
Agua Fria Union High School District No. 216

Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2024



Agua Fria Union High School District No. 216

Avondale, Arizona

**Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2024**

Issued by:
Business Services Department

Agua Fria Union High School District No. 216

Table of Contents

| | |
|--|--------------------|
| <u>Introductory Section</u> | <u>Page</u> |
| Letter of Transmittal | 1 |
| ASBO Certificate of Excellence | 8 |
| GFOA Certificate of Achievement | 9 |
| Organizational Chart | 10 |
| List of Principal Officials | 11 |
| <u>Financial Section</u> | |
| Independent Auditor's Report | 15 |
| Management's Discussion and Analysis (MD&A) | 21 |
| Basic Financial Statements | |
| Government-Wide Financial Statements: | |
| Statement of Net Position | 34 |
| Statement of Activities | 35 |
| Fund Financial Statements: | |
| Balance Sheet – Governmental Funds | 38 |
| Reconciliation of the Balance Sheet – | |
| Governmental Funds to the Statement of Net Position | 41 |
| Statement of Revenues, Expenditures and Changes in Fund Balances – | |
| Governmental Funds | 42 |
| Reconciliation of the Statement of Revenues, Expenditures and | |
| Changes in Fund Balances – Governmental Funds to the Statement of Activities | 44 |
| Notes to Financial Statements | 45 |
| Required Supplementary Information | |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual: | |
| General Fund | 71 |
| Pension Schedules | 72 |
| Notes to Required Supplementary Information | 74 |
| Combining and Individual Fund Financial Statements and Schedules | |
| Governmental Funds: | |
| Combining Balance Sheet – All Non-Major Governmental Funds | 80 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances – | |
| All Non-Major Governmental Funds | 82 |
| Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual: | |
| Classroom Site | 84 |
| Instructional Improvement | 85 |
| Federal and State Grants | 86 |
| Food Service | 87 |
| Other Special Revenue | 88 |
| Debt Service Fund | 89 |
| Adjacent Ways | 90 |
| Bond Building | 91 |
| Other Capital Projects | 92 |

Agua Fria Union High School District No. 216

Table of Contents

| <u>Statistical Section</u> | <u>Page</u> |
|--|--------------------|
| Financial Trends: | |
| Net Position by Component | 95 |
| Expenses, Program Revenues, and Net (Expense)/Revenue | 96 |
| General Revenues and Total Changes in Net Position | 98 |
| Fund Balances – Governmental Funds | 100 |
| Governmental Funds Revenues | 102 |
| Governmental Funds Expenditures and Debt Service Ratio | 104 |
| Other Financing Sources and Uses and Net Changes in Fund Balances – Governmental Funds | 106 |
| Revenue Capacity: | |
| Net Limited Assessed Value and Full Cash Value of Taxable Property by Class | 107 |
| Net Full Cash Assessed Value of Taxable Property by Class | 108 |
| Property Tax Assessment Ratios | 109 |
| Direct and Overlapping Property Tax Rates | 110 |
| Principal Property Taxpayers | 111 |
| Property Tax Levies and Collections | 112 |
| Debt Capacity: | |
| Outstanding Debt by Type | 113 |
| Direct and Overlapping Governmental Activities Debt | 114 |
| Direct and Overlapping General Bonded Debt Ratios | 114 |
| Legal Debt Margin Information | 115 |
| Demographic and Economic Information: | |
| County-Wide Demographic and Economic Statistics | 116 |
| Principal Employers | 117 |
| Operating Information: | |
| Full-Time Equivalent District Employees by Type | 118 |
| Operating Statistics | 120 |
| Capital Assets Information | 121 |

(This page intentionally left blank)

Introductory Section

(This page intentionally left blank)

**Governing Board**

Mrs. Gina DeCoste, President
Mrs. Kristen Acton, Vice President
Mr. Eric Cultum
Mrs. Vickie Landis
Mr. Trey Terry

Superintendent

Mr. Mark Yslas

AGUA FRIA HIGH SCHOOL • AGUA FRIA ONLINE • CANYON VIEW HIGH SCHOOL • DESERT EDGE HIGH SCHOOL • MILLENNIUM HIGH SCHOOL • VERRADO HIGH SCHOOL

December 17, 2024

Citizens and Governing Board

Agua Fria Union High School District No. 216
1481 North Eliseo Felix Jr. Way, Suite 110
Avondale, Arizona 85323

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 Agua Fria Union High School District No. 216 for the fiscal year ended June 30, 2024.

This report consists of management's representations concerning the finances of the Agua Fria Union High School District No. 216. 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 Agua Fria Union High School District No. 216 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 Agua Fria Union High School District No. 216'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 Agua Fria Union High School District No. 216's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by Heinfeld, Meech & Co., P.C., a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2024, 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 auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2024, 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* 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 Report.

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 58 public school districts located in Maricopa County, Arizona. It provides a program of public education from grades nine through twelve, with an estimated current enrollment of 10,312, plus one on the way (Goodyear High School opening August 2025). The District serves five comprehensive high schools and three alternative learning programs.

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 for four-year terms on a staggered basis. 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 those funds for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities, food services, bookstore, and athletic functions.

The District encompasses approximately 99 square miles and is located approximately 15 miles west of downtown Phoenix, Arizona. A portion of the City of Avondale, Arizona, the City of Buckeye, Arizona, the City of Goodyear, Arizona, the City of Litchfield Park, Arizona, the City of Glendale, Arizona, and the City of Phoenix, Arizona are included within the boundaries of the District. Residents of Avondale Elementary School District No. 44 of Maricopa County, Arizona and Litchfield Elementary School District No. 79 of Maricopa County, Arizona are served by the District. The estimated population within the District is 166,867 and growing.

The District maintains budgetary controls as an integral part of its overall system of internal controls. The objective of these budgetary controls is to ensure compliance with legal provisions included in the annual expenditure budget adopted by the District's Governing Board. The annual expenditure budget also serves as the foundation for the District's financial planning and control. Activities of the general fund, special revenue funds, and capital projects funds are included in the annual appropriated budget. The legal level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is established at the individual fund level for all funds. Funds that are not required to legally adopt a budget may have overexpenditures of budgeted funds. The budgets 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. Arizona Revised Statutes permits the adopted expenditure budget to be revised annually. The District additionally exercises management control and oversight of the budget at the fund level. The District is not required to prepare an annual budget of revenue; therefore, a deficit budgeted fund balance may be presented.

Factors Affecting Financial Condition

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

Local Economy. The economy of the cities of Goodyear, Buckeye, and Avondale are among the most positive in the State. Because of the District's close proximity to Phoenix, it is located in the direct path of the westward expansion of the City. Although agriculture has been the economic mainstay of the area for many years, commerce, light manufacturing, industrial, and residential development continue to expand and contribute to the District's growth and economic diversity. Some of the firms operating within the District's boundaries include Amazon, Arizona Public Service, Sub-Zero/Wolf, Macy's-Bloomington's fulfillment, Ball Corporation, Anderson Corporation, Microsoft, Dick's Sporting Goods, REI, and City of Hope. The area is experiencing expansion in retail service centers and commercial facilities. New housing starts for both the cities of Goodyear and Avondale and Buckeye remain fluid. Goodyear and Avondale are seeing an increase in apartment additions with potential student density. A mayor and a six-member council govern each all three cities.

The recently developed 303 corridor is viewed as a progressive opportunity to additional light industrial companies in the west valley sector. A large number of companies have set up shop in this area.

The City of Phoenix is the capital and largest city of Arizona and is the county seat as well. Phoenix was founded in 1870 and incorporated in 1881. The city encompasses an area of over 500 square miles. Phoenix is the fifth most populous city in the United States and according to the 2022 census the population of the City was 1,644,409. The Phoenix metropolitan area is the population and economic activity center of the entire state. Phoenix is one of the leaders in the economics of the Southwestern area of the United States. The City of Phoenix maintains a Moody's general obligation bond rating of A1. It enjoys a highly diversified economic base consisting of manufacturing, agriculture, tourism, construction, education, distribution centers, finance and retailing.

Phoenix and the rest of Maricopa County have become one of the fastest growing regional markets in the United States. Projections show the region is expected to grow by nearly 60 percent by 2030. This growth has been stimulated by a combination of warm climate, a substantial well- educated labor pool, a wide range of support industries, and a governmental climate that is supportive of economic growth and investment. During the past three years, the growth shift has moved toward the west side significantly.

Service is the largest employment sector in the County, partly fueled by the \$2+ billion per year tourist industry. The County has excellent accommodations, diverse cultural and recreational activities, and a favorable climate attracting millions to the area annually. Wholesale and retail trade is the second largest employment category, employing over a quarter million people.

Manufacturing, consisting primarily of high technology companies, is the third largest employment sector. Other factors aiding economic growth include major expansions of the international airport serving the area, a favorable business climate and the presence of a well-developed and expanding transportation infrastructure. Solar technology firms have opened recently in the west valley as well.

The District is presently served by five high school level school facilities. The Agua Fria campus, which historically is the oldest campus, is located in Avondale. The Millennium and Desert Edge campuses are located in Goodyear, and the Verrado Campus is located in Buckeye. The newest campus, Canyon View, located in Buckeye, opened in the fall of 2018 and had its first graduation in 2022. The average age of the school buildings is 24 years old. Two of the five high schools have been built within the past 20 years.

The Agua Fria campus was established in 1956 and has been expanded and modernized frequently over the subsequent years. The campus was expanded from 40 to 60 acres in the 1960s. A district alternative educational program is also housed in the old district office which is also located on the southeast corner of the Agua Fria campus. The campus recently completed bond projects including remodeled classroom space. Transportation facilities supporting the 56 school bus transportation fleet and warehousing moved to a new location on Cotton Lane in Goodyear in fall 2023.

The 60-acre Millennium High School campus was established in 1979 also has undergone continuous expansion to keep pace with rapid student growth. The campus has 301,252 square feet of instructional and support space, and has a high efficiency central plant. Currently about 2,200, grades 9 - 12 students attend this campus. Recently, additional classroom space and guidance suites were added. Millennium recently completed an \$18 million renovation from a 2019 bond passage.

The Desert Edge High School campus was established in 2002 and has 232,747 square feet of primarily internal building space. Only the Auditorium, Student Services, and Fieldhouse are detached from the main building. This school was the first LEED Silver rated “green” high school in Arizona. A major expansion to the 55-acre site was complete in 2006, which nearly doubled the classroom space and added an auditorium. The most recent was the addition of the Student Services building in August 2022.

Verrado High School was completed in 2007 on a 47-acre site in the master planned community of Verrado. It is also a single building of 233,958 square feet and is LEED Silver certified – the second high school in Arizona to achieve this rating. The low water use and highly efficient systems in this school consume about 40% less water and energy than traditional school buildings. The school is a revolutionary open design which promotes project-based and experiential learning in small learning community “houses” and a large and flexible electives wing that supports fine and performing arts, advanced science classrooms, TV studio, computer and pre-engineering labs.

The success of the 2015 bond authorization passage allowed the district to purchase a 50 acre property for building a fifth high school. The State of Arizona provided \$33.4 million toward this important growth project. Canyon View opened the fall of 2018 was designed for 1,600 students and currently has an enrollment of approximately 2,000. The newest high school has received global recognition for innovative design and hosted an international design conference.

The District’s newest high school, Goodyear High School is currently under construction and is planning to open its doors to students in August 2025. Goodyear High School is a 239,614 square-foot high school located on 57.7 acres on the northwest corner of Van Buren St. and Cotton Lane/Loop 303, Goodyear, Arizona. The construction of this campus is being funded through a combination of funds made available to the District through the State of Arizona School Facilities Division, as well as local funds through a community supported bond passed in November, 2023.

A 35,000 square foot office building in Avondale constructed in 2005 was acquired in 2010 through foreclosure at 50 percent of its original cost to build. Minor remodeling was completed to serve as the new central district office and learning center. The technology department also received additional workspace and storage through this process. The whole District currently employs 52 principals and administrators, 532 certified staff, and 456 classified support personnel.

Long-term Financial Planning. The District was successful in passing a \$55,000,000 bond authorization in the fall of 2019, which is being used to renovate aging buildings and systems. The 2019 bond provides additional safety and security improvements at all the campuses. The approved 2019 bond also has budget included for a new transportation facility to replace some of the oldest buildings in the district and return much needed land back to the Agua Fria High School campus. In November 2023, voters in the community passed a \$197,000,000 bond. The 2023 bond will be used to fund the construction of the District’s 6th high school, Goodyear High School. Funds will also be used to renovate existing campus buildings and to fund safety and security improvements. The local communities continue to support the District in areas of need through tax credits, passing of bonds, and human investment of their time. The District expects growth to continue for years to come. Average daily membership is projected by the District to increase approximately to 11,000 by fiscal year 2026-27. The District is currently allocating its resources in preparation for such future growth.

Five Year Forecast for the District

The District has implemented upgraded technology systems to assist with instructional delivery practices. The District has access to a dedicated fiber optic network exceeding 18 miles in length and all five of the high schools have access to wireless capabilities. Every student is issued a Chromebook device to access our digital curriculum. The District has customized the training opportunities for implementing the ACT requirements. The District is transitioning to an instructional model that focuses on student mastery of state standards and is continuing to develop strong, effective professional learning communities. The state online testing program resumed in spring 2021, but no letter grades were issued. Accountability resumed in spring 2022. The District currently has 2 schools with an “A” rating, and 3 schools with a “B” rating.

The District passed a 15% maintenance and operation override authorization in the fall of 2022 (effective in the 2023-24 school year) which continues the local community support for overrides. This effort, along with new identified state funding allowed our teachers to receive an average 15% raise leading into the 2018 – 19 school year. This is the largest raise we can identify in the history of our district. Our teachers received an additional 5% in the 2019-2020 school year from the Arizona State teacher raise promise to increase wages 20% by 2020 making our district one of the top paying districts for teacher pay in Arizona. The District is currently ranked fifth of the 58 school districts in Maricopa county.

The District follows the adopted State of Arizona Education Standards. The State utilizes ACT as the common assessment. Our on-line program is offering original credits, and on-line exam participation has increased over the past four years within the District. The District population has grown by over 3,000 students in the past 10 years. The District continues to see about a 90% capture rate for public high schools with around 10% of student opting for charters and alternate choices at the high school level (this is high school data only not elementary).

Awards and Acknowledgments

Awards. The Association of School Business Officials (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, 2023. 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, 2023. 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.

These certificates are valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the programs’ requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2024 certificates.

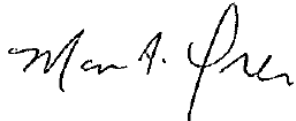
Three of five high schools were rated as “B” schools in the 2022-2023 rankings and two of five high schools, Millennium High School and Verrado High School, were rated as “A”. Verrado High School and Desert Edge High School were both recognized in the Washington Post for their high level of rigor and AP participation levels. All five high schools have regional and state student award winners in programs such as FBLA, FFA, and Athletics. Both Verrado and Desert Edge have been named A+

schools of excellence by the Arizona Education Foundation in the past decade through a rigorous review process of the A+ certification program schools of excellence. Additionally, Desert Edge won Beat the Odds Gold Rating from the Center for the Future of Arizona. The schools are fully accredited with Cognia, our regional accreditation association having completed their most recent renewal in 2019. The District is now accredited through June 30, 2026.

Acknowledgments. The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the business services 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,



Mark A. Yslas
Superintendent



Mike Shepard
Executive Director of Finance



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Agua Fria Union High School District #216

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2023.**

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



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO
CEO/Executive Director



Government Finance Officers Association

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

Presented to

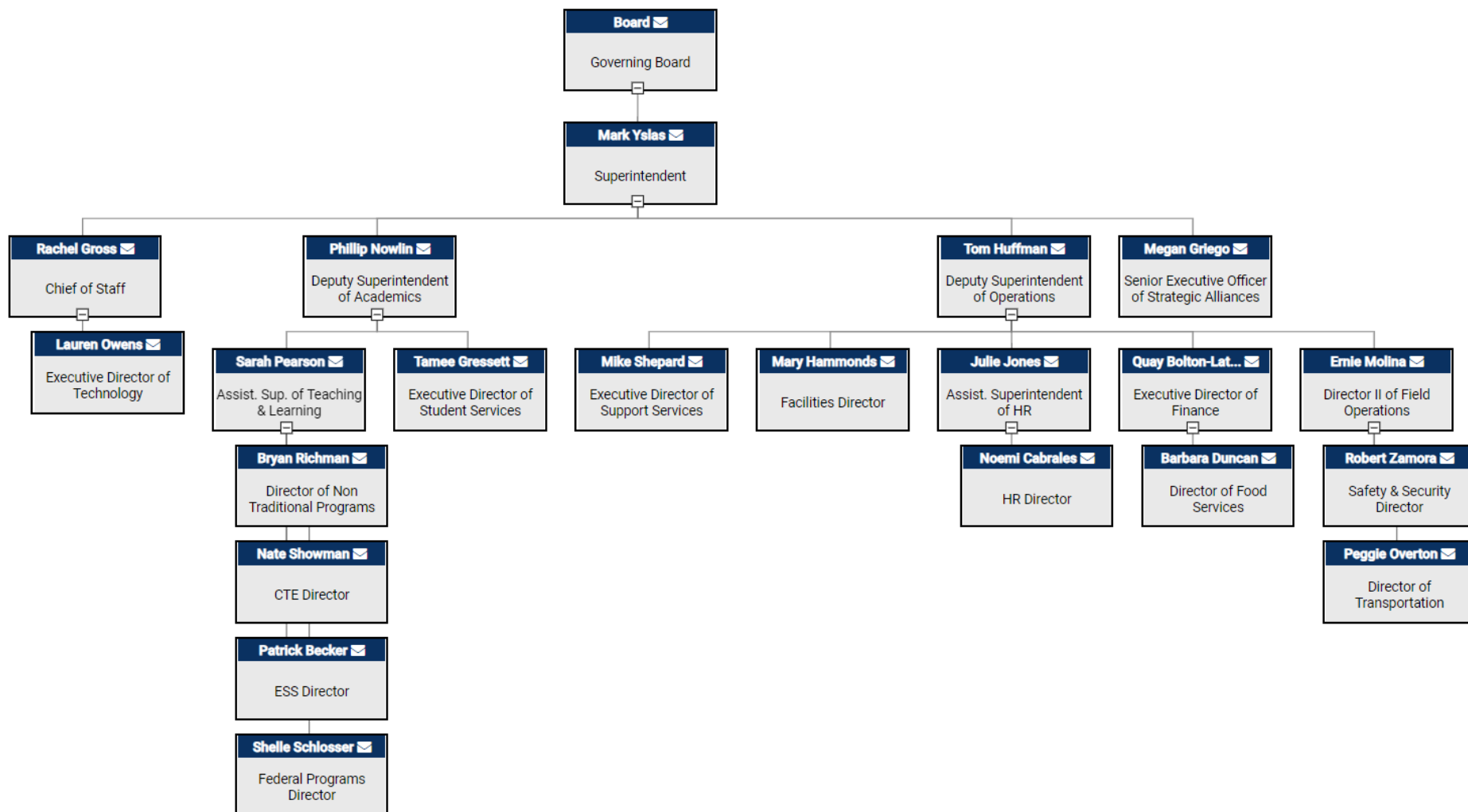
**Agua Fria Union High School District No. 216
Arizona**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO



Agua Fria Union High School District No. 216

List of Principal Officials

Governing Board

Mrs. Gina DeCoste, President

Mrs. Kristen Acton, Vice President

Mrs. Vickie Landis, Board Member

Mr. Trey Terry, Board Member

Mr. Eric Cultum, Board Member

Administrative Staff

Mr. Mark Yslas, Superintendent

Mr. Tom Huffman, Deputy Superintendent of Operations

Mr. Phillip Nowlin, Deputy Superintendent of Academics

Ms. Rachel Gross, Chief of Staff

Ms. Megan Griego, Sr. Executive Director of Communications & Strategic Alliances

Ms. Quay Bolton-Lattari, Executive Director of Finance

Mr. Mike Shepard, Executive Director of Support Services

Ms. Julie Jones, Assistant Superintendent of Human Resources

Ms. Tamee Gressett, Executive Director of Student Services

Ms. Sarah Pearson, Assistant Superintendent of Teaching & Learning

Mr. Nate Showman, Executive Director of CTE

Ms. Lauren Owens, Executive Director of Technology

Ms. Autumn Daniels, Principal, Agua Fria High School

Ms. Lyn Reid, Canyon View High School

Ms. Gretchen Hann, Desert Edge High School

Ms. Nichole Bundy, Principal, Millennium High School

Mr. Kevin Thomas, Principal, Verrado High School

(This page intentionally left blank)

Financial Section

(This page intentionally left blank)

Independent Auditor's Report

Governing Board
Agua Fria Union High School District No. 216

Report on Audit of Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Agua Fria Union High School District No. 216 (District), as of and for the year ended June 30, 2024, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Agua Fria Union High School District No. 216, as of June 30, 2024, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of Agua Fria Union High School District No. 216 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

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 one year 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 generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements. In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary comparison information, and net pension liability information as listed in 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 Fund Financial Statements and Schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining and Individual Fund Financial Statements and Schedules information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on other 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 December 17, 2024, on our consideration of Agua Fria Union High School District No. 216's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Agua Fria Union High School District No. 216's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Agua Fria Union High School District No. 216's internal control over financial reporting and compliance.

