
CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
CASA GRANDE, ARIZONA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30,2022



CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
CASA GRANDE, ARIZONA
ANNUAL COMPREHENSIVE FINANCIAL REPORT
YEAR ENDED JUNE 30, 2022

Issued by:
Business and Finance Department

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INTRODUCTORY SECTION



220 W Kortsen Road / Casa Grande, Arizona 85122
Tel. 520-836-2111 / outreach@cgesd.org
Dr. Adam Leckie, Superintendent

January 25, 2023
Citizens and Governing Board
Casa Grande Elementary School District No. 4
220 West Kortsen Road
Casa Grande, Arizona 85122

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Casa Grande Elementary School District No. 4 (District) for the fiscal year ended June 30, 2022.

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

The District's financial statements have been audited by CWDL Certified Public Accountants, a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2022, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2022, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

Governing Board Members

President Jerry Stabley / President Pro Tem Blanca Varela
/ Adelphia Sisson / Gilberto Mendez

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

PROFILE OF THE DISTRICT

The District is one of 19 public school districts located in Pinal County, Arizona. It provides a program of public education from preschool through eighth grade, with an estimated enrollment of approximately 6,206 students. The average age of the school buildings is 35 years.

The District is located in the west central portion of Pinal County, approximately 45 miles southwest of downtown Phoenix. The District encompasses approximately 400 square miles. The City of Casa Grande is strategically located at the intersection of two interstate highways, I-10 and I-8. The City's location between Phoenix and Tucson makes it attractive for manufacturing companies with heavy distribution activities. Accessibility to these two metropolitan areas is a major reason manufacturing companies choose Casa Grande.

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

The membership of the Governing Board consists of five members elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools. The Board also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments.

Furthermore, there are no component units combined with the District for financial statement presentation purposes and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, and food service.

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

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

FACTORS AFFECTING FINANCIAL CONDITION

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

Local Economy: Casa Grande is described as a vibrant community that has retained its cultural and historical past while embracing new opportunities and challenges. It is considered the commercial and employment hub of south-central, Arizona situated at the crossroads of major transportation corridors of interstates I-10 and I-8. The planning area offers alternative, multimodal transportation options (e.g., pedestrian, transit, aviation, highway, railroad, bicycles, equestrian, and trails) that provide accessibility to services, recreational amenities, commercial, and educational opportunities. The community encourages orderly, well-managed growth that blends the old with the new, and the rural with the suburban development. Casa Grande has diversified its local economy by attracting manufacturing, tourism, recreation, and retail establishments that are successful. The Casa Grande planning area supports a range of housing types, prices, and neighborhoods from downtown historic areas to seasonal manufactured housing developments, to large master planned communities. Casa Grande serves as a model throughout Arizona for its partnerships between educational institutions, government, and businesses that have created excellence in education and a well-prepared labor force.

The City's population has more than doubled from 25,224 in 2000 to 53,658 in 2020 with the majority of this growth occurring prior to 2009. There is significant potential for growth in Casa Grande in the future. Still included with most developers' plans for residential growth is either the donation of land for future elementary schools to accommodate the residential growth or per dwelling donations provided to the District when sufficient acreage is not available to donate an entire school site. This partnership with most developers and builders helps to appropriately plan for the future for the necessary schools in this growing area. To date, the District has negotiated agreements for 25 sites for future elementary and middle schools plus numerous agreements with other developers for the dwelling donations. All of these agreements have been recorded with the County Recorder's Office.

Over the past several years, Casa Grande has generated significant media attention at the national and international levels with development announcements by:

- Lucid Motors (luxury electric vehicle manufacturer)
- Attesa Motorsports (a 2,500-acre development that will include two professional racing venues)
- The Cactus Mine (copper mine)

These three projects are projected to eventually create 15,000 jobs over the next 10 years.

Lucid Motors completed the first phase of construction of its electric vehicle manufacturing facility in Casa Grande. This initial phase, known as Lucid AMP-1 (Advanced Manufacturing Plant), is the first greenfield, dedicated EV factory to be built in North America. Lucid Motors started manufacturing the company's electric-powered sedans in October 2021. Lucid is currently in construction on phase 2 of a 2.8 million square foot assembly plant and warehouse. The factory is expected to have a positive economic impact on the city, county, and state, including:

- Approximately 4,800 direct and indirect jobs by 2029
- Over \$700 million in capital investment by Lucid by the mid-2020s
- An estimated \$32.0 billion revenue impact for the city and county over a 20-year period
- Training programs and new curriculums at local community colleges

Attesa Motorsports Complex broke ground in July 2021. The 496-acre Motorplex and Membership Club will be home to the Southwest's only automobile and motorcycle track designed to FIA and FIM safety standards. The Podium Club will include a bi-directional, 15-turn, 2.25 mile paved road course. There will be leased garages, residential and industrial areas as well as an RV park. The complex is projected to create more than 10,000 jobs directly and indirectly and have a \$1.2 billion impact during construction and create \$1.8 billion of economic activity following completion of the complex.

The Cactus Mine (formerly known as the Sacaton Mine) was discovered in 1961 and was used to mine copper from 1972 – 1984. During this time period the mine produced 400 million pounds of copper, 759,000 ounces of silver and 27,000 ounces of gold. In July 2020, the mine was purchased by Arizona Sonoran Copper. The Cactus Mine reopened during 2022, and is expected to support approximately 1,400 jobs, generate over \$300 million in economic activity, and produce \$13.1 million in tax revenues each year.

It is anticipated that the new jobs from these planned projects noted above will have a major impact on population growth in Casa Grande which will also affect student growth in the future.

Long-term Financial Planning: Student enrollment, in the form of average daily membership or ADM, is a major component in determining the District's annual budget capacity. Kindergarten through 8th grade (K-8) enrollment in the District totaled 5,748 students in the fall of the 2021-22 school year. District enrollment took a sharp decline due to COVID, and has been slowly increasing since. The District experienced major growth in the early to mid- 2000s, increasing by an average of about 317 students per year between 2001-02 and 2007-08. The trend reversed in 2009-10 as the housing boom came to a halt and charter schools opened in the District.

Enrollment continued to decline at an average rate of 160 students per year before stabilizing at about 6,206 students in 2015-16; since then, total enrollment through the 2021-22 school year has declined by 11.1 percent. The drop in enrollment is primarily due to 1) increased competition from publicly funded charter schools, 2) reduced enrollment from COVID, and 3) slower than expected rebound of residential development.

A demographic and enrollment analysis compiled by Applied Economics in March 2022 concluded that:

- The Casa Grande housing market has seen a huge uprising, with 4,300 new housing units permitted in the last 10 years, and 42% of them in 2020 and 2021.
- There is a distinct correlation between local employment and the demand for non-retirement housing, which is now being fueled by construction at the Lucid and Nikola sites.
- Future enrollment is likely to be impacted by charter school growth, especially if housing growth accelerates, efforts related to marketing and program choice will be important.
- Slight enrollment increases are possible in the short-term as some of the housing developments are re-started.

The COVID-19 pandemic has significantly impacted the District's academic & support services operations and finances. The District proactively initiated pandemic planning efforts in February 2020. The planning included developing alternative options for delivering instruction and supporting students, creating a virtual school and implementing procedures and acquiring supplies, equipment and services to mitigate pandemic-related risk to students and staff. Instruction was shifted to an online learning model in mid-March for the remainder of the 2019-20 school year.

Recognizing that the pandemic would likely have a multi-year impact on the District's finances, the District's leadership team implemented budget stabilization strategies (such as a hiring freeze) for the remainder of the fiscal year. These planned strategies yielded increases in fiscal year-end fund and budget carryforward balances that will help with fiscal uncertainty the District will experience over the next several years.

The severity of the pandemic led the District to delay the start of student learning for the 2020-21 school for two weeks to conduct a comprehensive orientation for students, parents and staff for a successful start utilizing online learning. The pandemic has had a negative effect on student enrollment. Enrollment has declined from 2019-20 by approximately 7.5 percent during the first semester of the 2020-21 school year. The District has utilized federal CARES Act funding, a portion of fund reserves/budget carryforward balances and budget stabilization measures to help offset the loss in budget capacity resulting from the enrollment reduction in 2020-21 and continued to use these funds to assist in stabilization in 2021-22.

On November 6, 2018, District voters approved the continuation of the District's ten percent Maintenance and Operations override. In 2019-20, the first fiscal year of this override generated \$3.99 million in additional operating funds. The Maintenance & Operations override will provide additional budget limit authority for six more years. The override is projected to provide approximately \$4.5million in additional budget limit authority over the next two years (2022-23 and 2023-24), \$3 million in the third year (2024-25), and \$1.5 million in the fourth year (2025-26). The additional funding provided through the Maintenance and Operations override is critical in allowing the District to remain competitive with other Arizona schools.

In June 2016 the Governing Board called for a \$44.66 million special bond election intended to provide funding to increase safety and security measures at all schools, provide funding to build a new facility to replace two older schools, make other necessary renovations throughout the District and to purchase buses, technology and furniture, fixture and equipment. The election was held on November 8, 2016 and passed with 66 percent of voters approving the measure. As of June 30, 2022, the District had issued its entire authorized bond capacity.

AWARDS AND ACKNOWLEDGMENTS

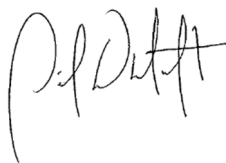
Awards: The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021 . This was the eighteenth consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2021. In order to be awarded these certificates, the District published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

Acknowledgments: The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. In closing, without the leadership and support of the Governing Board of the District, preparation of this report would not have been possible.

Respectfully submitted,

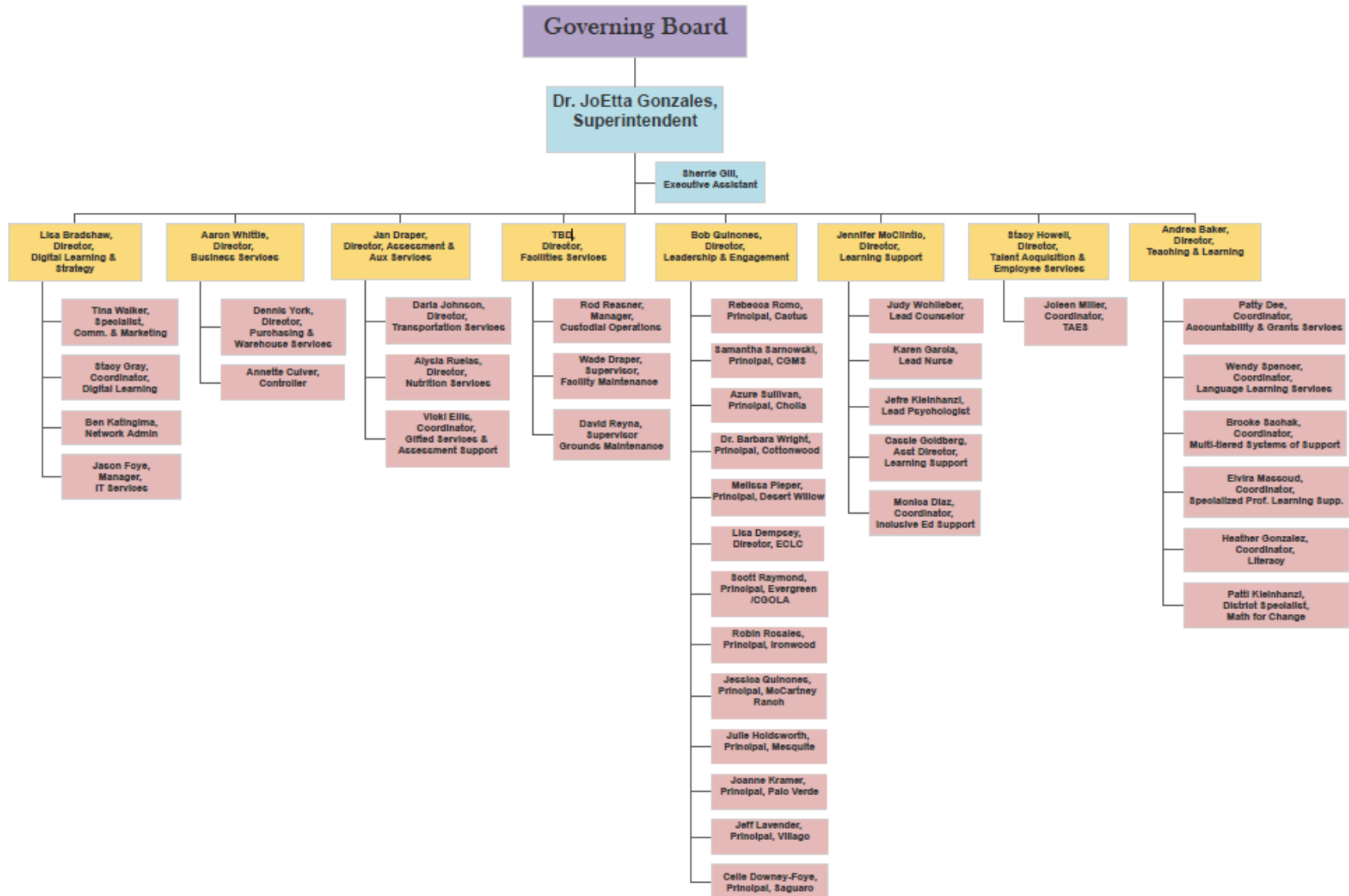


Dr. Adam Leckie,
Superintendent



Nicole Wheatcroft
Chief Financial Officer

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
ORGANIZATIONAL CHART
YEAR ENDED JUNE 30, 2022



CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
LIST OF PRINCIPAL AND ELECTED OFFICIALS
YEAR ENDED JUNE 30, 2022

GOVERNING BOARD

Jerry Stabley
President

Blanca Varela
President Pro Tempore

Gilberto Mendez
Member

Adelphia Sisson
Member

ADMINISTRATIVE STAFF

Dr. Adam Leckie, Superintendent

Nicole Wheatcroft, Chief Financial Officer

Darla Johnson, Director of Transportation Services

Tim Mace, Director of Facilities Services

Alysia Ruelas, Director of Nutrition Services

Dennis York, Director of Purchasing, Contracts, & Warehouse Services

Stacy Howell, Director of Talent Acquisition & Employee Services

Jan Draper, Director of Teaching & Learning

Stacy Gray, Assistant Director of Teaching & Learning

Jennifer McClintic, Director of Learning Support

Cassandra Goldberg, Assistant Director of Learning Support

Lisa Bradshaw, Director of Digital Learning & Strategy

Lauren Pitts, Communications & Marketing Specialist



The Certificate of Excellence in Financial Reporting
is presented to

Casa Grande Elementary School District 4

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Will Sutter'.

William A. Sutter
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Casa Grande Elementary School District No. 4
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

Governing Board
Casa Grande Elementary School District No. 4
Casa Grande, Arizona

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Casa Grande Elementary School District No. 4 (the "District"), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Casa Grande Elementary School District No. 4, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 District 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.

Responsibilities of Management for the Financial Statements

The District's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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 District'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 Responsibilities 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 GAAS 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 GAAS 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 District'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 District'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 management's discussion and analysis, pension/OPEB schedules, and budgetary comparison information, as listed within the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2023 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 District's internal control over financial reporting and compliance.



