

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10

TUCSON, ARIZONA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Issued by:
Finance Department

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10

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INTRODUCTORY SECTION

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FINANCE & ACCOUNTING

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GOVERNING BOARD MEMBERS

Deanna M. Day, M.Ed.
President

Jo Grant
Vice President

Kent Paul Barrabee, Ph.D.

Julie Cozad, M.Ed.

Scott A. Leska

SUPERINTENDENT
Patrick Nelson

Report Date

Citizens and Governing Board
Amphitheater Unified School District No. 10
701 West Wetmore Road
Tucson, Arizona 85705-1547

State law mandates that school districts are required to undergo an annual single audit and 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 comprehensive annual financial report of the Amphitheater Unified School District No. 10 (District) for the fiscal year ended June 30, 2016.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free 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, 2016, 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, 2016, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

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

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 18 public school districts located in Pima County, Arizona. It provides a program of public education from preschool through grade 12, with an estimated current enrollment of 13,263 students for fiscal year 2017.

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

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

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

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

The Amphitheater Unified School District No. 10 of Pima County, Arizona is situated in the northeastern portion of Pima County, Arizona, which is in south central Arizona. The boundaries of the District encompass an area of approximately 108 square miles, lying within and to the north of the City of Tucson. To the north of the City of Tucson is the Town of Oro Valley, which is totally within the District. Tucson is the County seat and is the population and economic center of southern Arizona.

The economy of the District is primarily based on light manufacturing, retail trade, automobile sales and tourism, and is supplemented by government, medical, and health services. During the 2015-16 school year, the District had a total estimated actual property valuation of \$12,810,461,338, an increase of two percent over the previous year. The District expects the recent pattern of slight economic development and assessed valuations growth to continue in 2017. Arizona's property valuation system is based upon property valuations that are delayed approximately two years.

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

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

FACTORS AFFECTING FINANCIAL CONDITION

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

Local Economy. Tucson is the major city located in the center of eastern Pima County, which encompasses an area of approximately 9,200 square miles in southeastern Arizona. Approximately 70 percent of Pima County consists of Federal, State and Indian-owned lands. The region is well positioned geographically and culturally for trade with Mexico.

Long a favorite destination for tourists and a mining hub, in the past twenty years, Tucson's economy has become a more diverse economy expanding to include such industries as health care, education, and manufacturing. In its strategic plan, the City of Tucson outlines its plan for the development of a clear economic identity for the metropolitan area, by emphasizing continued diversification of the current manufacturing base and encouraging an increase of jobs in international trade. The number of manufacturing and wholesale businesses located in the Tucson area continues to grow and has been stimulated by a combination of a warm climate, a substantial well-educated labor pool, and a governmental climate that has been supportive of economic growth and investment.

A few of the major firms represented in Tucson include manufacturing employers such as Raytheon Missile Systems, Freeport McMoran Copper & Gold, Inc., Intuit Incorporated, IBM Corporation, Sunquest Information Systems, Tucson Newspapers, Kalil Bottling Company, and Sargent Control & Aerospace. This diverse group is joined by various non-manufacturing employers such as Walmart Stores, TMC Healthcare, Carondelet Health Network, as well as Davis-Monthan Air Force Base.

In addition, the Tucson area provides excellent educational and training opportunities through educational institutions such as the University of Arizona, the University of Phoenix, Pima Community College, and other providers of educational services, including Amphitheater Unified School District. For 122 years, Amphitheater Public Schools have contributed to the educational development of the residents of northwest Tucson. The District also recognizes the need for growth and diversification in the economy and continues to review its curriculum to prepare its students for the future economic opportunities that the region and the world will offer.

Long-term Financial Planning. Amphitheater Unified School District continues to experience slight declines in student populations despite new home construction in the northern end of the District and in Pima County. The District is working on an updated demographic study to better plan for future needs. The District expects new commercial property development to increase slightly during the 2016-17 fiscal year.

Major Initiatives. The District continued capital projects from the \$180.0 million bond program started in 2007-08. The District issued the final bond sale of \$42.0 million in October 2013 bringing the total for these bond projects to \$141.0 million. The District voters authorized the construction of a new middle school as part of this bond program. However, economic and population changes do not support the construction of this school and the voter authorization will not be used.

On November 8, 2016, the voters of Amphitheater Unified School District authorized a new \$58.0 million bond program. This bond program was designed to address facility maintenance and technology needs. These needs are the result of the Arizona Legislature cutting funding to schools for facility maintenance and other capital needs.

AWARDS AND ACKNOWLEDGMENTS

Awards. The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2015. This was the nineteenth consecutive year that the District has received this prestigious award. In addition, the Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the fiscal year ended June 30, 2015. In order to be awarded these certificates, the District published an easily readable and efficiently organized comprehensive annual 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 comprehensive annual 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, 2016 certificates.

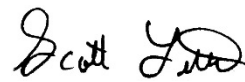
Acknowledgments. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

In closing, without the leadership and support of the Governing Board of the District, preparation of this report would not have been possible.

Respectfully submitted,



Patrick Nelson
Superintendent



Scott Little
Chief Financial Officer



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting Award
is presented to**

Amphitheater Unified School District No. 10

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2015.**

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards.



Brenda Burkett

Brenda R. Burkett, CPA, CSBA, SFO
President

John D. Musso

John D. Musso, CAE, RSBA
Executive Director



Government Finance Officers Association

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

Presented to

**Amphitheater Unified School
District No. 10, Arizona**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

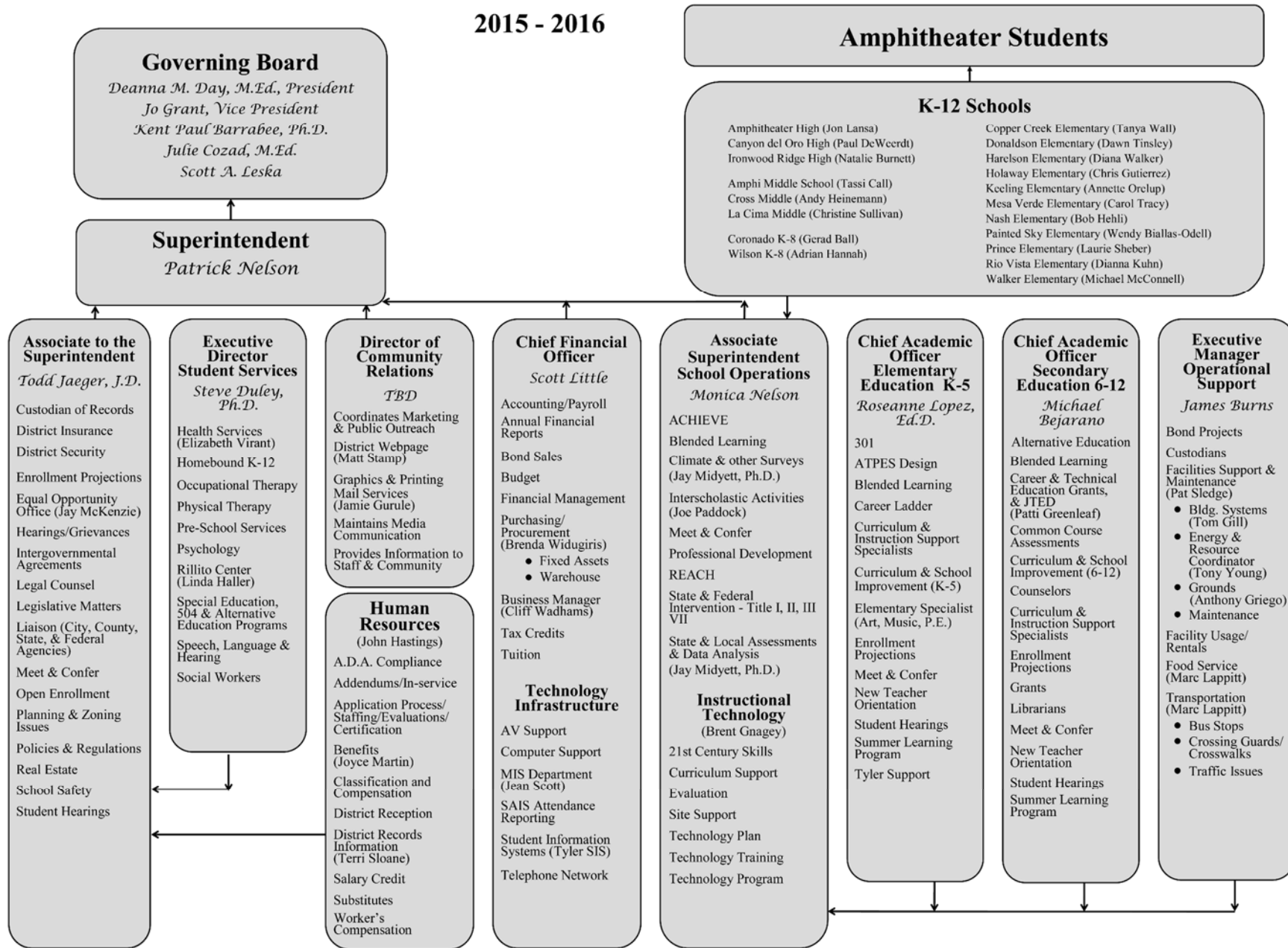
June 30, 2015

Executive Director/CEO

Amphitheater Unified School District Organizational

Governing Board Approved: July 21, 2015

2015 - 2016



AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Deanna M. Day, M.Ed., President

Jo Grant, Vice President

Julie Cozad, M.Ed., Member

Kent Paul Barrabee, Ph.D., Member

Scott A. Leska, Member

ADMINISTRATIVE STAFF

Patrick Nelson, Ph.D., Superintendent

Todd A. Jaeger, J.D., Associate to the Superintendent

Monica Nelson, Associate Superintendent School Operations

Scott Little, Chief Financial Officer

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Amphitheater Unified School District No. 10

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Amphitheater Unified School District No. 10 (District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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 Amphitheater Unified School District No. 10, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*, for the year ended June 30, 2016, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

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, 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.

Other 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 Introductory Section, Combining and Individual Fund Financial Statements and Schedules, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated **Report Date**, on our consideration of Amphitheater Unified School District No. 10'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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Amphitheater Unified School District No. 10's internal control over financial reporting and compliance.

Heinfeld, Meech & Co., P.C.