Heinfeld Meech & Co. PC

Heinfeld, Meech & Co., P.C.
Scottsdale, Arizona
December 17, 2024

(This page intentionally left blank)

Management's Discussion and Analysis (MD&A)
(Required Supplementary Information)

(This page intentionally left blank)

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

As management of the Agua Fria Union High School District No. 216 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. The management's discussion and analysis is presented as required supplementary information to supplement the basic financial statements. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found in the introductory section of this report.

Financial Highlights

- The District's total net position of governmental activities increased \$16.2 million which represents a 17 percent increase from the prior fiscal year as a result of increases in property tax and unrestricted state aid revenue.
- General revenues accounted for \$129.3 million in revenue, or 83 percent of all current fiscal year revenues. Program specific revenue in the form of charges for services and grants and contributions accounted for \$26.4 million or 17 percent of total current fiscal year revenues.
- The District had approximately \$139.4 million in expenses related to governmental activities, an increase of three percent from the prior fiscal year. The increase is primarily related to judgement expenses from the Qasimyar class action lawsuit and increased interest expenses.
- Among major funds, the General Fund had \$95.1 million current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$100.2 million in expenditures. The General Fund's fund balance decreased from \$15.7 million at the prior fiscal year end to \$10.8 million at the end of the current fiscal year due to the completion of capital projects funded by the General Fund.

Overview of Financial Statements

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

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

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Overview of Financial Statements

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

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

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

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are reported as governmental funds.

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

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

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Overview of Financial Statements

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

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

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

Government-Wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows exceeded liabilities and deferred inflows by \$111.9 million at the current fiscal year end.

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

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Government-Wide Financial Analysis

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2024 and June 30, 2023.

| | As of June 30, 2024 | As of June 30, 2023 |
|----------------------------------|------------------------|------------------------|
| Current and other assets | \$ 225,920,466 | \$ 54,345,360 |
| Capital assets, net | 291,776,495 | 278,591,569 |
| Total assets | <u>517,696,961</u> | <u>332,936,929</u> |
| Deferred outflows | <u>10,943,293</u> | <u>15,912,659</u> |
| Current and other liabilities | 18,280,409 | 9,543,794 |
| Long-term liabilities | 386,825,377 | 235,921,538 |
| Total liabilities | <u>405,105,786</u> | <u>245,465,332</u> |
| Deferred inflows | <u>11,644,731</u> | <u>7,723,135</u> |
| Net position: | | |
| Net investment in capital assets | 117,895,245 | 121,745,788 |
| Restricted | 42,367,861 | 12,896,010 |
| Unrestricted | (48,373,369) | (38,980,677) |
| Total net position | <u>\$ 111,889,737</u> | <u>\$ 95,661,121</u> |

At the end of the current fiscal year, the District reported positive balances in two categories of net position. Unrestricted net position, which is normally used to meet the District's mission reported a deficit of \$48.4 million due to the District's proportionate share of the state pension plan's unfunded liability.

The District's financial position is the product of several financial transactions including the net result of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

The following are significant current year transactions that had an impact on the Statement of Net Position.

- The net increase of \$13.2 million in capital assets was primarily due to the continued construction of school expansions and improvements of \$23.9 million while charging \$10.7 million in depreciation expense.
- The issuance of \$163.8 million in school improvement bonds and related premium significantly increased investment and long term liability balances.

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Government-Wide Financial Analysis

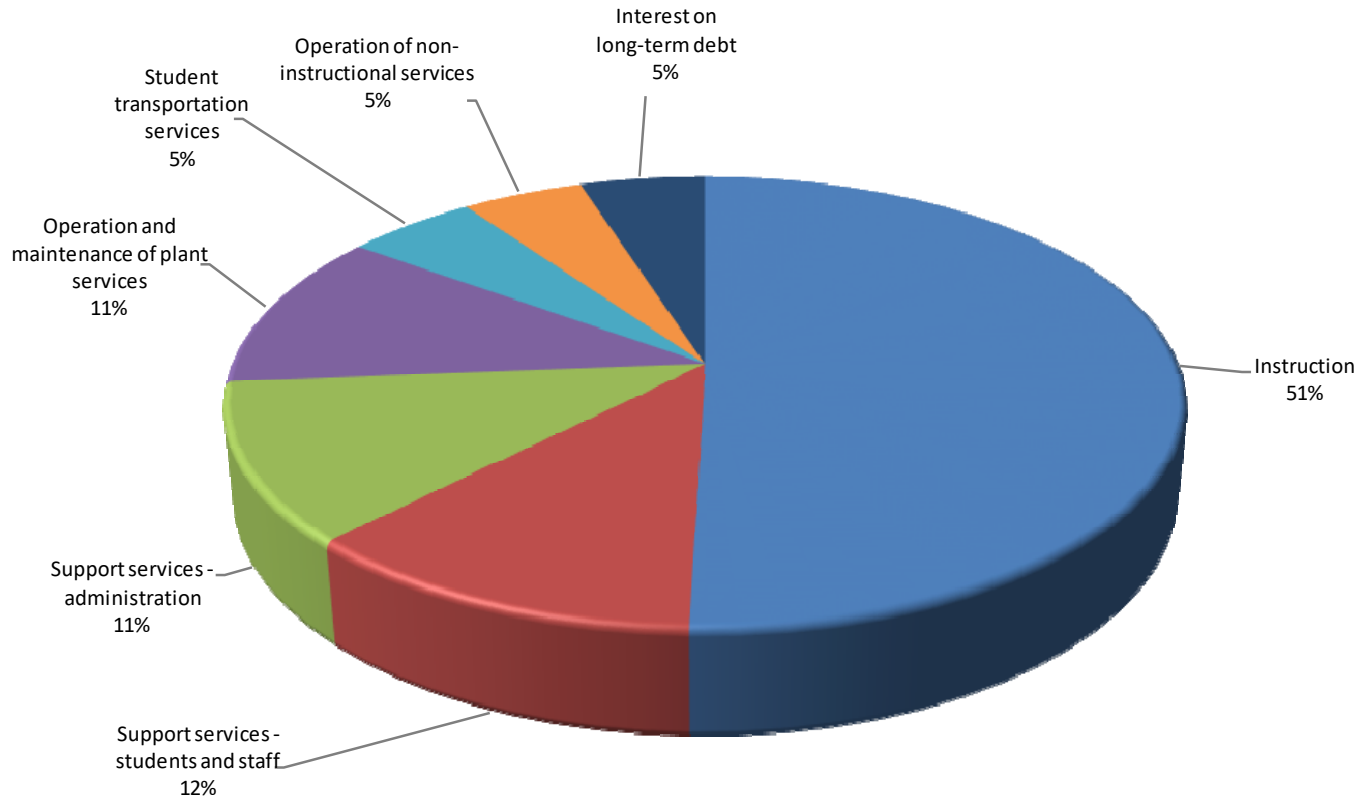
Changes in net position. The District's total revenues for the current fiscal year were \$155.7 million. The total cost of all programs and services was \$139.4 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2024 and June 30, 2023.

| | Fiscal Year Ended June 30, 2024 | Fiscal Year Ended June 30, 2023 |
|---|---------------------------------------|---------------------------------------|
| Revenues: | | |
| Program revenues: | | |
| Charges for services | \$ 9,003,561 | \$ 8,115,623 |
| Operating grants and contributions | 9,373,619 | 11,928,154 |
| Capital grants and contributions | 7,986,658 | 4,734,920 |
| General revenues: | | |
| Property taxes | 61,849,625 | 50,838,000 |
| Investment income | 2,064,778 | 896,044 |
| Unrestricted state aid | 64,617,940 | 57,658,376 |
| Unrestricted federal aid | 764,022 | 379,784 |
| Total revenues | <u>155,660,203</u> | <u>134,550,901</u> |
| Expenses: | | |
| Instruction | 70,312,740 | 72,191,602 |
| Support services - students and staff | 16,648,278 | 16,930,327 |
| Support services - administration | 15,863,006 | 13,336,042 |
| Operation and maintenance of plant services | 15,703,348 | 14,716,621 |
| Student transportation services | 7,260,300 | 5,872,835 |
| Operation of non-instructional services | 6,734,401 | 7,531,212 |
| Interest on long-term debt | 6,909,514 | 4,258,526 |
| Total expenses | <u>139,431,587</u> | <u>134,837,165</u> |
| Changes in net position | 16,228,616 | (286,264) |
| Net position, beginning | <u>95,661,121</u> | <u>95,947,385</u> |
| Net position, ending | <u><u>\$ 111,889,737</u></u> | <u><u>\$ 95,661,121</u></u> |

**Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024**

Government-Wide Financial Analysis

Expenses - Fiscal Year 2024



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

- Unrestricted state aid increased \$7.0 million as a result of growth in average daily membership and the per-pupil funding amounts.
- Property tax revenues increased \$11.0 million as a result of increasing assessed valuations of property within the District's boundaries.
- Interest expenses increased \$2.7 million as a result of the District issuing \$141.6 million in school improvement bonds during the year. This represented a 115 percent increase in general obligation bonded debt compared to prior year.
- Support services – administration expenses increased \$2.5 million due to the judgement from Qasimyar class action lawsuit.

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Government-Wide Financial Analysis

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

| | Year Ended June 30, 2024 | | Year Ended June 30, 2023 | |
|--|--------------------------|---------------------------|--------------------------|---------------------------|
| | Total Expenses | Net (Expense)/ Revenue | Total Expenses | Net (Expense)/ Revenue |
| Instruction | \$ 70,312,740 | \$ (57,285,539) | \$ 72,191,602 | \$ (62,175,644) |
| Support services - students and staff | 16,648,278 | (15,157,329) | 16,930,327 | (13,789,785) |
| Support services - administration | 15,863,006 | (15,714,432) | 13,336,042 | (12,484,833) |
| Operation and maintenance of plant services | 15,703,348 | (11,085,056) | 14,716,621 | (11,122,206) |
| Student transportation services | 7,260,300 | (7,050,601) | 5,872,835 | (5,524,163) |
| Operation of non-instructional services | 6,734,401 | 134,722 | 7,531,212 | (703,311) |
| Interest on long-term debt | 6,909,514 | (6,909,514) | 4,258,526 | (4,258,526) |
| Total | <u>\$ 139,431,587</u> | <u>\$(113,067,749)</u> | <u>\$ 134,837,165</u> | <u>\$(110,058,468)</u> |

- The cost of all governmental activities this year was \$139.4 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$26.4 million.
- Net cost of governmental activities of \$113.1 million was financed by general revenues, which are made up of primarily property taxes of \$61.8 million and state aid of \$64.6 million.

Financial Analysis of the District's Funds

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

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

The financial performance of the District as a whole is reflected in its governmental funds. As the District completed the year, its governmental funds reported a combined fund balance of \$186.6 million, an increase of \$162.4 million due primarily to the issuance of school improvement bonds.

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Financial Analysis of the District's Funds

The General Fund comprises six percent of the total fund balance. Approximately \$10.8 million, or 100 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The fund balance decreased \$4.9 million to \$10.8 million as of fiscal year end due to revenues exceeding expenditures. General Fund revenues increased \$6.9 million to \$95.1 million primarily due to increases in state aid driven by growth in the average daily membership of the District. General Fund expenditures decreased \$2.9 million to \$100.2 million as a result of capital projects funded by the General Fund being completed.

The fund balance of the Debt Service Fund increased \$18.6 million to \$19.4 million as of fiscal year end as a result of bond proceeds that were required under the current year issuance to be transferred to the Debt Service Fund for repayment of the principal and interest on bonded debt.

The fund balance of the Bond Building Fund increased \$135.9 million to \$136.9 million as of fiscal year end as a result of the issuance of school improvement bonds.

Budgetary Highlights

Over the course of the year, the District revised the General Fund annual expenditure budget for changes in the student count. The difference between the original budget and the final amended budget was a \$3.4 million increase, or four percent, due to actual average daily membership exceeding estimates.

Significant variances for the final amended budget and actual revenues resulted from the District not being required by the State of Arizona to prepare a revenue budget. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The significant variance is summarized as follows:

- The favorable variance of \$2.2 million in instruction was due to 13 vacant teaching positions totaling \$850,000 in salaries and benefits, 27 vacant para pro positions totaling \$788,000 in salaries and benefits, as well as costs of goods and services not as high as anticipated and budgeted.
- The favorable variance of \$2.2 million in operation and maintenance of plant services was due to eight vacant positions totaling \$319,000 in salaries and benefits, as well as costs of goods and services not as high as anticipated and budgeted.
- The favorable variance of \$763,267 in operation of non-instructional services was due to three vacant positions totaling \$118,000 in salaries and benefits, as well as costs of goods and services not as high as anticipated and budgeted.

Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024

Capital Assets and Debt Administration

Capital Assets. At year end, the District had invested \$419.0 million in capital assets, including school buildings, athletic facilities, buses and other vehicles, computers, and other equipment. This amount represents a net increase prior to depreciation of \$23.6 million from the prior fiscal year primarily due to the completion of an expansion project at Canyon View High School, artificial turf installation at two high schools, and the continued architectural design work for the new Goodyear High School. Total depreciation expense for the current fiscal year was \$10.7 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2024 and June 30, 2023.

| | As of June 30, 2024 | As of June 30, 2023 |
|-----------------------------------|------------------------|------------------------|
| Capital assets - non-depreciable | \$ 39,386,394 | \$ 60,882,379 |
| Capital assets - depreciable, net | 252,390,101 | 217,709,190 |
| Total | <u>\$ 291,776,495</u> | <u>\$ 278,591,569</u> |

The estimated cost to complete current construction projects is \$163.0 million.

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

Debt Administration. At year-end, the District had \$386.8 million in long-term debt outstanding, \$9.6 million due within one year. Long-term debt increased by \$150.9 million due primarily to issuance of school improvement bonds and related premium during the year.

The District's general obligation bonds are subject to two limits; the Constitutional debt limit (total debt limit) on all general obligation bonds (up to 15 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 10 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$524.1 million and the Class B debt limit is \$349.4 million, which are more than the District's total outstanding general obligation debt and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 10 through 12.

**Agua Fria Union High School District No. 216
Management's Discussion and Analysis (MD&A)
Year Ended June 30, 2024**

Economic Factors and Next Year's Budget and Rates

Many factors were considered by the District's administration during the process of developing the fiscal year 2024-25 budget. Among them:

- Maintenance and Operation override funds of approximately \$10.4 million.
- Fiscal year 2023-24 estimated budget balance carry forward \$5.1 million.
- District student population (estimated 9,918).
- Employee salaries.

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

Budgeted expenditures in the General Fund decreased two percent to \$88.7 million in fiscal year 2024-25, which is insignificant. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2024-25 budget.

Contacting the District's Financial Management

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 Services Department, Agua Fria Union High School District No. 216, 1481 North Eliseo Felix Jr. Way, Suite 110, Avondale, Arizona 85323 or (623) 932-7000.