Scottsdale, Arizona
January 25, 2023

REQUIRED SUPPLEMENTARY INFORMATION

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4

MANAGEMENT'S DISCUSSION AND ANALYSIS

YEAR ENDED JUNE 30, 2022

As management of the Casa Grande Elementary School District No. 4 (District), we offer the readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$49,584,663 (net position). The District's total net position increased by \$9,726,740.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$25,238,756, an increase of \$5,247,986 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$13,620,820 or 29% of total General Fund expenditures.
- The District's net capital assets increased \$5,381,466 as a result of bond-funded construction projects in progress during the current year.
- The District's long-term liabilities increased by a net \$2,651,820 or 7% due to the issuance of general obligation bonds, offset by current year principal payments on the District's bonds and financed purchase agreements.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private sector business.

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

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

The government-wide financial statements distinguish functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). The governmental activities of the District are for public education.

The government-wide financial statements can be found immediately following this MD&A.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance related legal requirements. All of the funds of the District are divided into two categories: governmental funds and proprietary funds.

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

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

The District maintains eleven individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Special Projects Funds, Bond Building Fund, and Building Renewal Grant Fund, the four of which are considered to be major funds. Data from the other seven governmental funds are combined into a single aggregated presentation.

An operating budget for expenditures is prepared and adopted by the District each fiscal year for the General, Special Revenue, Debt Service, and Capital Projects Funds. Budgetary control is ultimately exercised at the fund level. Budgetary control is maintained through the use of periodic reports that compare actual expenditures against budgeted amounts. The expenditure budget can be revised annually, per Arizona Revised Statutes. The District also maintains an encumbrance accounting system as one technique of maintaining budgetary control. Encumbered amounts lapse at year-end. An annual budget of revenue from all sources is not prepared.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The basic governmental fund financial statements can be found on pages 12 - 17 of this report.

Proprietary Funds – The District maintains one type of proprietary fund. The internal service fund is an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service fund to account for its employee benefit trust. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 18 - 20 of this report.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022

Notes to Basic Financial Statements

The notes to basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found on pages 21 - 40 of this report.

Required Supplementary Information Other than MD&A

The District reports a multi-year schedule of the District's proportionate share of net pension liability and contributions to its cost-sharing pension plan on page 41.

Governments have the option of reporting the General Fund and major special revenue budgetary statements as part of the basic financial statements or as required supplementary information (RSI) other than the MD&A. The District has elected to present the General Fund and Special Projects budgetary comparison schedules as RSI other than the MD&A which can be found starting on page 42 of this report. Notes to the RSI are presented after the budgetary comparison schedules on page 44.

Other information

The combining statements in connection with nonmajor governmental funds are presented immediately following the required supplementary information other than the MD&A. Combining and individual fund statements and schedules can be found on pages 45 - 55 of this report.

The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The statistical section can be found on pages 56 - 76 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as useful indicators of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$49,584,663 at the close of the most recent fiscal year.

A summary of the District's statement of net position is presented below:

	Governmental Activities		
	2022	2021	Net Change
ASSETS			
Current and other assets	\$ 34,852,233	\$ 29,765,855	\$ 5,086,378
Capital assets	102,837,041	97,455,575	5,381,466
Total Assets	137,689,274	127,221,430	10,467,844
DEFERRED OUTFLOWS OF RESOURCES	10,516,198	9,225,633	1,290,565
LIABILITIES AND DEFERRED INFLOWS			
Current liabilities	5,878,287	6,273,983	(395,696)
Long-term liabilities	79,846,667	88,801,677	(8,955,010)
Total Liabilities	85,724,954	95,075,660	(9,350,706)
DEFERRED INFLOWS OF RESOURCES	12,895,855	1,513,480	11,382,375
NET POSITION			
Net investment in capital assets	66,798,966	64,231,613	2,567,353
Restricted	14,411,749	12,358,319	2,053,430
Unrestricted	(31,626,052)	(36,732,009)	5,105,957
Total Net Position	\$ 49,584,663	\$ 39,857,923	\$ 9,726,740

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022

Government-Wide Financial Analysis (Continued)

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

At the end of the current fiscal year, the District was able to report positive balances in the net investment in capital assets and restricted net position. The District reported a negative balance in unrestricted net position due to the District's reporting of its proportionate share of the net pension liability for its cost-sharing pension plan required under Governmental Accounting Standards Board (GASB) Statement No. 68. Additional information on the District's net pension liability can be found in Note 10 of this report.

Overall, net position increased \$9,726,740 or 24%. Key elements of this increase are indicated as follows:

	Governmental Activities		
	2022	2021	Net Change
REVENUES			
Program revenues:			
Charges for services	\$ 621,828	\$ 403,800	\$ 218,028
Operating grants and contributions	24,318,945	20,755,742	3,563,203
Capital grants and contributions	2,854,032	1,886,993	967,039
General revenues:			
Property taxes	17,488,970	15,884,883	1,604,087
State equalization and additional state aid	31,781,768	29,260,972	2,520,796
Federal aid unrestricted	788,979	544,960	244,019
County equalization	2,096,134	1,945,776	150,358
Interest and other	1,769,245	737,579	1,031,666
Total Revenues	81,719,901	71,420,705	10,299,196
EXPENSES			
Instruction	34,263,623	32,749,229	1,514,394
Support Services:			
Students and instructional staff	9,857,000	10,417,548	(560,548)
General and school administration	5,206,894	5,114,934	91,960
Business and other support services	3,901,841	3,956,146	(54,305)
Operation and maintenance of plant	8,272,221	7,691,129	581,092
Operation of noninstructional services	4,268,197	3,452,640	815,557
Student transportation	4,973,524	4,173,130	800,394
Interest on long-term debt	1,249,861	1,326,961	(77,100)
Total Expenses	71,993,161	68,881,717	3,111,444
Change in net position	9,726,740	2,538,988	7,187,752
Net Position - Beginning	39,857,923	37,318,935	2,538,988
Net Position - Ending	\$ 49,584,663	\$ 39,857,923	\$ 9,726,740

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022

The District reported an increase of \$218,028 (54%) primarily due to operations returning to normal with the lifting of COVID-related restrictions with regard to tuition, food service sales, and auxiliary operations.

Capital grants and contributions increased \$967,039 (51%) due to increases in School Facilities Board (SFB) funding for various District projects.

Operating grants and contributions increased \$3,563,203 (17%). This increase was mainly due to federal COVID relief funding.

The District experienced an increase in property tax revenue of \$1,604,087 as a result of an increase in property values and continued population growth in the District.

State and county equalization and additional state aid increased \$2,671,154 (9%) due to increases in enrollment due to the lifting of COVID restrictions.

The increase in interest and other was primarily due to an increase in the charges for services within the self-insurance fund.

The changes in federal aid unrestricted was not considered significant.

The District incurred a 5% increase in expenses in the current year. The District's mission is to provide an appropriate and outstanding educational experience for every student served within budget constraints. The increase was mainly due to increases in salaries and related benefits, technology purchases, textbooks, and other technical services received.

FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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

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

As of the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$25,238,756, an increase of \$5,247,986 in comparison with the prior year. Approximately 54% of this total amount (\$13,597,268) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remaining fund balance is restricted to indicate that it is not available for new spending.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022

Fund Balance (continued)

Fund balances as of June 30, 2022, and the changes in fund balances from prior year are summarized below:

	Balance	Increase (Decrease) From 2020-21
GOVERNMENTAL FUND		
General Fund	\$ 13,897,050	\$ 3,389,732
Special Projects Fund	1,160,280	(432,959)
Bond Building Fund	3,913,938	(161,490)
Building Renewal Grant Fund	(23,552)	(1,924)
Nonmajor Governmental Funds	6,291,040	2,454,627

The increase in the General Fund of \$3,389,732 was primarily due to the increases in property tax and state aid revenues, with General Fund expenditures remaining consistent with the prior year.

The decrease of \$432,959 in the Special Projects Fund was due to the spending down of prior year grant revenues.

The Bond Building Fund reported a decrease of \$161,490 due to the spending down of prior and current year bond proceeds on various capital projects.

The change in the Building Renewal Grant Fund was not considered significant.

Nonmajor Governmental Funds experienced an increase of \$2,454,627 primarily due to increases in Classroom Site Fund revenues and increased per-meal rates for meal reimbursements for federal food service grants combined with conservative spending practices in those funds.

FINANCIAL ANALYSIS OF THE PROPRIETARY FUNDS

Net position in the Internal Service Funds amounted to \$3,139,563, an increase of \$193,252 from the prior year. The increase was due to the increase in contributions exceeding the increase claims and premiums expenses.

GENERAL FUND BUDGETARY HIGHLIGHTS

Differences between the original budget and the final amended budget totaled \$423,888. In Arizona, school districts build their original "adopted" budget based on a projection of the coming fiscal year's 100th day average daily attendance. In May, the District is allowed to increase or decrease its budget for differences between expected and actual student growth. The \$423,888 increase was allocated among various line items, mostly regular education – instruction and regular education – student transportation services, with decreases in special education instruction and support services students. Budgetary basis General Fund expenditures were \$4,794,856 less than budget during the fiscal year. This was primarily due to a large favorable budget variance in regular education - instruction. Budgetary basis expenditures were within 10% of budget.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2022, amounts to \$102,837,041 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, vehicles, furniture, and equipment. The net increase in the District's investment in capital assets for the current fiscal year was due to bond-funded construction projects.

Major capital asset events during the current fiscal year included the following projects:

- Roof renovations and weatherization projects
- School renovation projects
- Technology and networking improvements
- HVAC repair and replacement

Additional information on the District's capital assets can be found in Note 5 of this report.

Capital asset activity as of June 30, 2022 is summarized below:

	Governmental Activities		
	2022	2021	Net Change
CAPITAL ASSETS			
Land	\$ 4,882,916	\$ 4,882,916	\$ -
Construction in progress	7,046,544	1,101,450	5,945,094
Land improvements	2,300,301	2,319,663	(19,362)
Buildings & improvements	81,774,844	82,722,362	(947,518)
Vehicles, equipment, and furniture	6,832,436	6,429,184	403,252
Total Capital Assets	\$ 102,837,041	\$ 97,455,575	\$ 5,381,466

Long-Term Debt

At end of the current fiscal year, the District's debt included compensated absences, financed purchase agreements, bonds payable and the net pension liability. Financed purchases decreased due to scheduled principal payments and general obligation bonds increased due to the issuance of bonds, offset by current year principal payments. The net pension liability decreased \$11,606,830 due to various factors as explained in Note 10 of this report.

	Governmental Activities		
	2022	2021	Net Change
LONG-TERM LIABILITIES			
Financed purchase agreements	\$ 813,864	\$ 1,158,823	\$ (344,959)
General obligation bonds	\$ 39,138,149	\$ 36,140,567	2,997,582
Compensated absences	887,254	888,057	(803)
Total Long-term Liabilities	\$ 40,839,267	\$ 38,187,447	\$ 2,651,820

The state constitution limits the amount of total outstanding bonded indebtedness of a non-unified school district to 15% of its net full cash value. The current constitutional debt limitation for the District is \$51,600,463, which is significantly more than the District's outstanding bonded debt.

**CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2022**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

- Average Daily Membership (ADM) - Unweighted Group "A" ADM Increase of 200
- Projected base level increase of \$329.74 in base level
- Projected (targeted) budget balance carryforward of \$5,000,000
- Strategic utilization of ESSER 2 & 3 funding, budget balance carry-forward and select cash-controlled funds to address funding gap
- Legislative approval to exceed Aggregate School Expenditure Limit for FY23

The above factors were considered in preparing the District's budget for the 2022-23 fiscal year.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Casa Grande Elementary School District No. 4, 220 West Korsten Road, Casa Grande, Arizona 85122 or via the District's website: www.cgesd.org.

BASIC FINANCIAL STATEMENTS

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities
ASSETS	
Cash and investments	\$ 20,270,327
Property taxes receivable	773,007
Intergovernmental receivable	13,091,944
Accounts receivable	198,316
Deposits	149,337
Inventory	366,210
Prepays	3,092
Capital assets, not depreciated	11,929,460
Capital assets, net of accumulated depreciation	90,907,581
Total Assets	137,689,274
DEFERRED OUTFLOWS OF RESOURCES	
Deferred outflows related to pensions	10,516,198
LIABILITIES	
Accounts payable	3,008,302
Accrued wages and benefits	2,268,985
Claims payable	601,000
Long-term liabilities:	
Due within one year	1,992,425
Due in more than one year	38,846,842
Net pension liability	39,007,400
Total Liabilities	85,724,954
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions	12,895,855
NET POSITION	
Net investment in capital assets	66,798,966
Restricted:	
Teacher compensation and other qualified programs (A.R.S. 15-977)	1,206,315
Instructional improvement programs	705,149
Federal and state instructional programs	1,157,284
Food service	2,705,159
Community programs	895,575
Extracurricular activities	132,675
Student activities	77,473
Capital projects	3,914,408
Debt service	478,148
Self-insurance	3,139,563
Unrestricted	(31,626,052)
Total Net Position	\$ 49,584,663

See accompanying Notes to the Basic Financial Statements

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Function/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					
Instruction	\$ 34,263,623	\$ 433,153	\$ 12,519,026	\$ -	\$ (21,311,444)
Support services:					
Students	5,194,679	-	1,297,011	-	(3,897,668)
Instructional staff	4,662,321	-	2,567,314	-	(2,095,007)
General administration	2,353,544	-	7,780	-	(2,345,764)
School administration	2,853,350	-	62,263	-	(2,791,087)
Business and other support services	3,901,841	-	1,288,826	-	(2,613,015)
Operation and maintenance of plant	8,272,221	39,669	505,175	2,854,032	(4,873,345)
Student transportation	4,973,524	-	261,731	-	(4,711,793)
Operation of noninstructional services	4,268,197	149,006	5,809,819	-	1,690,628
Interest on long-term debt	1,249,861	-	-	-	(1,249,861)
Total	\$ 71,993,161	\$ 621,828	\$ 24,318,945	\$ 2,854,032	\$ (44,198,356)
General revenues:					
Property taxes					17,488,970
Grants and contributions not restricted to specific programs:					
State equalization and additional state aid					31,781,768
County equalization					2,096,134
Federal aid not restricted					788,979
Investment earnings					69,282
Other					1,699,963
Total general revenues					53,925,096
Change in net position					9,726,740
Net position - beginning					39,857,923
Net position - ending					\$ 49,584,663

See accompanying Notes to the Basic Financial Statements

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	General Fund	Special Projects Fund	Bond Building Fund	Building Renewal Grant Fund	Non-Major Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments	\$ 5,093,527	\$ -	\$ 4,842,340	\$ -	\$ 6,787,009	\$ 16,722,876
Receivables:						
Property taxes	681,050	-	-	-	91,957	773,007
Intergovernmental	7,787,581	4,087,786	-	1,150,828	65,749	13,091,944
Accounts receivable	34,692	-	-	-	20,512	55,204
Deposits	-	-	-	-	99,337	99,337
Due from other funds	3,125,182	-	-	-	-	3,125,182
Inventory	276,134	-	-	-	90,076	366,210
Prepays	96	2,996	-	-	-	3,092
Total Assets	\$ 16,998,262	\$ 4,090,782	\$ 4,842,340	\$ 1,150,828	\$ 7,154,640	\$ 34,236,852
LIABILITIES						
Accounts payable	\$ 716,111	\$ 595,292	\$ 928,402	\$ 210,545	\$ 557,952	\$ 3,008,302
Accrued wages	1,851,997	173,863	-	-	243,125	2,268,985
Due to other funds	-	2,161,347	-	963,835	-	3,125,182
Total Liabilities	2,568,108	2,930,502	928,402	1,174,380	801,077	8,402,469
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues	533,104	-	-	-	62,523	595,627
FUND BALANCES						
Nonspendable	276,230	2,996	-	-	90,076	369,302
Restricted	-	1,157,284	3,913,938	-	6,200,964	11,272,186
Unassigned	13,620,820	-	-	(23,552)	-	13,597,268
Total Fund Balances	13,897,050	1,160,280	3,913,938	(23,552)	6,291,040	25,238,756
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 16,998,262	\$ 4,090,782	\$ 4,842,340	\$ 1,150,828	\$ 7,154,640	\$ 34,236,852

See accompanying Notes to the Basic Financial Statements

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2022

Total Fund Balance - Governmental Funds \$ 25,238,756

Amounts reported for assets and liabilities for governmental activities in the statement of net position are different from amounts reported in governmental funds because:

Capital assets:

In governmental funds, only current assets are reported. In the statement of net position, all assets are reported, including capital assets and accumulated depreciation:

Capital assets	157,340,010	
Accumulated depreciation	(54,502,969)	102,837,041

Property tax revenue not collected within 60 days subsequent to fiscal year end are reported as deferred inflows of resources in the governmental funds: 595,627

Long-term liabilities:

In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including long-term liabilities, are reported.

