

Payette Joint School District No. 371

Year Ended June 30, 2023

Audited Financial Statements



PAYETTE JOINT SCHOOL DISTRICT NO. 371

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Independent Auditor's Report

Board of Trustees
Payette Joint School District No. 371

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Payette Joint School District No. 371 (the School) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

Qualified Opinion on the Governmental Activities

In our opinion, except for the effects of the matter described in the Matter Giving Rise to the Qualified Opinion on the Governmental Activities section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2023, 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 on All Other Opinion Units Described Below

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, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Matter Giving Rise to the Qualified Opinion on the 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 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.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules and schedule of employer's share of net pension asset and liability and schedule of employer contributions listed in the table of contents 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. 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.

Supplementary 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 and schedule of expenditures of federal awards, 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*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 July 18, 2023, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

Quest CPAs PLLC

Payette, Idaho
July 18, 2023

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Statement of Net Position

June 30, 2023

	Governmental Activities
Assets	
Current Assets	
Cash & Investments	\$3,252,137
Receivables:	
Local Sources	638,555
State Sources	197,818
Federal Sources	2,534,049
Inventory	60,749
Total Current Assets	<u>6,683,308</u>
Noncurrent Assets	
Nondepreciable Capital Assets	3,223,635
Depreciable Net Capital Assets	9,199,109
Total Noncurrent Assets	<u>12,422,744</u>
Total Assets	<u>19,106,052</u>
Deferred Outflows of Resources	
Pension Items	4,505,902
Total Deferred Outflows of Resources	<u>4,505,902</u>
Total Assets and Deferred Outflows of Resources	<u>\$23,611,954</u>
Liabilities	
Current Liabilities	
Accounts Payable	\$82,512
Salaries & Benefits Payable	1,484,661
Unspent Grant Allocation	1,920,574
Total Current Liabilities	<u>3,487,747</u>
Noncurrent Liabilities	
Long-Term Liabilities, Noncurrent	7,163,538
Total Liabilities	<u>10,651,285</u>
Deferred Inflows of Resources	
Pension Items	31,973
Total Deferred Inflows of Resources	<u>31,973</u>
Total Liabilities and Deferred Inflows of Resources	<u>10,683,258</u>
Net Position	
Net Investment in Capital Assets	12,422,744
Restricted:	
Special Programs	616,275
Capital Projects	1,440,952
Unrestricted	(1,551,275)
Total Net Position	<u>12,928,696</u>
Total Liabilities and Deferred Inflows of Resources and Net Position	<u>\$23,611,954</u>

See Accompanying Notes

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Statement of Activities
Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Revenue And Changes in Net Position
					Governmental Activities
Governmental Activities					
Instructional Programs					
Elementary School	\$2,850,609		\$716,232		(\$2,134,377)
Secondary School	2,242,624	\$11,060	348,602		(1,882,962)
Alternative School	119,643				(119,643)
Special Education	1,004,154		577,519		(426,635)
Special Education Preschool	99,802		21,740		(78,062)
Gifted & Talented	0				0
Interscholastic	213,471				(213,471)
School Activity	0				0
Support Service Programs					
Attendance - Guidance - Health	480,899				(480,899)
Special Education Support Services	347,955		136,432		(211,523)
Instruction Improvement	1,300,625		1,172,203		(128,422)
Educational Media	149,029				(149,029)
Instruction-Related Technology	178,933		134,539		(44,394)
District Administration	236,910				(236,910)
School Administration	835,141				(835,141)
Business Operation	144,923				(144,923)
Administrative Technology	0				0
Buildings - Care	857,627				(857,627)
Maintenance - Non-Student Occupied	0				0
Maintenance - Student Occupied	328,712				(328,712)
Maintenance - Grounds	83,109				(83,109)
Security	21,904				(21,904)
Pupil-To-School Transportation	495,253				(495,253)
Pupil-Activity Transportation	10,239	8,676			(1,563)
General Transportation	20,050	16,989			(3,061)
Non-Instructional Programs					
Child Nutrition	858,809	7,629	789,899		(61,281)
Community Services	438,542	380,274	367		(57,901)
Student Activity	0				0
Capital Assets - Student Occupied	551,412		359,248		(192,164)
Capital Assets - Non-Student Occupied	1,383		28,375		26,992
Debt Service - Principal	0				0
Debt Service - Interest	0				0
Total	\$13,871,758	\$424,628	\$4,285,156	\$0	(9,161,974)
General Revenues					
Local Taxes					879,190
Other Local Revenues					182,182
State Revenues					9,836,929
Federal Revenues					0
Pension Revenue (Expense)					(1,732,312)
Total					9,165,989
Change in Net Position					
					4,015
Net Position - Beginning					
					12,924,681
Net Position - Ending					
					\$12,928,696

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Balance Sheet - Governmental Funds

June 30, 2023

	General Fund	Child Nutrition Fund	Plant Facilities Fund
Assets			
Cash & Investments	\$1,489,542	\$33,203	\$818,966
Receivables:			
Local Sources	267,857	100	370,598
State Sources	197,818		
Federal Sources			
Due From Other Funds	336,520		
Inventory		60,749	
Total Assets	<u>\$2,291,737</u>	<u>\$94,052</u>	<u>\$1,189,564</u>
Liabilities			
Accounts Payable	\$82,512		
Due To Other Funds			
Salaries & Benefits Payable	1,141,851	\$59,275	
Unspent Grant Allocation			
Total Liabilities	<u>1,224,363</u>	<u>59,275</u>	<u>\$0</u>
Deferred Inflows of Resources			
Unavailable Tax Revenues	29,248		36,183
Total Deferred Inflows of Resources	<u>29,248</u>	<u>0</u>	<u>36,183</u>
Fund Balances			
Nonspendable		60,749	
Restricted:			
Special Programs			
Capital Projects			1,153,381
Assigned	592,656		
Unassigned	445,470	(25,972)	
Total Fund Balances	<u>1,038,126</u>	<u>34,777</u>	<u>1,153,381</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$2,291,737</u>	<u>\$94,052</u>	<u>\$1,189,564</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Balance Sheet - Governmental Funds