Basic Financial Statements

(This page intentionally left blank)

Government-Wide Financial Statements

Agua Fria Union High School District No. 216
Statement of Net Position
June 30, 2024

| | Governmental Activities |
|--|------------------------------------|
| Assets | |
| Current assets: | |
| Cash and investments | \$ 200,903,883 |
| Deposits | 70,076 |
| Property taxes receivable | 597,997 |
| Due from governmental entities | 14,548,709 |
| Prepaid items | 50,156 |
| Leases receivable | 257,003 |
| Total current assets | <u>216,427,824</u> |
| Noncurrent assets: | |
| Leases receivable | 7,036,513 |
| Net other postemployment benefit plan assets | 2,456,129 |
| Capital assets not being depreciated | 39,386,394 |
| Capital assets, net accumulated depreciation | 252,390,101 |
| Total noncurrent assets | <u>301,269,137</u> |
| Total assets | <u>517,696,961</u> |
| Deferred outflows of resources | |
| Pension plan items | 10,754,503 |
| Other postemployment benefit plan items | 188,790 |
| Total deferred outflows of resources | <u>10,943,293</u> |
| Liabilities | |
| Current liabilities: | |
| Accounts payable | 5,755,325 |
| Accrued payroll and employee benefits | 4,546,094 |
| Unearned revenues | 24,590 |
| Claims and judgements payable | 2,807,951 |
| Compensated absences payable | 275,000 |
| Financed purchases payable | 577,177 |
| Bonds payable | 8,745,000 |
| Accrued interest payable | 5,146,449 |
| Total current liabilities | <u>27,877,586</u> |
| Noncurrent liabilities: | |
| Non-current portion of long-term obligations | 377,228,200 |
| Total noncurrent liabilities | <u>377,228,200</u> |
| Total liabilities | <u>405,105,786</u> |
| Deferred inflows of resources | |
| Pension plan items | 3,478,803 |
| Other postemployment benefit plan items | 1,101,913 |
| Leases | 7,064,015 |
| Total deferred inflows of resources | <u>11,644,731</u> |
| Net position | |
| Net investment in capital assets | 117,895,245 |
| Restricted for: | |
| Instruction | 12,403,877 |
| Food service | 279,086 |
| Non-instructional purposes | 587,928 |
| Debt service | 19,460,255 |
| Capital outlay | 7,180,586 |
| Other postemployment benefit plan items | 2,456,129 |
| Unrestricted | (48,373,369) |
| Total net position | <u>\$ 111,889,737</u> |

Agua Fria Union High School District No. 216
Statement of Activities
For the Year Ended June 30, 2024

| Functions/Programs | Expenses | Program Revenue | | | Net (Expense) |
|---|-----------------------|-------------------------|--|--|---|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Revenue and Changes in Net Position |
| | | | | | Governmental Activities |
| Governmental activities | | | | | |
| Instruction | \$ 70,312,740 | \$ 4,828,062 | \$ 2,988,001 | \$ 5,211,138 | \$ (57,285,539) |
| Support services - students and staff | 16,648,278 | | 1,490,949 | | (15,157,329) |
| Support services - administration | 15,863,006 | | 148,574 | | (15,714,432) |
| Operation and maintenance of plant services | 15,703,348 | 474,656 | 1,368,116 | 2,775,520 | (11,085,056) |
| Student transportation services | 7,260,300 | | 209,699 | | (7,050,601) |
| Operation of non-instructional services | 6,734,401 | 3,700,843 | 3,168,280 | | 134,722 |
| Interest on long-term debt | 6,909,514 | | | | (6,909,514) |
| Total governmental activities | <u>\$ 139,431,587</u> | <u>\$ 9,003,561</u> | <u>\$ 9,373,619</u> | <u>\$ 7,986,658</u> | <u>(113,067,749)</u> |
| General revenues | | | | | |
| Property taxes | | | | | 61,849,625 |
| Investment income | | | | | 2,064,778 |
| Unrestricted state aid | | | | | 64,617,940 |
| Unrestricted federal aid | | | | | <u>764,022</u> |
| Total general revenues | | | | | <u>129,296,365</u> |
| Changes in net position | | | | | 16,228,616 |
| Net position, beginning of year | | | | | <u>95,661,121</u> |
| Net position, end of year | | | | | <u>\$ 111,889,737</u> |

(This page intentionally left blank)

Fund Financial Statements

Agua Fria Union High School District No. 216

Balance Sheet

Governmental Funds

June 30, 2024

| | General | Debt Service | Bond Building | Non-Major Governmental Funds |
|---|----------------------|----------------------|-----------------------|---|
| Assets | | | | |
| Cash and investments | \$ 8,038,121 | \$ 33,200,626 | \$ 140,679,087 | \$ 18,986,049 |
| Deposits | | | | 70,076 |
| Property taxes receivable | 446,919 | 151,078 | | |
| Due from governmental entities | 10,866,249 | | | 3,682,460 |
| Due from other funds | 1,279,848 | | | |
| Prepaid items | 50,156 | | | |
| Leases receivable | 7,293,516 | | | |
| Total assets | <u>\$ 27,974,809</u> | <u>\$ 33,351,704</u> | <u>\$ 140,679,087</u> | <u>\$ 22,738,585</u> |
| Liabilities | | | | |
| Accounts payable | \$ 1,509,915 | \$ | \$ 3,791,105 | \$ 454,305 |
| Due to other funds | | | | 1,279,848 |
| Accrued payroll and employee benefits | 4,017,729 | | | 528,365 |
| Unearned revenues | | | | 24,590 |
| Claims and judgements payable | 2,807,951 | | | |
| Bonds payable | | 8,745,000 | | |
| Bond interest payable | | 5,146,449 | | |
| Total liabilities | <u>8,335,595</u> | <u>13,891,449</u> | <u>3,791,105</u> | <u>2,287,108</u> |
| Deferred inflows of resources | | | | |
| Unavailable revenues - property taxes | 217,044 | 66,550 | | |
| Unavailable revenues - intergovernmental | 1,557,482 | | | 960,645 |
| Leases | 7,064,015 | | | |
| Total deferred inflows of resources | <u>8,838,541</u> | <u>66,550</u> | | <u>960,645</u> |
| Fund balances | | | | |
| Nonspendable | 50,156 | | | |
| Restricted | | 19,393,705 | 136,887,982 | 19,662,598 |
| Unassigned | 10,750,517 | | | (171,766) |
| Total fund balances | <u>10,800,673</u> | <u>19,393,705</u> | <u>136,887,982</u> | <u>19,490,832</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 27,974,809</u> | <u>\$ 33,351,704</u> | <u>\$ 140,679,087</u> | <u>\$ 22,738,585</u> |

**Total
Governmental
Funds**

\$ 200,903,883
70,076
597,997
14,548,709
1,279,848
50,156
7,293,516

\$ 224,744,185

\$ 5,755,325
1,279,848
4,546,094
24,590
2,807,951
8,745,000
5,146,449

28,305,257

283,594
2,518,127
7,064,015

9,865,736

50,156
175,944,285
10,578,751

186,573,192

\$ 224,744,185

(This page intentionally left blank)

Agua Fria Union High School District No. 216
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
June 30, 2024

Total fund balances - governmental funds **\$ 186,573,192**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

| | | |
|--|----------------------|-------------|
| Governmental capital assets | \$ 419,041,936 | |
| Less accumulated depreciation/amortization | <u>(127,265,441)</u> | |
| | | 291,776,495 |

Some receivables are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.

| | | |
|-------------------|------------------|-----------|
| Property taxes | 283,594 | |
| Intergovernmental | <u>2,518,127</u> | |
| | | 2,801,721 |

The net OPEB assets are not a current financial resource and, therefore, are not reported in the funds. 2,456,129

Deferred outflows and inflows of resources related to pensions/OPEB are applicable to future periods and, therefore, are not reported in the funds.

| | | |
|---|--------------------|-----------|
| Deferred outflows of resources related to pensions/OPEB | 10,943,293 | |
| Deferred inflows of resources related to pensions/OPEB | <u>(4,580,716)</u> | |
| | | 6,362,577 |

Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

| | | |
|------------------------------|---------------------|----------------------|
| Compensated absences payable | (2,572,967) | |
| Financed purchases payable | (29,696,685) | |
| Bonds payable | (272,327,547) | |
| Net pension liability | <u>(73,483,178)</u> | |
| | | <u>(378,080,377)</u> |

Net position of governmental activities **\$ 111,889,737**

Agua Fria Union High School District No. 216
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2024

| | General | Classroom Site | Federal and State Grants | Debt Service |
|--|----------------------|-----------------------|-------------------------------------|----------------------|
| Revenues | | | | |
| Other local | \$ 3,251,553 | \$ | \$ | \$ 269,770 |
| Property taxes | 38,737,808 | | | 15,600,847 |
| State aid and grants | 52,333,944 | | | |
| Federal aid, grants and reimbursements | <u>764,022</u> | | | |
| Total revenues | <u>95,087,327</u> | | | <u>15,870,617</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 42,151,348 | | | |
| Support services - students and staff | 12,205,491 | | | |
| Support services - administration | 14,876,605 | | | |
| Operation and maintenance of plant services | 14,509,284 | | | |
| Student transportation services | 6,449,191 | | | |
| Operation of non-instructional services | 991,788 | | | |
| Capital outlay | 7,776,234 | | | |
| Debt service: | | | | |
| Principal retirement | 561,597 | | | 8,745,000 |
| Interest and fiscal charges | 694,113 | | | 7,325,931 |
| Bond issuance costs | | | | |
| Total expenditures | <u>100,215,651</u> | | | <u>16,070,931</u> |
| Excess (deficiency) of revenues over expenditures | <u>(5,128,324)</u> | | | <u>(200,314)</u> |
| Other financing sources (uses) | | | | |
| Transfers in | 143,523 | | | 18,758,882 |
| Transfers out | | | | |
| Issuance of school improvement bonds | | | | |
| Premium on sale of bonds | | | | |
| Insurance recoveries | 79,145 | | | |
| Proceeds from sale of capital assets | <u>30,253</u> | | | |
| Total other financing sources (uses) | <u>252,921</u> | | | <u>18,758,882</u> |
| Changes in fund balances | <u>(4,875,403)</u> | | | <u>18,558,568</u> |
| Fund balances, beginning of year, previously reported | 15,676,076 | 5,771,717 | (1,907,126) | 835,137 |
| Adjustments to beginning fund balances | | <u>(5,771,717)</u> | <u>1,907,126</u> | |
| Fund balances, beginning of year, as restated | <u>15,676,076</u> | | | <u>835,137</u> |
| Fund balances, end of year | <u>\$ 10,800,673</u> | <u>\$</u> | <u>\$</u> | <u>\$ 19,393,705</u> |

| Bond Building | Other Capital Projects | Non-Major Governmental Funds | Total Governmental Funds |
|-----------------------|-----------------------------------|---|---|
| \$ 1,236,090 | \$ | \$ 6,801,851 | \$ 11,559,264 |
| | | 7,499,999 | 61,838,654 |
| | | 22,215,999 | 74,549,943 |
| | | 9,730,044 | 10,494,066 |
| <u>1,236,090</u> | | <u>46,247,893</u> | <u>158,441,927</u> |
| | | 13,217,702 | 55,369,050 |
| | | 3,909,650 | 16,115,141 |
| | | 416,262 | 15,292,867 |
| | | 641,027 | 15,150,311 |
| | | 229,604 | 6,678,795 |
| | | 5,396,280 | 6,388,068 |
| 8,975,783 | | 9,500,635 | 26,252,652 |
| | | | 9,306,597 |
| | | | 8,020,044 |
| <u>1,400,671</u> | | | <u>1,400,671</u> |
| <u>10,376,454</u> | | <u>33,311,160</u> | <u>159,974,196</u> |
| <u>(9,140,364)</u> | | <u>12,936,733</u> | <u>(1,532,269)</u> |
| | | | 18,902,405 |
| (18,758,882) | | (143,523) | (18,902,405) |
| 141,550,000 | | | 141,550,000 |
| 22,262,563 | | | 22,262,563 |
| | | | 79,145 |
| | | | 30,253 |
| <u>145,053,681</u> | | <u>(143,523)</u> | <u>163,921,961</u> |
| <u>135,913,317</u> | | <u>12,793,210</u> | <u>162,389,692</u> |
| | (2,730,785) | 6,538,481 | 24,183,500 |
| 974,665 | 2,730,785 | 159,141 | |
| <u>974,665</u> | | <u>6,697,622</u> | <u>24,183,500</u> |
| <u>\$ 136,887,982</u> | <u>\$</u> | <u>\$ 19,490,832</u> | <u>\$ 186,573,192</u> |

Agua Fria Union High School District No. 216
Reconciliation of the Statement of Revenues, Expenditures and
Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2024

Changes in fund balances - total governmental funds **\$ 162,389,692**

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

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

| | | |
|---|---------------------|------------|
| Expenditures for capitalized assets | \$ 23,889,796 | |
| Less current year depreciation/amortization | <u>(10,671,456)</u> | |
| | | 13,218,340 |

Issuance of long-term debt provides current financial resources to governmental funds, but the issuance increases long-term liabilities in the Statement of Net Position.

| | | |
|--------------------------|----------------------|---------------|
| School improvement bonds | <u>(163,812,563)</u> | (163,812,563) |
|--------------------------|----------------------|---------------|

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

| | | |
|-------------------|--------------------|-------------|
| Property taxes | 10,971 | |
| Intergovernmental | <u>(2,902,093)</u> | |
| | | (2,891,122) |

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

| | | |
|--|----------------|-----------|
| Bond principal retirement | 8,745,000 | |
| Financed purchase principal retirement | <u>561,597</u> | |
| | | 9,306,597 |

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

| | | |
|---|---------------------|-------------|
| Current year pension/OPEB contributions | 7,911,663 | |
| Pension/OPEB expense | <u>(10,968,155)</u> | |
| | | (3,056,492) |

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

| | | |
|-------------------------------------|----------------|------------------|
| Loss on disposal of assets | (33,414) | |
| Amortization of deferred bond items | 1,110,530 | |
| Compensated absences | <u>(2,952)</u> | |
| | | <u>1,074,164</u> |

Changes in net position in governmental activities **\$ 16,228,616**

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

The financial statements of the Agua Fria Union High School District No. 216 (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

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

A. Reporting Entity

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

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

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

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. As permitted by generally accepted accounting principles the District applies the “early recognition” option for debt service payments. Property tax resources are provided in the Debt Service Fund during the current year for the payment of debt service principal and interest due early in the following year (less than one month). Therefore, the expenditures and related liabilities have been recognized in the current period. Capital asset acquisitions are reported as expenditures in governmental funds. Issuances of long-term debt and acquisitions under lease contracts and subscription-based information technology arrangements are reported as other financing sources.

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

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

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

The District reports the following major governmental funds:

General Fund – The General Fund is the District’s primary operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds. The General Fund includes the District’s Maintenance and Operation Fund as well as the Unrestricted Capital Outlay Fund and other funds that do not meet the criteria for separate reporting in the financial statements.

Debt Service Fund – The Debt Service Fund accounts for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

Bond Building – to account 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.

D. Cash and Investments

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

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

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

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

E. Investment Income

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

F. Receivables and Payables

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

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

G. Property Tax Calendar

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

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

I. Capital Assets

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

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

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

Capital assets are depreciated using the straight-line method over the estimated useful life of the asset. Intangible right-to-use assets are amortized over the shorter of the lease/subscription term or the underlying asset's useful life. The estimated useful lives and amortization periods are as follows:

| | |
|-----------------------------------|---------------|
| Land improvements | 10 - 50 years |
| Buildings and improvements | 5 - 75 years |
| Vehicles, furniture and equipment | 5 - 20 years |

J. Deferred Outflows/Inflows of Resources

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

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

K. Compensated Absences

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

L. Leases

As lessor, the District recognizes all lease receivables. If there is no stated rate in the lease contract (or if the stated rate is not the rate the District charges the lessee) and the implicit rate cannot be determined, the District uses an interest rate based on the Applicable Federal Rate as the discount rate to measure lease receivables.

M. Pensions and Other Postemployment Benefits

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

N. Long-term Obligations

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 1 – Summary of Significant Accounting Policies

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

O. Interfund Activity

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

P. Net Position Flow Assumption

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

Q. Estimates

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

Note 2 – Fund Balance Classifications

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

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 2 – Fund Balance Classifications

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

Committed. The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action of the Governing Board. Those committed amounts cannot be used for any other purpose unless the Governing Board removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. The District does not have a formal policy or procedures for the utilization of committed fund balance, accordingly, no committed fund balance amounts are reported.

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

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

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 2 – Fund Balance Classifications

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

| | General | Debt Service | Bond Building | Non-Major Governmental Funds |
|----------------------------|----------------------|----------------------|-----------------------|------------------------------------|
| Fund Balances: | | | | |
| Nonspendable: | | | | |
| Prepaid items | \$ 50,156 | \$ | \$ | \$ |
| Restricted: | | | | |
| Debt service | | 19,393,705 | | |
| Capital projects | | | | 6,934,152 |
| Bond building projects | | | 136,887,982 | |
| Voter approved initiatives | | | | 8,609,576 |
| Federal and state projects | | | | 281,878 |
| Food service | | | | 279,086 |
| Community schools | | | | 321,110 |
| Extracurricular activities | | | | 565,601 |
| Career technical education | | | | 1,437,511 |
| Student activities | | | | 864,484 |
| Other purposes | | | | 369,200 |
| Unassigned | 10,750,517 | | | (171,766) |
| Total fund balances | <u>\$ 10,800,673</u> | <u>\$ 19,393,705</u> | <u>\$ 136,887,982</u> | <u>\$ 19,490,832</u> |

Note 3 – Stewardship, Compliance and Accountability

Individual Deficit Fund Balances – At year end, the Other Capital Projects Fund, a non-major governmental fund, reported a deficit in fund balance of \$171,766. The deficits arose because of pending grant reimbursements. Additional revenues received in fiscal year 2024-25 are expected to eliminate the deficits.

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 4 – Cash and Investments

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure the District's deposits may not be returned to the District. The District does not have a deposit policy for custodial credit risk. At year end, the carrying amount of the District's deposits was \$1,468,902 and the bank balance was \$1,632,632. At year end, \$1,382,632 of the District's deposits were covered by collateral held by the pledging financial institution but not in the District's name.

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

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

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

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

| | <u>Average Maturities</u> | <u>Fair Value</u> |
|------------------------------------|---------------------------|-------------------|
| County Treasurer's investment pool | 365 days | \$ 199,434,981 |

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

Credit Risk. The District has no investment policy that would further limit its investment choices. As of year end, the District's investment in the County Treasurer's investment pool did not receive a credit quality rating from a national rating agency.

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 5 – Receivables

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

| | General | Non-Major Governmental Funds |
|---------------------------------------|----------------------|------------------------------------|
| Due from other governmental entities: | | |
| Due from federal government | \$ | \$ 2,420,450 |
| Due from state government | 10,866,249 | 768,115 |
| Due from other districts | | 493,895 |
| Net due from governmental entities | <u>\$ 10,866,249</u> | <u>\$ 3,682,460</u> |

Note 6 – Leases Receivable

The District acts as the lessor in telecommunications tower agreements under the provisions of contracts classified as leases. The related receivables under the lease agreements have been recorded at the present value of their future minimum lease payments as of the inception date. Lease revenue of \$246,754 and related interest revenue of \$18,569 are recorded as other local revenue in the General Fund.

Future minimum lease payments to be received under the lease agreements at year end are summarized as follows:

| | |
|----------------------|---------------------|
| Year Ending June 30: | |
| 2025 | \$ 274,943 |
| 2026 | 284,970 |
| 2027 | 265,590 |
| 2028 | 275,170 |
| 2029 | 238,902 |
| 2030-34 | 1,175,964 |
| 2035-39 | 1,162,155 |
| 2040-44 | 1,241,510 |
| 2045-49 | 1,391,999 |
| 2050-54 | 1,019,193 |
| 2055-59 | 244,240 |
| Total | <u>\$ 7,574,636</u> |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 7 – Capital Assets

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

| Governmental Activities | Beginning Balance | Increase | Decrease | Ending Balance |
|--|----------------------|---------------|---------------|-------------------|
| Capital assets, not being depreciated: | | | | |
| Land | \$ 26,739,091 | \$ | \$ | \$ 26,739,091 |
| Construction in progress | 34,143,288 | 12,764,354 | 34,260,339 | 12,647,303 |
| Total capital assets, not being depreciated | 60,882,379 | 12,764,354 | 34,260,339 | 39,386,394 |
| Capital assets, being depreciated: | | | | |
| Land improvements | 42,486,196 | 2,238,024 | | 44,724,220 |
| Buildings and improvements | 263,698,895 | 40,480,058 | 169,999 | 304,008,954 |
| Vehicles, furniture and equipment | 28,335,817 | 2,667,699 | 81,148 | 30,922,368 |
| Total capital assets being depreciated | 334,520,908 | 45,385,781 | 251,147 | 379,655,542 |
| Less accumulated depreciation for: | | | | |
| Land improvements | (20,129,331) | (1,726,122) | | (21,855,453) |
| Buildings and improvements | (85,443,463) | (7,236,139) | (163,766) | (92,515,836) |
| Vehicles, furniture and equipment | (11,238,924) | (1,709,195) | (53,967) | (12,894,152) |
| Total accumulated depreciation | (116,811,718) | (10,671,456) | (217,733) | (127,265,441) |
| Total capital assets, being depreciated, net | 217,709,190 | 34,714,325 | 33,414 | 252,390,101 |
| Governmental activities capital assets, net | \$ 278,591,569 | \$ 47,478,679 | \$ 34,293,753 | \$ 291,776,495 |

Depreciation expense was charged to governmental functions as follows:

| | |
|--|----------------------|
| Instruction | \$ 9,479,506 |
| Support services – students and staff | 12,930 |
| Support services – administration | 127,809 |
| Operation and maintenance of plant services | 351,740 |
| Student transportation services | 454,664 |
| Operation of non-instructional services | 244,807 |
| Total depreciation expense – governmental activities | <u>\$ 10,671,456</u> |

Construction Commitments – At year end, the District had spent \$28.8 million on renovations of high school sites and construction of a new high school with estimated remaining contractual commitments of \$163.0 million. These projects are being funded with new school facility monies from the State of Arizona and bond proceeds.