Long-term liabilities relating to governmental activities consist of:

Financed purchase agreements	(813,864)	
Net pension liability	(39,007,400)	
General obligation bonds payable	(35,330,000)	
Unamortized premium on bonds payable	(3,808,149)	
Compensated absences	(887,254)	(79,846,667)

Deferred outflows and inflows of resources relating to pensions:

In governmental funds, deferred outflows and inflows of resources relating to pensions are not reported because they are applicable to future periods. In the statement of net position, deferred outflows and inflows of resources relating to pensions are reported:

Deferred outflows of resources relating to pensions:	10,516,198	
Deferred inflows of resources relating to pensions:	(12,895,855)	(2,379,657)

Internal service fund:

An internal service fund is used by the District's management to charge the costs of the proprietary and liability insurance programs to the individual funds. The assets and liabilities of the internal service fund are included with governmental activities.

	3,139,563	
Total Net Position - Governmental Activities	\$ 49,584,663	

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2022

	General Fund	Special Projects Fund	Bond Building Fund	Building Renewal Grant	Non-Major Governmental Funds	Total Governmental Funds
REVENUES						
Property taxes	\$ 14,605,581	\$ -	\$ -	\$ -	\$ 2,866,578	\$ 17,472,159
Intergovernmental	34,732,380	13,026,522	-	2,854,032	10,820,883	61,433,817
Tuition	-	-	-	-	433,153	433,153
Food Services Sales	-	-	-	-	87,279	87,279
Auxiliary operations	61,727	-	-	-	-	61,727
Student activities	-	-	-	-	65,188	65,188
Rental Income	-	-	-	-	39,669	39,669
Contributions and donations	291,808	-	-	-	49,045	340,853
Investment earnings	25,119	360	-	-	34,571	60,050
Other	188,627	3,721	-	-	66,639	258,987
Total Revenues	49,905,242	13,030,603	-	2,854,032	14,463,005	80,252,882
EXPENDITURES						
Current						
Instruction	21,738,535	6,545,316	-	-	4,267,541	32,551,392
Support services:						
Students	3,949,105	1,094,236	-	-	257,334	5,300,675
Instructional staff	2,167,977	2,606,565	-	-	23,531	4,798,073
General administration	1,023,006	7,961	-	-	-	1,030,967
School administration	2,864,785	62,587	-	-	6,852	2,934,224
Business and other support services	3,523,591	1,315,946	63,310	-	3,472	4,906,319
Operations and maintenance of plant	6,956,732	494,595	-	520,125	17,577	7,989,029
Student transportation	4,178,353	266,236	-	-	9,631	4,454,220
Operations of noninstructional services	3,613	90,422	-	-	4,187,321	4,281,356
Debt service:						
Principal	344,959	-	-	-	1,205,000	1,549,959
Interest and fiscal charges	29,679	-	-	-	1,537,600	1,567,279
Capital outlay:						
Facilities acquisition	322,233	850,159	4,618,180	2,335,831	35,000	8,161,403
Total Expenditures	47,102,568	13,334,023	4,681,490	2,855,956	11,550,859	79,524,896
Excess (Deficiency) of Revenues Over Expenditures	2,802,674	(303,420)	(4,681,490)	(1,924)	2,912,146	727,986
Other Financing Sources (Uses)						
Transfers in	587,058	-	-	-	-	587,058
General obligation bonds issued	-	-	4,520,000	-	-	4,520,000
Transfers out	-	(129,539)	-	-	(457,519)	(587,058)
Net Financing Sources (Uses)	587,058	(129,539)	4,520,000	-	(457,519)	4,520,000
NET CHANGE IN FUND BALANCE	3,389,732	(432,959)	(161,490)	(1,924)	2,454,627	5,247,986
Fund Balance - Beginning	10,525,296	1,593,239	4,075,428	(21,628)	3,794,410	19,966,745
Increase/(decrease) in inventories	(17,978)	-	-	-	42,003	24,025
Fund Balance - Ending	\$ 13,897,050	\$ 1,160,280	\$ 3,913,938	\$ (23,552)	\$ 6,291,040	\$ 25,238,756

See accompanying Notes to the Basic Financial Statements

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2022

Net Change in Fund Balances - Governmental Funds \$ 5,247,986

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

In governmental funds, the costs of capital assets are reported as expenditures in the period when the assets are acquired. In the statement of activities, costs of capital assets are allocated over their estimated useful lives as depreciation expense.

Expenditures for capital outlay: \$	9,412,440	
Depreciation expense:	(4,030,974)	5,381,466

Some revenues reported in the governmental funds that did not provide current financial resources in prior years have been recognized previously in the statement of activities and therefore are not reported as revenues in the statement of activities.

Property taxes	16,811
----------------	--------

Governmental funds report pension contributions as expenditures when made. However, in the statement of activities, pension expense is the cost of benefits earned, adjusted for member contributions, the recognition of changes in deferred outflows and inflows of resources related to pensions.

Pension contributions	4,365,430
Pension expense	(2,850,410)

The issuance of long-term debt (e.g. bonds, financed purchases) provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. The issuance of long-term debt increases long-term liabilities on the statement of net position and the repayment of principal on long-term debt reduces long-term debt on the statement of net position.

Issuance of general obligation bonds	(4,520,000)
Principal payment on financed purchase agreements	344,959
Principal payment on general obligation bonds	1,205,000
Amortization of bond premium	317,418

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

Net decrease in compensated absences	803
Increase in inventories balances	24,025

The Internal Service Funds are used by management to charge the cost of insurance and field trips to the individual funds. The changes in net position of the Internal Service Funds are reported with governmental activities in the Statement of Activities.

	193,252
Change in Net Position of Governmental Activities	\$ 9,726,740

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2022

	Governmental Activities - Internal Service Fund
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 3,547,451
Accounts receivable	143,112
Deposits	50,000
Total Assets	\$ 3,740,563
LIABILITIES	
Current Liabilities:	
Claims payable	\$ 601,000
Total Liabilities	601,000
NET POSITION	
Unrestricted	3,139,563
Total Net Position	\$ 3,139,563

See accompanying Notes to the Basic Financial Statements

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

	Governmental Activities - Internal Service Fund
OPERATING REVENUES	
Contributions	\$ 5,484,376
Charges for services	1,440,976
Total Operating Revenues	<u>6,925,352</u>
OPERATING EXPENSES	
Claims	5,830,058
Premiums	524,424
Administrative fees	348,814
Cost of services	38,036
Total Operating Expenses	<u>6,741,332</u>
Operating Income	<u>184,020</u>
NONOPERATING REVENUES	
Investment income	9,232
Total Nonoperating Revenues	<u>9,232</u>
Change in Net Position	<u>193,252</u>
Net Position - Beginning	<u>2,946,311</u>
Net Position - Ending	<u>\$ 3,139,563</u>

See accompanying Notes to the Basic Financial Statements

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2022

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received from contributions	\$ 6,923,812
Cash payments to suppliers for goods and services	(911,274)
Cash payments for claims	(5,736,992)
Net cash provided by/(used) for operating activities	<u>275,546</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment income	<u>9,232</u>
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Net Increase (Decrease) in Cash and Cash Equivalents	<u>284,778</u>
Cash and Cash Equivalents - Beginning of Year	<u>3,262,673</u>
Cash and Cash Equivalents - End of Year	<u>\$ 3,547,451</u>

RECONCILIATION OF OPERATING INCOME TO CASH AND CASH EQUIVALENTS PROVIDED BY OPERATING ACTIVITIES:

Operating income	\$ 184,020
Changes in operating assets and liabilities:	
Increase in accounts receivable	(1,540)
Increase in deposits	-
Increase in claims payable	93,066
Net Cash and Cash Equivalents Provided by Operating Activities	<u>\$ 275,546</u>

See accompanying Notes to the Basic Financial Statements

NOTES TO BASIC FINANCIAL STATEMENTS

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the Casa Grande Elementary School District No. 4 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America applicable to governmental units adopted by the Governmental Accounting Standards Board (GASB). A summary of the District's more significant accounting policies follows. For the year ended June 30, 2022, the District implemented the provisions of GASB Statement No. 87, *Leases*, as amended, which updated nomenclature regarding financed purchase agreements, previously referred to as capital leases.

Reporting Entity

The District is a special-purpose government that a separately elected governing body governs. It is legally separate from and fiscally independent of other state and local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements present only the funds of those organizational entities for which its elected governing board is financially accountable.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. The effect of interfund activity has been removed from these statements. *Governmental activities*, which are normally supported by taxes and intergovernmental revenues are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The District had no business-type activities during the fiscal year.

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available.

Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, except expenditures related to compensated absences and claims and judgments, which are recorded only when payment is due. However, since debt service resources are provided during the current year for payment of long-term principal and interest due early in the following year (within one month), the expenditures and related liabilities have been recognized in the Debt Service Fund.

Property taxes, intergovernmental grants and aid, tuition, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government. The General Fund is comprised of the following funds within the fund financial statements: Maintenance and Operations, Medicaid, Taylor Grazing, Sale and Lease of District Assets, Auxiliary Operations, Gifts and Donations – General, Insurance Proceeds, Litigation Recovery, Indirect Cost, Unemployment Insurance, Unrestricted Capital Outlay, and Intergovernmental Agreements.

The District reports the following major governmental funds:

Major Governmental Funds

The *General Fund* is the District's primary operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds. For budget purposes, it is described as the Maintenance and Operation Fund by Arizona Revised Statutes (A.R.S.) and is budgeted within four subsections titled regular education programs, special education programs, pupil transportation, and K-3 reading program.

The *Special Projects Fund* accounts for the revenues and expenditures of state and federally funded projects.

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

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

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Additionally, the District reports the following fund type:

Proprietary Fund

The Proprietary Funds are Internal Service Funds that account for activities related to the District's self-insurance program, and the operation of District functions that provide goods and services to other District departments on a cost reimbursement basis.

The Proprietary Fund financial statements are reported using the economic resources measurement focus and accrual basis of accounting and are presented in a single column.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges for health and welfare benefits and charges to District departments for goods and services. Operating expenses for the internal service funds include the cost of goods and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges for services, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes. When both restricted and unrestricted resources are available for use for governmental activities, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Assets, Deferred Outflows of resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity

Deposits and Investments

Arizona Revised Statutes (A.R.S.) requires the District to deposit certain cash with the County Treasurer. That cash is pooled for investment purposes, except for cash in the Debt Service and Bond Building Funds, which are invested separately. As required by statute, interest earned by the Bond Building Fund is recorded in the Debt Service Fund.

A.R.S. authorize the District to invest public monies in the State and County Treasurer's investment pools; U.S. Treasury obligations; specified state and local government bonds; and interest-earning investment contracts such as savings accounts, certificates of deposit, and repurchase agreements in eligible depositories. Statute authorizes the District to deposit monies of Auxiliary Operations and Student Activities in bank accounts. Monies in these funds may also be invested. In addition, statute authorizes the District to maintain various bank accounts such as clearing accounts to temporarily deposit receipts before they are transmitted to the County Treasurer; revolving accounts to pay minor disbursements; and withholding accounts for taxes, employee insurance programs, and federal savings bonds. Some of these bank accounts may be interest bearing.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk. Statute requires collateral for deposits of monies at 102% of all deposits not covered by federal depository insurance.

The State Board of Investments provides oversight for the State Treasurer's pools, and the Local Government Investment Pool Advisory Committee provides consultation and advice to the Treasurer. The fair value of a participant's position in the pool approximates the value of that participant's pool shares. No comparable oversight is provided for the County Treasurer's investment pool, and that pool's structure does not provide for shares.

Property Taxes Receivables

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

The District does not report a reserve for uncollectible property taxes as they are considered 100 percent collectible due to the County attaching a lien against all amounts past due as noted above.

Intergovernmental Receivable

Intergovernmental receivables are comprised of state equalization (\$7,787,581), federal grants (\$4,141,583) and state grants (\$1,162,780).

Short-Term Interfund Receivables and Payables

During the course of operations, individual funds within the District's pooled cash accounts may borrow money from other funds within the pool on a short-term basis. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet of the fund financial statements and are eliminated in the preparation of the government-wide financial statements.

Deposits

Deposits in the amount of \$149,337 represents cash deposits with Mohave Educational Services in the food service cooperative and a deposit with the District's third party administrator of the Self Insurance Fund.

Prepays

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The costs of prepaid items are accounted for using the consumption method (expensed when consumed).

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year.

Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed assets are recorded at acquisition value. 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 on all assets is provided on a straight-line basis over the following estimated useful lives:

Asset Class	Years
Land improvements	5-50 years
Building and improvements	7-50 years
Vehicles, equipment, furniture	3-25 years

Deferred Outflows of Resources

The District recognizes the consumption of net assets that applies to a future reporting period in the government-wide financial statements as deferred outflows of resources. Reported amounts are related to the requirements of accounting and financial reporting for pensions under GASB 68.

Compensated Absences

The liability for compensated absences reported in the government-wide financial statements consists of unpaid, accumulated leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

Pension Plans

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

Deferred Inflows of Resources

The deferred inflows of resources reported in the governmental fund financial statements represent resources that are not available to the District as of June 30, 2022 or within 60 days of fiscal year-end. These deferred inflows of resources represent a reconciling item between the governmental fund financial statements and the government-wide financial statements.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

Deferred Inflows of Resources (Continued)

The District also recognizes the acquisition of net assets that that applies to a future reporting period as deferred inflows of resources. Reported amounts are related to the requirements of accounting and financial reporting for pensions under GASB 68.