June 30, 2023

	Nonmajor Governmental Funds	Total Governmental Funds
	<u> </u>	<u> </u>
Assets		
Cash & Investments	\$910,426	\$3,252,137
Receivables:		
Local Sources	0	638,555
State Sources	0	197,818
Federal Sources	2,534,049	2,534,049
Due From Other Funds	0	336,520
Inventory	0	60,749
Total Assets	<u><u>\$3,444,475</u></u>	<u><u>\$7,019,828</u></u>
 Liabilities		
Accounts Payable	\$0	\$82,512
Due To Other Funds	336,520	336,520
Salaries & Benefits Payable	283,535	1,484,661
Unspent Grant Allocation	1,920,574	1,920,574
Total Liabilities	<u><u>2,540,629</u></u>	<u><u>3,824,267</u></u>
 Deferred Inflows of Resources		
Unavailable Tax Revenues	0	65,431
Total Deferred Inflows of Resources	<u><u>0</u></u>	<u><u>65,431</u></u>
 Fund Balances		
Nonspendable	0	60,749
Restricted:		
Special Programs	616,275	616,275
Capital Projects	287,571	1,440,952
Assigned	0	592,656
Unassigned	0	419,498
Total Fund Balances	<u><u>903,846</u></u>	<u><u>3,130,130</u></u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u><u>\$3,444,475</u></u>	<u><u>\$7,019,828</u></u>

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

Total Governmental Fund Balances	\$3,130,130
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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.	12,422,744
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	65,431
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(7,163,538)
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Pension deferred outflows/inflows are not due and payable in the current period and therefore are not reported in the funds.	4,473,929
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Net Position of Governmental Activities	<u><u>\$12,928,696</u></u>
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PAYETTE JOINT SCHOOL DISTRICT NO. 371
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2023

	General Fund	Child Nutrition Fund	Plant Facilities Fund
Revenues			
Local Taxes	\$390,084		\$481,898
Other Local Revenue	177,805	\$7,724	34,496
State Revenue	9,836,929		
Federal Revenue	258	789,899	
Total Revenues	<u>10,405,076</u>	<u>797,623</u>	<u>516,394</u>
Expenditures			
Instructional Programs			
Elementary School	2,648,545		
Secondary School	2,330,957		
Alternative School	119,643		
Special Education	426,635		
Special Education Preschool	78,062		
Gifted & Talented			
Interscholastic	213,471		
School Activity			
Support Service Programs			
Attendance - Guidance - Health	480,899		
Special Education Support Services	211,523		
Instruction Improvement	130,421		
Educational Media	149,029		
Instruction-Related Technology	127,255		
District Administration	236,910		
School Administration	835,141		
Business Operation	144,923		
Administrative Technology			
Buildings - Care	857,627		
Maintenance - Non-Student Occupied			
Maintenance - Student Occupied	328,712		
Maintenance - Grounds	83,109		
Security	21,904		
Pupil-To-School Transportation	495,253		
Pupil-Activity Transportation	10,239		
General Transportation	20,050		
Non-Instructional Programs			
Child Nutrition	25,192	845,314	
Community Services	9,952		
Student Activity			
Capital Assets - Student Occupied			100,437
Capital Assets - Non-Student Occupied			18,642
Debt Service - Principal			
Debt Service - Interest			
Total Expenditures	<u>9,985,452</u>	<u>845,314</u>	<u>119,079</u>
Excess (Deficiency) of Revenues Over Expenditures	419,624	(47,691)	397,315
Other Financing Sources (Uses)			
Transfers In	1,877		
Transfers Out	(258,915)		
Total Other Financing Sources (Uses)	<u>(257,038)</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	162,586	(47,691)	397,315
Fund Balances - Beginning	875,540	82,468	756,066
Fund Balances - Ending	<u>\$1,038,126</u>	<u>\$34,777</u>	<u>\$1,153,381</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2023

	Nonmajor Governmental Funds	Total Governmental Funds
Revenues		
Local Taxes	\$0	\$871,982
Other Local Revenue	461,253	681,278
State Revenue	238,686	10,075,615
Federal Revenue	3,181,845	3,972,002
Total Revenues	3,881,784	15,600,877
Expenditures		
Instructional Programs		
Elementary School	706,933	3,355,478
Secondary School	308,856	2,639,813
Alternative School	0	119,643
Special Education	577,519	1,004,154
Special Education Preschool	21,740	99,802
Gifted & Talented	0	0
Interscholastic	0	213,471
School Activity	0	0
Support Service Programs		
Attendance - Guidance - Health	0	480,899
Special Education Support Services	136,432	347,955
Instruction Improvement	1,170,204	1,300,625
Educational Media	0	149,029
Instruction-Related Technology	51,678	178,933
District Administration	0	236,910
School Administration	0	835,141
Business Operation	0	144,923
Administrative Technology	0	0
Buildings - Care	0	857,627
Maintenance - Non-Student Occupied	0	0
Maintenance - Student Occupied	0	328,712
Maintenance - Grounds	0	83,109
Security	0	21,904
Pupil-To-School Transportation	0	495,253
Pupil-Activity Transportation	0	10,239
General Transportation	0	20,050
Non-Instructional Programs		
Child Nutrition	0	870,506
Community Services	428,590	438,542
Student Activity	0	0
Capital Assets - Student Occupied	359,248	459,685
Capital Assets - Non-Student Occupied	133,135	151,777
Debt Service - Principal	0	0
Debt Service - Interest	0	0
Total Expenditures	3,894,335	14,844,180
Excess (Deficiency) of Revenues Over Expenditures	(12,551)	756,697
Other Financing Sources (Uses)		
Transfers In	258,915	260,792
Transfers Out	(1,877)	(260,792)
Total Other Financing Sources (Uses)	257,038	0
Net Change in Fund Balances	244,487	756,697
Fund Balances - Beginning	659,359	2,373,433
Fund Balances - Ending	\$903,846	\$3,130,130