Tucson, Arizona

Report Date

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
(Required Supplementary Information)

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**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

As management of the Amphitheater Unified School District No. 10 (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, 2016. 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 \$5.8 million which represents an 11 percent increase from the prior fiscal year primarily due to additional state equalization, fewer personnel costs, and lower pension expense.
- General revenues accounted for \$103.4 million in revenue, or 81 percent of all current fiscal year revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$23.8 million or 19 percent of total current fiscal year revenues.
- The District had approximately \$121.4 million in expenses related to governmental activities, a decrease of three percent from the prior fiscal year primarily due to fewer personnel costs and lower pension expense.
- Among major funds, the General Fund had \$86.9 million in current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$83.6 million in expenditures. The General Fund's fund balance increase from \$10.0 million at the prior fiscal year end to \$13.2 million at the end of the current fiscal year was primarily due to fewer personnel costs.
- Net position for the Internal Service Funds increased \$31,741 from the prior fiscal year. Operating revenues of \$454,236 exceeded operating expenses of \$424,498 at the end of the current fiscal year.

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 are comprised of 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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

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, 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 can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

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.

Proprietary funds. The District maintains one type of proprietary fund. The internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses its internal service funds to account for the operation of District functions that provide goods or services to other District departments on a cost reimbursement basis. Because these activities benefit the governmental functions, they have been included within governmental activities in the government-wide financial statements.

The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. Due to their custodial nature, the fiduciary funds do not have a measurement focus.

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 as required supplementary information. Schedules for the pension plan have been provided as required supplementary information.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

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 \$56.8 million at the current fiscal year end.

The largest portion of the District's positive 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. The remaining balance is unrestricted and may be used to meet the District's ongoing obligations to its citizens and creditors, however, as discussed below, this balance is in a deficit position.

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2016 and June 30, 2015.

	As of June 30, 2016	As of June 30, 2015
Current assets	\$ 73,815,308	\$ 75,339,886
Capital assets, net	202,697,035	202,462,582
Total assets	<u>276,512,343</u>	<u>277,802,468</u>
Deferred outflows	<u>10,492,510</u>	<u>13,560,402</u>
Current liabilities	6,121,329	4,651,132
Long-term liabilities	212,558,851	216,400,363
Total liabilities	<u>218,680,180</u>	<u>221,051,495</u>
Deferred inflows	<u>11,510,578</u>	<u>19,317,975</u>
Net position:		
Net investment in capital assets	135,581,914	136,642,915
Restricted	24,716,466	23,421,279
Unrestricted	(103,484,285)	(109,070,794)
Total net position	<u>\$ 56,814,095</u>	<u>\$ 50,993,400</u>

At the end of the current fiscal year the District reported a negative unrestricted net position of \$103.5 million as a result of an unfunded pension liability. Positive net position was reported in the other two categories. The District's financial position is the product of several financial transactions including the net result of activities, the payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

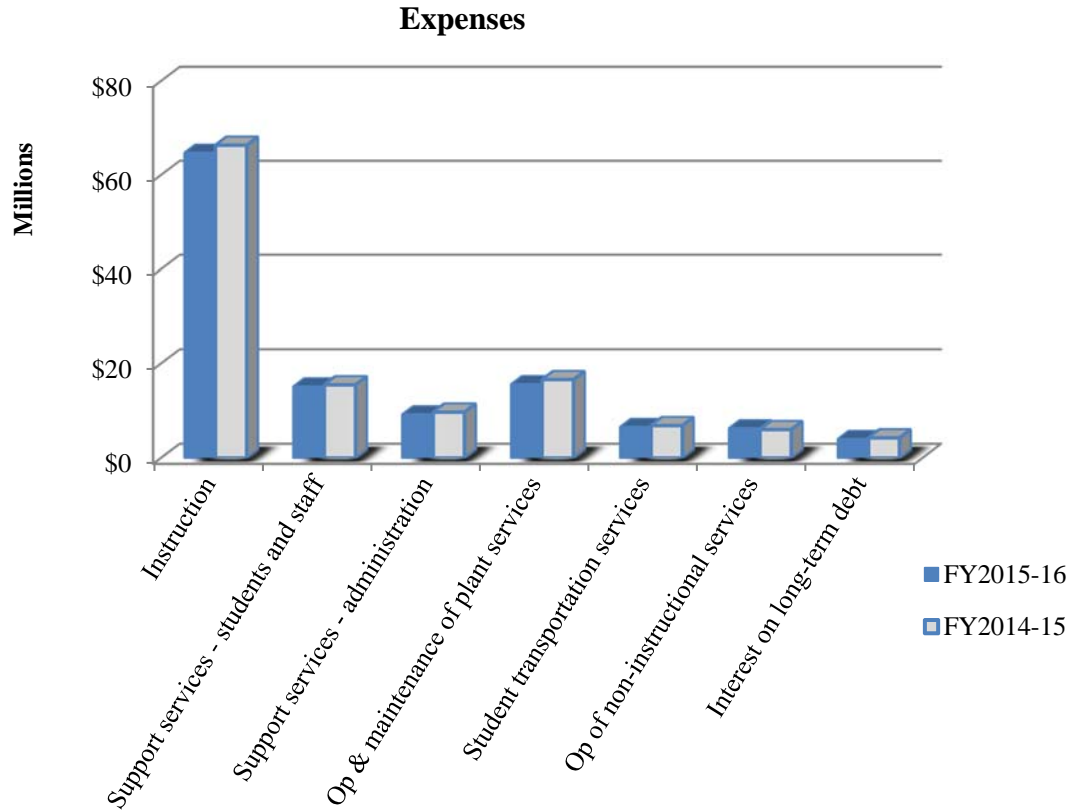
- The principal retirement of \$6.5 million of bonds and \$334,084 of bond premium.
- The addition of \$9.7 million in capital assets through land and school improvements and purchases of vehicles, furniture, and equipment.
- The change of \$3.2 million in pension liabilities due to lower than expected investment returns.
- The disposal of \$2.8 million in capital assets of land and school improvements and vehicles, furniture, and equipment.
- An increase of \$6.6 million in accumulated depreciation as a result of current fiscal year depreciation expense.

Changes in net position. The District's total revenues for the current fiscal year were \$127.2 million. The total cost of all programs and services was \$121.4 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2016 and June 30, 2015.

	Fiscal Year Ended <u>June 30, 2016</u>	Fiscal Year Ended <u>June 30, 2015</u>
Revenues:		
Program revenues:		
Charges for services	\$ 7,231,616	\$ 6,424,890
Operating grants and contributions	15,389,511	15,189,659
Capital grants and contributions	1,185,476	1,007,145
General revenues:		
Property taxes	69,021,348	69,048,587
Investment income	227,321	147,046
Unrestricted county aid	1,683,607	1,788,606
Unrestricted state aid	31,772,975	30,415,734
Unrestricted federal aid	669,198	390,482
Total revenues	<u>127,181,052</u>	<u>124,412,149</u>
Expenses:		
Instruction	64,699,340	66,289,657
Support services – students and staff	15,113,534	15,449,602
Support services – administration	9,198,846	9,673,773
Operation and maintenance of plant services	15,589,812	16,553,255
Student transportation services	6,525,401	6,814,368
Operation of non-instructional services	6,257,346	5,957,812
Interest on long-term debt	3,976,078	4,214,379
Total expenses	<u>121,360,357</u>	<u>124,952,846</u>
Changes in net position	5,820,695	(540,697)
Net position, beginning	50,993,400	51,534,097
Net position, ending	<u>\$ 56,814,095</u>	<u>\$ 50,993,400</u>

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS



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

- Charges for services increased \$806,726 due primarily to additional auxiliary operation revenues.
- Unrestricted state aid increased \$1.4 million due primarily to additional state equalization.
- Expenses decreased \$3.6 million due primarily to fewer personnel costs and lower pension expense.

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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

	<u>Year Ended June 30, 2016</u>		<u>Year Ended June 30, 2015</u>	
	<u>Total</u> <u>Expenses</u>	<u>Net</u> <u>(Expense)/</u> <u>Revenue</u>	<u>Total</u> <u>Expenses</u>	<u>Net</u> <u>(Expense)/</u> <u>Revenue</u>
Instruction	\$ 64,699,340	\$ (51,571,883)	\$ 66,289,657	\$ (53,961,036)
Support services – students and staff	15,113,534	(12,327,337)	15,449,602	(12,928,518)
Support services – administration	9,198,846	(8,759,747)	9,673,773	(8,903,548)
Operation and maintenance of plant services	15,589,812	(14,610,149)	16,553,255	(15,275,579)
Student transportation services	6,525,401	(6,464,657)	6,814,368	(6,780,573)
Operation of non-instructional services	6,257,346	156,097	5,957,812	(267,519)
Interest on long-term debt	3,976,078	(3,976,078)	4,214,379	(4,214,379)
Total	<u>\$121,360,357</u>	<u>\$ (97,553,754)</u>	<u>\$ 124,952,846</u>	<u>\$(102,331,152)</u>

- The cost of all governmental activities this year was \$121.4 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$23.8 million.
- Net cost of governmental activities of \$97.6 million was financed by general revenues, which are made up of primarily property taxes of \$69.0 million and state and county aid of \$33.5 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 \$64.6 million, a decrease of \$3.9 million due primarily to the utilization of prior year bond proceeds and Unrestricted Capital Outlay Fund balance for various construction projects.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The General Fund comprises 20 percent of the total fund balance. Approximately \$13.1 million, or 99 percent of the General Fund's fund balance is unassigned.

The General Fund is the principal operating fund of the District. The increase in fund balance of \$3.1 million to \$13.2 million as of fiscal year end was a result of fewer personnel costs. General Fund revenues increased \$352,859 and General Fund expenditures decreased \$1.6 million as a result of fewer personnel costs.

The Debt Service Fund's fund balance increased \$2.7 million to \$9.2 million at fiscal year end as a result of lower debt service expenditures. Debt Service Fund revenues increased \$13,898 and debt service expenditures decreased \$3.0 million due to lower debt service expenditures.

The Bond Building Fund's fund balance decreased \$8.1 million to \$27.6 million at fiscal year end due to the utilization of prior year bond proceeds. Bond Building Fund revenues increased \$40,031 and expenditures increased \$1.3 million due to additional construction projects.

Proprietary funds. Total net position of the Internal Service Funds at the end of the fiscal year amounted to \$587,569. The increase of \$31,741 from the prior fiscal year was primarily due to an increase in print shop fees.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget due to the passage of Proposition 123. The difference between the original budget and the final amended budget was a \$2.8 million increase, or three percent.