Net Position

In the government-wide financial statements, net position is reported in three categories: investment in capital assets; restricted net position; and unrestricted net position. The investment in capital assets is separately reported because the District's capital assets make up a significant portion of total net position. Restricted net position account for the portion of net position restricted by parties outside the District. Unrestricted net position is the remaining net position not included in the previous two categories.

Fund Balance

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

The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form such as inventories or are legally or contractually required to be maintained intact.

Restricted fund balances are those that have externally imposed restrictions on their usage by creditors (such as through debt covenants), grantors, contributors, or laws and regulations. The committed fund balances are self-imposed limitations approved by the District's Governing Board, which is the highest level of decision-making authority within the District. Only the District Governing Board can remove or change the constraints placed on committed fund balances through formal board action at a public meeting. Fund balances must be committed prior to fiscal year-end. Assigned fund balances are resources constrained by the District's intent to be used for specific purposes but are neither restricted nor committed. The District's Governing Board has not authorized any management officials to make assignments of resources for a specific purpose.

The unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not reported in the other classifications. Also, deficits in fund balances of the other governmental funds are reported as unassigned.

The District has not adopted a spending priority policy. When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, in accordance with GASB 54, the District uses restricted fund balance first. For the disbursement of unrestricted fund balances, the District follows the spending policy described in GASB 54 to use committed amounts first, followed by assigned amounts, and lastly unassigned amounts.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Deferred Outflows of resources, Liabilities, Deferred Inflows of Resources and Net Position or Equity (Continued)

Fund Balance (Continued)

The District has classified its fund balances as follows:

	General Fund	Special Projects Fund	Bond Building Fund	Building Renewal Grant Fund	Non-Major Governmental Funds	Total Governmental Activities
Nonspendable						
Prepays	\$ 96	\$ 2,996	\$ -	\$ -	\$ -	\$ 3,092
Inventory	276,134	-	-	-	90,076	366,210
Total nonspendable	276,230	2,996	-	-	90,076	369,302
Restricted						
Teacher compensation and other qualified programs (A.R.S. 15-977)	-	-	-	-	1,206,315	1,206,315
Instructional improvement programs	-	-	-	-	705,149	705,149
Federal and state instructional programs	-	1,157,284	-	-	-	1,157,284
Food service	-	-	-	-	2,705,159	2,705,159
Community programs	-	-	-	-	895,575	895,575
Extracurricular activities	-	-	-	-	132,675	132,675
Student activities	-	-	-	-	77,473	77,473
Capital projects	-	-	3,913,938	-	470	3,914,408
Debt service	-	-	-	-	478,148	478,148
Total restricted	-	1,157,284	3,913,938	-	6,200,964	11,272,186
Unassigned	13,620,820	-	-	(23,552)	-	13,597,268
Total	\$ 13,897,050	\$ 1,160,280	\$ 3,913,938	\$ (23,552)	\$ 6,291,040	\$ 25,238,756

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The District adopts an annual operating budget for expenditures for all governmental fund types on essentially the same modified accrual basis of accounting used to record actual expenditures (See Notes to Required Supplementary Information for exceptions). The Governing Board presents a proposed budget to the Superintendent of Public Instruction and County School Superintendent on or by July 5. The Governing Board legally adopts the final budget by July 15, after a public hearing has been held. Once adopted the budget can be increased or decreased only for specific reasons set forth in the A.R.S. All appropriations lapse at year-end.

Budgetary control over expenditures is exercised at the fund level. However, the General Fund is budgeted within four subsections (see preceding description of General Fund), any of which may be over-expended with the prior approval of the Governing Board at a public meeting, providing the expenditures for all subsections do not exceed the General Fund's total budget.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

An annual budget of revenue from all sources for the fiscal year is not prepared.

The following funds exceeded the final revised budget:

	Expenditures and Other Uses		
	Budget	Actual	Excess
General Fund			
Pupil transportation	\$ 3,860,000	\$ 4,113,333	\$ 253,333
Student Activities Fund			
Regular education	\$ 35,000	\$ 55,142	\$ 20,142
Building Renewal Grant			
Regular education	\$ 2,750,000	\$ 2,855,956	\$ 105,956
Debt Service Fund			
Debt service	\$ 2,742,600	\$ 2,743,650	\$ 1,050

Budget capacity was available in other General Fund budget subsections to make up for the Pupil Transportation Program excess. Additionally, other funds had budget capacity to make up for the remaining budget excess.

Deficit Fund Equity

A deficit fund balance in the amount of \$23,552 was reported in the Building Renewal Grant Fund. The deficit was due to grant funding that has not been requested or received within 60 days of fiscal year end. The District expects to receive the revenue in the subsequent year to offset the deficit.

NOTE 3 – DEPOSITS AND INVESTMENTS

Deposits and investments at June 30, 2022 consist of the following:

Deposits:	
Cash in bank	\$ 2,057,578
Investments:	
Cash on deposit with county treasurer	18,212,749
Total deposits and investments	<u>\$ 20,270,327</u>

Deposits

Custodial Credit Risk – This is the risk that, in the event of a failure by a counterparty, the District will not be able to recover its deposits or collateralized securities that are in the possession of an outside party. The District had a carrying value of \$2,057,578 for cash on deposit with a local financial institution and a bank balance of \$2,314,935 at June 30, 2022. The District does not have a formal policy regarding custodial credit risk. However, of the \$2,314,935 bank balance, \$500,000 was insured by federal depository insurance and \$1,814,935 collateralized by the State of Arizona Pooled Collateral Program.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS (CONTINUED)

Investments

At June 30, 2022, the District's investments were reported at fair value. The District's investments consisted of only cash on deposit with the County Treasurer.

Custodial Credit Risk – The District's investment in the County Treasurer's investment pools represents a proportionate interest in those pools' portfolios; however, the District's portion is not identified with any specific investment and is not subject to custodial credit risk.

Interest Rate Risk – The District does not have a formal investment policy regarding interest rate risk; however, the District manages its exposure to declines in fair values by limiting the average maturity of its investment portfolio to one year or less.

Credit Risk – The District does not have a formal investment policy regarding credit risk. However, the District is prohibited by state law from investing in investments other than State and County Treasurer's investment pools, U.S. Treasury obligations, specified state and local government bonds and interest-earning investment contracts such as savings accounts, certificates of deposit, and repurchase agreements. The District's investment in the County Treasurer's investment pool did not receive a credit quality rating from a national rating agency.

NOTE 4 – UNAVAILABLE REVENUES

Property taxes are recognized as revenues in the fiscal year they are levied in the government-wide financial statements and represent a reconciling item between the government-wide and fund financial statements. In the fund financial statements property taxes are recognized as revenues in the fiscal year they are levied and collected or if they are collected within 60 days subsequent to fiscal year-end. Property taxes not collected within 60 days subsequent to fiscal year-end or collected in advance of the fiscal year for which they are levied are reported as deferred inflows of resources.

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also record unearned revenue in connection with resources that have been received, but not yet earned. The District did not report any unearned revenue.

At the end of the current fiscal year, the various components of deferred inflows of resources reported in the governmental funds were as follows:

	<u>Unavailable</u>
Delinquent property taxes receivable:	
General Fund	\$ 533,104
Nonmajor Governmental Funds	62,523
Total	<u>\$ 595,627</u>

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 5 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2022 was as follows:

	Balance July 01, 2021	Additions	Deductions	Balance June 30, 2022
Capital assets not being depreciated				
Land	\$ 4,882,916	\$ -	\$ -	\$ 4,882,916
Construction in progress	1,101,450	7,186,579	(1,241,485)	7,046,544
Total capital assets not being depreciated	5,984,366	7,186,579	(1,241,485)	11,929,460
Capital assets being depreciated				
Land improvements	5,326,521	150,161	-	5,476,682
Buildings and improvements	119,034,879	1,986,847	-	121,021,726
Vehicles, equipment, and furniture	17,605,149	1,330,338	(23,345)	18,912,142
Total capital assets being depreciated	141,966,549	3,467,346	(23,345)	145,410,550
Less accumulated depreciation				
Land improvements	(3,006,858)	(169,523)	-	(3,176,381)
Buildings and improvements	(36,312,517)	(2,934,365)	-	(39,246,882)
Vehicles, equipment, and furniture	(11,175,965)	(927,086)	23,345	(12,079,706)
Total accumulated depreciation	(50,495,340)	(4,030,974)	23,345	(54,502,969)
Total capital assets, being depreciated, net	91,471,209	(563,628)	-	90,907,581
Governmental activities capital assets, net	\$ 97,455,575	\$ 6,622,951	\$ (1,241,485)	\$ 102,837,041

Depreciation expenses was charged to governmental functions as follows:

Governmental Activities:	
Instruction	\$ 2,549,084
Support Services:	
Students	14,049
Instructional Staff	3,631
General Administration	81,689
School Administration	2,117
Business and Other Support Services	213,350
Operations and Maintenance of Plant	451,873
Student Transportation	641,998
Operation of Noninstructional Services	73,183
	<u>\$ 4,030,974</u>

As of June 30, 2022, the District reported no significant construction commitments due to the ongoing projects nearing completion.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 6 – INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

As of June 30, 2022, interfund receivables and payables were as follows:

Due to other funds	Due from other funds
	General Fund
Building Renewal Grant Fund	\$ 963,835
Special Projects Fund	2,161,347
Total	\$ 3,125,182

The above interfund receivable and payable are due to cash shortfalls at June 30, 2022. Cash will be received subsequent to June 30, 2022 to repay the short-term borrowings.

Interfund transfers for the year ended June 30, 2022 consisted of the following:

Transfer to	Transfer from		Total
	Special Projects Fund	Nonmajor Governmental Funds	
General fund	\$ 129,539	\$ 457,519	\$ 587,058

Transfers were made to record indirect costs transferred to the indirect cost pool for various federal grants.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS

Compensated Absences

Compensated absences are paid from various funds in the same proportion that those funds pay payroll costs. During fiscal year ended June 30, 2022, the District paid for compensated absences primarily from the General Fund.

Financed Purchase Agreements

The District has acquired energy efficient upgrades and technology equipment and improvements under the provisions of long-term lease agreements classified as financed purchase agreements. The agreements qualify as financed purchases for accounting purposes and, therefore, have been recorded at the present value of their future minimum payments as of the inception date. Amortization of assets recorded under financed purchases is included with depreciation expense.

The assets acquired through financed purchases that meet the District's capitalization threshold are as follows:

	Governmental Activities
Asset:	
Building improvements	\$ 2,465,373
Vehicles, furniture, & equipment	227,623
Less: accumulated depreciation	(1,795,350)
Total	<u>\$ 897,646</u>

Annual debt service requirement to maturity on financed purchase agreements at year end are summarized as follows:

Year ended, June 30,	Governmental Activities	
	Principal	Interest
2023	\$ 354,204	\$ 20,434
2024	363,698	10,940
2025	95,962	1,189
Total	<u>\$ 813,864</u>	<u>\$ 32,563</u>

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 7 – LONG-TERM OBLIGATIONS (CONTINUED)

General Obligation Bonds Payable

Bonds payable at year end, consisted of the following outstanding general obligation bonds. Of the total amount originally authorized, the final \$4.5 million was issued in the current year. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund, a non-major governmental fund, are used to pay bonded debt. The District's legal debt limit is \$87.7 million, and the available margin is \$51.6 million.

Purpose	Interest Rate	Maturity	Original Issue	Balance
Governmental Activities:				
School Improvements Bonds, Project of 2016, Series A (2017) (Class B)	5.00%	7/1/22-36	\$ 25,000,000	\$ 20,015,000
School Improvements Bonds, Project of 2016, Series B (2018) (Class B)	3.00 - 5.00%	7/1/22-38	7,155,000	6,980,000
School Improvements Bonds, Project of 2016, Series C (2020) (Class B)	4.00%	7/1/24-30	3,815,000	3,815,000
School Improvements Bonds, Project of 2016, Series D (2022) (Class B)	2.68%	7/1/23-31	4,520,000	4,520,000

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

Year ended, June 30,	Governmental Activities	
	Principal	Interest
2023	\$ 1,530,000	\$ 1,610,600
2024	1,690,000	1,529,126
2025	1,895,000	1,455,238
2026	2,120,000	1,372,376
2027	2,350,000	1,280,656
2028-2032	12,470,000	4,809,832
2033-2037	10,995,000	2,248,250
2038-2039	2,280,000	114,000
Total	\$ 35,330,000	\$ 14,420,078

Changes in long-term liabilities for the year ended June 30, 2022 are summarized as follows:

	Balance July 01, 2021	Additions	Deductions	Balance June 30, 2022	Due Within One Year
General obligation bonds	\$ 32,015,000	\$ 4,520,000	\$ (1,205,000)	\$ 35,330,000	\$ 1,530,000
Unamortized premium	4,125,567	-	(317,418)	3,808,149	-
Financed purchase agreements	1,158,823	-	(344,959)	813,864	354,204
Compensated absences	888,057	638,688	(639,491)	887,254	108,221
Net pension liability	50,614,230	-	(11,606,830)	39,007,400	-
Total	\$ 88,801,677	\$ 5,158,688	\$ (14,113,698)	\$ 79,846,667	\$ 1,992,425

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 8 – RISK MANAGEMENT

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

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

The District established an Employee Benefit Trust (an Internal Service Fund) to account for and finance its uninsured risks of loss related to employee health claims. Under this program, the Fund provides coverage for up to a maximum of \$110,000 for each claim, not-to-exceed an annual aggregate of \$1.0 million. The Fund purchases commercial insurance for claims in excess of this coverage. Settled claims have not exceeded the aggregate coverage in any of the past three fiscal years. The District has a claims reserve policy which is set by the Board of Trustees that established a targeted minimum of 3 percent and a maximum of 13 percent of potential cash flow.

Liabilities of the fund are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of payouts), and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. Claims payable at year end is representative of the IBNR amount that is expected to be paid in the next fiscal year.

Changes in the balances of claims liabilities during the past two years are as follows:

	Year Ended June 30, 2022	Year Ended June 30, 2021
Unpaid claims, beginning of fiscal year	\$ 507,934	\$ 601,000
Incurred claims (including IBNRs)	5,830,058	4,835,945
Claim payments	(5,736,992)	(4,929,011)
Unpaid claims, end of fiscal year	<u>\$ 601,000</u>	<u>\$ 507,934</u>

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 9 – CONTINGENT LIABILITIES

Federal grants - In the normal course of operations, the District receives grant funds from various federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of audits of grant funds is not believed by District officials to be material.

Litigation - Each year the District receives notices of claims for damages occurring generally from negligence, bodily injury, breach of contract, and other legal matters. The filing of such claims commences a statutory period for initiating a lawsuit against the District arising therefrom. The District has comprehensive general liability insurance with the ASRRT. The District is not aware of any litigation that might result in a materially adverse outcome.