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 8 – Claims and Judgments Payable

During fiscal year 2023-24, the District received notice that the Qasimyar v. Maricopa County, Class Action Judgment had been finalized by the Tax Court. The District, along with all taxing districts in Maricopa County, was affected by the judgment. The Tax Court ruling spanned multiple tax years and, in most cases, resulted in a decrease to the Limited Property Value along with a corresponding refund to individual taxpayers.

As a result of the judgment, the County Treasurer's Office published the estimated financial impact for all taxing districts. This amount is reported as a claims and judgments payable in the District's General Fund. It is expected that the liability will be paid in the next fiscal year.

Although the District is responsible for repayment of the entire liability, due to the property tax formula the Arizona Department of Education will be recalculating basic state aid owed to the District, which is expected to be received in the next fiscal year. Any amounts expected to be received from the state are included in the due from governmental entities receivable.

Note 9 – Short Term Debt – Revolving Line of Credit

The District has a revolving line of credit to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. At year end, the District had \$8,500,000 in unused line of credit.

Note 10 – Financed Purchases Payable

The District has acquired solar and improvement projects, busses and copiers under the provisions of contracts classified as financed purchases payables. Revenues from the General Fund are used to pay the debt obligations.

Annual debt service requirements to maturity on financed purchases payable at year end are summarized as follows:

| Year ending June 30: | Governmental Activities | |
|----------------------|-------------------------|---------------------|
| | Principal | Interest |
| 2025 | \$ 577,177 | \$ 678,532 |
| 2026 | 2,216,185 | 653,496 |
| 2027 | 2,269,010 | 600,671 |
| 2028 | 2,323,181 | 546,499 |
| 2029 | 2,378,735 | 490,945 |
| 2030-34 | 12,101,659 | 1,618,369 |
| 2035-39 | 7,830,738 | 307,023 |
| Total | <u>\$ 29,696,685</u> | <u>\$ 4,895,535</u> |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 11 – General Obligation Bonds Payable

Bonds payable at year end, consisted of the following outstanding general obligation bonds. Of the amount originally authorized, \$52 million remains unissued. The bonds are callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt. The District's legal debt limit is \$524.1 million and the available margin is \$263.7 million.

| Purpose | Original Amount Issued | Interest Rates | Remaining Maturities | Outstanding Principal June 30, 2024 | Due Within One Year |
|---|------------------------------|-------------------|-------------------------|---|------------------------|
| Governmental activities: | | | | | |
| School Improvement Bonds, Project of 2011, Series A (2012) | \$ 22,300,000 | 3.00-4.00% | 7/1/24-27 | \$ 7,988,350 | \$ 2,285,000 |
| School Improvement Bonds, Project of 2011, Series B (2014) | 9,300,000 | 2.50-4.00% | 7/1/24-27 | 4,305,000 | 1,030,000 |
| School Improvement Bonds, Project of 2015, Series A (2016) | 15,000,000 | 3.00-4.00% | 7/1/24-31 | 8,700,000 | 1,000,000 |
| School Improvement Bonds, Project of 2015, Series B (2017) | 31,010,000 | 4.00-5.00% | 7/1/24-31 | 25,120,000 | 1,685,000 |
| School Improvement Bonds, Project of 2015, Series C (2018) | 17,480,000 | 2.50-5.00% | 7/1/24-31 | 15,055,000 | 835,000 |
| School Improvement Bonds, Project of 2019, Series 2020 | 50,360,000 | 2.00-5.00% | 7/1/24-38 | 44,700,000 | 1,000,000 |
| School Improvement Bonds, Project of 2023, Series A (2024) | 141,550,000 | 5.00% | 7/1/24-43 | 141,550,000 | 910,000 |
| Total | | | | <u>\$ 247,418,350</u> | <u>\$ 8,745,000</u> |

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

| Year ending June 30: | Governmental Activities | |
|----------------------|-------------------------|-----------------------|
| | Principal | Interest |
| 2025 | \$ 8,745,000 | \$ 10,694,143 |
| 2026 | 11,840,000 | 10,865,625 |
| 2027 | 10,795,000 | 10,408,751 |
| 2028 | 10,083,350 | 9,970,269 |
| 2029 | 9,065,000 | 9,537,650 |
| 2030-34 | 52,500,000 | 40,763,100 |
| 2035-39 | 65,625,000 | 27,085,875 |
| 2040-44 | 78,765,000 | 9,999,625 |
| Total | <u>\$ 247,418,350</u> | <u>\$ 129,325,038</u> |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 12 – Changes in Long-Term Liabilities

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

| | Beginning Balance | Additions | Reductions | Ending Balance | Due Within One Year |
|---------------------------------|-----------------------|-----------------------|----------------------|-----------------------|------------------------|
| Governmental activities: | | | | | |
| Bonds payable: | | | | | |
| General obligation bonds | \$ 115,060,000 | \$ 141,550,000 | \$ 9,191,650 | \$ 247,418,350 | \$ 8,745,000 |
| Premium | 12,502,164 | 22,262,563 | 1,110,530 | 33,654,197 | |
| Total bonds payable | <u>127,562,164</u> | <u>163,812,563</u> | <u>10,302,180</u> | <u>281,072,547</u> | <u>8,745,000</u> |
| Financed purchases payable | 30,258,282 | | 561,597 | 29,696,685 | 577,177 |
| Net pension liability | 75,531,077 | | 2,047,899 | 73,483,178 | |
| Compensated absences payable | <u>2,570,015</u> | <u>1,103,517</u> | <u>1,100,565</u> | <u>2,572,967</u> | <u>275,000</u> |
| Total long-term liabilities | <u>\$ 235,921,538</u> | <u>\$ 164,916,080</u> | <u>\$ 14,012,241</u> | <u>\$ 386,825,377</u> | <u>\$ 9,597,177</u> |

Note 13 – Interfund Receivables, Payables, and Transfers

At year end, interfund balances were as follows:

Due to/from other funds – At year end, one non-major governmental fund had a negative cash balance in the Treasurer’s pooled cash accounts of \$1,279,848. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the General Fund. All interfund balances are expected to be paid within one year.

Interfund transfers:

| Transfers out | Transfers in | | |
|------------------------------|-------------------|----------------------|----------------------|
| | General | Debt Service | Total |
| Bond Building | \$ | \$ 18,758,882 | \$ 18,758,882 |
| Non-Major Governmental Funds | <u>143,523</u> | | <u>143,523</u> |
| Total | <u>\$ 143,523</u> | <u>\$ 18,758,882</u> | <u>\$ 18,902,405</u> |

Transfers between funds were used to (1) move investment income earned in the Bond Building Fund that is required by statute to be expended in the Debt Service Fund and (2) to move federal grant funds restricted for indirect costs.

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 14 – Contingent Liabilities

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

Note 15 – Restatements of Beginning Balances

Change within the Financial Reporting Entity – In the current fiscal year, there has been a change in major funds. The Classroom Site, Federal and State Grants, and Other Capital Projects Funds no longer have assets, liabilities/deferred inflows of resources, revenues, or expenditures that exceed 10 percent of total assets, liabilities/deferred inflows of resources, revenues, or expenditures. The Bond Building Fund now has assets that exceed 10 percent of total assets. The change is reflected on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances as a restatement to beginning of year fund balances.

The effect of the matters noted above resulted in adjustments to and restatements of beginning net position and fund net position, as follows:

| | June 30, 2023, As Previously Reported | Change within the Financial Reporting Entity | June 30, 2023, As Restated |
|-------------------------------|---|--|-------------------------------|
| Governmental Funds | | | |
| Major Funds: | | | |
| General Fund | \$ 15,676,076 | \$ | \$ 15,676,076 |
| Classroom Site Fund | 5,771,717 | \$ (5,771,717) | |
| Federal and State Grants Fund | (1,907,126) | 1,907,126 | |
| Debt Service Fund | 835,137 | | 835,137 |
| Bond Building Fund | | 974,665 | 974,665 |
| Other Capital Projects | (2,730,785) | 2,730,785 | |
| Nonmajor Funds | 6,538,481 | 159,141 | 6,697,622 |
| Total Governmental Funds | <u>\$ 24,183,500</u> | <u>\$</u> | <u>\$ 24,183,500</u> |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 16 – 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 Valley Schools Employee Benefit Trust (VSEBT) for risks of loss related to employee health and accident claims. VSEBT is a public entity risk pool currently operating as a common risk management and insurance program for school districts in the State. The District pays a monthly premium to VSEBT for employees' health and accident insurance coverage. The agreement provides that VSEBT 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 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.

Note 17 – Pensions

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 17 – Pensions

Aggregate Amounts. At June 30, 2024, the District reported the following aggregate amounts related to pensions and OPEB for all plans to which it contributes:

| | Pension | OPEB | Total |
|--------------------------------|------------|--------------|--------------|
| Net assets | \$ | \$ 2,456,129 | \$ 2,456,129 |
| Net liability | 73,483,178 | | 73,483,178 |
| Deferred outflows of resources | 10,754,503 | 188,790 | 10,943,293 |
| Deferred inflows of resources | 3,478,803 | 1,101,913 | 4,580,716 |
| Expense | 12,439,474 | (1,471,319) | 10,968,155 |
| Contributions | 7,839,976 | 71,687 | 7,911,663 |

The ASRS OPEB plans are not further disclosed because of their relative insignificance to the District's financial statements.

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

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

*With actuarially reduced benefits

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

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 17 – Pensions

Contributions. In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 12.29 percent (12.14 percent for retirement and 0.15 percent for long-term disability) of the members' annual covered payroll, and the District was required by statute to contribute at the actuarially determined rate of 12.29 percent (12.03 percent for retirement, 0.11 percent for health insurance premium benefit, and 0.15 percent for long-term disability) of the active members' annual covered payroll. The District's contributions to the pension plan for the year ended June 30, 2024 were \$7,839,976.

Employers are also required to pay an Alternate Contribution Rate (ACR), for retired members who return to work in positions that would typically be filled by an employee who contributes to ASRS. The District was required by statute to contribute at the actuarially determined rate of 9.99 percent (9.94 for retirement and 0.05 percent for long-term disability). ACR contributions are included in employer contributions presented above.

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

Pension Liability. The net pension liability was measured as of June 30, 2023. The total liability used to calculate the net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2022, to the measurement date of June 30, 2023. The District's proportion of the net liability was based on the District's actual contributions to the applicable plan relative to the total of all participating employers' contributions to the plan for the year ended June 30, 2023.

At June 30, 2023, the District reported the following amounts for its proportionate share of the pension plan net liability. In addition, at June 30, 2023, the District's percentage proportion for the plan and the related change from its proportion measured as of June 30, 2022 was:

| Net Liability | District % Proportion | Increase (Decrease) |
|------------------|--------------------------|------------------------|
| \$ 73,483,178 | 0.454 | (0.009) |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 17 – Pensions

Pension Expense and Deferred Outflows/Inflows of Resources. The District has deferred outflows and inflows of resources related to the net pension liability. Certain changes in the net pension liability are recognized as pension expense over a period of time rather than the year of occurrence. The District's pension expense for the year ended June 30, 2024 was \$12,439,474.

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 | \$ 1,660,427 | \$ |
| Net difference between projected and actual earnings on pension investments | | 2,599,899 |
| Changes in proportion and differences between contributions and proportionate share of contributions | 1,254,100 | 878,904 |
| Contributions subsequent to the measurement date | 7,839,976 | |
| Total | <u>\$ 10,754,503</u> | <u>\$ 3,478,803</u> |

The amounts of deferred outflows of resources resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as an adjustment of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| | | |
|----------------------|----|-------------|
| Year Ending June 30: | | |
| 2025 | \$ | 391,226 |
| 2026 | | (3,434,346) |
| 2027 | | 2,801,922 |
| 2028 | | (323,078) |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 17 – Pensions

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

| | |
|-----------------------------|---------------------|
| Actuarial valuation date | June 30, 2022 |
| Actuarial roll forward date | June 30, 2023 |
| Actuarial cost method | Entry age normal |
| Investment rate of return | 7.0% |
| Inflation | 2.3% |
| Projected salary increases | 2.9-8.4% |
| Permanent base increases | Included |
| Mortality rates | 2017 SRA Scale U-MP |

The actuarial assumptions used in the June 30, 2022 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, excluding any expected inflation.

The target allocation and best estimates of geometric 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 |
|-------------------------|----------------------|---|
| Public equity | 44% | 3.50% |
| Credit | 23% | 5.90 |
| Interest rate sensitive | 6% | 1.50 |
| Private equity | 10% | 6.70 |
| Real estate | 17% | 5.90 |
| Total | 100% | |

Agua Fria Union High School District No. 216
Notes to Financial Statements
June 30, 2024

Note 17 – Pensions

Discount Rate. The discount rate used to measure the total pension liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board's funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.0 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

| | Current | | |
|---------------|----------------|---------------|---------------|
| | 1% Decrease | Discount Rate | 1% Increase |
| Rate | 6.0% | 7.0% | 8.0% |
| Net liability | \$ 110,067,008 | \$ 73,483,178 | \$ 42,978,735 |

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued ASRS financial report. The report is available on the ASRS website at www.azasrs.gov.

Note 18 – Subsequent Events

In November 2024, voters of the District authorized the issuance of \$138 million of Class B general obligation bonds for the construction of a new high school, major school maintenance including safety, security, and information technology upgrades, and purchase of pupil transportation vehicles.

(This page intentionally left blank)

Required Supplementary Information

(This page intentionally left blank)

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General
For the Year Ended June 30, 2024

| | <u>Budget</u> | | <u>Non-GAAP</u> | <u>Variance with</u> |
|---|------------------------|------------------------|---------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 851,328 | \$ 851,328 |
| Property taxes | | | 35,133,014 | 35,133,014 |
| State aid and grants | | | 47,802,468 | 47,802,468 |
| Total revenues | | | <u>83,786,810</u> | <u>83,786,810</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 44,317,543 | 42,902,718 | 40,754,732 | 2,147,986 |
| Support services - students and staff | 11,624,762 | 12,060,455 | 11,945,938 | 114,517 |
| Support services - administration | 10,381,187 | 11,699,593 | 11,763,059 | (63,466) |
| Operation and maintenance of plant services | 14,724,484 | 16,456,441 | 14,240,341 | 2,216,100 |
| Student transportation services | 5,041,236 | 6,306,146 | 5,658,323 | 647,823 |
| Operation of non-instructional services | 1,271,569 | 1,366,448 | 603,181 | 763,267 |
| Total expenditures | <u>87,360,781</u> | <u>90,791,801</u> | <u>84,965,574</u> | <u>5,826,227</u> |
| Changes in fund balances | <u>(87,360,781)</u> | <u>(90,791,801)</u> | <u>(1,178,764)</u> | <u>89,613,037</u> |
| Fund balances, beginning of year | | | <u>6,282,155</u> | <u>6,282,155</u> |
| Fund balances, end of year | <u>\$ (87,360,781)</u> | <u>\$ (90,791,801)</u> | <u>\$ 5,103,391</u> | <u>\$ 95,895,192</u> |

Agua Fria Union High School District No. 216
Schedule of the Proportionate Share of the Net Pension Liability
Arizona State Retirement System
Last Ten Fiscal Years

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|---|--------------------|--------------------|--------------------|--------------------|
| Measurement date | June 30, 2023 | June 30, 2022 | June 30, 2021 | June 30, 2020 |
| District's proportion of the net pension (assets) liability | 0.45% | 0.46% | 0.44% | 0.40% |
| District's proportionate share of the net pension (assets) liability | \$ 73,483,178 | \$ 75,531,077 | \$ 57,346,278 | \$ 69,952,359 |
| District's covered payroll | \$ 61,256,669 | \$ 55,287,602 | \$ 48,977,408 | \$ 44,053,223 |
| District's proportionate share of the net pension (assets) liability as a percentage of its covered payroll | 119.96% | 136.61% | 117.09% | 158.79% |
| Plan fiduciary net position as a percentage of the total pension liability | 75.47% | 74.26% | 78.58% | 69.33% |

Schedule of Pension Contributions
Arizona State Retirement System
Last Ten Fiscal Years

| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> |
|--|--------------------|--------------------|--------------------|--------------------|
| Actuarially determined contribution | \$ 7,839,976 | \$ 7,301,795 | \$ 6,640,041 | \$ 5,705,868 |
| Contributions in relation to the actuarially determined contribution | <u>7,839,976</u> | <u>7,301,795</u> | <u>6,640,041</u> | <u>5,705,868</u> |
| Contribution deficiency (excess) | <u>\$</u> | <u>\$</u> | <u>\$</u> | <u>\$</u> |
| District's covered payroll | \$ 65,170,208 | \$ 61,256,669 | \$ 55,287,602 | \$ 48,977,408 |
| Contributions as a percentage of covered payroll | 12.03% | 11.92% | 12.01% | 11.65% |

| <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---------------|---------------|---------------|---------------|---------------|---------------|
| June 30, 2019 | June 30, 2018 | June 30, 2017 | June 30, 2016 | June 30, 2015 | June 30, 2014 |
| 0.39% | 0.35% | 0.34% | 0.34% | 0.34% | 0.33% |
| \$ 57,379,603 | \$ 49,261,759 | \$ 52,264,360 | \$ 54,443,608 | \$ 52,923,031 | \$ 48,257,675 |
| \$ 41,400,474 | \$ 34,888,798 | \$ 32,532,625 | \$ 31,518,986 | \$ 31,243,067 | \$ 29,367,505 |
| 138.60% | 141.20% | 160.65% | 172.73% | 169.39% | 164.32% |
| 73.24% | 73.40% | 69.92% | 67.06% | 68.35% | 69.49% |

| <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$ 5,044,094 | \$ 4,628,573 | \$ 3,802,879 | \$ 3,507,017 | \$ 3,419,810 | \$ 3,402,370 |
| 5,044,094 | 4,628,573 | 3,802,879 | 3,507,017 | 3,419,810 | 3,402,370 |
| \$ | \$ | \$ | \$ | \$ | \$ |
| \$ 44,053,223 | \$ 41,400,474 | \$ 34,888,798 | \$ 32,532,625 | \$ 31,518,986 | \$ 31,243,067 |
| 11.45% | 11.18% | 10.90% | 10.78% | 10.85% | 10.89% |

Agua Fria Union High School District No. 216
Notes to Required Supplementary Information
June 30, 2024

Note 1 – Budgetary Basis of Accounting

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

- Employee insurance expenditures are budgeted in the year the employee insurance account is funded.
- Expenditures for claims and judgments are not budgeted.

Additionally, the General Fund includes the Maintenance and Operations Fund and other funds that do not meet the criteria for separate reporting in the financial statements, and which do not have legally adopted budgets. Arizona Revised Statutes requires a Maintenance and Operations Fund budget, and therefore these other funds must be subtracted to present only the activity of the Maintenance and Operations Fund.