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 General Fund is provided in this report as required supplementary information. The significant favorable variance of \$4.4 million for total expenditures was a result of budget revisions due to the passage of Proposition 123.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$304.0 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 \$6.9 million from the prior fiscal year, primarily due to land and school improvements. Total depreciation expense for the current fiscal year was \$9.1 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2016 and June 30, 2015.

	As of <u>June 30, 2016</u>	As of <u>June 30, 2015</u>
Capital assets – non-depreciable	\$ 15,923,488	\$ 16,772,316
Capital assets – depreciable, net	<u>186,773,547</u>	<u>185,690,266</u>
Total	<u><u>\$ 202,697,035</u></u>	<u><u>\$ 202,462,582</u></u>

The estimated cost to complete current construction projects is \$12.0 million.

Additional information on the District's capital assets can be found in Note 6.

Debt Administration. At year end, the District had \$94.7 million in long-term debt outstanding, \$6.7 million due within one year. Long-term debt decreased by \$6.8 million due to the payment of principal.

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 30 percent of the total net full cash assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the net full cash assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$437.0 million and the Class B debt limit is \$291.4 million, which are more than the District's total outstanding general obligation and Class B debt, respectively.

Additional information on the District's long-term debt can be found in Notes 7 and 8.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2016**

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 2016-17 budget. Among them:

- Fiscal year 2015-16 budget balance carry forward (estimated \$3,154,806).
- District student population (estimated 13,263).
- 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 less than one percent to \$84.9 million in fiscal year 2016-17. State aid and property taxes are expected to be the primary funding sources. No new programs were added to the 2016-17 budget.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and 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 Finance Department, Amphitheater Unified School District No. 10, 701 West Wetmore Road, Tucson, Arizona 85705-1547.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF NET POSITION
JUNE 30, 2016

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 62,358,959
Property taxes receivable	3,846,467
Due from governmental entities	7,429,231
Deposit held by others	100,005
Inventory	80,646
Total current assets	73,815,308
Noncurrent assets:	
Capital assets not being depreciated	15,923,488
Capital assets, net of accumulated depreciation	186,773,547
Total noncurrent assets	202,697,035
Total assets	276,512,343
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>	
Pension plan items	10,492,510
 <u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	1,501,961
Construction contracts payable	2,216,229
Accrued payroll and employee benefits	2,403,139
Compensated absences payable	600,000
Bonds payable	6,705,000
Total current liabilities	13,426,329
Noncurrent liabilities:	
Non-current portion of long-term obligations	205,253,851
Total noncurrent liabilities	205,253,851
Total liabilities	218,680,180
 <u>DEFERRED INFLOWS OF RESOURCES</u>	
Pension plan items	11,510,578
 <u>NET POSITION</u>	
Net investment in capital assets	135,581,914
Restricted for:	
Instructional purposes	3,254,007
Federal and state projects	542,460
Food service	807,209
Non-instructional purposes	3,728,824
Debt service	9,711,947
Capital outlay	6,672,019
Unrestricted	(103,484,285)
Total net position	\$ 56,814,095

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 64,699,340	\$ 4,831,112	\$ 7,110,869	\$ 1,185,476	\$ (51,571,883)
Support services - students and staff	15,113,534	304,795	2,481,402		(12,327,337)
Support services - administration	9,198,846	30,621	408,478		(8,759,747)
Operation and maintenance of plant services	15,589,812	639,174	340,489		(14,610,149)
Student transportation services	6,525,401	60,744			(6,464,657)
Operation of non-instructional services	6,257,346	1,365,170	5,048,273		156,097
Interest on long-term debt	3,976,078				(3,976,078)
Total governmental activities	<u>\$ 121,360,357</u>	<u>\$ 7,231,616</u>	<u>\$ 15,389,511</u>	<u>\$ 1,185,476</u>	<u>(97,553,754)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	55,339,607
Property taxes, levied for debt service	13,254,490
Property taxes, levied for capital outlay	427,251
Investment income	227,321
Unrestricted county aid	1,683,607
Unrestricted state aid	31,772,975
Unrestricted federal aid	669,198

Total general revenues

103,374,449

Changes in net position

5,820,695

Net position, beginning of year

50,993,400

Net position, end of year

\$ 56,814,095

The notes to the basic financial statements are an integral part of this statement.

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FUND FINANCIAL STATEMENTS

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2016

	General	Debt Service	Bond Building
<u>ASSETS</u>			
Cash and investments	\$ 9,922,849	\$ 9,011,263	\$ 29,903,973
Property taxes receivable	2,993,834	700,684	
Due from governmental entities	5,404,571		
Due from other funds			
Deposit held by others			
Inventory	80,646		
Total assets	\$ 18,401,900	\$ 9,711,947	\$ 29,903,973
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 978,657	\$	\$ 6,951
Construction contracts payable			1,892,064
Due to other funds	30,810		410,153
Accrued payroll and employee benefits	2,081,793		
Total liabilities	3,091,260		2,309,168
Deferred inflows of resources:			
Unavailable revenues - property taxes	2,154,220	506,361	
Unavailable revenues - intergovernmental			
Total deferred inflows of resources	2,154,220	506,361	
Fund balances:			
Nonspendable	80,646		
Restricted		9,205,586	27,594,805
Unassigned	13,075,774		
Total fund balances	13,156,420	9,205,586	27,594,805
 Total liabilities, deferred inflows of resources and fund balances	\$ 18,401,900	\$ 9,711,947	\$ 29,903,973

The notes to the basic financial statements are an integral part of this statement.

<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 13,187,423	\$ 62,025,508
151,949	3,846,467
2,024,660	7,429,231
1,188,950	1,188,950
100,005	100,005
	80,646
<u>\$ 16,652,987</u>	<u>\$ 74,670,807</u>
\$ 507,215	\$ 1,492,823
59,809	1,951,873
762,889	1,203,852
318,555	2,400,348
<u>1,648,468</u>	<u>7,048,896</u>
151,949	2,812,530
250,781	250,781
<u>402,730</u>	<u>3,063,311</u>
	80,646
14,601,789	51,402,180
	13,075,774
<u>14,601,789</u>	<u>64,558,600</u>
<u>\$ 16,652,987</u>	<u>\$ 74,670,807</u>

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AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2016

Total governmental fund balances **\$ 64,558,600**

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	\$ 303,165,086	
Less accumulated depreciation	<u>(100,983,552)</u>	202,181,534

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

Property taxes	2,812,530	
Intergovernmental	<u>250,781</u>	3,063,311

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

Deferred outflows of resources related to pensions	10,492,510	
Deferred inflows of resources related to pensions	<u>(11,510,578)</u>	(1,018,068)

The Internal Service Funds are used by management to charge the cost of print shop and technology-related goods and services to the individual funds. The assets and liabilities of the Internal Service Funds are included in the Statement of Net Position.

587,569

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

Compensated absences payable	(4,143,432)	
Net pension liability	(113,705,493)	
Bonds payable	<u>(94,709,926)</u>	<u>(212,558,851)</u>

Net position of governmental activities **\$ 56,814,095**

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2016

	<u>General</u>	<u>Debt Service</u>	<u>Bond Building</u>
Revenues:			
Other local	\$ 5,649,445	\$ 194,122	\$ 63,654
Property taxes	54,729,350	13,106,873	
State aid and grants	25,836,111		
Federal aid, grants and reimbursements	669,198		
Total revenues	<u>86,884,104</u>	<u>13,300,995</u>	<u>63,654</u>
Expenditures:			
Current -			
Instruction	42,727,967		
Support services - students and staff	11,495,211		
Support services - administration	8,411,978		
Operation and maintenance of plant services	15,033,042		
Student transportation services	5,526,321		
Operation of non-instructional services	371,445		
Capital outlay	32,927		8,018,638
Debt service -			
Principal retirement		6,495,000	
Interest and fiscal charges		4,310,162	
Total expenditures	<u>83,598,891</u>	<u>10,805,162</u>	<u>8,018,638</u>
Excess (deficiency) of revenues over expenditures	<u>3,285,213</u>	<u>2,495,833</u>	<u>(7,954,984)</u>
Other financing sources (uses):			
Transfers in	584,277	169,554	
Transfers out	(707,110)		(169,554)
Total other financing sources (uses):	<u>(122,833)</u>	<u>169,554</u>	<u>(169,554)</u>
Changes in fund balances	<u>3,162,380</u>	<u>2,665,387</u>	<u>(8,124,538)</u>
Fund balances, beginning of year	10,018,734	6,540,199	35,719,343
Increase (decrease) in reserve for inventory	(24,694)		
Fund balances, end of year	<u>\$ 13,156,420</u>	<u>\$ 9,205,586</u>	<u>\$ 27,594,805</u>

The notes to the basic financial statements are an integral part of this statement.

Non-Major Governmental Funds	Total Governmental Funds
\$ 5,504,255	\$ 11,411,476
292,425	68,128,648
6,660,239	32,496,350
13,607,831	14,277,029
<u>26,064,750</u>	<u>126,313,503</u>
13,729,998	56,457,965
3,329,537	14,824,748
63,181	8,475,159
331,887	15,364,929
264	5,526,585
5,752,552	6,123,997
4,605,653	12,657,218
	6,495,000
	4,310,162
<u>27,813,072</u>	<u>130,235,763</u>
<u>(1,748,322)</u>	<u>(3,922,260)</u>
707,110	1,460,941
<u>(584,277)</u>	<u>(1,460,941)</u>
<u>122,833</u>	
<u>(1,625,489)</u>	<u>(3,922,260)</u>
16,227,278	68,505,554
	(24,694)
<u>\$ 14,601,789</u>	<u>\$ 64,558,600</u>

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016

Changes in fund balances - total governmental funds **\$ (3,922,260)**

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 as depreciation expense.

Expenditures for capitalized assets	\$ 9,673,962	
Less current year depreciation	(9,017,432)	656,530

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

Property taxes	892,700	
Intergovernmental	(27,154)	865,546

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

6,495,000

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

Current year pension contributions	7,029,628	
Pension expense	(5,524,571)	1,505,057

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.

Inventory	(24,694)	
Loss on disposal of assets	(367,185)	
Amortization of premium on long-term debt	334,084	
Compensated absences	246,876	189,081

The Internal Service Funds are used by management to charge the cost of print shop and technology-related goods and services to the individual funds. The changes in net position of the Internal Service Funds are reported with governmental activities in the Statement of Activities.