NOTE 10 – PENSION PLANS

Cost Sharing Pension Plan

At June 30, 2022, the District reported the following related to pensions to which it contributes:

		Deferred Outflows	Deferred Inflows	
	Liability	of Resources	of Resources	Expense
Pension plan	\$ 39,007,400	\$ 10,516,198	\$ 12,895,855	\$ 2,850,410

Arizona State Retirement System

Plan Description

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

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – PENSION PLANS (CONTINUED)

Arizona State Retirement System (Continued)

Benefits Provided

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

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

**With actuarially reduced benefits.*

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

Contributions

In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2022, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.41% (12.22% for retirement and 0.19% for long-term disability) of the members' annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.41% (12.01% for retirement, 0.21% for health insurance premium benefit, and 0.19% for long-term disability) of the active members' annual covered payroll. In addition, the District was required by statute to contribute at the actuarially determined rate of 10.22% (10.13% for retirement and 0.09% for long-term disability) of annual covered payroll of retired members who worked for the District in positions that would typically be filled by an employee who contributes to the ASRS.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – PENSION PLANS (CONTINUED)

Arizona State Retirement System (Continued)

The District's contributions to the pension plan for the year ended June 30, 2022, were \$4,365,430.

During the fiscal year ended June 30, 2022, the District paid for ASRS pension as follows: 70% from the General Fund, 18% from the Special Projects Fund and 12% from nonmajor governmental funds.

Pension Liability

At June 30, 2022, the District reported a liability of \$39,007,400 for its proportionate share of the ASRS' net pension liability. The net pension liability was measured as of June 30, 2021. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2020, to the measurement date of June 30, 2021. The total liabilities as of June 30, 2021, reflect changes in actuarial assumptions based on the results of an actuarial experience study for the 5-year period ended June 30, 2020, including decreasing the discount rate from 7.5 percent to 7.0 percent and changing the projected salary increases from 2.7–7.2 percent to 2.9–8.4 percent. The District's proportion measured as of June 30, 2021, was 0.29687%, which was an increase of 0.00475% from its proportion measured as of June 30, 2020.

Pension Expense and Deferred Outflows/Inflows of Resources

For the year ended June 30, 2022 the District recognized pension expense for ASRS of \$2,850,410.

At June 30, 2022, the District 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	\$ 594,632	\$ -
Changes of assumptions or other inputs	5,077,125	-
Net difference between projected and actual earnings on pension plan investments	-	12,358,917
Changes in proportion and differences between contributions and proportionate share of contributions	479,011	536,938
Contributions subsequent to the measurement date	4,365,430	-
Total	<u>\$ 10,516,198</u>	<u>\$ 12,895,855</u>

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – PENSION PLANS (CONTINUED)

Arizona State Retirement System (Continued)

Pension Expense and Deferred Outflows/Inflows of Resources (Continued)

The \$4,365,430 reported as deferred outflows of resources related to ASRS pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to ASRS pensions will be recognized in pension expense as described below.

Year Ending June 30:	Deferred Outflows (Inflows) of Resources
2023	\$ (128,578)
2024	366,974
2025	(2,724,508)
2026	(4,258,975)
Total	<u>\$ (6,745,087)</u>

Actuarial Assumptions

The significant actuarial assumptions used to measure the total pension liability are as follows:

Actuarial valuation date	June 30, 2020
Actuarial roll forward date	June 30, 2021
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Projected salary increases	2.9-8.4%
Inflation rate	2.3%
Permanent base increases	Included
Mortality rates	2017 SRA Scale U-MP

Actuarial assumptions used in the June 30, 2020, valuation were based on the results of an actuarial study for the 5-year period ended June 30, 2020.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – PENSION PLANS (CONTINUED)

Arizona State Retirement System (Continued)

Actuarial Assumptions (Continued)

The long-term expected rate of return on ASRS plan investments was determined to be 7.00% using a building block method 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 weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Geometric
		Real Rate of Return
Equity	50%	4.90%
Fixed Income Credit	20%	5.20%
Fixed Income Interest rate sensitive bonds	10%	0.70%
Real Estate	20%	5.70%
Total	100%	

Discount Rate

The discount rate used to measure the ASRS total pension/OPEB liability was 7.00%, which was a decrease of 0.5 from the discount rate used as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statutes. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the ASRS Net Pension Liability to Changes in the Discount Rate

The following table presents the District's proportionate share of the net pension/OPEB (asset) liability calculated using the discount rate of 7.00%, as well as what the District's proportionate share of the net pension/OPEB (asset)/liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.00%) or 1 percentage point higher (8.00%) than the current rate.

	Current		
	1% Decrease (6.0%)	Discount Rate (7.0%)	1% Increase (8.0%)
Proportionate share of the net pension liability	\$ 61,355,373	\$ 39,007,400	\$ 20,375,374

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO BASIC FINANCIAL STATEMENTS
JUNE 30, 2022

NOTE 10 – PENSION PLANS (CONTINUED)

Arizona State Retirement System (Continued)

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the separately issued ASRS financial report.

Contributions payable - The District’s accrued payroll and employee benefits included \$184,002 of outstanding pension amounts payable to ASRS for the year ended June 30, 2022.

**REQUIRED SUPPLEMENTARY INFORMATION OTHER
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CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY AND CONTRIBUTIONS
COST SHARING PENSION PLAN
JUNE 30, 2022 AND SEVEN PRIOR FISCAL YEARS

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Reporting Fiscal Year (Measurement Date)							
	2022 (2021)	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Proportion of the net pension liability	0.29687%	0.29210%	0.30000%	0.31000%	0.30000%	0.32000%	0.31000%	0.32000%
Proportionate share of the net pension liability	\$ 39,007,400	\$ 50,614,230	\$ 44,161,326	\$ 43,471,181	\$ 47,312,098	\$ 52,416,298	\$ 48,827,035	\$ 47,618,288
Covered payroll	\$ 33,760,555	\$ 31,905,537	\$ 31,858,417	\$ 30,855,239	\$ 29,541,633	\$ 30,303,843	\$ 29,036,915	\$ 28,925,720
Proportionate share of the net pension liability as a percentage of its covered payroll	115.54%	158.64%	138.62%	140.89%	160.15%	172.97%	168.16%	164.62%
Plan fiduciary net position as a percentage of the total pension liability	78.58%	69.33%	73.24%	73.40%	69.92%	67.06%	68.35%	69.49%

SCHEDULE OF CONTRIBUTIONS

	Reporting Fiscal Year							
	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially determined contribution	\$ 4,365,430	\$ 3,885,938	\$ 3,653,184	\$ 3,561,771	\$ 3,363,221	\$ 3,184,588	\$ 3,287,967	\$ 3,162,120
Contributions in relation to the actuarially determined contribution	4,365,430	3,885,938	3,653,184	3,561,771	3,363,221	3,184,588	3,287,967	3,162,120
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 37,418,172	\$ 33,760,555	\$ 31,905,537	\$ 31,858,417	\$ 30,855,239	\$ 29,541,633	\$ 30,303,843	\$ 29,036,915
Contributions as a percentage of covered payroll	11.67%	11.51%	11.45%	11.18%	10.90%	10.78%	10.85%	10.89%

See accompanying Notes to Required Supplementary Information

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL GENERAL FUND – BUDGETARY BASIS
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variances -
	Original	Final	(Budgetary Basis)	Final to Actual
REVENUES				
Property taxes	\$ -	\$ -	\$ 13,613,332	\$ 13,613,332
Intergovernmental	-	-	31,564,828	31,564,828
Investment earnings	-	-	12,817	12,817
Other	-	-	1,040	1,040
Total Revenues	-	-	45,192,017	45,192,017
EXPENDITURES				
Regular education:				
Instruction	19,003,375	19,842,763	15,225,183	4,617,580
Support services - students	1,525,000	1,390,000	1,396,578	(6,578)
Support services - instructional staff	1,255,000	1,291,000	1,351,578	(60,578)
Support services - general administration	693,000	862,500	872,456	(9,956)
Support services - school administration	2,970,000	2,759,500	2,850,915	(91,415)
Support services - central services	2,725,000	2,500,000	2,311,349	188,651
Operations and maintenance of plant	6,550,000	6,875,000	6,657,247	217,753
Operation of noninstructional services	90,000	90,000	3,143	86,857
School sponsored cocurricular activities	38,500	19,500	27,576	(8,076)
School sponsored athletics	115,000	87,000	120,299	(33,299)
Total regular education	34,964,875	35,717,263	30,816,324	4,900,939
Special education:				
Instruction	5,540,000	5,196,000	5,183,695	12,305
Support services - students	2,890,000	2,591,000	2,505,091	85,909
Support services - instructional staff	535,000	511,000	511,649	(649)
Support services - central services	1,500	5,000	3,522	1,478
Total special education	8,966,500	8,303,000	8,203,957	99,043
Pupil transportation:				
Operations and maintenance of plant	-	-	2,423	(2,423)
Student transportation services	3,525,000	3,860,000	4,110,910	(250,910)
Total pupil transportation	3,525,000	3,860,000	4,113,333	(253,333)
K-3 reading program:				
Instruction	278,000	278,000	99,228	178,772
Support services - students	-	-	1,446	(1,446)
Support services - instructional staff	-	-	129,119	(129,119)
Total K-3 reading program	278,000	278,000	229,793	48,207
Total Expenditures	47,734,375	48,158,263	43,363,407	4,794,856
Excess (Deficiency) of Revenues				
Over Expenditures	(47,734,375)	(48,158,263)	1,828,610	49,986,873
NET CHANGE IN FUND BALANCE	(47,734,375)	(48,158,263)	1,828,610	49,986,873
Fund Balance - Beginning	-	-	5,952,625	5,952,625
Increase/(decrease) in inventories	-	-	(17,978)	(17,978)
Fund Balance - Ending	\$ (47,734,375)	\$ (48,158,263)	\$ 7,763,257	\$ 55,921,520

See accompanying Notes to Required Supplementary Information

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL SPECIAL PROJECTS FUND
YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Variances -
	Original and Final	Actual	Final to Actual
REVENUES			
Intergovernmental	\$ -	\$ 13,026,522	\$ 13,026,522
Investment earnings	-	360	360
Other	-	3,721	3,721
Total Revenues	-	13,030,603	13,030,603
EXPENDITURES			
Regular education:			
Instruction	11,157,836	5,381,105	5,776,731
Support services - students	2,014,096	971,341	1,042,755
Support services - instructional staff	5,302,877	2,557,426	2,745,451
Support services - general administration	16,507	7,961	8,546
Support services - school administration	129,775	62,587	67,188
Support services - central services	2,716,742	1,310,207	1,406,535
Operations and maintenance of plant	140,017	67,526	72,491
Operation of noninstructional services	8,145	3,928	4,217
School sponsored cocurricular activities	587	283	304
Total regular education	21,486,582	10,362,364	11,124,218
Special education:			
Instruction	2,404,130	1,159,443	1,244,687
Support services - students	254,239	122,612	131,627
Support services - instructional staff	101,891	49,139	52,752
Support services - central services	11,900	5,739	6,161
Operations and maintenance of plant	885,537	427,069	458,468
Operation of noninstructional services	179,347	86,494	92,853
Total special education	3,837,043	1,850,496	1,986,547
Pupil transportation:			
Student transportation services	552,046	266,236	285,810
K-3 reading program:			
Instruction	9,887	4,768	5,119
Capital outlay			
Facilities acquisition	1,762,823	850,159	912,664
Total Expenditures	27,648,380	13,334,023	14,309,238
Excess (Deficiency) of Revenues			
Over Expenditures	(27,648,380)	(303,420)	27,339,841
Other Financing Sources (Uses):			
Transfers out	-	(129,539)	(129,539)
Net Financing Sources (Uses)	-	(129,539)	(129,539)
NET CHANGE IN FUND BALANCE	(27,648,380)	(432,959)	27,215,421
Fund Balance - Beginning, As Restated	-	1,593,239	1,593,239
Fund Balance - Ending	\$ (27,648,380)	\$ 1,160,280	\$ 28,808,660

See accompanying Notes to Required Supplementary Information

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NOTES TO THE REQUIRED
SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2022

NOTE 1 – AVAILABILITY OF PRIOR YEAR PENSION INFORMATION

Information prior to the measurement date of June 30, 2014 was not available. GASB Statement No. 68 requires the District to present 10 years of pension information as required supplementary information. However, until a full 10 years of trend data is compiled, the District will present information for only those years for which information is available.

NOTE 2 – BUDGETARY BASIS OF ACCOUNTING

The District's adopted budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, with the following exception:

- 1) The General Fund as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balances includes the District's Maintenance and Operation Fund in addition to several other District funds as required by GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*; however, for budgetary purposes, the District prepares a separate Maintenance and Operation Fund budget.

The following adjustments are necessary to present actual revenues, expenditures, other financing sources and uses, beginning fund balance and ending fund balance on a budgetary basis in order to present only the activity of the District's Maintenance and Operation Fund for budgetary purposes. The Non-Maintenance and Operating activity is budgeted separately.

	General Fund				
	Total	Total	Other	Fund balance	Fund balance
	Revenues	Expenditures	Financing Sources and Uses	beginning of year	end of year
Statement of revenues, expenditures and changes in fund balance	\$ 49,905,242	\$ 47,102,568	\$ 587,058	\$ 10,525,296	\$ 13,897,050
Non-maintenance and operation activity included in the General Fund	(4,713,225)	(3,739,161)	(587,058)	(4,572,671)	(6,133,793)
Schedule of revenues, expenditures, and changes in fund balance - budget to actual	\$ 45,192,017	\$ 43,363,407	\$ -	\$ 5,952,625	\$ 7,763,257

NOTE 3 – ADJACENT WAYS FUND BUDGET

The District did not prepare a budget for the Adjacent Ways Fund, therefore the budget to actual schedule for the fund has been omitted from the subsequent section.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NONMAJOR GOVERNMENTAL FUNDS
FUND DESCRIPTIONS
JUNE 30, 2022

SPECIAL PROJECTS FUNDS

Classroom Site Fund – accounts for the revenues and expenditures of State apportioned educational sales tax monies.

Instructional Improvement Fund - accounts for revenues and expenditures for State apportioned Indian Gaming monies.

Other Special Revenue Fund - accounts for the revenues and expenditures of the following activities or objectives: civic center, community school, extracurricular activity fee tax credit, fingerprinting, textbooks and grants and gifts to teachers.

Food Service Fund - accounts for the financial operations of preparing and serving regular and incidental meals and snacks in connection with school functions.

Student Activities Fund – accounts for monies raised by students to finance student clubs and organizations.

CAPITAL PROJECTS FUNDS

Adjacent Ways Fund - accounts for monies received to finance such improvements as public streets or alleys adjacent to school property.