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

| | Total Expenditures | Fund Balances End of Year |
|--|-----------------------|---------------------------------|
| Statement of Revenues, Expenditures and Changes in | | |
| Fund Balances - Governmental Funds | \$ 100,215,651 | \$ 10,800,673 |
| Other funds presented in the General Fund | (12,689,201) | (7,205,198) |
| Current year claims and judgements payable | (2,807,951) | 2,807,951 |
| Employee insurance account | 247,075 | (1,300,035) |
| Schedule of Revenue, Expenditures and Changes in | | |
| Fund Balances – Budget and Actual - General Fund | <u>\$ 84,965,574</u> | <u>\$ 5,103,391</u> |

Note 2 – Pension Schedules

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

Factors that Affect Trends. The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2020. The purpose of the experience study was to review actual experience in relation to the actuarial assumptions in effect. The ASRS Board adopted the experience study recommended changes which were applied to the June 30, 2020, actuarial valuation.

**Combining and Individual
Fund Financial Statements and Schedules**

(This page intentionally left blank)

Governmental Funds

(This page intentionally left blank)

Non-Major Governmental Funds

Special Revenue Funds

Classroom Site – to account for the financial activity for the portion of state sales tax collections and permanent state school fund earnings.

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

Federal and State Grants – to account for financial assistance received for federal and state grants and projects.

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

Other Special Revenue – to account for the revenues and expenditures of other special revenue activities, including the following: civic center, community school, auxiliary operations, extracurricular activities fees tax credit, insurance proceeds, and student activities.

Capital Projects Funds

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

Other Capital Projects – to account for the revenues and expenditures of other capital projects activities, including the following: energy water and savings, new school facilities and building renewal grant.

Agua Fria Union High School District No. 216
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2024

| | Special Revenue Funds | | | |
|---|------------------------------|----------------------------------|---------------------------------|---------------------|
| | Classroom site | Instructional Improvement | Federal and State Grants | Food Service |
| Assets | | | | |
| Cash and investments | \$ 6,858,306 | \$ 1,630,002 | \$ | \$ 225,678 |
| Deposits | | | | 70,076 |
| Due from governmental entities | | 349,915 | 2,406,703 | 13,747 |
| Total assets | <u>\$ 6,858,306</u> | <u>\$ 1,979,917</u> | <u>\$ 2,406,703</u> | <u>\$ 309,501</u> |
| Liabilities | | | | |
| Accounts payable | \$ 10,617 | \$ | \$ 80,075 | \$ |
| Due to other funds | | | 1,279,848 | |
| Accrued payroll and employee benefits | 218,030 | | 197,867 | 30,415 |
| Unearned revenues | | | 24,590 | |
| Total liabilities | <u>228,647</u> | | <u>1,582,380</u> | <u>30,415</u> |
| Deferred inflows of resources | | | | |
| Unavailable revenues - intergovernmental | | | 542,445 | |
| Total deferred inflows of resources | | | <u>542,445</u> | |
| Fund balances | | | | |
| Restricted | 6,629,659 | 1,979,917 | 281,878 | 279,086 |
| Unassigned | | | | |
| Total fund balances | <u>6,629,659</u> | <u>1,979,917</u> | <u>281,878</u> | <u>279,086</u> |
| Total liabilities, deferred inflows of resources and fund balances | <u>\$ 6,858,306</u> | <u>\$ 1,979,917</u> | <u>\$ 2,406,703</u> | <u>\$ 309,501</u> |

| Special Revenue | | | |
|--------------------------|------------------------|---------------------------|--|
| Funds | Capital Projects Funds | | Total Non-Major Governmental Funds |
| Other Special Revenue | Adjacent Ways | Other Capital Projects | |
| \$ 3,285,608 | \$ 6,934,152 | \$ 52,303 | \$ 18,986,049 |
| | | | 70,076 |
| 493,895 | | 418,200 | 3,682,460 |
| <u>\$ 3,779,503</u> | <u>\$ 6,934,152</u> | <u>\$ 470,503</u> | <u>\$ 22,738,585</u> |
| | | | |
| \$ 139,544 | \$ | \$ 224,069 | \$ 454,305 |
| | | | 1,279,848 |
| 82,053 | | | 528,365 |
| | | | 24,590 |
| <u>221,597</u> | | <u>224,069</u> | <u>2,287,108</u> |
| | | | |
| | | 418,200 | 960,645 |
| | | 418,200 | 960,645 |
| | | | |
| 3,557,906 | 6,934,152 | | 19,662,598 |
| | | (171,766) | (171,766) |
| <u>3,557,906</u> | <u>6,934,152</u> | <u>(171,766)</u> | <u>19,490,832</u> |
| | | | |
| <u>\$ 3,779,503</u> | <u>\$ 6,934,152</u> | <u>\$ 470,503</u> | <u>\$ 22,738,585</u> |

Agua Fria Union High School District No. 216
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2024

| | Special Revenue Funds | | | |
|--|------------------------------|----------------------------------|---------------------------------|---------------------|
| | Classroom site | Instructional Improvement | Federal and State Grants | Food Service |
| Revenues | | | | |
| Other local | \$ 180,119 | \$ 50,149 | \$ 6,628 | \$ 2,233,653 |
| Property taxes | | | | |
| State aid and grants | 9,973,905 | 752,609 | 753,934 | |
| Federal aid, grants and reimbursements | | | 6,561,764 | 3,168,280 |
| Total revenues | <u>10,154,024</u> | <u>802,758</u> | <u>7,322,326</u> | <u>5,401,933</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 8,113,588 | 107,520 | 2,872,136 | |
| Support services - students and staff | 1,182,494 | 169,823 | 1,384,139 | |
| Support services - administration | | 153,611 | 238,803 | 95 |
| Operation and maintenance of plant services | | | 282,512 | 31,882 |
| Student transportation services | | | 194,676 | |
| Operation of non-instructional services | | | | 5,156,545 |
| Capital outlay | | | 27,205 | 66,699 |
| Total expenditures | <u>9,296,082</u> | <u>430,954</u> | <u>4,999,471</u> | <u>5,255,221</u> |
| Excess (deficiency) of revenues over expenditures | <u>857,942</u> | <u>371,804</u> | <u>2,322,855</u> | <u>146,712</u> |
| Other financing sources (uses) | | | | |
| Transfers out | | | (133,851) | |
| Total other financing sources (uses) | | | <u>(133,851)</u> | |
| Changes in fund balances | <u>857,942</u> | <u>371,804</u> | <u>2,189,004</u> | <u>146,712</u> |
| Fund balances, beginning of year, previously reported | | 1,608,113 | | 132,374 |
| Adjustments to beginning fund balances | 5,771,717 | | (1,907,126) | |
| Fund balances, beginning of year, as restated | <u>5,771,717</u> | <u>1,608,113</u> | <u>(1,907,126)</u> | <u>132,374</u> |
| Fund balances, end of year | <u>\$ 6,629,659</u> | <u>\$ 1,979,917</u> | <u>\$ 281,878</u> | <u>\$ 279,086</u> |

Special Revenue

| Funds | | Capital Projects Funds | | | Total Non-Major Governmental Funds |
|--------------------------|------------------|------------------------|---------------------------|-------------------|--|
| Other Special Revenue | Adjacent Ways | Bond Building | Other Capital Projects | | |
| \$ 4,308,102 | \$ 18,381 | \$ | \$ 4,819 | \$ 6,801,851 | |
| | 7,499,999 | | | 7,499,999 | |
| 32,886 | | | 10,702,665 | 22,215,999 | |
| | | | | 9,730,044 | |
| <u>4,340,988</u> | <u>7,518,380</u> | | <u>10,707,484</u> | <u>46,247,893</u> | |
| | | | | | |
| 2,124,458 | | | | 13,217,702 | |
| 1,173,194 | | | | 3,909,650 | |
| 23,753 | | | | 416,262 | |
| 326,633 | | | | 641,027 | |
| 34,928 | | | | 229,604 | |
| 239,735 | | | | 5,396,280 | |
| 258,204 | 1,000,062 | | 8,148,465 | 9,500,635 | |
| <u>4,180,905</u> | <u>1,000,062</u> | | <u>8,148,465</u> | <u>33,311,160</u> | |
| 160,083 | 6,518,318 | | 2,559,019 | 12,936,733 | |
| (9,672) | | | | (143,523) | |
| <u>(9,672)</u> | | | | <u>(143,523)</u> | |
| 150,411 | 6,518,318 | | 2,559,019 | 12,793,210 | |
| 3,407,495 | 415,834 | 974,665 | | 6,538,481 | |
| | | (974,665) | (2,730,785) | 159,141 | |
| <u>3,407,495</u> | <u>415,834</u> | | <u>(2,730,785)</u> | <u>6,697,622</u> | |
| \$ 3,557,906 | \$ 6,934,152 | \$ | \$ (171,766) | \$ 19,490,832 | |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Classroom Site
For the Year Ended June 30, 2024

| | <u>Budget</u> | | | Variance with |
|---|------------------------|------------------------|---------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 180,119 | \$ 180,119 |
| State aid and grants | | | 9,973,905 | 9,973,905 |
| Total revenues | | | <u>10,154,024</u> | <u>10,154,024</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 11,472,965 | 11,141,289 | 8,113,588 | 3,027,701 |
| Support services - students and staff | 1,023,076 | 1,360,454 | 1,182,494 | 177,960 |
| Support services - administration | | 23,580 | | 23,580 |
| Total expenditures | <u>12,496,041</u> | <u>12,525,323</u> | <u>9,296,082</u> | <u>3,229,241</u> |
| Changes in fund balances | <u>(12,496,041)</u> | <u>(12,525,323)</u> | <u>857,942</u> | <u>13,383,265</u> |
| Fund balances, beginning of year | | | <u>5,771,717</u> | <u>5,771,717</u> |
| Fund balances, end of year | <u>\$ (12,496,041)</u> | <u>\$ (12,525,323)</u> | <u>\$ 6,629,659</u> | <u>\$ 19,154,982</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Instructional Improvement
For the Year Ended June 30, 2024

| | <u>Budget</u> | | <u>Actual</u> | <u>Variance with Final Budget</u> |
|---|-----------------------|---------------------|---------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 50,149 | \$ 50,149 |
| State aid and grants | | | 752,609 | 752,609 |
| Total revenues | | | <u>802,758</u> | <u>802,758</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 269,164 | 221,895 | 107,520 | 114,375 |
| Support services - students and staff | 425,132 | 350,473 | 169,823 | 180,650 |
| Support services - administration | 384,547 | 317,015 | 153,611 | 163,404 |
| Total expenditures | <u>1,078,843</u> | <u>889,383</u> | <u>430,954</u> | <u>458,429</u> |
| Changes in fund balances | <u>(1,078,843)</u> | <u>(889,383)</u> | <u>371,804</u> | <u>1,261,187</u> |
| Fund balances, beginning of year | | | <u>1,608,113</u> | <u>1,608,113</u> |
| Fund balances, end of year | <u>\$ (1,078,843)</u> | <u>\$ (889,383)</u> | <u>\$ 1,979,917</u> | <u>\$ 2,869,300</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Federal and State Grants
For the Year Ended June 30, 2024

| | <u>Budget</u> | | | Variance with |
|--|-----------------------|-----------------------|--------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 6,628 | \$ 6,628 |
| State aid and grants | | | 753,934 | 753,934 |
| Federal aid, grants and reimbursements | | | 6,561,764 | 6,561,764 |
| Total revenues | | | <u>7,322,326</u> | <u>7,322,326</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 1,722,759 | 3,533,696 | 2,872,136 | 661,560 |
| Support services - students and staff | 830,232 | 1,702,958 | 1,384,139 | 318,819 |
| Support services - administration | 143,238 | 293,808 | 238,803 | 55,005 |
| Operation and maintenance of plant services | 169,456 | 347,585 | 282,512 | 65,073 |
| Student transportation services | 116,770 | 239,517 | 194,676 | 44,841 |
| Operation of non-instructional services | | | | |
| Capital outlay | <u>16,318</u> | <u>33,471</u> | <u>27,205</u> | <u>6,266</u> |
| Total expenditures | <u>2,998,773</u> | <u>6,151,036</u> | <u>4,999,471</u> | <u>1,151,565</u> |
| Excess (deficiency) of revenues over expenditures | <u>(2,998,773)</u> | <u>(6,151,036)</u> | <u>2,322,855</u> | <u>8,473,891</u> |
| Other financing sources (uses) | | | | |
| Transfers out | | | (133,851) | (133,851) |
| Total other financing sources (uses) | | | <u>(133,851)</u> | <u>(133,851)</u> |
| Changes in fund balances | <u>(2,998,773)</u> | <u>(6,151,036)</u> | <u>2,189,004</u> | <u>8,340,040</u> |
| Fund balances, beginning of year | | | <u>(1,907,126)</u> | <u>(1,907,126)</u> |
| Fund balances, end of year | <u>\$ (2,998,773)</u> | <u>\$ (6,151,036)</u> | <u>\$ 281,878</u> | <u>\$ 6,432,914</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Food Service
For the Year Ended June 30, 2024

| | <u>Budget</u> | | | Variance with |
|---|-----------------------|-----------------------|-------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 2,233,653 | \$ 2,233,653 |
| Federal aid, grants and reimbursements | | | 3,168,280 | 3,168,280 |
| Total revenues | | | <u>5,401,933</u> | <u>5,401,933</u> |
| Expenditures | | | | |
| Current: | | | | |
| Support services - administration | 58 | 70 | 95 | (25) |
| Operation and maintenance of plant services | 19,502 | 23,534 | 31,882 | (8,348) |
| Operation of non-instructional services | 3,154,283 | 3,806,292 | 5,156,545 | (1,350,253) |
| Capital outlay | 40,800 | 49,234 | 66,699 | (17,465) |
| Total expenditures | <u>3,214,644</u> | <u>3,879,129</u> | <u>5,255,221</u> | <u>(1,376,092)</u> |
| Changes in fund balances | <u>(3,214,644)</u> | <u>(3,879,129)</u> | <u>146,712</u> | <u>4,025,841</u> |
| Fund balances, beginning of year | | | <u>132,374</u> | <u>132,374</u> |
| Fund balances, end of year | <u>\$ (3,214,644)</u> | <u>\$ (3,879,129)</u> | <u>\$ 279,086</u> | <u>\$ 4,158,215</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Special Revenue
For the Year Ended June 30, 2024

| | <u>Budget</u> | | <u>Actual</u> | <u>Variance with Final Budget</u> |
|--|-----------------------|-----------------------|---------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 4,308,102 | \$ 4,308,102 |
| State aid and grants | | | 32,886 | 32,886 |
| Total revenues | | | <u>4,340,988</u> | <u>4,340,988</u> |
| Expenditures | | | | |
| Current: | | | | |
| Instruction | 848,079 | 1,134,554 | 2,124,458 | (989,904) |
| Support services - students and staff | 468,337 | 626,537 | 1,173,194 | (546,657) |
| Support services - administration | 9,482 | 12,685 | 23,753 | (11,068) |
| Operation and maintenance of plant services | 130,391 | 174,436 | 326,633 | (152,197) |
| Student transportation services | 13,943 | 18,653 | 34,928 | (16,275) |
| Operation of non-instructional services | 95,702 | 128,029 | 239,735 | (111,706) |
| Capital outlay | 103,075 | 137,892 | 258,204 | (120,312) |
| Total expenditures | <u>1,669,009</u> | <u>2,232,787</u> | <u>4,180,905</u> | <u>(1,948,118)</u> |
| Excess (deficiency) of revenues over expenditures | <u>(1,669,009)</u> | <u>(2,232,787)</u> | <u>160,083</u> | <u>2,392,870</u> |
| Other financing sources (uses) | | | | |
| Transfers out | | | (9,672) | (9,672) |
| Total other financing sources (uses) | | | <u>(9,672)</u> | <u>(9,672)</u> |
| Changes in fund balances | <u>(1,669,009)</u> | <u>(2,232,787)</u> | <u>150,411</u> | <u>2,383,198</u> |
| Fund balances, beginning of year | | | <u>3,407,495</u> | <u>3,407,495</u> |
| Fund balances, end of year | <u>\$ (1,669,009)</u> | <u>\$ (2,232,787)</u> | <u>\$ 3,557,906</u> | <u>\$ 5,790,693</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Debt Service
For the Year Ended June 30, 2024

| | <u>Budget</u> | | | Variance with |
|--|------------------------|-----------------------|----------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 269,770 | \$ 269,770 |
| Property taxes | | | 15,600,847 | 15,600,847 |
| Total revenues | | | 15,870,617 | 15,870,617 |
| Expenditures | | | | |
| Debt service: | | | | |
| Principal retirement | 8,745,000 | 8,745,000 | 8,745,000 | |
| Interest and fiscal charges | 3,351,138 | 720,306 | 7,325,931 | (6,605,625) |
| Total expenditures | 12,096,138 | 9,465,306 | 16,070,931 | (6,605,625) |
| Excess (deficiency) of revenues over expenditures | (12,096,138) | (9,465,306) | (200,314) | 9,264,992 |
| Other financing sources (uses) | | | | |
| Transfers in | | | 18,758,882 | 18,758,882 |
| Total other financing sources (uses) | | | 18,758,882 | 18,758,882 |
| Changes in fund balances | (12,096,138) | (9,465,306) | 18,558,568 | 28,023,874 |
| Fund balances, beginning of year | | | 835,137 | 835,137 |
| Fund balances, end of year | <u>\$ (12,096,138)</u> | <u>\$ (9,465,306)</u> | <u>\$ 19,393,705</u> | <u>\$ 28,859,011</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Adjacent Ways
For the Year Ended June 30, 2024

| | <u>Budget</u> | | <u>Variance with</u> |
|---|---------------------------|---------------|----------------------|
| | <u>Original and Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | |
| Other local | | 18,381 | 18,381 |
| Property taxes | | 7,499,999 | 7,499,999 |
| Total revenues | | 7,518,380 | 7,518,380 |
| Expenditures | | | |
| Capital outlay | 7,500,000 | 1,000,062 | 6,499,938 |
| Total expenditures | 7,500,000 | 1,000,062 | 6,499,938 |
| Changes in fund balances | (7,500,000) | 6,518,318 | 14,018,318 |
| Fund balances, beginning of year | | 415,834 | 415,834 |
| Fund balances, end of year | \$ (7,500,000) | \$ 6,934,152 | \$ 14,434,152 |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Bond Building
For the Year Ended June 30, 2024

| | <u>Budget</u> | | | <u>Variance with</u> |
|--|---------------------|-------------------------|-----------------------|-----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 1,236,090 | \$ 1,236,090 |
| Total revenues | | | <u>1,236,090</u> | <u>1,236,090</u> |
| Expenditures | | | | |
| Capital outlay | 350,000 | 144,455,280 | 8,975,783 | 135,479,497 |
| Debt service: | | | | |
| Bond issuance costs | | 1,400,671 | 1,400,671 | |
| Total expenditures | <u>350,000</u> | <u>145,855,951</u> | <u>10,376,454</u> | <u>135,479,497</u> |
| Excess (deficiency) of revenues over expenditures | <u>(350,000)</u> | <u>(145,855,951)</u> | <u>(9,140,364)</u> | <u>136,715,587</u> |
| Other financing sources (uses) | | | | |
| Transfers out | | | (18,758,882) | (18,758,882) |
| Issuance of school improvement bonds | | | 141,550,000 | 141,550,000 |
| Premium on sale of bonds | | | 22,262,563 | 22,262,563 |
| Total other financing sources (uses) | | | <u>145,053,681</u> | <u>145,053,681</u> |
| Changes in fund balances | <u>(350,000)</u> | <u>(145,855,951)</u> | <u>135,913,317</u> | <u>281,769,268</u> |
| Fund balances, beginning of year | | | <u>974,665</u> | <u>974,665</u> |
| Fund balances, end of year | <u>\$ (350,000)</u> | <u>\$ (145,855,951)</u> | <u>\$ 136,887,982</u> | <u>\$ 282,743,933</u> |