31,741

Change in net position in governmental activities **\$ 5,820,695**

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016

	Governmental Activities: Internal Service Funds
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 333,451
Due from other funds	66,705
Total current assets	400,156
Noncurrent assets:	
Capital assets, net of accumulated depreciation	251,145
Total noncurrent assets	251,145
Total assets	651,301
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	9,138
Due to other funds	51,803
Accrued payroll and employee benefits	2,791
Total current liabilities	63,732
Total liabilities	63,732
<u>NET POSITION</u>	
Investment in capital assets	251,145
Unrestricted	336,424
Total net position	\$ 587,569

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Governmental Activities: Internal Service Funds
Operating revenues:	
Charges for services	\$ 454,236
Total operating revenues	<u>454,236</u>
Operating expenses:	
Cost of services	387,127
Depreciation	37,371
Total operating expenses	<u>424,498</u>
Operating income (loss)	<u>29,738</u>
Nonoperating revenues (expenses):	
Investment income	2,003
Total nonoperating revenues (expenses)	<u>2,003</u>
Changes in net position	<u>31,741</u>
Total net position, beginning of year	555,828
Total net position, end of year	<u>\$ 587,569</u>

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Governmental Activities: Internal Service Funds
<u>Increase in Cash and Cash Equivalents</u>	
Cash flows from operating activities:	
Cash received for services	\$ 490,204
Cash payments to employees for services	(125,176)
Cash payments to suppliers for goods and services	(256,843)
Net cash provided by operating activities	<u>108,185</u>
Cash flows from noncapital financing activities:	
Interfund borrowing	<u>51,803</u>
Net cash provided by noncapital financing activities	<u>51,803</u>
Cash flows from capital and related financing activities:	
Acquisition of capital assets	<u>(8,932)</u>
Net cash used for capital and related financing activities	<u>(8,932)</u>
Cash flows from investing activities:	
Investment income	<u>2,003</u>
Net cash provided by investing activities	<u>2,003</u>
Net increase in cash and cash equivalents	<u>153,059</u>
Cash and cash equivalents, beginning of year	<u>180,392</u>
Cash and cash equivalents, end of year	<u><u>\$ 333,451</u></u>
<u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>	
Operating income	\$ 29,738
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation expense	37,371
Changes in assets and liabilities:	
Decrease in due from other funds	35,968
Increase in accounts payable	4,121
Decrease in due to other funds	(119)
Increase in accrued payroll and employee benefits	1,106
Total adjustments	<u>78,447</u>
Net cash provided by operating activities	<u><u>\$ 108,185</u></u>

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2016

	Agency
<u>ASSETS</u>	
Cash and investments	\$ 1,638,233
Total assets	\$ 1,638,233
 <u>LIABILITIES</u>	
Deposits held for others	\$ 1,189,964
Due to student groups	448,269
Total liabilities	\$ 1,638,233

The notes to the basic financial statements are an integral part of this statement.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Amphitheater Unified School District No. 10 (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.

During the year ended June 30, 2016, the District implemented the provisions of GASB Statement No. 72, *Fair Value Measurement and Application*. This Statement addresses accounting and financial reporting issues related to fair value measurements and establishes a hierarchy of inputs to valuation techniques used to measure fair value. This Statement also enhances accountability and transparency through revised note disclosures.

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.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

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.

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

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

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.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due.

Property taxes, state and county aid, tuition 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.

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 internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

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 certain activities budgeted in separate funds in accordance with A.R.S. These funds are maintained as separate funds for budgetary purposes but 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.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Additionally, the District reports the following fund types:

Proprietary Funds – The Proprietary Funds are Internal Service Funds that account for activities related to the operation of District functions that provides goods and services to other District departments on a cost reimbursement basis.

Fiduciary Funds – The Fiduciary Funds are Agency Funds which account for resources held by the District on behalf of others. This fund type includes the Student Activities Fund, which accounts for monies raised by students to finance student clubs and organizations held by the District as an agent. In addition, funds that account for employee withholdings before the monies are remitted to the appropriate entities are included in the Agency Funds.

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's internal service funds are charges to District departments for goods and services. Operating expenses for the internal service funds include the cost of goods and services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The agency funds are custodial in nature and do not have a measurement focus and are reported on the accrual basis of accounting. The agency funds are reported by fund type.

D. Cash and Investments

For purposes of the Statement of Cash Flows, the District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents at year end were cash and investments held by the County Treasurer.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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. Statute requires collateral for deposits of Bond Building and Debt Service Funds monies in interest bearing savings accounts and certificates of deposit at 101 percent of all deposits not covered by federal depository insurance.

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 deposit 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.

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 governmental fund financial statements and in nonoperating revenues in the proprietary fund financial statements.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

F. Receivables and Payable

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.

H. Inventory

All inventories are valued at cost using the weighted average method. Inventories consist of expendable supplies held for consumption. Inventories are recorded as expenses when consumed on the government-wide financial statements and as expenditures when purchased on the fund financial statements.

I. 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. Prepaid items are recorded as expenses when consumed in the government-wide financial statements and as expenditures when purchased in the fund financial statements.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

J. 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. Such assets are recorded at historical cost, or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at the estimated fair market 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 following estimated useful lives:

Land improvements	7 - 70 years
Buildings and improvements	15 - 70 years
Vehicles, furniture and equipment	5 - 20 years

K. 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 position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

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 position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

L. 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.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

M. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's 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 and proprietary fund types in the fund 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.

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 and after nonoperating revenues/expenses in proprietary funds.

P. Net Position Flow Assumption

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

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 are legally or contractually required to be maintained intact.

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 through a resolution approved at a Board meeting. Those committed amounts cannot be used for any other purpose unless the Governing Board removes or changes the specified use by taking the same action it employed to previously commit those amounts.

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 Governing Board has delegated the Chief Financial Officer that authority through formal Governing Board action.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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.

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

	General Fund	Debt Service Fund	Bond Building Fund	Non-Major Governmental Funds
Fund Balances:				
Nonspendable:				
Inventory	\$ 80,646	\$	\$	\$
Restricted:				
Debt service		9,205,586		
Capital projects				6,520,070
Bond building projects			27,594,805	
Instructional purposes				3,254,007
Federal and state projects				291,679
Food service				807,209
Noninstructional purposes				3,728,824
Unassigned	13,075,774			
Total fund balances	\$ 13,156,420	\$ 9,205,586	\$ 27,594,805	\$ 14,601,789

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

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 \$11.2 million and the bank balance was \$11.5 million. At year end, \$11.3 million of the District’s deposits were covered by collateral held by the pledging financial institution’s trust department or agent 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 State Treasurer’s pools are external investment pools, the Local Government Investment Pool (Pool 5) and Local Government Investment Pool-Government (Pool 7), with no regulatory oversight. The pools are not required to register (and are not registered) with the Securities and Exchange Commission. The activity and performance of the pools are reviewed monthly by the State Board of Investment. The fair value of each participant’s position in the State Treasurer investment pools 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.

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	203 days	\$ 22,621,932
State Treasurer’s investment pool 7	73 days	30,134,739
Total		<u>\$ 52,756,671</u>

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4 – CASH AND INVESTMENTS

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. The State Treasurer’s investment pool 7 had a weighted average rating of AAA at year end as it was invested in obligations of the U.S. Government or obligations guaranteed by the U.S. Government.

Custodial Credit Risk – Investments. The District’s investment in the State and County Treasurer’s investment pools 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.

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 Fund	Non-Major Governmental Funds
Due from other governmental entities:		
Due from federal government	\$ 13,044	\$ 1,366,121
Due from state government	5,353,705	658,539
Due from county government	37,822	
Net due from governmental entities	\$ 5,404,571	\$ 2,024,660

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 6 – CAPITAL ASSETS

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

<u>Governmental Activities</u>	Beginning Balance	Increase	Decrease	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 11,808,261	\$	\$	\$ 11,808,261
Construction in progress	4,964,055	3,447,103	4,295,931	4,115,227
Total capital assets, not being depreciated	<u>16,772,316</u>	<u>3,447,103</u>	<u>4,295,931</u>	<u>15,923,488</u>
Capital assets, being depreciated:				
Land improvements	26,452,945	945,410	160,853	27,237,502
Buildings and improvements	226,987,966	8,526,307	1,546,306	233,967,967
Vehicles, furniture and equipment	26,934,653	1,060,005	1,103,155	26,891,503
Total capital assets being depreciated	<u>280,375,564</u>	<u>10,531,722</u>	<u>2,810,314</u>	<u>288,096,972</u>
Less accumulated depreciation for:				
Land improvements	(16,631,975)	(725,463)	(160,853)	(17,196,585)
Buildings and improvements	(67,904,304)	(6,529,722)	(1,475,549)	(72,958,477)
Vehicles, furniture and equipment	(10,149,019)	(1,799,618)	(780,274)	(11,168,363)
Total accumulated depreciation	<u>(94,685,298)</u>	<u>(9,054,803)</u>	<u>(2,416,676)</u>	<u>(101,323,425)</u>
Total capital assets, being depreciated, net	<u>185,690,266</u>	<u>1,476,919</u>	<u>393,638</u>	<u>186,773,547</u>
Governmental activities capital assets, net	<u>\$ 202,462,582</u>	<u>\$ 4,924,022</u>	<u>\$ 4,689,569</u>	<u>\$ 202,697,035</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 7,130,306
Support services – students and staff	201,568
Support services – administration	549,237
Operation and maintenance of plant services	220,986
Student transportation services	808,945
Operation of non-instructional services	143,761
Total depreciation expense – governmental activities	<u>\$ 9,054,803</u>

Construction Commitments – At year end, the District had contractual commitments related to various capital projects for the construction of various building and improvement projects. At year end, the District had spent \$4.1 million on the projects and had estimated remaining contractual commitments of \$12.0 million. These projects are being funded with bond proceeds.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 7 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. Of the total amount originally authorized, \$40.0 million remained unissued, but has expired. The bonds are both callable and noncallable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt.