DEBT SERVICE FUND

Debt Service Fund - accounts for resources accumulated and used for the payment of long-term debt principal, interest and related costs. The District did not budget for the Debt Service Fund.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

	Special Revenue Funds					Capital Project Funds	Debt Service Fund	
	Classroom Site Fund	Instructional Improvement Fund	Other Special Revenue Fund	Food Service Fund	Student Activities Fund	Adjacent Ways Fund	Debt Service Fund	Non-Major Governmental Funds
ASSETS								
Cash and investments	\$ 1,372,726	\$ 709,923	\$ 1,019,510	\$ 3,146,805	\$ 88,861	\$ 470	\$ 448,714	\$ 6,787,009
Receivables:								
Property taxes	-	-	-	-	-	-	91,957	91,957
Intergovernmental	-	-	-	65,749	-	-	-	65,749
Deposits	-	-	-	99,337	-	-	-	99,337
Inventory	-	-	-	90,076	-	-	-	90,076
Total Assets	\$ 1,372,726	\$ 709,923	\$ 1,034,155	\$ 3,407,834	\$ 88,861	\$ 470	\$ 540,671	\$ 7,154,640
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ 3,572	\$ 542,992	\$ 11,388	\$ -	\$ -	\$ 557,952
Accrued wages	166,411	4,774	2,333	69,607	-	-	-	243,125
Total Liabilities	166,411	4,774	5,905	612,599	11,388	-	-	801,077
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenues	-	-	-	-	-	-	62,523	62,523
FUND BALANCES								
Nonspendable	-	-	-	90,076	-	-	-	90,076
Restricted	1,206,315	705,149	1,028,250	2,705,159	77,473	470	478,148	6,200,964
Total Fund Balances	1,206,315	705,149	1,028,250	2,795,235	77,473	470	478,148	6,291,040
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,372,726	\$ 709,923	\$ 1,034,155	\$ 3,407,834	\$ 88,861	\$ 470	\$ 540,671	\$ 7,154,640

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGE IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FISCAL YEAR ENDED JUNE 30, 2022

	Special Revenue Funds					Capital Project Funds	Debt Service Fund	
	Classroom Site Fund	Instructional Improvement Fund	Other Special Revenue Fund	Food Service Fund	Student Activities Fund	Adjacent Ways Fund	Debt Service Fund	Non-Major Governmental Funds
REVENUES								
Property taxes	\$ -	\$ -	\$ -	\$ -		\$ 21	\$ 2,866,557	\$ 2,866,578
Intergovernmental	4,851,371	224,945	-	5,744,567	-	-	-	10,820,883
Tuition	-	-	433,153	-	-	-	-	433,153
Food Services Sales	-	-	-	87,279	-	-	-	87,279
Student Activities	-	-	-	-	65,188	-	-	65,188
Rental Income	-	-	39,669	-	-	-	-	39,669
Contributions and donations	-	-	49,045	-	-	-	-	49,045
Investment earnings	3,917	2,689	3,450	8,446	-	12	16,057	34,571
Other	21	-	67,596	-	-	-	-	67,617
Total Revenues	4,855,309	227,634	592,913	5,840,292	65,188	33	2,882,614	14,463,983
EXPENDITURES								
Current								
Instruction	4,046,431	-	221,110	-	-	-	-	4,267,541
Support services:								
Students	-	185,440	16,752	-	55,142	-	-	257,334
Instructional staff	15,647	-	7,884	-	-	-	-	23,531
Business and other support services	-	-	452	1,970	-	-	1,050	3,472
Operations and maintenance of plant	-	-	1,852	15,725	-	-	-	17,577
Student transportation	-	-	9,631	-	-	-	-	9,631
Operations of noninstructional services	-	-	6,850	4,181,449	-	-	-	4,188,299
Debt service:								
Principal	-	-	-	-	-	-	1,205,000	1,205,000
Interest and other	-	-	-	-	-	-	1,537,600	1,537,600
Capital outlay:								
Facilities acquisition	-	-	35,000	-	-	-	-	35,000
Total Expenditures	4,062,078	185,440	306,383	4,199,144	55,142	-	2,743,650	11,551,837
Excess (Deficiency) of Revenues Over Expenditures	793,231	42,194	286,530	1,641,148	10,046	33	138,964	2,912,146
Other Financing Sources (Uses)								
Transfers out	-	-	-	(457,519)	-	-	-	(457,519)
Net Financing Sources (Uses)	-	-	-	(457,519)	-	-	-	(457,519)
NET CHANGE IN FUND BALANCE	793,231	42,194	286,530	1,183,629	10,046	33	138,964	2,454,627
Fund Balance - Beginning, As Restated	413,084	662,955	741,720	1,569,603	67,427	437	339,184	3,794,410
Fund Balance - Ending	\$ 1,206,315	\$ 705,149	\$ 1,028,250	\$ 2,795,235	\$ 77,473	\$ 470	\$ 478,148	\$ 6,291,040

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
CLASSROOM SITE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Variances -	
	Original	Final	Actual	Final to Actual
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 4,851,371	\$ 4,851,371
Investment earnings	-	-	3,917	3,917
Other	-	-	21	21
Total Revenues	-	-	4,855,309	4,855,309
EXPENDITURES				
Regular education:				
Instruction	4,526,571	5,275,222	3,401,690	1,873,532
Support services - instructional staff	11,851	13,811	8,906	4,905
Total regular education	4,538,422	5,289,033	3,410,596	1,878,437
Special education:				
Instruction	857,946	999,842	644,741	355,101
K-3 reading program:				
Support services - instructional staff	8,970	10,454	6,741	3,713
Total K-3 reading program	8,970	10,454	6,741	3,713
Total Expenditures	5,405,338	6,299,329	4,062,078	2,233,538
Excess (Deficiency) of Revenues				
Over Expenditures	(5,405,338)	(6,299,329)	793,231	7,088,847
Fund Balance - Beginning	-	-	413,084	413,084
Fund Balance - Ending	\$ (5,405,338)	\$ (6,299,329)	\$ 1,206,315	\$ 7,505,644

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
INSTRUCTIONAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Variances -	
	Original and Final	Actual	Final to Actual	
REVENUES				
Intergovernmental	\$ -	\$ 224,945	\$ 224,945	
Investment earnings	-	2,689	2,689	
Total Revenues	-	227,634	227,634	
EXPENDITURES				
Regular education:				
Support services - students	200,000	185,440	14,560	
Total Expenditures	200,000	185,440	14,560	
Excess (Deficiency) of Revenues				
Over Expenditures	(200,000)	42,194	242,194	
Fund Balance - Beginning	-	662,955	662,955	
Fund Balance - Ending	\$ (200,000)	\$ 705,149	\$ 905,149	

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
OTHER SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variances - Final to Actual
	Original	Final		
REVENUES				
Tuition	\$ -	\$ -	\$ 433,153	\$ 433,153
Rentals	-	-	39,669	39,669
Contributions and donations	-	-	49,045	49,045
Investment earnings	-	-	3,450	3,450
Total Revenues	-	-	593,869	593,869
EXPENDITURES				
Regular education:				
Instruction	693,272	693,272	201,009	492,263
Support services - students	57,777	57,777	16,752	41,025
Support services - instructional staff	27,192	27,192	7,884	19,308
Support services - school administration	23,632	23,632	6,852	16,780
Support services - central services	1,559	1,559	452	1,107
Operations and maintenance of plant	6,387	6,387	1,852	4,535
Operation of noninstructional services	23,625	23,625	6,850	16,775
School sponsored cocurricular activities	2,083	2,083	604	1,479
Total regular education	835,528	835,528	242,255	593,273
Special education:				
Instruction	70,542	70,542	20,453	50,089
Pupil transportation:				
Student transportation services	33,217	33,217	9,631	23,586
Capital Outlay:				
Facilities acquisition	120,714	120,714	35,000	85,714
Total Expenditures	1,060,000	1,060,000	307,339	752,661
Excess (Deficiency) of Revenues				
Over Expenditures	(1,060,000)	(1,060,000)	286,530	1,346,530
Fund Balance - Beginning	-	-	741,720	741,720
Fund Balance - Ending	\$ (1,060,000)	\$ (1,060,000)	\$ 1,028,250	\$ 2,088,250

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
FOOD SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variances - Final to Actual
	Original	Final		
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 5,744,567	\$ 5,744,567
Food service sales	-	-	87,279	87,279
Investment earnings	-	-	8,446	8,446
Total Revenues	-	-	5,840,292	5,840,292
EXPENDITURES				
Regular education:				
Support services - central services	1,877	2,111	1,970	141
Operations and maintenance of plant	14,979	16,852	15,725	1,127
Operation of noninstructional services	3,983,144	4,481,037	4,181,449	299,588
Total Expenditures	4,000,000	4,500,000	4,199,144	300,856
Excess (Deficiency) of Revenues				
Over Expenditures	(4,000,000)	(4,500,000)	1,641,148	6,141,148
Other Financing Sources (Uses):				
Transfers out	-	-	(457,519)	(457,519)
Net Financing Sources (Uses)	-	-	(457,519)	(457,519)
NET CHANGE IN FUND BALANCE	(4,000,000)	(4,500,000)	1,183,629	5,683,629
Fund Balance - Beginning	-	-	1,569,603	1,569,603
Increase in inventories	-	-	42,003	42,003
Fund Balance - Ending	\$ (4,000,000)	\$ (4,500,000)	\$ 2,795,235	\$ 7,253,232

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
STUDENT ACTIVITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Actual	Variances -	
	Original	Final		Final to Actual	
REVENUES					
Student activities	\$ -	\$ -	\$ 65,188	\$ 65,188	
EXPENDITURES					
Regular education:					
Instruction	-	35,000	55,142	(20,142)	
Total Expenditures	-	35,000	55,142	(20,142)	
Excess (Deficiency) of Revenues					
Over Expenditures	-	(35,000)	10,046	45,046	
NET CHANGE IN FUND BALANCE	-	(35,000)	10,046	45,046	
Fund Balance - Beginning	-	-	67,427	67,427	
Fund Balance - Ending	\$ -	\$ (35,000)	\$ 77,473	\$ 112,473	

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
BOND BUILDING FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variances -</u>	
	<u>Original and Final</u>	<u>Actual</u>	<u>Final to Actual</u>	
EXPENDITURES				
Regular education:				
Instruction	\$ 108,188	\$ 63,310	\$ 44,878	
Capital outlay				
Facilities acquisition	7,891,812	4,618,180	3,273,632	
Total Expenditures	<u>8,000,000</u>	<u>4,681,490</u>	<u>3,273,632</u>	
Excess (Deficiency) of Revenues				
Over Expenditures	<u>(8,000,000)</u>	<u>(4,681,490)</u>	<u>3,273,632</u>	
Other Financing Sources (Uses):				
Proceeds from issuance of debt	-	4,520,000	4,520,000	
Fund Balance - Beginning	<u>-</u>	<u>4,075,428</u>	<u>4,075,428</u>	
Fund Balance - Ending	<u>\$ (8,000,000)</u>	<u>\$ 3,913,938</u>	<u>\$ 11,869,060</u>	

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
BUILDING RENEWAL GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variances -</u>
	<u>Original and Final</u>	<u>Actual</u>	<u>Final to Actual</u>
REVENUES			
Intergovernmental	\$ -	2,854,032	\$ 2,854,032
EXPENDITURES			
Regular education:			
Operations and maintenance of plant	500,828	520,125	(19,297)
Capital outlay			
Facilities acquisition	2,249,172	2,335,831	(86,659)
Total Expenditures	<u>2,750,000</u>	<u>2,855,956</u>	<u>(105,956)</u>
Excess (Deficiency) of Revenues			
Over Expenditures	(2,750,000)	(1,924)	2,748,076
Fund Balance - Beginning	-	(21,628)	(21,628)
Fund Balance - Ending	<u>\$ (2,750,000)</u>	<u>\$ (23,552)</u>	<u>\$ 2,726,448</u>

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FISCAL YEAR ENDED JUNE 30, 2022

	Budgeted Amounts		Variances -
	Original and Final	Actual	Final to Actual
REVENUES			
Property taxes	\$ -	2,866,557	\$ 2,866,557
Investment earnings	-	16,057	16,057
Total Revenues	-	2,882,614	2,882,614
EXPENDITURES			
Debt service			
Principal retirement	1,205,000	1,205,000	-
Interest and fiscal charges	1,537,600	1,538,650	(1,050)
Total debt service	2,742,600	2,743,650	(1,050)
Total Expenditures	2,742,600	2,743,650	(1,050)
Excess (Deficiency) of Revenues			
Over Expenditures	(2,742,600)	138,964	2,881,564
Fund Balance - Beginning	-	339,184	339,184
Fund Balance - Ending	\$ (2,742,600)	\$ 478,148	\$ 3,220,748

**STATISTICAL SECTION
(UNAUDITED)**

STATISTICAL SECTION

This section of the Casa Grande Elementary School District No. 4's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Financial Trends: These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity: These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity: These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information: These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

See the table of contents for page numbers of the schedules that encompass the above sections

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
ACCURAL BASIS OF ACCOUNTING
(UNAUDITED)

		Fiscal Year Ended June 30				
Net Position:		2022	2021	2020	2019	2018
Net investment in capital assets		\$ 66,798,966	\$ 64,231,613	\$ 62,951,209	\$ 62,726,494	\$ 65,780,075
	Restricted	14,411,749	12,358,319	5,484,265	3,625,898	3,911,319
	Unrestricted	(31,626,052)	(36,732,009)	(31,116,539)	(32,994,079)	(37,921,771)
	Total	\$ 49,584,663	\$ 39,857,923	\$ 37,318,935	\$ 33,358,313	\$ 31,769,623

		Fiscal Year Ended June 30				
Net Position:		2017	2016	2015	2014	2013
Net investment in capital assets		\$ 68,879,825	\$ 70,092,797	\$ 69,670,349	\$ 69,404,296	\$ 65,853,119
	Restricted	5,613,290	2,836,630	2,706,923	3,941,748	2,861,272
	Unrestricted	(42,447,892)	(41,953,602)	(42,731,122)	7,773,264	10,195,919
	Total	\$ 32,045,223	\$ 30,975,825	\$ 29,646,150	\$ 81,119,308	\$ 78,910,310

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
EXPENSES, PROGRAM REVENUES, AND NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
(UNAUDITED)