Agua Fria Union High School District No. 216
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
Other Capital Projects
For the Year Ended June 30, 2024

| | <u>Budget</u> | | | Variance with |
|---|------------------------|------------------------|---------------------|----------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Final Budget</u> |
| Revenues | | | | |
| Other local | \$ | \$ | \$ 4,819 | \$ 4,819 |
| State aid and grants | | | 10,702,665 | 10,702,665 |
| Total revenues | | | 10,707,484 | 10,707,484 |
| Expenditures | | | | |
| Capital outlay | 48,685,000 | 53,085,538 | 8,148,465 | 44,937,073 |
| Total expenditures | 48,685,000 | 53,085,538 | 8,148,465 | 44,937,073 |
| Changes in fund balances | (48,685,000) | (53,085,538) | 2,559,019 | 55,644,557 |
| Fund balances, beginning of year | | | (2,730,785) | (2,730,785) |
| Fund balances, end of year | <u>\$ (48,685,000)</u> | <u>\$ (53,085,538)</u> | <u>\$ (171,766)</u> | <u>\$ 52,913,772</u> |

Statistical Section

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

(This page intentionally left blank)

Agua Fria Union High School District No. 216
Net Position by Component
Last Ten Fiscal Years
(Accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|----------------------------------|----------------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Net Position: | | | | | |
| Net investment in capital assets | \$ 117,895,245 | \$ 121,745,788 | \$ 103,529,612 | \$ 114,979,921 | \$ 108,190,598 |
| Restricted | 42,367,861 | 15,919,510 | 33,156,760 | 11,242,537 | 14,780,794 |
| Unrestricted | <u>(48,373,369)</u> | <u>(42,004,177)</u> | <u>(40,738,987)</u> | <u>(34,979,502)</u> | <u>(33,172,429)</u> |
| Total net position | <u><u>\$ 111,889,737</u></u> | <u><u>\$ 95,661,121</u></u> | <u><u>\$ 95,947,385</u></u> | <u><u>\$ 91,242,956</u></u> | <u><u>\$ 89,798,963</u></u> |
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Net Position: | | | | | |
| Net investment in capital assets | \$ 114,864,503 | \$ 113,666,530 | \$ 91,670,769 | \$ 76,937,569 | \$ 76,282,967 |
| Restricted | 10,053,577 | 10,583,721 | 13,369,729 | 9,570,232 | 8,828,356 |
| Unrestricted | <u>(31,802,441)</u> | <u>(32,973,399)</u> | <u>(34,202,228)</u> | <u>(32,649,818)</u> | <u>(31,329,664)</u> |
| Total net position | <u><u>\$ 93,115,639</u></u> | <u><u>\$ 91,276,852</u></u> | <u><u>\$ 70,838,270</u></u> | <u><u>\$ 53,857,983</u></u> | <u><u>\$ 53,781,659</u></u> |

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

Note: In the fiscal year ended June 30, 2015, the District implemented GASB Statement No. 68 which caused a deficit in unrestricted net position due to recording of the District's proportionate share of the state pension plan's unfunded liability.

Agua Fria Union High School District No. 216
Expenses, Program Revenues, and Net (Expense)/Revenue
Last Ten Fiscal Years
(Accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|---|----------------------------------|-------------------------|------------------------|------------------------|------------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Expenses | | | | | |
| Instruction | \$ 70,312,740 | \$ 72,191,602 | \$ 63,456,475 | \$ 57,295,235 | \$ 54,891,873 |
| Support services - students and staff | 16,648,278 | 16,930,327 | 13,899,126 | 11,695,904 | 9,799,394 |
| Support services - administration | 15,863,006 | 13,336,042 | 10,766,706 | 8,453,836 | 8,012,487 |
| Operation and maintenance of plant services | 15,703,348 | 14,716,621 | 11,666,182 | 10,704,516 | 9,805,719 |
| Student transportation services | 7,260,300 | 5,872,835 | 4,582,535 | 3,451,953 | 3,725,959 |
| Operation of non-instructional services | 6,734,401 | 7,531,212 | 6,137,646 | 3,460,204 | 4,072,036 |
| Interest on long-term debt | 6,909,514 | 4,258,526 | 3,737,647 | 4,018,668 | 3,187,085 |
| Total expenses | <u>139,431,587</u> | <u>134,837,165</u> | <u>114,246,317</u> | <u>99,080,316</u> | <u>93,494,553</u> |
| Program Revenues | | | | | |
| Charges for services: | | | | | |
| Instruction | 4,828,062 | 3,682,857 | 4,251,440 | 3,311,327 | 2,780,254 |
| Operation of non-instructional services | 3,700,843 | 4,031,460 | 990,707 | 248,431 | 1,544,544 |
| Other activities | 474,656 | 401,306 | 442,219 | 360,832 | 813,347 |
| Operating grants and contributions | 9,373,619 | 11,928,154 | 13,870,232 | 8,609,430 | 5,121,591 |
| Capital grants and contributions | 7,986,658 | 4,734,920 | 2,370,247 | 1,912,674 | 1,399,902 |
| Total program revenues | <u>26,363,838</u> | <u>24,778,697</u> | <u>21,924,845</u> | <u>14,442,694</u> | <u>11,659,638</u> |
| Net (Expense)/Revenue | <u>\$ (113,067,749)</u> | <u>\$ (110,058,468)</u> | <u>\$ (92,321,472)</u> | <u>\$ (84,637,622)</u> | <u>\$ (81,834,915)</u> |

NOTE: Support services – administration were higher than normal in fiscal year 2023-24 due to the claims and judgments payment related to the Qasimyar v. Maricopa County, Class Action Judgment.

(Continued)

Agua Fria Union High School District No. 216
Expenses, Program Revenues, and Net (Expense)/Revenue
Last Ten Fiscal Years
(Accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|---|----------------------------------|------------------------|------------------------|------------------------|------------------------|
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Expenses | | | | | |
| Instruction | \$ 50,454,213 | \$ 37,595,983 | \$ 37,246,193 | \$ 34,248,945 | \$ 34,821,907 |
| Support services - students and staff | 8,384,322 | 7,631,617 | 7,857,073 | 6,435,974 | 6,732,105 |
| Support services - administration | 6,585,560 | 6,074,744 | 6,074,878 | 5,678,885 | 5,531,348 |
| Operation and maintenance of plant services | 9,207,492 | 8,182,334 | 8,504,220 | 8,229,149 | 8,228,846 |
| Student transportation services | 3,342,334 | 3,413,442 | 3,550,267 | 2,957,434 | 3,102,548 |
| Operation of non-instructional services | 3,835,778 | 3,268,373 | 3,262,499 | 2,737,020 | 2,626,663 |
| Interest on long-term debt | 2,892,832 | 2,972,505 | 2,246,919 | 1,945,727 | 1,669,686 |
| Total expenses | <u>84,702,531</u> | <u>69,138,998</u> | <u>68,742,049</u> | <u>62,233,134</u> | <u>62,713,103</u> |
| Program Revenues | | | | | |
| Charges for services: | | | | | |
| Instruction | 2,623,632 | 2,339,049 | 1,760,060 | 2,416,289 | 2,108,873 |
| Operation of non-instructional services | 1,808,536 | 1,512,073 | 1,430,466 | 1,029,087 | 1,163,570 |
| Other activities | 1,000,632 | 833,457 | 567,684 | 169,034 | 171,339 |
| Operating grants and contributions | 5,521,528 | 4,429,377 | 4,878,474 | 4,107,004 | 4,197,289 |
| Capital grants and contributions | 4,680,278 | 13,954,141 | 17,448,594 | 634,881 | 318,970 |
| Total program revenues | <u>15,634,606</u> | <u>23,068,097</u> | <u>26,085,278</u> | <u>8,356,295</u> | <u>7,960,041</u> |
| Net (Expense)/Revenue | <u>\$ (69,067,925)</u> | <u>\$ (46,070,901)</u> | <u>\$ (42,656,771)</u> | <u>\$ (53,876,839)</u> | <u>\$ (54,753,062)</u> |

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

(Concluded)

Agua Fria Union High School District No. 216
General Revenues and Total Changes in Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|--------------------------------|---------------------------|---------------------|---------------------|-----------------------|-----------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Net (Expense)/Revenue | \$ (113,067,749) | \$ (110,058,468) | \$ (92,321,472) | \$ (84,637,622) | \$ (81,834,915) |
| General Revenues: | | | | | |
| Property taxes | 61,849,625 | 50,838,000 | 46,967,398 | 42,102,769 | 36,577,740 |
| Investment income | 2,064,778 | 896,044 | 486,960 | 806,743 | 698,205 |
| Unrestricted county aid | | | 3,096,523 | 2,820,738 | 2,575,638 |
| Unrestricted state aid | 64,617,940 | 57,658,376 | 45,920,133 | 37,191,002 | 37,672,411 |
| Unrestricted federal aid | 764,022 | 379,784 | 554,887 | 341,316 | 332,517 |
| Total general revenues | <u>129,296,365</u> | <u>109,772,204</u> | <u>97,025,901</u> | <u>83,262,568</u> | <u>77,856,511</u> |
| Changes in Net Position | <u>\$ 16,228,616</u> | <u>\$ (286,264)</u> | <u>\$ 4,704,429</u> | <u>\$ (1,375,054)</u> | <u>\$ (3,978,404)</u> |

(Continued)

Agua Fria Union High School District No. 216
General Revenues and Total Changes in Net Position
Last Ten Fiscal Years
(Accrual basis of accounting)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|--------------------------------|---------------------|----------------------|----------------------|--------------------|---------------------|
| Net (Expense)/Revenue | \$ (69,067,925) | \$ (46,070,901) | \$ (42,656,771) | \$ (53,876,839) | \$ (54,753,062) |
| General Revenues: | | | | | |
| Property taxes | 35,534,464 | 35,818,308 | 30,900,717 | 26,532,478 | 35,470,682 |
| Investment income | 765,333 | 413,433 | 251,364 | 149,570 | 80,583 |
| Unrestricted county aid | 2,295,451 | 2,133,816 | 1,963,043 | 1,798,293 | 1,699,969 |
| Unrestricted state aid | 32,107,781 | 27,935,499 | 26,283,625 | 25,197,006 | 23,533,368 |
| Unrestricted federal aid | 203,583 | 199,805 | 238,309 | 275,816 | 271,474 |
| Total general revenues | <u>70,906,612</u> | <u>66,500,861</u> | <u>59,637,058</u> | <u>53,953,163</u> | <u>61,056,076</u> |
| Changes in Net Position | <u>\$ 1,838,687</u> | <u>\$ 20,429,960</u> | <u>\$ 16,980,287</u> | <u>\$ 76,324</u> | <u>\$ 6,303,014</u> |

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

Note: Due to a change in legislation, beginning with fiscal year 2023, unrestricted county aid is now presented with property taxes.

(Concluded)

Agua Fria Union High School District No. 216
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|------------------------------------|----------------------------------|----------------------|----------------------|----------------------|----------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| General Fund: | | | | | |
| Nondisposable | \$ 50,156 | \$ 824 | \$ 1,200,000 | \$ | \$ |
| Restricted | | 2,892,669 | | | |
| Unassigned | 10,750,517 | 12,782,583 | 8,717,609 | 11,544,639 | 10,604,516 |
| Total General Fund | <u>\$ 10,800,673</u> | <u>\$ 15,676,076</u> | <u>\$ 9,917,609</u> | <u>\$ 11,544,639</u> | <u>\$ 10,604,516</u> |
| All Other Governmental Funds: | | | | | |
| Restricted | \$ 175,944,285 | \$ 13,362,730 | \$ 43,329,244 | \$ 58,651,436 | \$ 70,689,005 |
| Unassigned | (171,766) | (4,855,306) | (1,265,933) | (841,690) | (805,551) |
| Total all other governmental funds | <u>\$ 175,772,519</u> | <u>\$ 8,507,424</u> | <u>\$ 42,063,311</u> | <u>\$ 57,809,746</u> | <u>\$ 69,883,454</u> |

(Continued)

Agua Fria Union High School District No. 216
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General Fund: | | | | | |
| Nondisposable | \$ | \$ | \$ 576,302 | \$ | \$ |
| Unassigned | 7,779,238 | 8,150,019 | 6,517,119 | 9,746,799 | 9,145,889 |
| Total General Fund | <u>\$ 7,779,238</u> | <u>\$ 8,150,019</u> | <u>\$ 7,093,421</u> | <u>\$ 9,746,799</u> | <u>\$ 9,145,889</u> |
| All Other Governmental Funds: | | | | | |
| Restricted | \$ 17,174,476 | \$ 26,195,314 | \$ 51,854,475 | \$ 25,738,175 | \$ 12,980,609 |
| Unassigned | (529,540) | (639,688) | (216,980) | (90,750) | |
| Total all other governmental funds | <u>\$ 16,644,936</u> | <u>\$ 25,555,626</u> | <u>\$ 51,637,495</u> | <u>\$ 25,647,425</u> | <u>\$ 12,980,609</u> |

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

(Concluded)

Agua Fria Union High School District No. 216
Governmental Funds Revenues
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|-----------------------------------|----------------------------------|------------------------------|------------------------------|-----------------------------|-----------------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Federal sources: | | | | | |
| Federal grants | \$ 7,325,786 | \$ 8,403,660 | \$ 9,671,057 | \$ 5,016,865 | \$ 3,525,793 |
| National School Lunch Program | 3,168,280 | 2,694,518 | 4,680,482 | 2,645,146 | 1,403,797 |
| Total federal sources | <u>10,494,066</u> | <u>11,098,178</u> | <u>14,351,539</u> | <u>7,662,011</u> | <u>4,929,590</u> |
| State sources: | | | | | |
| State equalization assistance | 48,641,656 | 48,202,746 | 36,897,932 | 31,953,281 | 32,538,950 |
| State grants | 786,820 | 752,064 | 484,110 | 411,805 | 292,494 |
| School Facilities Oversight Board | 10,702,665 | 370,890 | 795,691 | 1,993,969 | 412,548 |
| Other revenues | 14,418,802 | 9,273,520 | 9,055,387 | 5,303,080 | 5,234,035 |
| Total state sources | <u>74,549,943</u> | <u>58,599,220</u> | <u>47,233,120</u> | <u>39,662,135</u> | <u>38,478,027</u> |
| Local sources: | | | | | |
| Property taxes | 61,838,654 | 50,807,960 | 46,958,101 | 42,698,567 | 37,890,184 |
| County aid | | | 3,096,523 | 2,820,738 | 2,575,638 |
| Food service sales | 2,064,155 | 2,595,707 | 696,548 | 15,712 | 1,544,544 |
| Investment income | 2,064,778 | 896,044 | 486,960 | 806,743 | 698,205 |
| Other revenues | 7,430,331 | 6,174,804 | 5,667,295 | 4,518,191 | 4,313,594 |
| Total local sources | <u>73,397,918</u> | <u>60,474,515</u> | <u>56,905,427</u> | <u>50,859,951</u> | <u>47,022,165</u> |
| Total revenues | <u><u>\$ 158,441,927</u></u> | <u><u>\$ 130,171,913</u></u> | <u><u>\$ 118,490,086</u></u> | <u><u>\$ 98,184,097</u></u> | <u><u>\$ 90,429,782</u></u> |

(Continued)

Agua Fria Union High School District No. 216
Governmental Funds Revenues
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| Federal sources: | | | | | |
| Federal grants | \$ 3,571,575 | \$ 2,388,957 | \$ 3,092,723 | \$ 2,555,184 | \$ 2,587,505 |
| National School Lunch Program | 1,588,409 | 1,537,373 | 1,509,165 | 1,380,005 | 1,269,957 |
| Total federal sources | <u>5,159,984</u> | <u>3,926,330</u> | <u>4,601,888</u> | <u>3,935,189</u> | <u>3,857,462</u> |
| State sources: | | | | | |
| State equalization assistance | 26,762,812 | 23,554,035 | 22,634,972 | 21,630,527 | 20,286,836 |
| State grants | 556,992 | 265,626 | 271,344 | 275,423 | 211,450 |
| School Facilities Oversight Board | 4,005,563 | 13,373,946 | 16,870,895 | 354,248 | |
| Other revenues | 5,344,969 | 4,381,464 | 3,648,653 | 3,566,479 | 3,246,532 |
| Total state sources | <u>36,670,336</u> | <u>41,575,071</u> | <u>43,425,864</u> | <u>25,826,677</u> | <u>23,744,818</u> |
| Local sources: | | | | | |
| Property taxes | 36,018,372 | 35,717,171 | 31,066,690 | 27,774,528 | 35,390,682 |
| County aid | 2,295,451 | 2,133,816 | 1,963,043 | 1,798,293 | 1,699,969 |
| Food service sales | 1,823,180 | 1,512,073 | 1,426,852 | 1,029,087 | 1,163,570 |
| Investment income | 765,333 | 413,433 | 251,364 | 149,570 | 80,583 |
| Other revenues | 4,335,501 | 3,825,183 | 2,974,345 | 3,159,374 | 2,881,191 |
| Total local sources | <u>45,237,837</u> | <u>43,601,676</u> | <u>37,682,294</u> | <u>33,910,852</u> | <u>41,215,995</u> |
| Total revenues | <u>\$ 87,068,157</u> | <u>\$ 89,103,077</u> | <u>\$ 85,710,046</u> | <u>\$ 63,672,718</u> | <u>\$ 68,818,275</u> |

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

Note: Due to a change in legislation, beginning with fiscal year 2023, county aid is now presented with property taxes.

(Concluded)

Agua Fria Union High School District No. 216
Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|--|---------------------------|-----------------------|-----------------------|-----------------------|----------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Expenditures: | | | | | |
| Current - | | | | | |
| Instruction | \$ 55,369,050 | \$ 51,162,015 | \$ 49,073,503 | \$ 43,694,073 | \$ 39,584,475 |
| Support services - students and staff | 16,115,141 | 15,774,032 | 14,032,135 | 10,853,210 | 8,906,849 |
| Support services - administration | 15,292,867 | 11,403,056 | 9,573,910 | 7,445,579 | 7,187,494 |
| Operation and maintenance of plant services | 15,150,311 | 13,148,503 | 10,855,688 | 10,006,371 | 9,344,407 |
| Student transportation services | 6,678,795 | 5,123,282 | 4,061,820 | 2,819,940 | 3,052,495 |
| Operation of non-instructional services | 6,388,068 | 7,043,656 | 5,799,557 | 3,320,046 | 3,877,991 |
| Capital outlay | 26,252,652 | 40,442,570 | 60,288,924 | 16,960,622 | 11,322,842 |
| Debt service - | | | | | |
| Principal retirement | 9,306,597 | 9,807,711 | 8,246,182 | 9,003,686 | 6,011,313 |
| Interest and fiscal charges | 8,020,044 | 5,369,056 | 4,993,065 | 5,274,079 | 4,222,203 |
| Bond issuance costs | 1,400,671 | | | | 485,011 |
| Total expenditures | <u>\$ 159,974,196</u> | <u>\$ 159,273,881</u> | <u>\$ 166,924,784</u> | <u>\$ 109,377,606</u> | <u>\$ 93,995,080</u> |
| Expenditures for capitalized assets | \$ 23,889,796 | \$ 28,687,856 | \$ 54,017,605 | \$ 13,215,278 | \$ 7,364,604 |
| Debt service as a percentage of noncapital expenditures | 13% | 12% | 12% | 15% | 12% |

NOTE: Support services – administration were higher than normal in fiscal year 2023-24 due to the claims and judgments payment related to the Qasimyar v. Maricopa County, Class Action Judgment.