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2023

**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 \$756,697

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 or allocated over the appropriate term as amortization expense. This is the excess of capital outlays over (under) depreciation/amortization expense in the current period. 70,364

Revenues in the statement of activities that do not provide current financial resources are deferred in the funds. 7,208

Changes in net pension asset/liability and related pension deferred outflows/inflows do not provide or require current financial resources and therefore are not reflected in the funds. (830,254)

Change in Net Position of Governmental Activities \$4,015

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Statement of Fiduciary Net Position

June 30, 2023

	Private Purpose Trust Funds - Scholarship
Assets	
Cash & Investments	\$132,900
Total Assets	<u>\$132,900</u>
Liabilities	
Accounts Payable	
Total Liabilities	<u>\$0</u>
Net Position	
Restricted:	
Held in Trust	132,900
Total Net Position	<u>132,900</u>
Total Liabilities and Net Position	<u>\$132,900</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Statement of Changes in Fiduciary Net Position

Year Ended June 30, 2023

	Private Purpose Trust Funds - Scholarship
Additions	
Contributions	
Investment Income (Loss)	\$3,947
Total Additions	<u>3,947</u>
Deductions	
Scholarships Awarded	1,000
Total Deductions	<u>1,000</u>
Change in Net Position	2,947
Net Position - Beginning	129,953
Net Position - Ending	<u><u>\$132,900</u></u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Payette Joint School District No. 371 (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 Payette and Washington Counties.

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.

PAYETTE JOINT SCHOOL DISTRICT NO. 371

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 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:

Private Purpose Trust Funds – Private purpose trust funds are used to account for the assets, and related income producing and disbursement activities, for which the School acts as a scholarship trustee.

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.

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.

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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.

Leases/SBITAs and Amortization – Material long-term leases and subscription-based information technology arrangements (SBITAs) are reported in accordance with the provisions of GASB 87 *Leases* and GASB 96 *SBITAs*. When incurred, amortization over the appropriate lease or SBITA term is recorded using the straight-line 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. Compensated absences will be paid by the fund in which the employee works.

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. Other post-employment benefits will be paid by the fund in which the employee works.

Pensions – For purposes of measuring the net pension asset/liability and pension revenue/expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the 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. Pension obligations will be paid by the fund in which the employee works.

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,

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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 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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B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	<u>Governmental</u> <u>Funds</u>	<u>Fiduciary</u> <u>Funds</u>	<u>Total</u>
Cash - Deposits	\$901,390		\$901,390
Investments - Local Gov't Investment Pool	2,350,747	\$132,900	2,483,647
Total	<u><u>\$3,252,137</u></u>	<u><u>\$132,900</u></u>	<u><u>\$3,385,037</u></u>

Deposits – At year end, the carrying amounts of the School's deposits were \$901,390 and the bank balances were \$1,110,111. Of the bank balances, \$183,193 was insured and \$926,918 was collateralized.

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</u> <u>Schedule In Years</u>	
	<u>Less Than 1</u>	<u>Total</u>
Local Gov't Invest Pool	\$2,483,647	\$2,483,647
Total	<u><u>\$2,483,647</u></u>	<u><u>\$2,483,647</u></u>

Credit rate risk:

<u>Investment Type</u>	<u>Investment Rating Schedule</u>	
	<u>Not Rated</u>	<u>Total</u>
Local Gov't Invest Pool	\$2,483,647	\$2,483,647
Total	<u><u>\$2,483,647</u></u>	<u><u>\$2,483,647</u></u>

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:

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Total</u>
Local Sources				
Other Local Sources	\$130,731	\$100	\$201,170	\$332,001
Local Taxes	137,126		169,428	306,554
Total	<u>\$267,857</u>	<u>\$100</u>	<u>\$370,598</u>	<u>\$638,555</u>
State Sources				
Foundation Program	<u>\$197,818</u>			<u>\$197,818</u>
Total	<u>\$197,818</u>			<u>\$197,818</u>
Federal Sources				
Special Programs		<u>\$2,534,049</u>		<u>\$2,534,049</u>
Total		<u>\$2,534,049</u>		<u>\$2,534,049</u>

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D. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	\$981,952			\$981,952
Construction in Progress	2,241,683			2,241,683
Total	<u>3,223,635</u>	<u>\$0</u>	<u>\$0</u>	<u>3,223,635</u>
Depreciable Capital Assets				
Buildings	18,523,190	488,158		19,011,348
Equipment	2,220,057	11,697		2,231,754
Transportation	2,013,948	104,760		2,118,708
Subtotal	<u>22,757,195</u>	<u>604,615</u>	<u>0</u>	<u>23,361,810</u>
Accumulated Depreciation				
Buildings	10,106,997	383,724		10,490,721
Equipment	1,975,034	47,173		2,022,207
Transportation	1,546,419	103,354		1,649,773
Subtotal	<u>13,628,450</u>	<u>534,251</u>	<u>0</u>	<u>14,162,701</u>
Total	<u>9,128,745</u>	<u>70,364</u>	<u>0</u>	<u>9,199,109</u>
Net Capital Assets	<u>\$12,352,380</u>	<u>\$70,364</u>	<u>\$0</u>	<u>\$12,422,744</u>

Depreciation expense of \$534,251 was charged to the capital assets – student occupied program.

