	6,604
Pupil-To-School Transportation	33,941
Pupil-Activity Transportation	0
General Transportation	0
Non-Instructional Programs	
Child Nutrition	0
Capital Assets - Student Occupied	0
Capital Assets - Non-Student Occupied	80,346
Debt Service - Principal	0
Debt Service - Interest	0
Total Expenditures	452,513
Excess (Deficiency) of Revenues	
Over Expenditures	(122,706)
Other Financing Sources (Uses)	
Proceeds from Capital Lease	80,346
Transfers In	32,068
Transfers Out	(15,000)
Total Other Financing Sources (Uses)	97,414
Net Change in Fund Balances	(25,292)
Fund Balances - Beginning	75,887
Fund Balances - Ending	\$50,595



**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
Council School District No. 13

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 Council School District No. 13 (the School), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated September 21, 2020.

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
September 21, 2020