(Continued)

Agua Fria Union High School District No. 216
Governmental Funds Expenditures and Debt Service Ratio
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|---|----------------------------------|------------------------------|-----------------------------|-----------------------------|-----------------------------|
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Expenditures: | | | | | |
| Current - | | | | | |
| Instruction | \$ 37,506,539 | \$ 30,643,445 | \$ 28,513,421 | \$ 27,691,774 | \$ 27,238,772 |
| Support services - students and staff | 8,545,481 | 7,365,484 | 7,127,155 | 6,166,102 | 6,305,686 |
| Support services - administration | 6,711,031 | 5,752,890 | 5,493,887 | 5,464,769 | 5,110,341 |
| Operation and maintenance of plant services | 9,125,548 | 7,379,950 | 8,684,984 | 8,045,536 | 7,960,259 |
| Student transportation services | 2,920,713 | 2,749,836 | 2,662,863 | 2,391,011 | 2,456,953 |
| Operation of non-instructional services | 3,870,565 | 3,238,950 | 3,127,999 | 2,685,547 | 2,526,113 |
| Capital outlay | 18,316,683 | 66,582,259 | 31,653,992 | 5,199,500 | 8,367,482 |
| Debt service - | | | | | |
| Principal retirement | 5,814,377 | 6,802,272 | 8,738,420 | 6,366,860 | 6,448,118 |
| Interest and fiscal charges | 3,707,657 | 3,455,695 | 2,304,224 | 1,941,969 | 1,665,928 |
| Bond issuance costs | | 198,309 | 303,924 | 175,500 | 286,601 |
| Total expenditures | <u><u>\$ 96,518,594</u></u> | <u><u>\$ 134,169,090</u></u> | <u><u>\$ 98,610,869</u></u> | <u><u>\$ 66,128,568</u></u> | <u><u>\$ 68,366,253</u></u> |
| Expenditures for capitalized assets | \$ 12,192,292 | \$ 62,641,874 | \$ 26,798,347 | \$ 4,113,649 | \$ 5,455,488 |
| Debt service as a percentage of noncapital expenditures | 11% | 14% | 15% | 13% | 13% |

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

(Concluded)

Agua Fria Union High School District No. 216
Other Financing Sources and Uses and Net Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified accrual basis of accounting)

| | Fiscal Year Ended June 30 | | | | |
|--|---------------------------|------------------------|------------------------|------------------------|----------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Excess (deficiency) of revenues over expenditures | \$ (1,532,269) | \$ (29,101,968) | \$ (48,434,698) | \$ (11,193,509) | \$ (3,565,298) |
| Other financing sources (uses): | | | | | |
| Issuance of school improvement bonds | 141,550,000 | | | | 50,360,000 |
| Premium on sale of bonds | 22,262,563 | | | | 8,591,434 |
| Financed purchase agreements | | 1,067,739 | 29,785,012 | | |
| Insurance recoveries | 79,145 | | 7,455 | 59,924 | 15,832 |
| Proceeds from sale of capital assets | 30,253 | 236,809 | 68,766 | | |
| Transfers in | 18,902,405 | 198,960 | 443,281 | 580,383 | 3,908,813 |
| Transfers out | (18,902,405) | (198,960) | (443,281) | (580,383) | (3,908,813) |
| Total other financing sources (uses) | <u>163,921,961</u> | <u>1,304,548</u> | <u>29,861,233</u> | <u>59,924</u> | <u>58,967,266</u> |
| Changes in fund balances | <u>\$ 162,389,692</u> | <u>\$ (27,797,420)</u> | <u>\$ (18,573,465)</u> | <u>\$ (11,133,585)</u> | <u>\$ 55,401,968</u> |
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Excess (deficiency) of revenues over expenditures | \$ (9,450,437) | \$ (45,066,013) | \$ (12,900,823) | \$ (2,455,850) | \$ 452,022 |
| Other financing sources (uses): | | | | | |
| Issuance of school improvement bonds | | 17,480,000 | 31,010,000 | 15,000,000 | 9,300,000 |
| Refunding bonds issued | | | | | 18,610,000 |
| Premium on sale of bonds | | 2,985,960 | 4,651,213 | 723,576 | 1,549,155 |
| Payment to refunded bond escrow agent | | | | | (19,524,669) |
| Financed purchase agreements | 103,420 | 145,983 | | | 47,058 |
| Insurance recoveries | 65,546 | 5,101 | | | |
| Transfers in | 401,636 | 847,528 | 875,390 | 978,270 | 451,609 |
| Transfers out | (401,636) | (847,528) | (875,390) | (978,270) | (451,609) |
| Total other financing sources (uses) | <u>168,966</u> | <u>20,617,044</u> | <u>35,661,213</u> | <u>15,723,576</u> | <u>9,981,544</u> |
| Changes in fund balances | <u>\$ (9,281,471)</u> | <u>\$ (24,448,969)</u> | <u>\$ 22,760,390</u> | <u>\$ 13,267,726</u> | <u>\$ 10,433,566</u> |

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

Agua Fria Union High School District No. 216
Net Limited Assessed Value and Full Cash Value of Taxable Property by Class
Last Ten Fiscal Years

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Commercial, Industrial, Utilities and Mining | \$ 705,920,404 | \$ 554,934,048 | \$ 499,580,646 | \$ 412,163,007 | \$ 363,368,603 |
| Agricultural and Vacant | 92,726,426 | 76,543,525 | 70,908,903 | 70,207,802 | 63,073,085 |
| Residential (Owner Occupied) | 891,785,377 | 827,079,167 | 752,551,330 | 692,453,833 | 630,870,967 |
| Residential (Rental) | 384,886,540 | 343,188,579 | 296,812,751 | 272,271,536 | 247,405,639 |
| Railroad, Private Cars and Airlines | 1,222,207 | 1,217,343 | 904,504 | 819,771 | 875,651 |
| Historical Property | 23,600,985 | 22,874,548 | 12,874,047 | 6,885,168 | 6,204,611 |
| Certain Government Property Improvements | - | 58,454 | 91,607 | 87,246 | 149,830 |
| Total | <u>\$ 2,100,141,939</u> | <u>\$ 1,825,895,664</u> | <u>\$ 1,633,723,788</u> | <u>\$ 1,454,888,363</u> | <u>\$ 1,311,948,386</u> |
| Gross Full Cash Value | \$ 33,065,620,313 | \$ 24,431,774,021 | \$ 21,460,758,574 | \$ 19,100,626,924 | \$ 16,815,051,128 |
| Ratio of Net Limited Assessed Value to Gross Full Cash Value | 6% | 7% | 8% | 8% | 8% |
| Total Direct Rate | 3.32 | 3.12 | 3.30 | 3.35 | 3.33 |

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|-------------------------|-------------------------|-------------------------|-----------------------|-----------------------|
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Commercial, Industrial, Utilities and Mining | \$ 310,569,440 | \$ 288,139,888 | \$ 274,404,010 | \$ 269,133,960 | \$ 263,739,966 |
| Agricultural and Vacant | 62,163,651 | 59,432,091 | 57,993,011 | 60,296,002 | 58,600,899 |
| Residential (Owner Occupied) | 584,650,058 | 537,049,617 | 490,352,780 | 454,098,684 | 430,755,305 |
| Residential (Rental) | 222,527,805 | 209,670,170 | 200,268,007 | 184,963,855 | 165,771,358 |
| Railroad, Private Cars and Airlines | 898,598 | 1,033,776 | 972,492 | 1,045,707 | 1,107,244 |
| Historical Property | 6,113,371 | 6,723,998 | 6601283 | 6714549 | 5,567,756 |
| Certain Government Property Improvements | 150,095 | 150,472 | 178,555 | 82772 | 31153 |
| Total | <u>\$ 1,187,073,018</u> | <u>\$ 1,102,200,012</u> | <u>\$ 1,030,770,138</u> | <u>\$ 976,335,529</u> | <u>\$ 925,573,681</u> |
| Gross Full Cash Value | \$ 15,152,628,945 | \$ 13,865,049,289 | \$ 12,687,304,742 | \$ 11,438,419,935 | \$ 9,563,403,271 |
| Ratio of Net Limited Assessed Value to Gross Full Cash Value | 8% | 8% | 8% | 9% | 10% |
| Total Direct Rate | 3.48 | 3.72 | 3.47 | 3.27 | 4.20 |

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

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

Agua Fria Union High School District No. 216
Net Full Cash Assessed Value of Taxable Property by Class
Last Ten Fiscal Years

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-------------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Commercial, Industrial, Utilities and Mining | \$ 1,036,051,585 | \$ 718,580,004 | \$ 654,638,530 | \$ 527,532,104 | \$ 453,721,959 |
| Agricultural and Vacant | 249,292,690 | 155,640,468 | 142,236,898 | 132,511,865 | 111,649,752 |
| Residential (Owner Occupied) | 1,479,803,670 | 1,127,573,250 | 1,011,303,531 | 917,793,331 | 807,103,864 |
| Residential (Rental) | 691,380,706 | 508,961,822 | 432,671,571 | 385,253,741 | 335,457,182 |
| Railroad, Private Cars and Airlines | 1,572,906 | 1,598,429 | 1,168,889 | 1,034,574 | 1,079,374 |
| Historical Property | 35,942,093 | 29,755,221 | 15,539,591 | 9,710,950 | 8,277,409 |
| Certain Government Property Improvements | - | 78,295 | 136,655 | 136,614 | 208,379 |
| Total | <u>\$ 3,494,043,650</u> | <u>\$ 2,542,187,489</u> | <u>\$ 2,257,695,665</u> | <u>\$ 1,973,973,179</u> | <u>\$ 1,717,497,919</u> |
| Gross Full Cash Value | \$ 33,065,620,313 | \$ 24,431,774,021 | \$ 21,460,758,574 | \$ 19,100,626,924 | \$ 16,815,051,128 |
| Ratio of Net Full Cash Assessed Value to Gross Full Cash Value | 11% | 10% | 11% | 10% | 10% |
| Estimated Net Full Cash Value | \$ 29,412,192,746 | \$ 21,469,032,410 | \$ 18,699,924,267 | 16,512,509,215 | 14,370,076,124 |
| Total Direct Rate | 3.32 | 3.12 | 3.30 | 3.35 | 3.33 |

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|-------------------------|-------------------------|-------------------------|-------------------------|-----------------------|
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Commercial, Industrial, Utilities and Mining | \$ 376,550,102 | \$ 347,685,721 | \$ 320,173,423 | \$ 286,285,417 | \$ 269,046,565 |
| Agricultural and Vacant | 102,830,376 | 98,456,211 | 93,478,960 | 77,566,321 | 63,295,583 |
| Residential (Owner Occupied) | 747,072,795 | 668,605,768 | 606,217,344 | 555,314,116 | 456,950,276 |
| Residential (Rental) | 303,303,527 | 272,900,744 | 252,831,465 | 229,953,762 | 179,133,100 |
| Railroad, Private Cars and Airlines | 1,080,857 | 1,203,442 | 1,040,384 | 1,065,449 | 1,117,438 |
| Historical Property | 7,526,485 | 8,308,618 | 7,619,475 | 6903540 | 5,680,061 |
| Certain Government Property Improvements | 215,871 | 217,396 | 244,754 | 93,279 | 31,153 |
| Total | <u>\$ 1,538,580,013</u> | <u>\$ 1,397,377,900</u> | <u>\$ 1,281,605,805</u> | <u>\$ 1,157,181,884</u> | <u>\$ 975,254,176</u> |
| Gross Full Cash Value | \$ 15,152,628,945 | \$ 13,865,049,289 | \$ 12,687,304,742 | \$ 11,438,419,935 | \$ 9,563,403,271 |
| Ratio of Net Full Cash Assessed Value to Gross Full Cash Value | 10% | 10% | 10% | 10% | 10% |
| Estimated Net Full Cash Value | \$ 13,001,563,055 | \$ 11,733,616,602 | \$ 10,750,630,326 | \$ 9,563,926,930 | \$ 7,905,056,991 |
| Total Direct Rate | 3.48 | 3.72 | 3.47 | 3.27 | 4.20 |

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

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

Agua Fria Union High School District No. 216
Property Tax Assessment Ratios
Last Ten Fiscal Years

| <u>Class</u> | <u>Fiscal Year</u> | | | | |
|--|--------------------|-------------|-------------|-------------|-------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Commercial, Industrial, Utilities and Mining | 17 % | 18 % | 18 % | 18 % | 18 % |
| Agricultural and Vacant | 15 | 15 | 15 | 15 | 15 |
| Residential (Owner Occupied) | 10 | 10 | 10 | 10 | 10 |
| Residential (Rental) | 10 | 10 | 10 | 10 | 10 |
| Railroad, Private Cars and Airlines | 14 | 15 | 15 | 15 | 15 |

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

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

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

Agua Fria Union High School District No. 216
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Overlapping Rates | | | | | | | | | District Direct Rates | | |
|------------------------------------|-------------------|--------|---------------------|---------------------|--------------------------|---------------------|---------------------|---------------------|-----------------------------------|-----------------------|-----------|-------|
| | State | County | Flood | Community | Water | City of Avondale | City of Goodyear | Elementary | Western | | | |
| | Equalization | | Control District | College District | Conservatism District | | | School Districts | Maricopa Education District | Primary | Secondary | Total |
| 2024 | | 1.20 | 0.15 | 1.14 | 0.14 | 1.46 | 1.74 | 6.51 | 0.18 | 2.11 | 1.21 | 3.32 |
| 2023 | | 1.25 | 0.16 | 1.19 | 0.14 | 1.55 | 1.74 | 6.99 | 0.15 | 1.84 | 1.29 | 3.12 |
| 2022 | 0.43 | 1.35 | 0.18 | 1.23 | 0.14 | 1.42 | 1.74 | 7.74 | 0.16 | 2.04 | 1.26 | 3.30 |
| 2021 | 0.44 | 1.40 | 0.18 | 1.29 | 0.14 | 1.42 | 1.73 | 7.79 | 0.17 | 2.03 | 1.32 | 3.35 |
| 2020 | 0.46 | 1.40 | 0.18 | 1.33 | 0.14 | 1.66 | 1.73 | 8.21 | 0.16 | 2.07 | 1.26 | 3.33 |
| 2019 | 0.47 | 1.40 | 0.18 | 1.38 | 0.14 | 1.76 | 1.74 | 8.86 | 0.15 | 2.03 | 1.45 | 3.48 |
| 2018 | 0.49 | 1.40 | 0.18 | 1.41 | 0.14 | 1.60 | 1.73 | 8.69 | 0.18 | 2.46 | 1.26 | 3.72 |
| 2017 | 0.50 | 1.40 | 0.18 | 1.47 | 0.14 | 1.70 | 1.86 | 10.22 | 0.08 | 2.08 | 1.39 | 3.47 |
| 2016 | 0.51 | 1.36 | 0.16 | 1.49 | 0.14 | 1.75 | 1.87 | 10.06 | 0.07 | 2.07 | 1.19 | 3.27 |
| 2015 | 0.51 | 1.32 | 0.14 | 1.52 | 0.14 | 1.75 | 1.87 | 9.58 | 0.08 | 2.99 | 1.21 | 4.20 |

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

Agua Fria Union High School District No. 216
Principal Property Taxpayers
Current Fiscal Year and Fiscal Year Nine Years Prior

| Taxpayer | 2024 | | 2015 | |
|---------------------------------------|--------------------------------------|--|--|--|
| | Net Limited Assessed Valuation | Percentage of District's Net Limited Assessed Valuation | Net Full Cash Assessed Valuation | Percentage of District's Net Full Cash Assessed Valuation |
| Arizona Public Service Company | \$ 44,577,235 | 2.12 % | \$ 28,402,507 | 2.91 % |
| Microsoft Corporation | 28,951,599 | 1.38 | | |
| Amazon.com Services LLC | 23,801,386 | 1.13 | | |
| VHS of South Phoenix Inc. | 16,793,498 | 0.80 | 8,810,291 | 0.90 |
| JLLX West Phoenix Distribution Center | 14,917,500 | 0.71 | | |
| FR PV 303 Phase 2 LLC | 14,370,309 | 0.68 | | |
| Sarival Development LLC | 10,564,117 | 0.50 | | |
| SDC PHX I LLC | 10,324,440 | 0.49 | | |
| BDPF Park 303 LLC | 10,153,285 | 0.48 | | |
| Macys Logistics LLC | 9,796,099 | 0.47 | 4,549,039 | 0.47 |
| Litchfield Park Service Company Water | | | 7,199,108 | 0.74 |
| Cardinal Capital Co. | | | 7,137,788 | 0.73 |
| First American Title Ins. Co. TR 7854 | | | 6,695,122 | 0.69 |
| Southwest Gas Corporation (T&D) | | | 6,014,656 | 0.62 |
| Wigwam Inn Inc. | | | 5,988,515 | 0.61 |
| Mirabella Avondale Apartments LLC | | | 5,818,000 | 0.60 |
| The Market at Estrella Falls LLC | | | 4,528,195 | 0.46 |
| Total | <u>\$ 184,249,468</u> | <u>8.77 %</u> | <u>\$ 85,143,221</u> | <u>8.73 %</u> |

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

Note: On November 6, 2012, voters approved Proposition 117, an amendment to the Arizona Constitution. Beginning with Tax Year 2015 (Fiscal Year 2016), both primary and secondary taxes are levied against the net limited assessed value.

Agua Fria Union High School District No. 216
Property Tax Levies and Collections
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Taxes Levied for the Fiscal Year | Collected within the Fiscal Year of the Levy | | Collections in Subsequent Fiscal Years | Collected to the End of the Current Fiscal Year | |
|------------------------------------|--|---|-----------------------|--|--|-----------------------|
| | | Amount | Percentage of Levy | | Amount | Percentage of Levy |
| 2024 | \$ 69,859,227 | \$ 67,412,702 | 96.50 % | \$ | \$ 67,412,702 | 96.50 % |
| 2023 | 57,765,905 | 55,591,570 | 96.24 | 1,865,901 | 55,769,340 | 96.54 |
| 2022 | 53,551,122 | 51,045,914 | 95.32 | 2,496,032 | 53,541,946 | 99.98 |
| 2021 | 48,932,375 | 46,628,564 | 95.29 | 2,296,787 | 48,925,351 | 99.99 |
| 2020 | 43,744,484 | 41,602,456 | 95.10 | 2,137,827 | 43,740,283 | 99.99 |
| 2019 | 41,451,170 | 39,401,478 | 95.06 | 2,044,076 | 41,445,554 | 99.99 |
| 2018 | 40,960,001 | 38,896,354 | 94.96 | 2,061,205 | 40,957,559 | 99.99 |
| 2017 | 35,674,378 | 33,717,344 | 94.51 | 1,955,489 | 35,672,833 | 100.00 |
| 2016 | 31,966,153 | 31,348,961 | 98.07 | 616,306 | 31,965,267 | 100.00 |
| 2015 | 39,590,287 | 37,742,393 | 95.33 | 1,846,365 | 39,588,758 | 100.00 |

Source: The source of this information is the Maricopa County Treasurer's records.