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses:										
Instruction	\$ 34,263,623	\$ 32,749,229	\$ 30,391,766	\$ 30,806,779	\$ 28,202,139	\$ 27,837,932	\$ 27,725,014	\$ 26,991,855	\$ 26,901,286	\$ 27,761,907
Support Services - students and staff	9,857,000	10,417,548	8,557,910	7,589,534	7,090,930	6,925,410	5,860,223	5,923,440	6,147,432	6,425,599
Support Services - administration	9,108,735	9,071,080	5,997,453	5,125,780	5,817,789	5,348,687	6,129,311	5,563,377	6,008,209	5,737,221
Operation and Maintenance of plant services	8,272,221	7,691,129	7,032,963	6,615,542	6,778,739	6,307,770	6,677,510	6,573,592	6,548,838	6,604,635
Student transportation services	4,973,524	4,173,130	4,343,642	3,964,988	4,639,220	3,769,178	3,457,546	3,644,995	4,077,821	4,427,353
Operation of non-instructional services	4,268,197	3,452,640	3,700,017	3,695,582	4,006,429	3,713,922	3,498,691	3,404,236	3,336,245	3,164,548
Interest on long-term debt	1,249,861	1,326,961	1,294,046	1,337,903	1,155,652	291,308	281,372	356,911	448,613	557,800
Total expenses	71,993,161	68,881,717	61,317,797	59,136,108	57,690,898	54,194,207	53,629,667	52,458,406	53,468,444	54,679,063
Program revenues:										
Charges for services:										
Instruction	433,153	236,150	417,441	354,565	353,337	410,440	324,246	553,584	520,370	668,857
Operation of non-instructional services	39,669	26,667	65,347	351,850	333,275	358,904	370,228	471,716	498,330	494,821
Other Activities	149,006	140,983	334,086	76,564	69,861	59,610	41,356	55,905	46,747	48,173
Operating grants and contributions	24,318,945	20,755,742	9,224,299	7,461,688	7,788,982	8,268,226	7,559,277	7,751,326	8,699,886	7,165,166
Capital grants and contributions	2,854,032	1,886,993	2,340,697	1,572,226	785,947	240,922	1,541,426	323,619	430,863	457,086
Total program revenues	27,794,805	23,046,535	12,381,870	9,816,893	9,331,402	9,338,102	9,836,533	9,156,150	10,196,196	8,834,103
Net expense	\$ (44,198,356)	\$ (45,835,182)	\$ (48,935,927)	\$ (49,319,215)	\$ (48,359,496)	\$ (44,856,105)	\$ (43,793,134)	\$ (43,302,256)	\$ (43,272,248)	\$ (45,844,960)

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
ACCRUAL BASIS OF ACCOUNTING
(UNAUDITED)

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Net Expense	\$ (44,198,356)	\$ (45,835,182)	\$ (48,935,927)	\$ (49,319,215)	\$ (48,359,496)	\$ (44,856,105)	\$ (43,793,134)	\$ (43,302,256)	\$ (43,272,248)	\$ (45,844,960)
General revenues:										
Property taxes:										
Property taxes, levied for general purposes	13,630,143	12,240,287	11,790,186	12,618,083	12,247,177	11,399,920	11,359,860	11,648,143	11,516,864	11,229,310
Property taxes, levied for debt services	2,866,557	2,743,616	2,572,133	2,533,102	2,444,051	2,295,361	2,445,684	2,432,950	3,507,918	3,814,734
Property taxes, levied for capital outlay	992,270	900,980	473,389	109,780	133,865	784,043	271,071	356,081	-	5,408
Investment Income and Other	1,769,245	737,579	197,836	288,159	374,115	93,015	60,548	38,616	21,244	22,169
Unrestricted County Aid	2,096,134	1,945,776	2,017,352	2,050,052	2,022,770	1,920,670	1,812,820	1,838,210	1,868,853	1,856,259
Unrestricted State Aid	31,781,768	29,260,972	35,068,220	32,858,108	30,371,140	28,960,385	28,738,049	27,806,166	28,370,505	26,946,512
Unrestricted Federal Aid	788,979	544,960	704,669	450,621	483,577	472,109	434,777	425,161	195,862	259,156
Total general revenues	53,925,096	48,374,170	52,823,785	50,907,905	48,076,695	45,925,503	45,122,809	44,545,327	45,481,246	44,133,548
Changes in net position	\$ 9,726,740	\$ 2,538,988	\$ 3,887,858	\$ 1,588,690	\$ (282,801)	\$ 1,069,398	\$ 1,329,675	\$ 1,243,071	\$ 2,208,998	\$ (1,711,412)

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
(UNAUDITED)

	Fiscal Year Ended June 30									
General Fund	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Nonspendable	\$ 276,230	\$ 294,208	\$ 196,528	\$ 163,394	\$ 158,954	\$ 110,379	\$ 138,498	\$ 929,494	\$ 901,619	\$ 161,235
Unassigned	13,620,820	10,231,088	8,333,453	6,507,354	5,069,864	4,705,761	4,031,145	4,024,728	3,671,991	3,964,201
Total General Fund	13,897,050	10,525,296	8,529,981	6,670,748	5,228,818	4,816,140	4,169,643	4,954,222	4,573,610	4,125,436
All other governmental funds:										
Nonspendable	93,072	51,069	104,594	41,096	11,034	60,904	34,672	32,941	21,422	16,185
Restricted	11,272,186	9,412,008	10,565,640	7,007,145	7,731,971	31,347,741	2,776,035	2,608,240	3,778,302	2,707,211
Unassigned	(23,552)	(21,628)	(803,695)	(1,459,627)	(942,354)	(3,150)	-	(137,777)	(322,043)	(248,676)
Total all other governmental funds	11,341,706	9,441,449	9,866,539	5,588,614	6,800,651	31,405,495	2,810,707	2,503,404	3,477,681	2,474,720
Total all governmental funds	\$ 25,238,756	\$ 19,966,745	\$ 18,396,520	\$ 12,259,362	\$ 12,029,469	\$ 36,221,635	\$ 6,980,350	\$ 7,457,626	\$ 8,051,291	\$ 6,600,156

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
REVENUES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
(UNAUDITED)

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Federal sources:										
Federal aid and grants	\$ 12,640,970	\$ 13,029,315	\$ 5,505,230	\$ 4,522,157	\$ 3,208,407	\$ 4,636,995	\$ 5,497,891	\$ 4,827,991	\$ 4,421,232	\$ 4,550,523
National school lunch program	5,744,567	3,767,792	4,074,016	3,970,185	3,851,785	3,947,047	3,627,419	3,365,280	3,343,707	2,837,872
Total federal sources:	18,385,537	16,797,107	9,579,246	8,492,342	7,060,192	8,584,042	9,125,310	8,193,271	7,764,939	7,388,395
States sources:										
State equalization	31,781,768	28,864,331	31,595,832	29,382,356	27,085,555	26,184,469	25,947,734	25,130,631	25,617,164	24,800,842
State grants	1,176,952	1,229,566	1,592,164	304,228	479,028	12,087	13,937	59,954	62,901	-
School facilities board	2,854,032	1,886,993	1,224,305	315,189	559,582	208,753	219,891	187,382	139,346	331,302
Other revenues	5,076,316	3,753,291	3,472,387	3,475,752	3,211,231	2,775,916	2,790,315	2,675,535	2,753,341	2,136,370
Total state sources	40,889,068	35,734,181	37,884,688	33,477,525	31,335,396	29,181,225	28,971,877	28,053,502	28,572,752	27,268,514
Local sources										
Property taxes	17,488,970	15,739,325	14,921,048	15,096,840	14,834,684	14,461,359	14,146,809	14,630,187	15,055,356	15,172,673
County equalization	2,096,134	1,945,776	2,017,352	2,050,052	2,022,770	1,920,670	1,812,820	1,838,210	1,868,853	1,856,259
Food service sales	87,279	10,052	272,211	305,922	325,637	333,610	339,275	471,716	498,330	494,821
Investment income	69,282	72,262	160,897	260,964	349,793	60,522	28,031	22,127	12,041	9,131
Other revenues	1,236,612	1,313,343	746,667	587,271	597,820	641,489	572,897	688,743	1,954,649	887,741
Total local sources	20,978,277	19,080,758	18,118,175	18,301,049	18,130,704	17,417,650	16,899,832	17,650,983	19,389,229	18,420,625
Total revenues	\$ 80,252,882	\$ 71,612,046	\$ 65,582,109	\$ 60,270,916	\$ 56,526,292	\$ 55,182,917	\$ 54,997,019	\$ 53,897,756	\$ 55,726,920	\$ 53,077,534

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
(UNAUDITED)

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenditures:										
Current:										
Instruction	\$ 32,551,392	\$ 30,158,388	\$ 26,837,307	\$ 26,578,763	\$ 26,042,682	\$ 23,957,030	\$ 24,898,404	\$ 24,936,040	\$ 25,181,582	\$ 24,575,670
Support services - students and staff	10,098,748	10,278,281	8,224,361	7,801,818	7,185,316	6,486,660	5,837,190	5,995,753	6,095,067	6,260,965
Support services - administration	8,871,510	7,994,874	5,377,142	5,251,880	5,396,119	4,891,409	6,093,944	5,594,135	5,924,040	5,503,709
Operation and maintenance of plant services	7,989,029	8,155,909	6,780,144	6,762,479	6,626,864	6,098,663	6,650,522	6,575,550	6,483,261	6,461,791
Student transportation services	4,454,220	3,835,968	3,391,207	3,629,243	3,729,652	3,414,069	3,220,179	3,277,081	3,418,504	3,551,441
Operation of non-instructional services	4,281,356	3,343,843	3,662,809	3,702,115	3,794,620	3,705,467	3,488,203	3,429,723	3,283,512	3,099,998
Capital outlay	8,161,403	3,110,132	6,726,887	11,244,769	25,969,700	2,836,439	2,035,523	3,691,190	1,021,827	997,184
Debt Service:										
Principal retirement	1,549,959	1,570,957	1,592,340	1,563,864	1,334,380	470,036	281,372	356,911	448,613	557,800
Interest, premium and fiscal charges	1,567,279	1,634,532	1,532,191	1,584,341	1,677,510	2,358,553	2,179,693	2,385,928	3,165,000	3,290,000
Bond Issuance Costs	-	-	101,478	145,241	-	326,199	-	-	-	-
Total expenditures	\$ 79,524,896	\$ 70,082,884	\$ 64,225,866	\$ 68,264,513	\$ 81,756,843	\$ 54,544,525	\$ 54,685,030	\$ 56,242,311	\$ 55,021,406	\$ 54,298,558
Expenditures for Capitalized Assets	9,412,440	4,385,374	5,171,297	10,836,443	21,592,750	1,868,022	1,380,279	2,846,053	580,541	587,764
Debt service as a percentage of noncapital expenditures	4.4%	4.9%	5.5%	5.7%	5.0%	6.0%	4.6%	5.1%	6.6%	7.2%

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
MODIFIED ACCRUAL BASIS OF ACCOUNTING
(UNAUDITED)

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Excess (deficiency) of revenues over expenditures	\$ 727,986	\$ 1,529,162	\$ 1,356,243	\$ (7,993,597)	\$ (25,230,551)	\$ 638,392	\$ 311,989	\$ (2,344,555)	\$ 705,514	\$ (1,221,024)
Over financing sources (uses):										
Issuance of School Improvement Bonds	4,520,000	-	3,815,000	7,155,000	-	25,000,000	-	-	-	-
Premium on Sale of Bond	-	-	795,658	944,641		3,574,550				
Insurance recoveries	-	-	-	89,347	58,180	30,230				
Capital Lease agreements	-	-	-		981,500	-		1,711,496		
Transfers in	587,058	653,979	717,023	574,089	984,466	1,313,555	425,704	506,329	724,611	403,714
Transfers out	(587,058)	(653,979)	(717,023)	(574,089)	(984,466)	(1,313,555)	(425,704)	(506,329)	(724,611)	(403,714)
Proceeds from sale of capital assets	-	-	861	-	-	-				
Total other financing sources (uses)	4,520,000	-	4,611,519	8,188,988	1,039,680	28,604,780	-	1,711,496	-	-
Changes in fund balances	\$ 5,247,986	\$ 1,529,162	\$ 5,967,762	\$ 195,391	\$ (24,190,871)	\$ 29,243,172	\$ 311,989	\$ (633,059)	\$ 705,514	\$ (1,221,024)

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
NET FULL CASH ASSESSED VALUE BY PROPERTY CLASSIFICATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Property Classification (a)	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Commercial, Industrial, Utilities and Mining	18%	18%	18%	18%	18%	18%	19%	19%	20%	20%
Agricultural and Vacant	15%	15%	15%	15%	15%	15%	16%	16%	16%	16%
Residential (Owner Occupied)	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
Residential (Rental)	10%	10%	10%	10%	10%	10%	10%	10%	10%	10%
Railroad, Private Cars and Airlines	15%	15%	15%	14%	15%	14%	15%	16%	15%	15%
Class	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Commercial, Industrial, Utilities and Mining	\$ 192,465,877	\$ 190,663,906	\$ 189,273,859	\$ 177,967,414	\$ 176,072,605	\$ 177,509,454	\$ 174,492,613	\$ 171,270,428	\$ 174,654,125	\$ 179,385,620
Agricultural and Vacant	47,465,200	48,387,373	48,347,410	47,145,981	46,571,953	48,460,513	53,226,268	52,478,289	54,343,952	67,542,570
Residential (Owner Occupied)	157,222,942	142,442,448	130,343,213	121,970,188	116,018,517	117,767,440	114,076,256	119,419,651	124,786,808	152,465,734
Residential (Rental)	86,097,917	82,367,900	78,495,020	75,721,372	71,871,397	61,188,275	58,060,949	45,267,915	38,187,153	33,369,525
Railroad, Private Cars and Airlines	3,720,963	3,016,686	3,297,854	3,565,128	3,503,182	2,962,624	2,958,562	3,017,347	2,360,450	1,127,818
Historical Property	8,130,531	6,973,351	7,253,311	6,852,573	6,948,292	4,629,970	5,323,100	4,970,031	4,596,278	4,299,863
Certain Government Property Improvements	5,181	5,055	3,210	46,667	47,339	43,545	40,921	134,712	86,754	1,798
Totals	\$ 495,108,611	\$ 473,856,719	\$ 457,013,877	\$ 433,269,323	\$ 421,033,285	\$ 412,561,821	\$ 408,178,669	\$ 396,558,373	\$ 399,015,520	\$ 438,192,928
Ratio of net full cash assessed values to										
Gross Full Cash Value	\$4,857,052,203	\$4,857,052,203	\$4,631,604,658	\$4,362,998,243	\$4,301,406,560	\$4,175,394,955	\$3,978,478,457	\$3,367,794,190	\$3,323,396,824	\$3,652,024,640
Ratio of Net Limited Assessed Value to Gross Full Cash Value	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	12.00%	12.00%	12.00%
Total Direct Rate	3.47%	3.47%	3.41%	3.49%	3.51%	3.60%	3.54%	3.60%	3.82%	3.47%

Source: The District's records and the State and County Abstract of the Assessment Roll from the Arizona Department of Revenue.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30	District Direct Rates			Overlapping Rates												
	Primary	Secondary	Total	State Equalization	County	Flood Control District	Community College District	Mission Royal Community Facilities District	Maricopa Stanfield Irrigation District	Central Arizona Irrigation District	Eloy Fire District	Village Community Facilities District	City of Casa Grande	City of Eloy	City of Maricopa	Casa Grande Union High School District No. 82
2022	2.18	1.29	3.47	0.43	0.04	0.17	1.98	0.30	26	38	2.30	2.20	1.01	1.06	4.37	2.97
2021	2.18	1.29	3.47	0.43	0.04	0.17	1.98	0.69	26	N/A	2.50	2.20	1.58	1.12	5.89	2.96
2020	2.01	1.40	3.41	0.46	0.04	0.17	2.21	0.67	N/A	N/A	2.50	2.20	1.34	1.09	5.97	3.02
2019	2.07	1.42	3.49	0.47	0.04	0.17	2.36	0.69	N/A	N/A	2.50	2.16	1.59	1.12	5.91	3.08
2018	2.12	1.38	3.51	0.49	0.04	0.17	2.54	1.30	26.00	38.00	2.50	2.30	1.60	1.20	6.19	3.18
2017	2.23	1.37	3.60	0.50	0.04	0.17	2.63	1.30	26.00	38.00	2.50	2.30	1.63	1.23	6.48	3.15
2016	2.18	1.36	3.54	0.51	0.04	0.17	2.65	1.30	26.00	35.00	2.47	2.30	1.63	1.17	6.48	3.15
2015	2.21	1.39	3.60	0.51	0.04	0.17	2.26	1.30	26.11	35.00	2.47	2.30	1.63	1.15	7.34	3.05
2014	2.20	1.62	3.82	0.51	0.04	0.17	2.25	1.30	26.00	35.00	2.47	2.30	1.63	1.14	6.85	2.15
2013	1.91	1.56	3.47	0.47	0.04	0.17	1.88	1.30	26.00	35.00	2.34	2.30	1.58	1.04	5.57	2.53