E. LONG-TERM LIABILITIES

Changes in long-term liabilities are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Net Pension Liability	\$0	\$7,163,538		\$7,163,538	-
Total	<u>\$0</u>	<u>\$7,163,538</u>	<u>\$0</u>	<u>\$7,163,538</u>	<u>\$0</u>

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

PAYETTE JOINT SCHOOL DISTRICT NO. 371

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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 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 74% for police and firefighters. As of June 30, 2022 it was 7.16% for general employees and 9.13% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% for general employees and 12.28% for police and firefighters. The School's contributions were \$902,058 for the year ended June 30, 2023.

Pension asset/liabilities, pension revenue (expense), and deferred outflows of resources and deferred inflows of resources related to pensions

At June 30, 2023, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, 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, 2022, the School's proportion was 0.18187301 percent.

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For the year ended June 30, 2023, the School recognized pension revenue (expense) of (\$1,732,312). At June 30, 2023, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$787,728	\$31,973
Changes in assumptions or other inputs	1,167,871	
Net difference between projected and actual earnings on pension plan investments	1,648,245	
Employer contributions subsequent to the measurement date	902,058	
Total	<u>\$4,505,902</u>	<u>\$31,973</u>

\$902,058 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) in the year ending June 30, 2024.

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, 2022 (the beginning of the measurement period ended June 30, 2021) is 4.6 and 4.6 for the measurement period June 30, 2022.

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	
6/30/24	\$854,165)
6/30/25	927,277)
6/30/26	428,865)
6/30/27	<u>1,361,564)</u>
Total	<u>\$3,571,871)</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.

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Notes to Financial Statements

The total pension asset in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return, net of investment expenses	6.35%
Cost-of-living adjustments	1.00%

Contributing members, service retirement members, and beneficiaries

General Employees and All Beneficiaries - Males	Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries - Females	Pub-2010 General Tables, increased 21%
Teachers - Males	Pub-2010 Teacher Tables, increased 12%
Teachers - Females	Pub-2010 Teacher Tables, increased 21%
Fire Police - Males	Pub-2010 Safety Tables, increased 21%
Fire Police - Females	Pub-2010 Safety Tables, increased 26%
	5% of Fire & Police active member deaths are assumed to be duty related. This assumption was adopted July 1, 2021.
Disabled Members - Males	Pub-2010 Disabled Tables, increased 38%
Disabled Members - Females	Pub-2010 Disabled Tables, increased 36%

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions other than mortality. The total pension liability as of June 30, 2022 is based on the results of an actuarial valuation date of July 1, 2022.

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 2022.

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	-0.25%
TIPS	10%	-0.30%
Real Estate	8%	3.75%
Private Equity	8%	6.00%

Discount rate

The discount rate used to measure the total pension liability was 6.35%. 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 asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for 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 6.35 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 or 1-percentage-point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	5.35%	6.35%	7.35%
School's proportionate share of the net pension liability	<u>\$12,642,943</u>	<u>\$7,163,538</u>	<u>\$2,678,787</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.

Impact 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

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Notes to Financial Statements

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 when 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:

<u>Due To Fund</u>	<u>Due From Fund</u>	
	<u>Nonmajor Governmental</u>	<u>Total</u>
General	\$336,520	\$336,520
Total	<u>\$336,520</u>	<u>\$336,520</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.

Interfund transfers during the year consist of the following:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>	<u>Purpose</u>
General	\$1,877	\$258,915	Depreciation, Indirect Costs
Nonmajor Governmental	258,915	1,877	Depreciation, Indirect Costs
Total	<u>\$260,792</u>	<u>\$260,792</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.

I. 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.

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Budgetary Comparison Schedule - General and Major Special Revenue Funds
 Year Ended June 30, 2023

General Fund	Budgeted Amounts		Actual	Final Budget
	(GAAP Basis)			
	Original	Final		Positive
				Negative)
Revenues				
Local Taxes	\$410,409	\$410,409	\$390,084	(\$20,325)
Other Local Revenue	40,088	146,002	177,805	31,803
State Revenue	9,632,019	9,747,578	9,836,929	89,351
Federal Revenue	0	258	258	0
Total Revenues	10,082,516	10,304,247	10,405,076	100,829
Expenditures				
Instructional Programs				
Elementary School	2,860,153	2,669,452	2,648,545	20,907
Secondary School	2,135,091	2,328,150	2,330,957	(2,807)
Alternative School	195,423	195,423	119,643	75,780
Special Education	473,115	413,959	426,635	(12,676)
Special Education Preschool	88,014	92,623	78,062	14,561
Gifted & Talented	0	0	0	0
Interscholastic	214,506	221,000	213,471	7,529
School Activity	0	0	0	0
Support Service Programs				
Attendance - Guidance - Health	429,503	483,687	480,899	2,788
Special Education Support Services	273,588	201,278	211,523	(10,245)
Instruction Improvement	93,175	125,498	130,421	(4,923)
Educational Media	236,586	150,301	149,029	1,272
Instruction-Related Technology	0	125,940	127,255	(1,315)
District Administration	384,798	205,200	236,910	(31,710)
School Administration	857,110	843,843	835,141	8,702
Business Operation	0	166,568	144,923	21,645
Administrative Technology	0	0	0	0
Buildings - Care	851,766	861,638	857,627	4,011
Maintenance - Non-Student Occupied	0	0	0	0
Maintenance - Student Occupied	278,947	325,000	328,712	(3,712)
Maintenance - Grounds	77,171	76,819	83,109	(6,290)
Security	23,000	23,000	21,904	1,096
Pupil-To-School Transportation	464,622	521,755	495,253	26,502
Pupil-Activity Transportation	8,800	8,200	10,239	(2,039)
General Transportation	18,500	17,000	20,050	(3,050)
Non-Instructional Programs				
Child Nutrition	25,000	27,000	25,192	1,808
Community Services	5,000	10,000	9,952	48
Student Activity	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	9,993,868	10,093,334	9,985,452	107,882
Excess (Deficiency) of Revenues				
Over Expenditures	88,648	210,913	419,624	208,711
Other Financing Sources (Uses)				
Transfers In	1,876	1,876	1,877	1
Transfers Out	(116,512)	(116,512)	(258,915)	(142,403)
Total Other Financing Sources (Uses)	(114,636)	(114,636)	(257,038)	(142,402)
Net Change in Fund Balances	(25,988)	96,277	162,586	66,309
Fund Balances - Beginning	688,501	282,884	875,540	592,656
Fund Balances - Ending	\$662,513	\$379,161	\$1,038,126	\$658,965