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

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

Agua Fria Union High School District No. 216
Outstanding Debt by Type
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | General Obligation Bonds | | | | | | Total Outstanding Debt | | | | |
|------------------------------------|---|---|----------------|---|---------------|-------------------------------------|------------------------|---|---------------|-------------------------------------|--|
| | General Obligation Bonds and Premium | Less: Amounts Restricted for Principal | Total | Percentage of Estimated Actual Value (Full Cash Value) | Per Capita | Financed Purchases and Leases | Total | Percentage of Estimated Actual Value (Full Cash Value) | Per Capita | Percentage of Personal Income | |
| | | | | | | | | | | | |
| 2024 | \$ 281,072,547 | \$ 19,460,255 | \$ 261,612,292 | 0.79 % | \$ 1,568 | \$ 29,696,685 | \$ 310,769,232 | 0.94 % | \$ 1,862 | 0.10 % | |
| 2023 | 127,562,164 | 908,999 | 126,653,165 | 0.52 | 768 | 30,258,282 | 157,820,446 | 0.65 | 957 | 0.05 | |
| 2022 | 136,867,694 | 570,935 | 136,296,759 | 0.64 | 941 | 29,806,604 | 166,674,298 | 0.78 | 1,151 | 0.06 | |
| 2021 | 147,078,112 | 1,218,486 | 145,859,626 | 0.76 | 1,028 | 72,774 | 147,150,886 | 0.77 | 1,037 | 0.06 | |
| 2020 | 138,175,000 | 3,691,854 | 134,483,146 | 0.80 | 964 | 121,459 | 138,296,459 | 0.82 | 991 | 0.06 | |
| 2019 | 102,137,207 | 821,852 | 101,315,355 | 0.67 | 744 | 167,771 | 102,304,978 | 0.68 | 751 | 0.05 | |
| 2018 | 109,687,032 | 703,354 | 108,983,678 | 0.79 | 774 | 123,728 | 109,810,760 | 0.79 | 780 | 0.06 | |
| 2017 | 98,637,930 | 649,224 | 97,988,706 | 0.77 | 743 | 45,017 | 98,682,947 | 0.78 | 749 | 0.05 | |
| 2016 | 66,855,000 | 980,202 | 65,874,798 | 0.58 | 404 | 78,437 | 66,933,437 | 0.59 | 411 | 0.04 | |
| 2015 | 58,270,000 | 807,549 | 57,462,451 | 0.60 | 391 | 110,297 | 58,380,297 | 0.61 | 397 | 0.03 | |

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

Note: The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87 were adopted in fiscal year 2022. The standard replaces the previous capital and operating lease designations with financed purchases or leases depending on the substance of the transactions. The fiscal year 2014-2021 information within this column relates to the transactions previously designated as capital leases.

Agua Fria Union High School District No. 216
Direct and Overlapping Governmental Activities Debt
June 30, 2024

| Governmental Unit | Debt Outstanding | Estimated Percentage Applicable to School District | Estimated Amount Applicable to School District |
|---|-----------------------------|---|---|
| Overlapping: | | | |
| Maricopa County Community College District | \$ 180,633,000 | 3.84 % | \$ 6,936,307 |
| Maricopa County Special Health Care District | 666,876,000 | 3.84 | 25,608,038 |
| Centerra Community Facilities District | 2,046,000 | 100.00 | 2,046,000 |
| Cortina Community Facilities District | 1,230,000 | 100.00 | 1,230,000 |
| Cottonflower Community Facilities District | 1,000,000 | 100.00 | 1,000,000 |
| Goodyear Community Facilities General District #1 | 4,360,000 | 99.97 | 4,358,692 |
| Goodyear Community Facilities Utilities General District #1 | 23,690,000 | 100.00 | 23,690,000 |
| Palm Valley Community Facilities District | 3,725,000 | 100.00 | 3,725,000 |
| Verrado #1 Community Facilities District | 43,819,244 | 85.27 | 37,364,669 |
| Village at Litchfield Park Community Facilities District | 1,375,000 | 100.00 | 1,375,000 |
| Wildflower Ranch Community Facilities District #2 | 260,000 | 100.00 | 260,000 |
| City of Avondale | 87,926,000 | 30.54 | 26,852,600 |
| City of Goodyear | 431,070,451 | 78.74 | 339,424,873 |
| Avondale Elementary School District No. 44 | 41,529,325 | 100.00 | 41,529,325 |
| Litchfield Elementary School District No. 79 | 37,130,000 | 100.00 | 37,130,000 |
| Western Maricopa Education Center District No. 402 | 140,981,685 | 7.64 | 10,771,001 |
| Subtotal, Overlapping Debt | | | <u>563,301,505</u> |
| Direct: | | | |
| Agua Fria Union High School District No. 216 | | | <u>310,769,232</u> |
| Total Direct and Overlapping Governmental Activities Debt | | | <u><u>\$ 874,070,737</u></u> |

Direct and Overlapping General Bonded Debt Ratios

| | | |
|---|----------|---|
| Net Direct General Obligation Bonded Debt | | |
| As a Percentage of Net Limited Assessed Valuation | 12.46 | % |
| Net Direct and Overlapping General Bonded Debt | | |
| Per Capita | \$ 4,820 | |
| As a Percentage of Net Limited Assessed Valuation | 38.29 | % |
| As a Percentage of Gross Full Cash Value | 2.43 | % |

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

- Notes:** 1) Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.
2) Outstanding debt as of June 30, 2023 is presented for the overlapping governments as this is the most recent available information.

Agua Fria Union High School District No. 216
Legal Debt Margin Information
Last Ten Fiscal Years

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2024:

| | |
|------------------------------------|----------------------|
| Net full cash assessed valuation | \$ 3,494,043,650 |
| Debt limit (10% of assessed value) | 349,404,365 |
| Debt applicable to limit | <u>260,389,402</u> |
| Legal debt margin | <u>\$ 89,014,963</u> |

Total Legal Debt Margin Calculation for Fiscal Year 2024:

| | |
|------------------------------------|-----------------------|
| Net full cash assessed valuation | \$ 3,494,043,650 |
| Debt limit (15% of assessed value) | 524,106,548 |
| Debt applicable to limit | <u>260,389,402</u> |
| Legal debt margin | <u>\$ 263,717,146</u> |

| | Fiscal Year Ended June 30 | | | | |
|---|----------------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Debt Limit | \$ 524,106,548 | \$ 381,328,123 | \$ 338,654,350 | \$ 296,095,977 | \$ 257,624,688 |
| Total net debt applicable to limit | <u>260,389,402</u> | <u>125,077,570</u> | <u>133,576,307</u> | <u>142,912,254</u> | <u>148,992,480</u> |
| Legal debt margin | <u>\$ 263,717,146</u> | <u>\$ 256,250,553</u> | <u>\$ 205,078,043</u> | <u>\$ 153,183,723</u> | <u>\$ 108,632,208</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 50% | 33% | 39% | 48% | 58% |
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Debt Limit | \$ 230,787,002 | \$ 209,606,685 | \$ 192,240,871 | \$ 173,577,283 | \$ 146,288,126 |
| Total net debt applicable to limit | <u>99,847,111</u> | <u>106,815,000</u> | <u>95,520,000</u> | <u>66,855,000</u> | <u>58,270,000</u> |
| Legal debt margin | <u>\$ 130,939,891</u> | <u>\$ 102,791,685</u> | <u>\$ 96,720,871</u> | <u>\$ 106,722,283</u> | <u>\$ 88,018,126</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 43% | 51% | 50% | 39% | 40% |

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

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

Agua Fria Union High School District No. 216
County-Wide Demographic and Economic Statistics
Last Ten Calendar Years

| Year | Population | Personal Income (thousands) | Per Capita Income | Unemployment Rate | Estimated District Population |
|-------------|-------------------|--|------------------------------|------------------------------|--|
| 2023 | 4,665,020 | \$ 312,350,417 | \$ 68,111 | 3.4 % | 166,867 |
| 2022 | 4,586,431 | 288,842,282 | 63,461 | 3.3 | 164,853 |
| 2021 | 4,507,419 | 268,713,717 | 59,759 | 4.5 | 144,844 |
| 2020 | 4,420,568 | 245,077,753 | 53,521 | 4.7 | 141,881 |
| 2019 | 4,367,835 | 222,943,072 | 49,704 | 3.6 | 139,522 |
| 2018 | 4,294,460 | 210,370,180 | 47,694 | 4.1 | 136,239 |
| 2017 | 4,221,684 | 196,286,191 | 45,573 | 4.2 | 140,822 |
| 2016 | 4,137,076 | 185,111,698 | 43,628 | 4.5 | 131,822 |
| 2015 | 4,076,438 | 175,437,829 | 42,092 | 5.5 | 163,000 |
| 2014 | 4,008,651 | 168,483,421 | 27,256 | 5.9 | 147,000 |

Sources: The source of the "Personal Income" and "Per Capita" information is the Bureau of Economic Analysis.
The source of the "Population" and "Unemployment Rate" information is the Arizona Office of Employment and Population Statistics.
The source of the "Estimated District Population" is the U.S. Census Bureau, Small Area Income and Poverty Estimates (SAIPE) Program.

Agua Fria Union High School District No. 216
Principal Employers
Current Fiscal Year and Fiscal Year Nine Years Prior

| Employer | 2024 | | | 2015 | | |
|---|-----------|--------------------------------|---|-----------|--------------------------------|---|
| | Employees | Percentage of Total Employment | | Employees | Percentage of Total Employment | |
| Banner Health | 26,670 | 1.41 | % | 24,825 | 1.35 | % |
| Amazon | 23,260 | 1.23 | | | | |
| State of Arizona | 22,350 | 1.18 | | 49,800 | 2.71 | |
| Walmart Stores, Inc. | 17,450 | 0.92 | | 30,634 | 1.67 | |
| Fry's Food Stores | 15,110 | 0.80 | | | - | |
| Intel Corporation | 12,810 | 0.68 | | | | |
| Maricopa County | 11,580 | 0.61 | | 12,792 | 0.70 | |
| Arizona State University | 11,300 | 0.60 | | 11,185 | 0.61 | |
| Wells Fargo | 10,420 | 0.55 | | 13,308 | 0.72 | |
| United States Department of the Air Force | 9,310 | 0.49 | | | | |
| City of Phoenix | | 0.00 | | 15,100 | 0.82 | |
| Bank of America | | | | 13,300 | 0.72 | |
| Apollo Group Inc. | | | | 11,000 | 0.60 | |
| Raytheon Co. | | | | 11,500 | 0.63 | |
| Total | 160,260 | 8.47 | % | 193,444 | 10.53 | % |
| Total employment | 1,893,180 | | | 1,836,600 | | |

Source: The source of the 2015 information is the Business Journal Book of Lists.

The source of the 2024 information is the Maricopa Association of Governments (retrieved November 2024).

Note: In 2024, principal employers were not available for the District alone, therefore the principal employers for Maricopa County are presented.

Agua Fria Union High School District No. 216
Full-Time Equivalent District Employees by Type
Last Ten Fiscal Years

| | Full-time Equivalent Employees as of June 30 | | | | |
|--|--|-------------------|-------------------|-------------------|-------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Supervisory | | | | | |
| Superintendent | 1 | 1 | 1 | 1 | 1 |
| Assistant superintendents | 2 | 2 | | | |
| Consultants/supervisors of instruction | 23 | 20 | 16 | 10 | 10 |
| Principals | 6 | 5 | 5 | 5 | 5 |
| Assistant principals | 20 | 20 | 18 | 17 | 17 |
| Total supervisory | <u>52</u> | <u>48</u> | <u>40</u> | <u>33</u> | <u>33</u> |
| Instruction | | | | | |
| Teachers | 452 | 439 | 419 | 425 | 405 |
| Other professionals (instructional) | 27 | 22 | 18 | 18 | 18 |
| Aides | 87 | 90 | 80 | 82 | 85 |
| Total instruction | <u>566</u> | <u>551</u> | <u>517</u> | <u>525</u> | <u>508</u> |
| Student Services | | | | | |
| Nurses | 4 | 5 | 5 | 5 | 5 |
| Counselors/Advisors | 53 | 52 | 50 | 32 | 32 |
| Librarians | 5 | 5 | 5 | 5 | 5 |
| Technicians | 21 | 18 | 7 | 8 | 8 |
| Total student services | <u>83</u> | <u>80</u> | <u>67</u> | <u>50</u> | <u>50</u> |
| Support and Administration | | | | | |
| Clerical workers | 132 | | 130 | 100 | 119 |
| Maintenance workers | 42 | | 34 | 37 | 35 |
| Bus drivers | 46 | | 30 | 21 | 35 |
| Service workers | 59 | 243 | 42 | 63 | 62 |
| Unskilled laborers | 60 | 60 | 52 | 46 | 36 |
| Total support and administration | <u>339</u> | <u>303</u> | <u>288</u> | <u>267</u> | <u>287</u> |
| Total | <u><u>1,040</u></u> | <u><u>982</u></u> | <u><u>912</u></u> | <u><u>875</u></u> | <u><u>878</u></u> |

(Continued)

Agua Fria Union High School District No. 216
Full-Time Equivalent District Employees by Type
Last Ten Fiscal Years

| | Full-time Equivalent Employees as of June 30 | | | | |
|--|---|--------------------|--------------------|--------------------|--------------------|
| | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| Supervisory | | | | | |
| Superintendent | 1 | 1 | 1 | 1 | 1 |
| Assistant superintendents | | | | | |
| Consultants/supervisors of instruction | 10 | 8 | 8 | 8 | 8 |
| Principals | 5 | 5 | 4 | 4 | 4 |
| Assistant principals | 16 | 15 | 13 | 13 | 13 |
| Total supervisory | <u>32</u> | <u>29</u> | <u>26</u> | <u>26</u> | <u>26</u> |
| Instruction | | | | | |
| Teachers | 396 | 373 | 381 | 370 | 362 |
| Other professionals (instructional) | 17 | 10 | 13 | 13 | 13 |
| Aides | 101 | 112 | 74 | 74 | 74 |
| Total instruction | <u>514</u> | <u>495</u> | <u>468</u> | <u>457</u> | <u>449</u> |
| Student Services | | | | | |
| Nurses | 5 | 4 | 4 | 4 | 4 |
| Counselors/Advisors | 23 | 22 | 22 | 22 | 22 |
| Librarians | 5 | 4 | 4 | 4 | 4 |
| Technicians | 10 | 16 | 16 | 16 | 16 |
| Total student services | <u>43</u> | <u>46</u> | <u>46</u> | <u>46</u> | <u>46</u> |
| Support and Administration | | | | | |
| Clerical workers | 111 | 83 | 82 | 82 | 82 |
| Maintenance workers | 41 | 35 | 34 | 34 | 34 |
| Bus drivers | 43 | 50 | 40 | 40 | 40 |
| Service workers | 62 | 65 | 65 | 65 | 65 |
| Unskilled laborers | 37 | 31 | 31 | 31 | 31 |
| Total support and administration | <u>294</u> | <u>264</u> | <u>252</u> | <u>252</u> | <u>252</u> |
| Total | <u><u>883</u></u> | <u><u>834</u></u> | <u><u>792</u></u> | <u><u>781</u></u> | <u><u>773</u></u> |

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

(Concluded)

Agua Fria Union High School District No. 216
Operating Statistics
Last Ten Fiscal Years

| Fiscal Year Ended June 30 | Average Daily Membership | Operating Expenditures | Cost per Pupil | Percentage Change | Expenses | Cost per Pupil | Percentage Change | Teaching Staff | Pupil- Teacher Ratio | Percentage of Free/Reduced Students |
|--|---|-----------------------------------|-------------------------------|------------------------------|-----------------|-------------------------------|------------------------------|---------------------------|-------------------------------------|--|
| 2024 | 9,622 | \$ 114,994,232 | \$ 11,951 | 9.68 % | \$ 139,431,587 | \$ 14,491 | 2.24 % | 452 | 21.3 | 45.0 % |
| 2023 | 9,513 | 103,654,544 | 10,896 | 5.10 | 134,837,165 | 14,174 | 11.77 | 439 | 21.7 | 32.0 |
| 2022 | 9,009 | 93,396,613 | 10,367 | 11.38 | 114,246,317 | 12,681 | 7.45 | 419 | 21.5 | 30.0 |
| 2021 | 8,395 | 78,139,219 | 9,308 | 7.32 | 99,080,316 | 11,802 | 4.72 | 425 | 19.8 | 25.3 |
| 2020 | 8,296 | 71,953,711 | 8,673 | (0.40) | 93,494,553 | 11,270 | 4.94 | 405 | 20.5 | 36.0 |
| 2019 | 7,887 | 68,679,877 | 8,708 | 19.82 | 84,702,531 | 10,740 | 22.11 | 396 | 19.9 | 36.0 |
| 2018 | 7,861 | 57,130,555 | 7,268 | 0.53 | 69,138,998 | 8,795 | (1.58) | 373 | 21.1 | 38.4 |
| 2017 | 7,692 | 55,610,309 | 7,230 | 2.77 | 68,742,049 | 8,937 | 7.06 | 381 | 20.2 | 37.0 |
| 2016 | 7,455 | 52,444,739 | 7,035 | 1.23 | 62,233,134 | 8,348 | (1.16) | 370 | 20.1 | 41.0 |
| 2015 | 7,425 | 51,598,124 | 6,949 | 0.85 | 62,713,103 | 8,446 | 0.57 | 362 | 20.5 | 41.0 |

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

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

Agua Fria Union High School District No. 216
Capital Assets Information
Last Ten Fiscal Years

| | Fiscal Year Ended June 30 | | | | | | | | | |
|------------------------------|----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| | <u>2024</u> | <u>2023</u> | <u>2022</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> | <u>2017</u> | <u>2016</u> | <u>2015</u> |
| <u>Schools</u> | | | | | | | | | | |
| High | | | | | | | | | | |
| Buildings | 5 | 5 | 5 | 5 | 5 | 5 | 4 | 4 | 4 | 4 |
| Square feet | 1,314,252 | 1,314,252 | 1,205,438 | 1,205,438 | 1,205,438 | 1,205,438 | 968,215 | 968,215 | 968,215 | 968,215 |
| Capacity | 9,125 | 9,125 | 9,125 | 9,125 | 9,125 | 9,125 | 7,525 | 7,525 | 7,525 | 7,525 |
| Enrollment | 9,536 | 9,536 | 9,009 | 8,395 | 8,296 | 7,887 | 7,861 | 7,692 | 7,455 | 7,425 |
| <u>Administrative</u> | | | | | | | | | | |
| Buildings | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 | 5 |
| Square feet | 52,378 | 52,378 | 61,941 | 61,941 | 61,941 | 61,941 | 61,941 | 61,941 | 61,941 | 61,941 |
| <u>Transportation</u> | | | | | | | | | | |
| Garages | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |
| Buses | 64 | 57 | 53 | 53 | 50 | 50 | 48 | 53 | 53 | 53 |
| <u>Athletics</u> | | | | | | | | | | |
| Football fields | 5 | 5 | 5 | 5 | 5 | 5 | 4 | 4 | 4 | 4 |
| Soccer fields | 5 | 5 | 5 | 5 | 5 | 5 | 4 | 4 | 4 | 4 |
| Running tracks | 5 | 5 | 5 | 5 | 5 | 5 | 4 | 4 | 4 | 4 |
| Baseball/softball fields | 5/5 | 5/5 | 5/5 | 5/5 | 5/5 | 5/5 | 4/4 | 4/4 | 4/4 | 4/4 |
| Swimming pools | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 |

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

(This page intentionally left blank)