Purpose	Original Amount Issued	Interest Rates	Remaining Maturities	Outstanding Principal June 30, 2016	Due Within One Year
Governmental activities:					
School Improvement Bonds, Project of 2007, Series A	\$ 20,000,000	4.00-5.00%	7/1/16-27	\$ 12,700,000	\$ 900,000
School Improvement Bonds, Project of 2007, Series B	29,000,000	3.50-5.00%	7/1/16-27	22,200,000	1,400,000
School Improvement Bonds, Project of 2007, Series C	50,000,000	4.00-5.00%	7/1/16-27	27,610,000	2,175,000
School Improvement Bonds, Project of 2007, Series D	41,000,000	2.00-5.00%	7/1/16-27	28,525,000	2,230,000
Total				<u>\$ 91,035,000</u>	<u>\$ 6,705,000</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
2017	\$ 6,705,000	\$ 4,095,863
2018	6,930,000	3,867,763
2019	7,210,000	3,590,563
2020	7,475,000	3,325,763
2021	7,775,000	3,025,888
2022-26	44,650,000	9,337,825
2027	10,290,000	505,125
Total	<u>\$ 91,035,000</u>	<u>\$ 27,748,790</u>

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 8 – 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	\$ 97,530,000	\$	\$ 6,495,000	\$ 91,035,000	\$ 6,705,000
Premium	4,009,010		334,084	3,674,926	
Total bonds payable	<u>101,539,010</u>		<u>6,829,084</u>	<u>94,709,926</u>	<u>6,705,000</u>
Net pension liability	110,471,045	3,234,448		113,705,493	
Compensated absences payable	4,390,308	1,475,617	1,722,493	4,143,432	600,000
Governmental activity long-term liabilities	<u>\$216,400,363</u>	<u>\$ 4,710,065</u>	<u>\$ 8,551,577</u>	<u>\$212,558,851</u>	<u>\$ 7,305,000</u>

NOTE 9 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows:

Due to/from other funds:

	Non-Major Governmental Funds	Internal Service Funds	Total Due to Other Funds
General Fund	\$	\$ 30,810	\$ 30,810
Bond Building Fund	410,153		410,153
Non-Major Governmental Funds	726,994	35,895	762,889
Internal Service Funds	51,803		51,803
Total Due from Other Funds	<u>\$ 1,188,950</u>	<u>\$ 66,705</u>	<u>\$ 1,255,655</u>

At year end, several funds had negative cash balances in the Treasurer's pooled cash accounts. A portion of negative cash on deposit with the County Treasurer was reduced by interfund borrowing with other funds. Additionally, at year end several funds owed balances to the Internal Services Funds for goods and services provided during the fiscal year. All interfund balances are expected to be paid within one year.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 9 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund transfers:

	Transfers in			Total
	General Fund	Debt Service Fund	Non-Major Governmental Funds	
Transfers out				
General Fund	\$	\$	\$ 707,110	\$ 707,110
Bond Building Fund		169,554		169,554
Non-Major Governmental Funds	584,227			584,227
Total	<u>\$ 584,227</u>	<u>\$ 169,554</u>	<u>\$ 707,110</u>	<u>\$ 1,460,891</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, (2) to move federal grant funds restricted for indirect costs, (3) to move cash balances remaining from completed construction projects in the Bond Building Fund to the Debt Service Fund, and (4) to move cash balances remaining from the General Fund to the Unrestricted Capital Outlay Fund.

NOTE 10 – 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.

Lawsuits – The District is a party to a number of various types of lawsuits, many of which normally occur in governmental operations. The ultimate outcome of the actions is not determinable, however, District management believes that the outcome of these proceedings, either individually or in the aggregate, will not have a materially adverse effect on the accompanying financial statements.

Arbitrage – Under the Tax Reform Act of 1986, interest earned on the debt proceeds in excess of interest expense or expenditure prior to the disbursement of the proceeds must be rebated to the Internal Revenue Service (IRS). Management believes there is no tax arbitrage rebate liability at year end.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 11 – 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's employees have health and accident insurance coverage with the Arizona School Board Association Insurance Trust (ASBAIT). ASBAIT 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 ASBAIT for employees' health and accident insurance coverage. The agreement provides that ASBAIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

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

The District continues to carry commercial insurance for employee dental and life insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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.

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.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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 11.47 percent (11.35 percent for retirement and 0.12 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 11.47 percent (10.85 percent for retirement, 0.50 percent for health insurance premium benefit, and 0.12 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, 2016 were \$7.0 million.

In addition, the District was required by statute to contribute at the actuarially determined rate of 9.36 percent (9.17 for retirement, 0.13 percent for health insurance premium benefit, and 0.06 percent for long-term disability) of annual covered payroll of retired members who worked in positions that would typically be filled by an employee who contributes to ASRS.

The District’s contributions for the current and two preceding years for OPEB, all of which were equal to the required contributions, were as follows:

		Health Benefit Supplement Fund		Long-Term Disability Fund
Year ending June 30:				
2016	\$	323,946	\$	77,747
2015		395,979		80,538
2014		403,011		161,204

Pension Liability. At June 30, 2016, the District reported a liability of \$113.7 million for its proportionate share of the net pension liability of the ASRS. The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of June 30, 2014, to the measurement date of June 30, 2015. The District’s proportion of the net pension liability was based on a projection of the District’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2015, the District’s proportion was 0.730 percent, which was a decrease of 0.017 from its proportion measured as of June 30, 2014.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Pension Expense and Deferred Outflows/Inflows of Resources. For the year ended June 30, 2016, the District recognized pension expense of \$5.5 million and reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 3,102,776	\$ 5,958,283
Net difference between projected and actual earnings on pension plan investments		3,644,009
Changes in proportion and differences between contributions and proportionate share of contributions	360,106	1,908,286
Contributions subsequent to the measurement date	<u>7,029,628</u>	
Total	<u>\$ 10,492,510</u>	<u>\$ 11,510,578</u>

The deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date as reported in the table above will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. 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:	
2017	\$ (3,003,466)
2018	(4,868,095)
2019	(2,806,651)
2020	2,630,516

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

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

Actuarial valuation date	June 30, 2014
Actuarial roll forward date	June 30, 2015
Actuarial cost method	Entry age normal
Investment rate of return	8.0%
Projected salary increases	3.0-6.75%
Inflation	3.0%
Permanent base increases	Included
Mortality rates	1994 GAM Scale BB

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. 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, 2013, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

The long-term expected rate of return on ASRS pension plan investments was determined to be 8.79 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equity	58%	6.79%
Fixed income	25	3.70
Real estate	10	4.25
Multi-asset	5	3.41
Commodities	2	3.93
Total	<u>100%</u>	

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 12 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

Discount Rate. The discount rate used to measure the ASRS total pension liability was 8.0 percent, which is less than the long-term expected rate of return of 8.79 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 pension plan’s 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 pension plan 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 8.0 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:

	1% Decrease (7.0%)	Current Discount Rate (8.0%)	1% Increase (9.0%)
Proportionate share of the net pension liability	\$148,993,053	\$113,705,493	\$89,521,951

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 13 – SUBSEQUENT EVENTS

On November 8, 2016, the District was authorized to issue School Improvement Bonds in the amount of \$58.0 million. The purpose of the bonds is for school facility maintenance and renovations, student transportation, and instructional technology.

The District began construction of a new K-5 STEM School to open in fiscal year 2017-18 for an estimated project cost of \$16.0 million to be funded by bond proceeds.

REQUIRED SUPPLEMENTARY INFORMATION

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2016

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 3,141,035	\$ 3,141,035
Property taxes			54,729,350	54,729,350
State aid and grants			25,836,111	25,836,111
Total revenues			<u>83,706,496</u>	<u>83,706,496</u>
Expenditures:				
Current -				
Instruction	41,073,711	42,932,334	40,723,386	2,208,948
Support services - students and staff	12,005,673	11,761,983	11,459,045	302,938
Support services - administration	7,940,791	8,698,135	8,018,898	679,237
Operation and maintenance of plant services	15,317,120	15,442,279	14,829,274	613,005
Student transportation services	5,845,000	6,189,000	5,496,552	692,448
Operation of non-instructional services	287,000	240,300	371,381	(131,081)
Total expenditures	<u>82,469,295</u>	<u>85,264,031</u>	<u>80,898,536</u>	<u>4,365,495</u>
Excess (deficiency) of revenues over expenditures	<u>(82,469,295)</u>	<u>(85,264,031)</u>	<u>2,807,960</u>	<u>88,071,991</u>
Other financing sources (uses):				
Transfers out			(1,707,110)	(1,707,110)
Total other financing sources (uses):			<u>(1,707,110)</u>	<u>(1,707,110)</u>
Changes in fund balances	<u>(82,469,295)</u>	<u>(85,264,031)</u>	<u>1,100,850</u>	<u>86,364,881</u>
Fund balances, beginning of year			6,645,848	6,645,848
Increase (decrease) in reserve for inventory			(24,694)	(24,694)
Fund balances (deficits), end of year	<u>\$ (82,469,295)</u>	<u>\$ (85,264,031)</u>	<u>\$ 7,722,004</u>	<u>\$ 92,986,035</u>

See accompanying notes to this schedule.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
ARIZONA STATE RETIREMENT SYSTEM
LAST TWO FISCAL YEARS**

	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability (asset)	0.73%	0.75%
District's proportionate share of the net pension liability (asset)	\$ 113,705,493	\$ 110,471,045
District's covered payroll	\$ 67,115,060	\$ 67,168,533
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	169.42%	164.47%
Plan fiduciary net position as a percentage of the total pension liability	68.35%	69.49%

**SCHEDULE OF CONTRIBUTIONS
ARIZONA STATE RETIREMENT SYSTEM
LAST TWO FISCAL YEARS**

	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 7,029,628	\$ 7,308,830
Contributions in relation to the actuarially determined contribution	<u>7,029,628</u>	<u>7,308,830</u>
Contribution deficiency (excess)	<u>\$</u>	<u>\$</u>
District's covered payroll	\$ 64,789,198	\$ 67,115,060
Contributions as a percentage of covered payroll	10.85%	10.89%

NOTE: The pension schedules in the required supplementary information are intended to show information for ten years, and additional information will be displayed as it becomes available.

See accompanying notes to this schedule.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2016

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.

- Certain activities reported in the General Fund are budgeted in separate funds in accordance with Arizona Revised Statutes.

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	\$ 83,598,891	\$ 13,156,420
Activity budgeted as special revenue funds	(2,700,355)	(5,301,650)
Activity budgeted as capital projects funds		(132,766)
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	\$ 80,898,536	\$ 7,722,004

NOTE 2 – PENSION PLAN SCHEDULES

Change in Accounting Principle. For the year ended June 30, 2016, the District implemented the provisions of GASB Statement No. 82, *Pension Issues*. The statement changed the measure of payroll that is required to be presented in required supplementary information from covered-employee payroll to covered payroll. Accordingly, payroll amounts presented in the pension plan schedules and related ratios for prior periods have been restated.