**Total expenditures (over) under appropriations are:* (\$34,521)

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Budgetary Comparison Schedule - General and Major Special Revenue Funds
 Year Ended June 30, 2023

Child Nutrition Fund	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance
	Original	Final		Positive Negative)
Revenues				
Other Local Revenue	\$26,095	\$6,450	\$7,724	\$1,274
Federal Revenue	752,000	793,120	789,899	(3,221)
Total Revenues	<u>778,095</u>	<u>799,570</u>	<u>797,623</u>	<u>(1,947)</u>
Expenditures				
Non-Instructional Programs				
Child Nutrition	821,456	842,700	845,314	(2,614)
Total Expenditures	<u>821,456</u>	<u>842,700</u>	<u>845,314</u>	<u>(2,614)</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(43,361)	(43,130)	(47,691)	(4,561)
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	(43,361)	(43,130)	(47,691)	(4,561)
Fund Balances - Beginning	43,361	82,468	82,468	0
Fund Balances - Ending	<u>\$0</u>	<u>\$39,338</u>	<u>\$34,777</u>	<u>(\$4,561)</u>
<i>*Total expenditures (over) under appropriations are:</i>				<u><u>(\$2,614)</u></u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Schedule of Employer's Share of Net Pension Asset and Liability
and Schedule of Employer Contributions
PERSI - Base Plan

Schedule of Employer's Share of Net Pension Asset and Liability

Fiscal Year Ended June 30	Employer's Portion of the Net Pension (Asset) Liability	Employer's Proportionate Share of the Net Pension (Asset) Liability	Covered Payroll	Employer's Proportional Share of the Net Pension (Asset) Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset) Liability
2015	0.2068734%	\$1,522,912	\$5,604,470	27.17%	94.95%
2016	0.2074428%	\$2,731,684	\$6,405,839	42.64%	91.38%
2017	0.2102606%	\$4,262,305	\$6,149,488	69.31%	87.26%
2018	0.2027854%	\$3,187,438	\$7,056,493	45.17%	90.68%
2019	0.2059214%	\$3,037,377	\$6,638,595	45.75%	91.69%
2020	0.1978980%	\$2,258,951	\$6,721,422	33.61%	93.79%
2021	0.1954170%	\$4,537,841	\$6,947,739	65.31%	88.22%
2022	0.1906239%	(\$150,551)	\$7,091,977	-2.12%	100.36%
2023	0.1818730%	\$7,163,538	\$7,172,060	99.88%	83.09%

*As of the measurement date of the net pension (asset) liability.

Schedule of Employer Contributions

Fiscal Year Ended June 30	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$725,141	\$725,141	\$0	\$6,405,839	11.32%
2016	\$696,122	\$696,122	\$0	\$6,149,488	11.32%
2017	\$798,795	\$798,795	\$0	\$7,056,493	11.32%
2018	\$751,489	\$751,489	\$0	\$6,638,595	11.32%
2019	\$760,865	\$760,865	\$0	\$6,721,422	11.32%
2020	\$829,560	\$829,560	\$0	\$6,947,739	11.94%
2021	\$846,782	\$846,782	\$0	\$7,091,977	11.94%
2022	\$856,344	\$856,344	\$0	\$7,172,060	11.94%
2023	\$902,058	\$902,058	\$0	\$7,554,925	11.94%

Schedules above intended to show information for 10 years. Information for additional years will be presented as it becomes available.

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds			
	McCain Middle School	Student Activity	Driver Education	Professional Technical
Assets				
Cash & Investments	\$217,693	\$308,035	\$3,838	\$3,744
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	<u>\$217,693</u>	<u>\$308,035</u>	<u>\$3,838</u>	<u>\$3,744</u>
Liabilities				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable	\$2,836			\$3,744
Unspent Grant Allocation				
Total Liabilities	<u>2,836</u>	<u>\$0</u>	<u>\$0</u>	<u>3,744</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				
Nonspendable				
Restricted:				
Special Programs	214,857	308,035	3,838	
Capital Projects				
Assigned				
Unassigned				
Total Fund Balances	<u>214,857</u>	<u>308,035</u>	<u>3,838</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$217,693</u>	<u>\$308,035</u>	<u>\$3,838</u>	<u>\$3,744</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds			Title I-A ESSA IBP
	Technology	Substance Abuse	ESSER III	
Assets				
Cash & Investments	\$82,861	\$6,684		
Receivables:				
Local Sources				
State Sources				
Federal Sources			\$1,887,738	\$147,867
Due From Other Funds				
Inventory				
Total Assets	\$82,861	\$6,684	\$1,887,738	\$147,867
Liabilities				
Accounts Payable				
Due To Other Funds			\$77,435	\$30,871
Salaries & Benefits Payable			66,165	61,576
Unspent Grant Allocation			1,744,138	55,420
Total Liabilities	\$0	\$0	1,887,738	147,867
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Nonspendable				
Restricted:				
Special Programs	82,861	6,684		
Capital Projects				
Assigned				
Unassigned				
Total Fund Balances	82,861	6,684	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$82,861	\$6,684	\$1,887,738	\$147,867