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

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
PRINCIPAL PROPERTY TAXPAYERS
FISCAL YEAR ENDED JUNE 30, 2022 AND 2013
(UNAUDITED)

Taxpayer	2022		2013	
	Net Assessed Property Value for Secondary Tax Purposes	Percentage of Net Assessed Property Value for Secondary Tax Purposes	Net Assessed Property Value for Secondary Tax Purposes	Percentage of Net Assessed Property Value for Secondary Tax Purposes
Arizona Public Service Company	\$ 17,262,809	3.49%	15,096,075	3.40%
Southwest Gas Corporation	8,212,277	1.66%	4,287,933	0.97%
Wal-Mart Stores East LP	7,557,928	1.53%	9,457,042	2.13%
Abbott Manufacturing	7,338,589	1.48%	4,023,899	0.91%
Arizona Water Company	6,314,077	1.28%	4,536,135	1.02%
Frito Lay Sales Inc	5,635,866	1.14%	6,575,278	1.48%
Ehrmann Arizona Dairy LLC	4,959,536	1.00%		
Atieve Usa. Inc dba Lucid Motors	4,846,213	0.98%		
Union Pacific Railroad	4,740,701	0.96%	2,395,213	0.54%
Hexcel Corporation	4,729,830	0.96%	2,809,400	0.63%
WP Casa Crane Retail LLC			10,708,206	2.41%
Daisy Brand LLC			7,359,700	1.66%
CG Hanna LLC			2,942,354	0.66%
Courtney Mann LLC			2,531,351	0.57%
Transwestern Pipeline Co LLC			2,382,561	0.54%
Qwest			2,205,083	0.50%
Totals	\$ 71,597,826	14.46%	\$ 77,310,230	17.42%

Source: Pinal County Assessor's Office.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30	Current Collections					
	Taxes Levied for the Fiscal Year	Amount	Percentage of Levy	Collections in Subsequent Fiscal Years	Amount	Percentage of the Levy
2022	\$ 16,318,463	\$ 15,851,081	97.14	\$ -	\$ 15,851,081	97.14%
2021	14,902,887	14,574,356	97.80	252,034	14,574,356	97.80%
2020	12,483,359	12,203,658	97.76	199,730	12,203,658	97.76%
2019	12,332,533	12,002,003	97.32	322,412	12,324,415	99.93%
2018	11,976,449	11,702,223	97.71	269,294	11,971,517	99.96%
2017	11,837,577	11,507,972	97.22	324,868	11,832,840	99.96%
2016	11,594,018	11,254,995	97.08	333,817	11,588,812	99.96%
2015	11,640,889	11,287,708	96.97	348,926	11,636,634	99.96%
2014	12,473,256	12,051,926	96.62	417,358	12,469,284	99.97%
2013	12,441,448	11,931,170	95.90	505,502	12,436,672	99.96%

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less: Amount Restricted for		Total	As Percentage of Estimated Actual		Financed Purchases	Total	Percentage of Estimated Actual		Percentage of
		Principal			Value of Property	Per Capita			Value (Full Cash Value)	Per Capita	Personal Income
2022	\$ 39,138,149	\$ 540,671	\$	38,597,478	0.79%	\$ 496	\$ 813,864	\$39,952,013	0.82%	\$ 514	0.20%
2021	36,140,567	444,708		35,695,859	0.73%	577	1,158,823	37,299,390	0.77%	603	0.24%
2020	37,683,138	469,611		37,213,527	0.80%	515	1,494,780	39,177,918	0.85%	542	0.26%
2019	34,575,774	528,286		34,047,488	0.78%	489	1,821,971	36,397,745	0.83%	523	0.27%
2018	27,967,094	544,933		27,422,161	0.64%	386	2,141,312	30,108,406	0.70%	424	0.24%
2017	29,660,822	638,541		29,022,281	0.70%	414	1,322,322	30,983,144	0.74%	442	0.27%
2016	3,465,000	282,974		3,182,026	0.08%	46	1,480,875	4,945,875	0.12%	72	0.04%
2015	5,490,000	75,668		5,414,332	0.16%	80	1,635,568	7,125,568	0.21%	106	0.07%
2014	7,800,000	210,745		7,589,255	0.23%	113	-	7,800,000	0.23%	116	0.08%
2013	14,255,000	316,736		13,938,264	0.38%	210	-	14,255,000	0.39%	214	0.15%

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2022
(UNAUDITED)

Fiscal Year Ended June 30	Debt Outstanding	Estimate Percentage Applicable to School District	Estimated Amount Applicable to School District
Overlapping			
Pinal County Community College District	\$ 61,360,000	17.26%	\$ 10,589,449
City of Casa Grande	28,185,000	85.77%	24,047,278
City of Maricopa	32,550,000	0.35%	114,876
Mission Royale Community Facilities District	None	8.67%	None
Villago Community Facilities District	4,245,000	3.54%	150,304
Casa Grande Union High School District No. 82	12,635,000	78.23%	9,884,602
Subtotal, Overlapping Debt			<u>\$ 44,786,509</u>
Direct:			
Casa Grande Elementary School District No. 4			<u>\$ 35,330,000</u>
Total direct and overlapping debt			<u><u>\$ 80,116,509</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIO

Net directed general obligation bonded debt	
as a percentage of net assessed property value for secondary tax purposes	7.38%
Net direct and overlapping general bonded debt	
per capita	\$915
as a percentage of net assessed property value for secondary tax purposes	14.37%
as a percentage of net full cash value	1.53%

Source: District records and the State and County Abstract of the Assessment Roll from the Arizona Department of Revenue.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

Legal Debt Margin Calculation:

Net full cash assessed value	\$ 584,940,199
	<u>10%</u>
Debt limit (10% of assessed value)	<u>58,494,020</u>
Less: Net debt applicable to limit	<u>36,140,567</u>
Legal debt margin	\$ 22,353,453

Class B Bond Legal Debt Margin Calculation:

Net full cash assessed value	\$ 584,940,199
	<u>15%</u>
Debt limit (15% of assessed value)	<u>87,741,030</u>
Less: Net debt applicable to limit	<u>36,140,567</u>
Legal debt margin	\$ 51,600,463

Fiscal Year Ended June 30

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Debt Limit	\$ 87,741,030	\$ 82,367,091	\$ 79,457,364	\$ 74,397,529	\$ 73,318,014
Less: Net debt applicable to limit	<u>36,140,567</u>	<u>36,140,567</u>	<u>37,132,478</u>	<u>33,943,629</u>	<u>27,341,061</u>
Legal debt margin	<u>\$ 51,600,463</u>	<u>\$ 46,226,524</u>	<u>\$ 42,324,886</u>	<u>\$ 40,453,900</u>	<u>\$ 45,976,953</u>
Total debt applicable to the limit as percentage of debt limit	41.2%	43.9%	46.7%	45.6%	37.3%

Fiscal Year Ended June 30

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Debt Limit	\$ 42,383,427	\$ 70,234,154	\$ 60,931,397	\$ 60,784,215	\$ 66,636,492
Less: Net debt applicable to limit	<u>29,660,822</u>	<u>3,465,000</u>	<u>5,490,000</u>	<u>7,800,000</u>	<u>14,255,000</u>
Legal debt margin	<u>\$ 12,722,605</u>	<u>\$ 66,769,154</u>	<u>\$ 55,441,397</u>	<u>\$ 52,984,215</u>	<u>\$ 52,381,492</u>
Total debt applicable to the limit as percentage of debt limit	70.0%	4.9%	9.0%	12.8%	21.4%

Source: District records and the State and County Abstract of the Assessment Roll from the Arizona Department of Revenue.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

PINAL COUNTY					
Year	Population	Personal Income (thousands)	Per Capita	Unemployment Rate	Estimated District Population
2022	494,755	\$ 19,687,597	43,793	5.5%	77,761
2021	467,932	17,285,148	35,949	7.2%	61,858
2020	455,210	14,893,430	32,182	4.4%	72,313
2019	440,591	13,701,923	30,644	5.0%	69,574
2018	427,603	12,609,714	29,309	5.0%	71,000
2017	413,312	11,689,781	27,930	5.5%	70,165
2016	401,918	11,255,255	27,682	6.3%	68,500
2015	396,237	10,387,778	25,846	7.2%	67,500
2014	393,813	9,932,684	25,511	8.6%	67,000
2013	389,192	9,619,961	24,834	9.4%	66,500

Source: Arizona Economic and Business Research Center at the University of Arizona and District records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
PRINCIPAL EMPLOYERS – PINAL COUNTY
FISCAL YEAR ENDING JUNE 30, 2022 AND NINE YEARS PRIOR
(UNAUDITED)

2022		
Employer	Approximate Number of Employees	Percentage of Total Employment
Pinal County	2,920	4.93%
State of Arizona	2,500	4.22%
Corecivic	1980	3.35%
Wal-Mart Stores, Inc	1750	2.96%
Casa Grande Elementary School District	900	1.52%
Banner Health	870	1.47%
Gila River Indian Community	790	1.33%
Frys Food Stores	800	1.35%
Maricopa Unified School District	680	1.15%
Florence Unified School District	670	1.13%
Frys Food Stores	660	1.12%
	14,520	24.5%

2013		
Employer	Approximate Number of Employees	Percentage of Total Employment
Casa Grande Elementary School District	980	2.65 %
Casa Grande Regional Medical Center	819	2.21 %
Wal-Mart Distribution Center	580	1.57 %
Wal-mart-Mart Supermarket	440	1.19 %
Abbott Laboratories	380	1.03 %
City of Casa Grande	376	1.02 %
Frito Lay	370	1.00 %
National Vitamin Co.	350	0.95 %
Central Arizona College	350	0.95 %
Sun Life Family Health Center	310	0.84 %
	4,955	13.39%

Source: Arizona Industry Directory.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
FULL-TIME EQUIVALENT DISTRICT EMPLOYEE BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Supervisory										
Administrators	10	13	13	12	13	13	11	12	12	13
Principals	12	12	12	12	12	12	12	12	12	12
Assistant principals	6	6	6	6	8	7	6	6	5	6
Total supervisory	28	31	31	30	33	32	29	30	29	31
Instruction										
Teachers	311	341	339	339	358	336	347	352	347	366
Instructional Aides	174	144	138	148	157	151	148	134	125	108
Total Instruction	485	485	477	487	515	487	495	486	472	474
Student Services										
Librarians	1	1	1	1	0	0	0	1	3	4
Food Services	46	50	43	48	51	50	50	50	51	50
Other	72	60	74	60	60	78	80	91	100	96
Total Student services	119	111	118	109	111	128	130	142	154	150
Support and Administration										
Custodians	41	61	44	42	44	43	44	45	52	52
Bus Drivers	69	66	51	54	61	59	58	61	64	63
Other	123	119	119	85	82	100	100	91	69	79
Total support and administration	233	246	214	181	187	202	202	197	185	194
Total full-time equivalent employees	865	873	840	807	846	849	856	855	840	849

Source: The District's personnel records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
AVERAGE DAILY MEMBERSHIP
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Fiscal Year</u>	<u>Average Daily Membership</u>
2021-22	6,206
2020-21	5,712
2019-20	6,259
2018-19	6,319
2017-18	6,522
2016-17	6,543
2015-16	6,521
2014-15	6,620
2013-14	6,739
2012-13	6,898

Source: The Arizona Department of Education.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
OPERATING STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended June 30	100 Day Count Average Daily Membership	Governmental Funds Operating Expenditures	Cost per Pupil	% Change Cost per Pupil	District Wide Expenses	Cost per Pupil	% Change	Teaching Staff	Pupil- Teacher Ratio	% of Free & Reduced Students
2022	5,793	68,180,443	\$11,769	35.73%	79,304,974	\$13,690	39.73%	485	11.9	78.7%
2021	5,712	63,767,263	11,164	28.75%	70,082,884	12,269	25.24%	485	11.8	81.4%
2020	6,259	54,272,970	8,671	1.99%	61,317,797	9,797	4.68%	477	13.1	81.4%
2019	6,319	53,726,298	8,502	5.07%	59,136,108	9,358	5.80%	487	13.0	80.9%
2018	6,522	52,775,253	8,092	9.04%	57,690,898	8,846	6.79%	515	12.7	81.3%
2017	6,543	48,553,298	7,421	-3.57%	54,194,207	8,283	0.71%	487	13.4	82.0%
2016	6,521	50,188,442	7,696	2.29%	53,629,667	8,224	3.78%	495	13.2	81.3%
2015	6,620	49,808,282	7,524	0.63%	52,458,406	7,924	-0.13%	486	13.6	76.8%
2014	6,739	50,385,966	7,477	4.30%	53,468,444	7,934	0.09%	472	14.3	75.6%
2013	6,898	49,453,574	7,169	4.66%	54,679,063	7,927	1.26%	474	14.6	73.5%

Source: The District's financial records.

CASA GRANDE ELEMENTARY SCHOOL DISTRICT NO. 4
CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>Schools:</u>										
Elementary:										
Buildings	26	26	26	26	20	20	20	20	20	20
Square feet	483,603	483,603	483,603	483,603	559,997	559,997	55,997	559,997	559,997	559,997
Capacity	5,848	5,848	5,848	5,848	7,000	7,000	7,000	7,000	7,000	7,000
Enrollment	3,611	3,374	3,967	3,922	4,134	4,495	4,495	4,609	4,731	4,797
Middle:										
Buildings	10	10	10	10	27	27	27	27	27	27
Square feet	194,555	194,555	194,555	194,555	320,648	320,648	320,648	320,648	320,648	320,648
Capacity	3,475	3,475	3,475	3,475	3,360	3,360	3,360	3,360	3,360	3,360
Enrollment	2,356	2,290	2,481	2,399	2,387	2,325	2,325	2,381	2,443	2,442
Other:										
Buildings	4	4	4	4	4	4	4	4	4	4
Square feet	14,070	14,070	14,070	14,070	14,070	14,070	14,070	14,070	14,070	14,070
<u>Administrative:</u>										
Buildings	4	4	4	4	4	4	4	4	4	4
Square feet	36,111	36,111	36,111	36,111	36,111	36,111	36,111	36,111	36,111	36,111
<u>Transportation:</u>										
Garages	2	2	2	2	2	2	2	2	2	2
Buses	69	69	69	57	69	61	70	69	69	69

Source: The District's records and the School Facilities Board.