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, 2014, valuation were based on the results of an actuarial experience study for the five-year period ended June 30, 2012. 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, 2014, actuarial valuation. The study did not include an analysis of the assumed investment rate of return.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS
AND SCHEDULES**

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GOVERNMENTAL FUNDS

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2016

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Fund</u>
<u>ASSETS</u>			
Cash and investments	\$ 7,538,690	\$ 5,648,733	\$ 13,187,423
Property taxes receivable		151,949	151,949
Due from governmental entities	2,024,660		2,024,660
Due from other funds		1,188,950	1,188,950
Deposit held by others	100,005		100,005
Total assets	<u>\$ 9,663,355</u>	<u>\$ 6,989,632</u>	<u>\$ 16,652,987</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 249,411	\$ 257,804	\$ 507,215
Construction contracts payable		59,809	59,809
Due to other funds	762,889		762,889
Accrued payroll and employee benefits	318,555		318,555
Total liabilities	<u>1,330,855</u>	<u>317,613</u>	<u>1,648,468</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		151,949	151,949
Unavailable revenues - intergovernmental	250,781		250,781
Total deferred inflows of resources	<u>250,781</u>	<u>151,949</u>	<u>402,730</u>
Fund balances:			
Restricted	8,081,719	6,520,070	14,601,789
Total fund balances	<u>8,081,719</u>	<u>6,520,070</u>	<u>14,601,789</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 9,663,355</u>	<u>\$ 6,989,632</u>	<u>\$ 16,652,987</u>

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
 YEAR ENDED JUNE 30, 2016**

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 5,294,976	\$ 209,279	\$ 5,504,255
Property taxes		292,425	292,425
State aid and grants	6,275,924	384,315	6,660,239
Federal aid, grants and reimbursements	<u>13,607,831</u>		<u>13,607,831</u>
Total revenues	<u>25,178,731</u>	<u>886,019</u>	<u>26,064,750</u>
Expenditures:			
Current -			
Instruction	13,729,998		13,729,998
Support services - students and staff	3,329,537		3,329,537
Support services - administration	63,181		63,181
Operation and maintenance of plant services	331,887		331,887
Student transportation services	264		264
Operation of non-instructional services	5,752,552		5,752,552
Capital outlay	<u>1,285,121</u>	<u>3,320,532</u>	<u>4,605,653</u>
Total expenditures	<u>24,492,540</u>	<u>3,320,532</u>	<u>27,813,072</u>
Excess (deficiency) of revenues over expenditures	<u>686,191</u>	<u>(2,434,513)</u>	<u>(1,748,322)</u>
Other financing sources (uses):			
Transfers in		707,110	707,110
Transfers out	<u>(584,277)</u>		<u>(584,277)</u>
Total other financing sources (uses):	<u>(584,277)</u>	<u>707,110</u>	<u>122,833</u>
Changes in fund balances	<u>101,914</u>	<u>(1,727,403)</u>	<u>(1,625,489)</u>
Fund balances, beginning of year	7,979,805	8,247,473	16,227,278
Fund balances, end of year	<u>\$ 8,081,719</u>	<u>\$ 6,520,070</u>	<u>\$ 14,601,789</u>

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 as approved by the voters in 2000.

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

Title I Grants - to account for financial assistance received for the purpose of improving the teaching and learning of children failing, or most at-risk of failing, to meet challenging State academic standards.

Professional Development and Technology Grants - to account for financial assistance received to increase student academic achievement through improving teacher quality.

Limited English & Immigrant Students - to account for financial assistance received for educational services and costs for limited English and immigrant children.

Indian Education - to account for financial assistance received for Indian education at preschool, elementary, secondary and adult levels.

Special Education Grants - to account for supplemental financial assistance received to provide a free, appropriate public education to disabled children.

Johnson O'Malley - to account for financial assistance received to meet the unique educational needs of eligible Indian children.

Vocational Education - to account for financial assistance received for preparation of individuals for employment or advancement in a career not requiring a baccalaureate or advanced degree.

Medicaid Reimbursement - to account for reimbursements related to specific health services provided to eligible students.

E-Rate - to account for financial assistance received for broadband internet and telecommunications costs.

Other Federal Projects – to account for financial assistance received for other supplemental federal projects.

State Vocational Education - to account for financial assistance received for the preparation of individuals for employment.

Early Childhood Block Grant - to account for financial assistance received for preschool education.

Failing Schools Tutoring Grant - to account for monies used to assist high school students to pass the AIMS test or to assist students who are underperforming.

Other State Projects - to account for financial assistance received for other State projects.

School Plant - to account for proceeds from the sale or lease of school property.

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.

Civic Center - to account for monies received from the rental of school facilities for civic activities.

Community School - to account for activity related to academic and skill development for all citizens.

Auxiliary Operations - to account for activity arising from bookstore, athletic, and miscellaneous District related operations.

Extracurricular Activities Fees Tax Credit - to account for activity related to monies collected in support of extracurricular activities to be taken as a tax credit by the tax payer in accordance with A.R.S. §43-1089.01.

Gifts and Donations - to account for activity related to gifts, donations, bequests and private grants made to the District.

Fingerprint - to account for activity of fingerprinting employees as mandated by the State.

School Opening - to account for monies transferred in from the Maintenance and Operation Fund to be expended for maintenance and operation purposes incurred in the first year of operation of a new school within the District.

Insurance Proceeds - to account for the monies received from insurance claims.

Textbooks - to account for monies received from students to replace or repair lost or damaged textbooks.

Litigation Recovery - to account for monies received for and derived from litigation.

Indirect Costs - to account for monies received from federal projects for administrative costs.

SPECIAL REVENUE FUNDS

Insurance Refund - to account for insurance premium payments that are refunded to the District.

Grants and Gifts to Teachers - to account for grants and gifts under \$1,500 received from private sources that are designated for use by a teacher for instructional purposes.

Joint Technical Education - to account for monies received from Joint Technical Education Districts for vocational education programs.

Intergovernmental Agreements - to account for the financial activities relating to agreements with other governments not required to be accounted for elsewhere.

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AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<u>ASSETS</u>			
Cash and investments	\$ 2,444,275	\$ 238,058	\$ 961
Due from governmental entities	446,360	149,028	453,291
Deposit held by others			
Total assets	<u>\$ 2,890,635</u>	<u>\$ 387,086</u>	<u>\$ 454,252</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$ 157,734
Due to other funds			229,504
Accrued payroll and employee benefits		23,714	67,014
Total liabilities		<u>23,714</u>	<u>454,252</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances:			
Restricted	<u>2,890,635</u>	<u>363,372</u>	
Total fund balances	<u>2,890,635</u>	<u>363,372</u>	
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,890,635</u>	<u>\$ 387,086</u>	<u>\$ 454,252</u>

Professional Development and Technology Grants	Limited English and Immigrant Students	Special Education Grants	Johnson O'Malley	Vocational Education	E-Rate
\$ 243,553	\$ 7,621 4,036	\$ 247,053	\$ 546	\$ 34,857	\$ 291,679 250,781
<u>\$ 243,553</u>	<u>\$ 11,657</u>	<u>\$ 247,053</u>	<u>\$ 546</u>	<u>\$ 34,857</u>	<u>\$ 542,460</u>
\$ 28,386 210,846 4,321 <u>243,553</u>	\$ 2,457 3,370 5,830 <u>11,657</u>	\$ 147,483 99,570 <u>247,053</u>	\$ 546 <u>546</u>	\$ 2,242 32,615 <u>34,857</u>	\$ <u>250,781</u>
					<u>291,679</u>
					<u>291,679</u>
<u>\$ 243,553</u>	<u>\$ 11,657</u>	<u>\$ 247,053</u>	<u>\$ 546</u>	<u>\$ 34,857</u>	<u>\$ 542,460</u>

(Continued)

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016**

	Other Federal Projects	Other State Projects	Food Service
<u>ASSETS</u>			
Cash and investments	\$ 951	\$ 8,571	\$ 732,070
Due from governmental entities	93,263	63,151	38,741
Deposit held by others			100,005
Total assets	\$ 94,214	\$ 71,722	\$ 870,816
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 2,074	\$ 24,802	\$ 15,161
Due to other funds	76,921	46,920	1,822
Accrued payroll and employee benefits	15,219		46,624
Total liabilities	94,214	71,722	63,607
Deferred inflows of resources:			
Unavailable revenues - intergovernmental	_____	_____	_____
Fund balances:			
Restricted	_____	_____	807,209
Total fund balances	_____	_____	807,209
 Total liabilities, deferred inflows of resources and fund balances	 \$ 94,214	 \$ 71,722	 \$ 870,816

<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>	<u>Gifts and Donations</u>	<u>Fingerprint</u>	<u>Textbooks</u>
\$ 564,984	\$ 271,556	\$ 672,107	\$ 2,156,507	\$ 436	\$ 55,149
<u>\$ 564,984</u>	<u>\$ 271,556</u>	<u>\$ 672,107</u>	<u>\$ 2,156,507</u>	<u>\$ 436</u>	<u>\$ 55,149</u>
\$	\$	\$	\$ 16,555	\$	\$
<u>6,685</u>	<u>32,762</u>	<u></u>	<u>5,442</u>	<u></u>	<u></u>
<u>6,685</u>	<u>32,762</u>	<u></u>	<u>21,997</u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
<u>558,299</u>	<u>238,794</u>	<u>672,107</u>	<u>2,134,510</u>	<u>436</u>	<u>55,149</u>
<u>558,299</u>	<u>238,794</u>	<u>672,107</u>	<u>2,134,510</u>	<u>436</u>	<u>55,149</u>
<u>\$ 564,984</u>	<u>\$ 271,556</u>	<u>\$ 672,107</u>	<u>\$ 2,156,507</u>	<u>\$ 436</u>	<u>\$ 55,149</u>

(Continued)

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016**

	<u>Insurance Refund</u>	<u>Grants and Gifts to Teachers</u>	<u>Joint Technical Education</u>
<u>ASSETS</u>			
Cash and investments	\$ 22,604	\$ 1,000	\$ 57,832
Due from governmental entities			
Deposit held by others			
Total assets	<u>\$ 22,604</u>	<u>\$ 1,000</u>	<u>\$ 57,832</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$
Due to other funds			12,862
Accrued payroll and employee benefits			11,374
Total liabilities			<u>24,236</u>
Deferred inflows of resources:			
Unavailable revenues - intergovernmental			
Fund balances:			
Restricted	<u>22,604</u>	<u>1,000</u>	<u>33,596</u>
Total fund balances	<u>22,604</u>	<u>1,000</u>	<u>33,596</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 22,604</u>	<u>\$ 1,000</u>	<u>\$ 57,832</u>