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2023

	Special Revenue Funds			
	ESSER I	Title I-C ESSA EMC	ESSER II	IDEA Part B 611 School Age 3-21
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources		\$172,006		\$65,300
Due From Other Funds				
Inventory				
Total Assets	\$0	\$172,006	\$0	\$65,300
Liabilities				
Accounts Payable				
Due To Other Funds		\$33,402		\$11,583
Salaries & Benefits Payable		44,686		47,331
Unspent Grant Allocation		93,918		6,386
Total Liabilities	\$0	172,006	\$0	65,300
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Nonspendable				
Restricted:				
Special Programs				
Capital Projects				
Assigned				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$0	\$172,006	\$0	\$65,300

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2023

	Special Revenue Funds			
	IDEA Part B 619 Pre-School Age 3-5	IDEA Part B ARPA	School Based Medicaid	Title IV-A ESSA SS&AE
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$7,336	\$23,205	\$26,777	\$8,474
Due From Other Funds				
Inventory				
Total Assets	<u>\$7,336</u>	<u>\$23,205</u>	<u>\$26,777</u>	<u>\$8,474</u>
Liabilities				
Accounts Payable				
Due To Other Funds		\$23,205	\$10,731	\$3,982
Salaries & Benefits Payable	\$5,887		16,046	4,492
Unspent Grant Allocation	1,449			
Total Liabilities	<u>7,336</u>	<u>23,205</u>	<u>26,777</u>	<u>8,474</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				
Nonspendable				
Restricted:				
Special Programs				
Capital Projects				
Assigned				
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>\$7,336</u>	<u>\$23,205</u>	<u>\$26,777</u>	<u>\$8,474</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2023

	Special Revenue Funds			
	Title V-B ESSA REI	Perkins III Professional Technical Act	Title III ESSA ELA	Title II-A ESSA SEI
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources		\$33,003	\$20,035	\$56,830
Due From Other Funds				
Inventory				
Total Assets	\$0	\$33,003	\$20,035	\$56,830
Liabilities				
Accounts Payable				
Due To Other Funds		\$33,003	\$4,779	\$52,006
Salaries & Benefits Payable			817	
Unspent Grant Allocation			14,439	4,824
Total Liabilities	\$0	33,003	20,035	56,830
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Nonspendable				
Restricted:				
Special Programs				
Capital Projects				
Assigned				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$0	\$33,003	\$20,035	\$56,830

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2023

	<u>Special Revenue Funds</u>			<u>Capital Projects</u>
	<u>Title IV-B ESSA 21st CCLC</u>	<u>SLFRF</u>	<u>McKinney Vento</u>	<u>Bus Depreciation</u>
Assets				
Cash & Investments				\$269,066
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$75,487		\$9,991	
Due From Other Funds				
Inventory				
Total Assets	<u>\$75,487</u>	<u>\$0</u>	<u>\$9,991</u>	<u>\$269,066</u>
Liabilities				
Accounts Payable				
Due To Other Funds	\$51,536		\$3,987	
Salaries & Benefits Payable	23,951		6,004	
Unspent Grant Allocation				
Total Liabilities	<u>75,487</u>	<u>\$0</u>	<u>9,991</u>	<u>\$0</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				
Nonspendable				
Restricted:				
Special Programs				
Capital Projects				269,066
Assigned				
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>269,066</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$75,487</u>	<u>\$0</u>	<u>\$9,991</u>	<u>\$269,066</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Balance Sheet - Nonmajor Governmental Funds
 June 30, 2023

	Capital Projects	
	Insurance Adjustment	Total
Assets		
Cash & Investments	\$18,505	\$910,426
Receivables:		0
Local Sources		0
State Sources		0
Federal Sources		2,534,049
Due From Other Funds		0
Inventory		0
Total Assets	\$18,505	\$3,444,475
Liabilities		
Accounts Payable		\$0
Due To Other Funds		336,520
Salaries & Benefits Payable		283,535
Unspent Grant Allocation		1,920,574
Total Liabilities	\$0	2,540,629
Deferred Inflows of Resources		
Unavailable Tax Revenues		0
Total Deferred Inflows of Resources	0	0
Fund Balances		
Nonspendable		0
Restricted:		
Special Programs		616,275
Capital Projects	18,505	287,571
Assigned		0
Unassigned		0
Total Fund Balances	18,505	903,846
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$18,505	\$3,444,475

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2023

	Special Revenue Funds			
	McCain Middle School	Student Activity	Driver Education	Professional Technical
Revenues				
Local Taxes				
Other Local Revenue	\$59,768	\$380,274	\$11,060	
State Revenue			12,250	\$74,522
Federal Revenue				
Total Revenues	<u>59,768</u>	<u>380,274</u>	<u>23,310</u>	<u>74,522</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School	18,459		19,472	74,522
Alternative School				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
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				
Community Services		428,223		
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>18,459</u>	<u>428,223</u>	<u>19,472</u>	<u>74,522</u>
Excess (Deficiency) of Revenues Over Expenditures	41,309	(47,949)	3,838	0
Other Financing Sources (Uses)				
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	41,309	(47,949)	3,838	0
Fund Balances - Beginning	<u>173,548</u>	<u>355,984</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u>\$214,857</u>	<u>\$308,035</u>	<u>\$3,838</u>	<u>\$0</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2023

	Special Revenue Funds			
	Technology	Substance Abuse	ESSER III	Title I-A ESSA IBP
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue	\$134,539	\$17,375		
Federal Revenue			\$1,140,812	\$446,418
Total Revenues	<u>134,539</u>	<u>17,375</u>	<u>1,140,812</u>	<u>446,418</u>
Expenditures				
Instructional Programs				
Elementary School				380,833
Secondary School				22,308
Alternative School				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement		17,253	756,420	43,277
Educational Media				
Instruction-Related Technology	51,678			
District Administration				
School Administration				
Business Operation				
Administrative Technology				
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				
Community Services				
Student Activity				
Capital Assets - Student Occupied			356,017	
Capital Assets - Non-Student Occupied			28,375	
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>51,678</u>	<u>17,253</u>	<u>1,140,812</u>	<u>446,418</u>
Excess (Deficiency) of Revenues Over Expenditures	82,861	122	0	0
Other Financing Sources (Uses)				
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	82,861	122	0	0
Fund Balances - Beginning	<u>0</u>	<u>6,562</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u><u>\$82,861</u></u>	<u><u>\$6,684</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2023

	Special Revenue Funds			
	ESSER I	Title I-C ESSA EMC	ESSER II	IDEA Part B 611 School Age 3-21
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$6,261	\$209,892	\$3,231	\$319,701
Total Revenues	<u>6,261</u>	<u>209,892</u>	<u>3,231</u>	<u>319,701</u>
Expenditures				
Instructional Programs				
Elementary School		137,372		
Secondary School		84		
Alternative School				
Special Education				225,910
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				93,791
Instruction Improvement	6,261	72,069		
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
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				
Community Services		367		
Student Activity				
Capital Assets - Student Occupied			3,231	
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>6,261</u>	<u>209,892</u>	<u>3,231</u>	<u>319,701</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
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	0	0	0	0
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2023

	Special Revenue Funds			
	IDEA Part B 619 Pre-School Age 3-5	IDEA Part B ARPA	School Based Medicaid	Title IV-A ESSA SS&AE
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$15,901	\$42,325	\$357,764	\$53,046
Total Revenues	<u>15,901</u>	<u>42,325</u>	<u>357,764</u>	<u>53,046</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School				53,046
Alternative School				
Special Education		27,960	323,649	
Special Education Preschool	15,901	5,839		
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services		8,526	34,115	
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
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				
Community Services				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>15,901</u>	<u>42,325</u>	<u>357,764</u>	<u>53,046</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
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	0	0	0	0
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2023

	Special Revenue Funds			
	Title V-B ESSA REI	Perkins III Professional Technical Act	Title III ESSA ELA	Title II-A ESSA SEI
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$380	\$33,003	\$12,289	\$69,956
Total Revenues	<u>380</u>	<u>33,003</u>	<u>12,289</u>	<u>69,956</u>
Expenditures				
Instructional Programs				
Elementary School				3,384
Secondary School	380	33,003		5,884
Alternative School				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement			12,289	60,688
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
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				
Community Services				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	<u>380</u>	<u>33,003</u>	<u>12,289</u>	<u>69,956</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
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	0	0	0	0
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

PAYETTE JOINT SCHOOL DISTRICT NO. 371
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

	Special Revenue Funds			Capital Projects
	Title IV-B ESSA 21st CCLC	SLFRF	McKinney Vento	Bus Depreciation
Revenues				
Local Taxes				
Other Local Revenue				\$10,151
State Revenue				
Federal Revenue	\$295,067	\$151,072	\$24,727	
Total Revenues	295,067	151,072	24,727	10,151
Expenditures				
Instructional Programs				
Elementary School	91,243	84,582	9,519	
Secondary School		66,490	15,208	
Alternative School				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
School Activity				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement	201,947			
Educational Media				
Instruction-Related Technology				
District Administration				
School Administration				
Business Operation				
Administrative Technology				
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				
Community Services				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				104,760
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	293,190	151,072	24,727	104,760
Excess (Deficiency) of Revenues Over Expenditures	1,877	0	0	(94,609)
Other Financing Sources (Uses)				
Transfers In				258,915
Transfers Out	(1,877)			
Total Other Financing Sources (Uses)	(1,877)	0	0	258,915
Net Change in Fund Balances	0	0	0	164,306
Fund Balances - Beginning	0	0	0	104,760
Fund Balances - Ending	\$0	\$0	\$0	\$269,066

PAYETTE JOINT SCHOOL DISTRICT NO. 371
 Combining Statement of Revenues, Expenditures, and Changes in
 Fund Balances - Nonmajor Governmental Funds
 Year Ended June 30, 2023