<u>Intergovernmental Agreements</u>	<u>Totals</u>
\$ 12,329	\$ 7,538,690
	2,024,660
	<u>100,005</u>
<u>\$ 12,329</u>	<u>\$ 9,663,355</u>
\$	\$ 249,411
	762,889
	<u>318,555</u>
	<u>1,330,855</u>
	<u>250,781</u>
<u>12,329</u>	<u>8,081,719</u>
<u>12,329</u>	<u>8,081,719</u>
<u>\$ 12,329</u>	<u>\$ 9,663,355</u>

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Classroom Site	Instructional Improvement	Title I Grants
Revenues:			
Other local	\$ 15,304	\$ 4,344	\$
State aid and grants	5,356,312	580,552	
Federal aid, grants and reimbursements			3,586,614
Total revenues	5,371,616	584,896	3,586,614
Expenditures:			
Current -			
Instruction	5,100,184	737,011	2,128,100
Support services - students and staff	181,036	369,512	1,008,376
Support services - administration			6,898
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			285,691
Total expenditures	5,281,220	1,106,523	3,429,065
Excess (deficiency) of revenues over expenditures	90,396	(521,627)	157,549
Other financing sources (uses):			
Transfers out			(157,549)
Total other financing sources (uses):			(157,549)
Changes in fund balances	90,396	(521,627)	
Fund balances, beginning of year	2,800,239	884,999	
Fund balances, end of year	\$ 2,890,635	\$ 363,372	\$

Professional Development and Technology Grants	Limited English and Immigrant Students	Indian Education	Special Education Grants	Johnson O'Malley	Vocational Education
\$	\$	\$	\$	\$	\$
804,232	146,787	16,536	2,777,891	11,655	251,862
<u>804,232</u>	<u>146,787</u>	<u>16,536</u>	<u>2,777,891</u>	<u>11,655</u>	<u>251,862</u>
8,571	61,862	15,749	2,638,528	9,249	63,383
744,785	79,447		3,482	1,852	54,245
			3,600		1,702
14,141	2,016				126,129
<u>767,497</u>	<u>143,325</u>	<u>15,749</u>	<u>2,645,610</u>	<u>11,101</u>	<u>245,459</u>
<u>36,735</u>	<u>3,462</u>	<u>787</u>	<u>132,281</u>	<u>554</u>	<u>6,403</u>
(36,735)	(3,462)	(787)	(132,281)	(554)	(6,403)
<u>(36,735)</u>	<u>(3,462)</u>	<u>(787)</u>	<u>(132,281)</u>	<u>(554)</u>	<u>(6,403)</u>
\$	\$	\$	\$	\$	\$

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	E-Rate	Other Federal Projects	State Vocational Education
Revenues:			
Other local	\$ 2,799	\$	\$
State aid and grants			96,492
Federal aid, grants and reimbursements	538,134	1,028,458	
Total revenues	540,933	1,028,458	96,492
Expenditures:			
Current -			
Instruction		608,820	9,282
Support services - students and staff		343,071	86,350
Support services - administration			
Operation and maintenance of plant services		1,817	
Student transportation services			
Operation of non-instructional services			
Capital outlay	260,198	28,761	860
Total expenditures	260,198	982,469	96,492
Excess (deficiency) of revenues over expenditures	280,735	45,989	
Other financing sources (uses):			
Transfers out		(45,989)	
Total other financing sources (uses):		(45,989)	
Changes in fund balances	280,735		
Fund balances, beginning of year	10,944		
Fund balances, end of year	\$ 291,679	\$	\$

<u>Failing Schools Tutoring Grant</u>	<u>Other State Projects</u>	<u>Food Service</u>	<u>Civic Center</u>	<u>Community School</u>	<u>Extracurricular Activities Fees Tax Credit</u>
\$ 16,221	\$ 226,347	\$ 1,297,260	\$ 387,569	\$ 513,743	\$ 1,200,742
<u>16,221</u>	<u>226,347</u>	<u>4,445,662</u> <u>5,742,922</u>	<u>387,569</u>	<u>513,743</u>	<u>1,200,742</u>
16,221	1,628		169,109	506,812	1,158,362
	126,721		2,659		500
	4,601		32,257		
	87,891		241,498		
		5,177,238		82,857	
	5,506	131,368	52,609	2,324	20,593
<u>16,221</u>	<u>226,347</u>	<u>5,308,606</u>	<u>498,132</u>	<u>591,993</u>	<u>1,179,455</u>
		434,316	(110,563)	(78,250)	21,287
		(200,517)			
		<u>(200,517)</u>			
		233,799	(110,563)	(78,250)	21,287
		573,410	668,862	317,044	650,820
<u>\$</u>	<u>\$</u>	<u>\$ 807,209</u>	<u>\$ 558,299</u>	<u>\$ 238,794</u>	<u>\$ 672,107</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Gifts and Donations	Fingerprint	Textbooks
Revenues:			
Other local	\$ 1,003,449	\$ 5,666	\$ 4,401
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	1,003,449	5,666	4,401
Expenditures:			
Current -			
Instruction	226,712		
Support services - students and staff	28,170		7,008
Support services - administration	6,743	7,380	
Operation and maintenance of plant services	681		
Student transportation services		264	
Operation of non-instructional services	492,457		
Capital outlay	90,281		
Total expenditures	845,044	7,644	7,008
Excess (deficiency) of revenues over expenditures	158,405	(1,978)	(2,607)
Other financing sources (uses):			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	158,405	(1,978)	(2,607)
Fund balances, beginning of year	1,976,105	2,414	57,756
Fund balances, end of year	\$ 2,134,510	\$ 436	\$ 55,149

<u>Insurance Refund</u>	<u>Grants and Gifts to Teachers</u>	<u>Joint Technical Education</u>	<u>Intergovernmental Agreements</u>	<u>Totals</u>
\$	\$ 1,000	\$ 850,775	\$ 7,924	\$ 5,294,976
				6,275,924
				13,607,831
	<u>1,000</u>	<u>850,775</u>	<u>7,924</u>	<u>25,178,731</u>
		270,415		13,729,998
		292,323		3,329,537
				63,181
				331,887
				264
				5,752,552
		<u>264,644</u>		<u>1,285,121</u>
		<u>827,382</u>		<u>24,492,540</u>
	<u>1,000</u>	<u>23,393</u>	<u>7,924</u>	<u>686,191</u>
				(584,277)
				(584,277)
	<u>1,000</u>	<u>23,393</u>	<u>7,924</u>	<u>101,914</u>
22,604		10,203	4,405	7,979,805
<u>\$ 22,604</u>	<u>\$ 1,000</u>	<u>\$ 33,596</u>	<u>\$ 12,329</u>	<u>\$ 8,081,719</u>

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
 COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL
 NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED JUNE 30, 2016**

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 15,304	\$ 15,304
State aid and grants		5,356,312	5,356,312
Federal aid, grants and reimbursements			
Total revenues		<u>5,371,616</u>	<u>5,371,616</u>
Expenditures:			
Current -			
Instruction	7,716,083	5,100,184	2,615,899
Support services - students and staff	228,597	181,036	47,561
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>7,944,680</u>	<u>5,281,220</u>	<u>2,663,460</u>
Excess (deficiency) of revenues over expenditures	<u>(7,944,680)</u>	<u>90,396</u>	<u>8,035,076</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(7,944,680)</u>	<u>90,396</u>	<u>8,035,076</u>
Fund balances, beginning of year		2,800,239	2,800,239
Fund balances (deficits), end of year	<u>\$ (7,944,680)</u>	<u>\$ 2,890,635</u>	<u>\$ 10,835,315</u>

Instructional Improvement			Title I Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 4,344	\$ 4,344	\$	\$	\$
	580,552	580,552			
				3,586,614	3,586,614
	<u>584,896</u>	<u>584,896</u>		<u>3,586,614</u>	<u>3,586,614</u>
879,000	737,011	141,989	2,620,000	2,128,100	491,900
441,000	369,512	71,488	1,243,000	1,008,376	234,624
			8,000	6,898	1,102
			<u>352,000</u>	<u>285,691</u>	<u>66,309</u>
<u>1,320,000</u>	<u>1,106,523</u>	<u>213,477</u>	<u>4,223,000</u>	<u>3,429,065</u>	<u>793,935</u>
<u>(1,320,000)</u>	<u>(521,627)</u>	<u>798,373</u>	<u>(4,223,000)</u>	<u>157,549</u>	<u>4,380,549</u>
			<u>(194,000)</u>	<u>(157,549)</u>	<u>36,451</u>
			<u>(194,000)</u>	<u>(157,549)</u>	<u>36,451</u>
<u>(1,320,000)</u>	<u>(521,627)</u>	<u>798,373</u>	<u>(4,417,000)</u>		<u>4,417,000</u>
	884,999	884,999			
<u>\$ (1,320,000)</u>	<u>\$ 363,372</u>	<u>\$ 1,683,372</u>	<u>\$ (4,417,000)</u>	<u>\$</u>	<u>\$ 4,417,000</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		804,232	804,232
Total revenues		804,232	804,232
Expenditures:			
Current -			
Instruction	8,000	8,571	(571)
Support services - students and staff	650,000	744,785	(94,785)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	12,000	14,141	(2,141)
Total expenditures	670,000	767,497	(97,497)
Excess (deficiency) of revenues over expenditures	(670,000)	36,735	706,735
Other financing sources (uses):			
Transfers in			
Transfers out	(32,000)	(36,735)	(4,735)
Total other financing sources (uses):	(32,000)	(36,735)	(4,735)
Changes in fund balances	(702,000)		702,000
Fund balances, beginning of year			
Fund balances (deficits), end of year	\$ (702,000)	\$	\$ 702,000

Limited English and Immigrant Students			Indian Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	146,787	146,787		16,536	16,536
	146,787	146,787		16,536	16,536
97,000	61,862	35,138		15,749	(15,749)
124,000	79,447	44,553			
3,000	2,016	984			
224,000	143,325	80,675		15,749	(15,749)
(224,000)	3,462	227,462		787	787
(6,000)	(3,462)	2,538		(787)	(787)
(6,000)	(3,462)	2,538		(787)	(787)
(230,000)		230,000			
\$ (230,000)	\$	\$ 230,000	\$	\$	\$