	Capital Projects	
	Insurance Adjustment	Total
Revenues		
Local Taxes		\$0
Other Local Revenue		461,253
State Revenue		238,686
Federal Revenue		3,181,845
Total Revenues	\$0	3,881,784
Expenditures		
Instructional Programs		
Elementary School		706,933
Secondary School		308,856
Alternative School		0
Special Education		577,519
Special Education Preschool		21,740
Gifted & Talented		0
Interscholastic		0
School Activity		0
Support Service Programs		
Attendance - Guidance - Health		0
Special Education Support Services		136,432
Instruction Improvement		1,170,204
Educational Media		0
Instruction-Related Technology		51,678
District Administration		0
School Administration		0
Business Operation		0
Administrative Technology		0
Buildings - Care		0
Maintenance - Non-Student Occupied		0
Maintenance - Student Occupied		0
Maintenance - Grounds		0
Security		0
Pupil-To-School Transportation		0
Pupil-Activity Transportation		0
General Transportation		0
Non-Instructional Programs		
Child Nutrition		0
Community Services		428,590
Student Activity		0
Capital Assets - Student Occupied		359,248
Capital Assets - Non-Student Occupied		133,135
Debt Service - Principal		0
Debt Service - Interest		0
Total Expenditures	0	3,894,335
Excess (Deficiency) of Revenues Over Expenditures	0	(12,551)
Other Financing Sources (Uses)		
Transfers In		258,915
Transfers Out		(1,877)
Total Other Financing Sources (Uses)	0	257,038
Net Change in Fund Balances	0	244,487
Fund Balances - Beginning	18,505	659,359
Fund Balances - Ending	\$18,505	\$903,846

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2023

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal AL Number	Pass-Through Entity Identifying Number	Federal Expenditures
US Dept of Agriculture			
<i>Passed Through Washington County:</i>			
Forest Service Schools and Roads Cluster:			
Schools and Roads - Grants to States	10.665	None	258
Total Forest Service Schools and Roads Cluster			<u>258</u>
<i>Passed Through Idaho Dept of Education:</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	202222/202323N119947	100,349
National School Lunch Program*	10.555	202222/202323N119948	588,787
Fresh Fruit & Vegetable Program	10.582	202221/202322L160347	46,407
Summer Food Service Program for Children	10.559	202222N119947	18,692
Total Child Nutrition Cluster			<u>754,235</u>
Child & Adult Care Food Program	10.558	None	23,967
Child Nutrition Discretionary Grants Limited Availability	10.579	None	11,697
Total US Dept of Agriculture			<u>790,157</u>
US Dept of Treasury			
<i>Passed Through Idaho Dept of Education:</i>			
COVID-19 - Coronavirus State & Local Fiscal Recovery Fund	21.027	SLFRP0142	151,072
Total US Dept of Treasury			<u>151,072</u>
US Dept of Education			
<i>Passed Through Idaho Dept of Education:</i>			
Special Education Cluster:			
Special Education - Grants to States	84.027A	H027A21/220088	319,701
COVID-19 - Individuals with Disabilities Education Act/American Rescue Plan Act of 2021	84.027X	H027X210088	42,325
Total	84.027		<u>362,026</u>
Special Education - Preschool Grants	84.173A	H173A21/220030	15,901
Total	84.173		<u>15,901</u>
Total Special Education Cluster			<u>377,927</u>
Title I Grants to Local Educational Agencies	84.010A	S010A21/220012	420,352
Migrant Education - State Grant	84.011A	S011A21/220012	209,892
Career & Technical Education - Basic Grants to States	84.048A	V048A220012	33,003
Education for Homeless Children and Youth	84.196A	S196A21/220013	24,727
Twenty-First Century Community Learning Centers	84.287A	S287C21/220012	295,067
Rural Education	84.358A	S358B200012	380
English Language Acquisition State Grants	84.365A	S365A210012	12,289
Supporting Effective Instruction State Grants	84.367A	S367A21/220011	69,956
School Improvement Grant	84.377A	S010A210012	26,066
Student Support & Academic Enrichment	84.424A	S424A21/220013	53,046
COVID-19 - Elementary and Secondary School Emergency Relief Fund	84.425D	S425D20/210043	9,492
COVID-19 - American Rescue Plan - Elementary and Secondary Schools Emergency Relief Fund	84.425U	S425U210043	1,125,906
COVID-19 - American Rescue Plan - Elementary and Secondary Schools Emergency Relief Fund – Homeless Children and Youth	84.425W	S425W210013	14,906
Total	84.425		<u>1,150,304</u>
Total US Dept of Education			<u>2,673,009</u>
Total Expenditures of Federal Awards			<u>\$3,614,238</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, 2023. 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, Cost Principles, and Audit Requirements* for Federal Awards (Uniform Guidance). 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 position, 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. No awards were passed through to subrecipients. The School has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform

*C. **Nonmonetary Assistance** - Included in the National School Lunch Program award is USDA food commodities stated at a fair market value of \$72,125.



**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
Payette Joint School District No. 371

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 Payette Joint School District No. 371 (the School), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School’s basic financial statements, and have issued our report thereon dated July 18, 2023. In our report, we expressed a qualified opinion on the governmental activities as management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Report on 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) as a basis for designing 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 or significant deficiencies may exist that have not been identified.

Report on 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
July 18, 2023



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

Board of Trustees
Payette Joint School District No. 371

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Payette Joint School District No. 371’s the School’s) compliance with the types of compliance requirements identified as subject to audit 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, 2023. 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.

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, 2023.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the School and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the School’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the School’s federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the School's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the School's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the School's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the School's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in

internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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
July 18, 2023

PAYETTE JOINT SCHOOL DISTRICT NO. 371

Schedule of Findings and Questioned Costs

Year Ended June 30, 2023

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. COVID-19 - Elementary and Secondary School Emergency Relief Fund – AL #84.425D, COVID-19 - American Rescue Plan - Elementary and Secondary Schools Emergency Relief Fund – AL #84.425U, COVID-19 - American Rescue Plan - Elementary and Secondary Schools Emergency Relief Fund – Homeless Children and Youth – AL #84.425W
- b. Special Education Cluster – AL #84.027A, 84.027X, 84.173A

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

Auditee qualified as a low-risk auditee? No