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Special Education Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		2,777,891	2,777,891
Total revenues		<u>2,777,891</u>	<u>2,777,891</u>
Expenditures:			
Current -			
Instruction	2,658,000	2,638,528	19,472
Support services - students and staff	4,000	3,482	518
Support services - administration	5,000	3,600	1,400
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>2,667,000</u>	<u>2,645,610</u>	<u>21,390</u>
Excess (deficiency) of revenues over expenditures	<u>(2,667,000)</u>	<u>132,281</u>	<u>2,799,281</u>
Other financing sources (uses):			
Transfers in			
Transfers out	(133,000)	(132,281)	719
Total other financing sources (uses):	<u>(133,000)</u>	<u>(132,281)</u>	<u>719</u>
Changes in fund balances	<u>(2,800,000)</u>		<u>2,800,000</u>
Fund balances, beginning of year			
Fund balances (deficits), end of year	<u>\$ (2,800,000)</u>	<u>\$</u>	<u>\$ 2,800,000</u>

Johnson O'Malley			Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	11,655	11,655		251,862	251,862
	11,655	11,655		251,862	251,862
10,000	9,249	751	75,000	63,383	11,617
2,400	1,852	548	65,000	54,245	10,755
			2,000	1,702	298
			150,000	126,129	23,871
12,400	11,101	1,299	292,000	245,459	46,541
(12,400)	554	12,954	(292,000)	6,403	298,403
(700)	(554)	146	(8,000)	(6,403)	1,597
(700)	(554)	146	(8,000)	(6,403)	1,597
(13,100)		13,100	(300,000)		300,000
\$ (13,100)	\$	\$ 13,100	\$ (300,000)	\$	\$ 300,000

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Medicaid Reimbursement		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 5,424	\$ 5,424
State aid and grants			
Federal aid, grants and reimbursements		669,198	669,198
Total revenues		674,622	674,622
Expenditures:			
Current -			
Instruction			
Support services - students and staff	500,000	31,977	468,023
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	500,000	31,977	468,023
Excess (deficiency) of revenues over expenditures	(500,000)	642,645	1,142,645
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	(500,000)	642,645	1,142,645
Fund balances, beginning of year		207,271	207,271
Fund balances (deficits), end of year	\$ (500,000)	\$ 849,916	\$ 1,349,916

E-Rate			Other Federal Projects		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 2,799	\$ 2,799	\$	\$	\$
	538,134	538,134		1,028,458	1,028,458
	540,933	540,933		1,028,458	1,028,458
			710,000	608,820	101,180
			400,000	343,071	56,929
			2,000	1,817	183
500,000	260,198	239,802	34,000	28,761	5,239
500,000	260,198	239,802	1,146,000	982,469	163,531
(500,000)	280,735	780,735	(1,146,000)	45,989	1,191,989
			(54,000)	(45,989)	8,011
			(54,000)	(45,989)	8,011
(500,000)	280,735	780,735	(1,200,000)		1,200,000
	10,944	10,944			
\$ (500,000)	\$ 291,679	\$ 791,679	\$ (1,200,000)	\$	\$ 1,200,000

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	State Vocational Education		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants		96,492	96,492
Federal aid, grants and reimbursements			
Total revenues		<u>96,492</u>	<u>96,492</u>
Expenditures:			
Current -			
Instruction	10,000	9,282	718
Support services - students and staff	89,000	86,350	2,650
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	<u>1,000</u>	<u>860</u>	<u>140</u>
Total expenditures	<u>100,000</u>	<u>96,492</u>	<u>3,508</u>
Excess (deficiency) of revenues over expenditures	<u>(100,000)</u>		<u>100,000</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(100,000)</u>		<u>100,000</u>
Fund balances, beginning of year			
Fund balances (deficits), end of year	<u>\$ (100,000)</u>	<u>\$</u>	<u>\$ 100,000</u>

Early Childhood Block Grant			Failing Schools Tutoring Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
				16,221	16,221
				16,221	16,221
32,600		32,600	17,000	16,221	779
32,600		32,600	17,000	16,221	779
(32,600)		32,600	(17,000)		17,000
(32,600)		32,600	(17,000)		17,000
\$ (32,600)	\$	\$ 32,600	\$ (17,000)	\$	\$ 17,000

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Other State Projects		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants		226,347	226,347
Federal aid, grants and reimbursements			
Total revenues		<u>226,347</u>	<u>226,347</u>
Expenditures:			
Current -			
Instruction	2,000	1,628	372
Support services - students and staff	130,000	126,721	3,279
Support services - administration	5,000	4,601	399
Operation and maintenance of plant services	90,000	87,891	2,109
Student transportation services			
Operation of non-instructional services			
Capital outlay	<u>6,000</u>	<u>5,506</u>	<u>494</u>
Total expenditures	<u>233,000</u>	<u>226,347</u>	<u>6,653</u>
Excess (deficiency) of revenues over expenditures	<u>(233,000)</u>		<u>233,000</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(233,000)</u>		<u>233,000</u>
Fund balances, beginning of year			
Fund balances (deficits), end of year	<u>\$ (233,000)</u>	<u>\$</u>	<u>\$ 233,000</u>

School Plant			Food Service		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 425,282	\$ 425,282	\$	\$ 1,297,260	\$ 1,297,260
				4,445,662	4,445,662
	<u>425,282</u>	<u>425,282</u>		<u>5,742,922</u>	<u>5,742,922</u>
			6,108,000	5,177,238	930,762
<u>1,150,000</u>	<u>2,857</u>	<u>1,147,143</u>	<u>155,000</u>	<u>131,368</u>	<u>23,632</u>
<u>1,150,000</u>	<u>2,857</u>	<u>1,147,143</u>	<u>6,263,000</u>	<u>5,308,606</u>	<u>954,394</u>
<u>(1,150,000)</u>	<u>422,425</u>	<u>1,572,425</u>	<u>(6,263,000)</u>	<u>434,316</u>	<u>6,697,316</u>
			<u>(237,000)</u>	<u>(200,517)</u>	<u>36,483</u>
			<u>(237,000)</u>	<u>(200,517)</u>	<u>36,483</u>
<u>(1,150,000)</u>	<u>422,425</u>	<u>1,572,425</u>	<u>(6,500,000)</u>	<u>233,799</u>	<u>6,733,799</u>
	1,461,070	1,461,070		573,410	573,410
<u>\$ (1,150,000)</u>	<u>\$ 1,883,495</u>	<u>\$ 3,033,495</u>	<u>\$ (6,500,000)</u>	<u>\$ 807,209</u>	<u>\$ 7,307,209</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Civic Center		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 387,569	\$ 387,569
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>387,569</u>	<u>387,569</u>
Expenditures:			
Current -			
Instruction	203,500	169,109	34,391
Support services - students and staff	3,500	2,659	841
Support services - administration	39,000	32,257	6,743
Operation and maintenance of plant services	291,000	241,498	49,502
Student transportation services			
Operation of non-instructional services			
Capital outlay	<u>63,000</u>	<u>52,609</u>	<u>10,391</u>
Total expenditures	<u>600,000</u>	<u>498,132</u>	<u>101,868</u>
Excess (deficiency) of revenues over expenditures	<u>(600,000)</u>	<u>(110,563)</u>	<u>489,437</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(600,000)</u>	<u>(110,563)</u>	<u>489,437</u>
Fund balances, beginning of year		668,862	668,862
Fund balances (deficits), end of year	<u>\$ (600,000)</u>	<u>\$ 558,299</u>	<u>\$ 1,158,299</u>

Community School			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 513,743	\$ 513,743	\$	\$ 2,019,472	\$ 2,019,472
	<u>513,743</u>	<u>513,743</u>		<u>2,019,472</u>	<u>2,019,472</u>
556,000	506,812	49,188	1,479,000	1,999,581	(520,581)
			3,000	4,189	(1,189)
91,000	82,857	8,143		64	(64)
3,000	2,324	676	18,000	24,192	(6,192)
<u>650,000</u>	<u>591,993</u>	<u>58,007</u>	<u>1,500,000</u>	<u>2,028,026</u>	<u>(528,026)</u>
<u>(650,000)</u>	<u>(78,250)</u>	<u>571,750</u>	<u>(1,500,000)</u>	<u>(8,554)</u>	<u>1,491,446</u>
<u>(650,000)</u>	<u>(78,250)</u>	<u>571,750</u>	<u>(1,500,000)</u>	<u>(8,554)</u>	<u>1,491,446</u>
	317,044	317,044		938,161	938,161
<u>\$ (650,000)</u>	<u>\$ 238,794</u>	<u>\$ 888,794</u>	<u>\$ (1,500,000)</u>	<u>\$ 929,607</u>	<u>\$ 2,429,607</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 1,200,742	\$ 1,200,742
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		1,200,742	1,200,742
Expenditures:			
Current -			
Instruction	1,473,000	1,158,362	314,638
Support services - students and staff	1,000	500	500
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay	26,000	20,593	5,407
Total expenditures	1,500,000	1,179,455	320,545
Excess (deficiency) of revenues over expenditures	(1,500,000)	21,287	1,521,287
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	(1,500,000)	21,287	1,521,287
Fund balances, beginning of year		650,820	650,820
Fund balances (deficits), end of year	\$ (1,500,000)	\$ 672,107	\$ 2,172,107

Gifts and Donations			Fingerprint		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 1,003,449	\$ 1,003,449	\$	\$ 5,666	\$ 5,666
	<u>1,003,449</u>	<u>1,003,449</u>		<u>5,666</u>	<u>5,666</u>
241,000	226,712	14,288			
30,000	28,170	1,830			
8,000	6,743	1,257	14,000	7,380	6,620
1,000	681	319	1,000	264	736
524,000	492,457	31,543			
96,000	90,281	5,719			
<u>900,000</u>	<u>845,044</u>	<u>54,956</u>	<u>15,000</u>	<u>7,644</u>	<u>7,356</u>
<u>(900,000)</u>	<u>158,405</u>	<u>1,058,405</u>	<u>(15,000)</u>	<u>(1,978)</u>	<u>13,022</u>
<u>(900,000)</u>	<u>158,405</u>	<u>1,058,405</u>	<u>(15,000)</u>	<u>(1,978)</u>	<u>13,022</u>
	1,976,105	1,976,105		2,414	2,414
<u>\$ (900,000)</u>	<u>\$ 2,134,510</u>	<u>\$ 3,034,510</u>	<u>\$ (15,000)</u>	<u>\$ 436</u>	<u>\$ 15,436</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	School Opening		Variance - Positive (Negative)
	Budget	Non-GAAP Actual	
Revenues:			
Other local	\$	\$ 1,235	\$ 1,235
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>1,235</u>	<u>1,235</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures			
Excess (deficiency) of revenues over expenditures		<u>1,235</u>	<u>1,235</u>
Other financing sources (uses):			
Transfers in		1,000,000	1,000,000
Transfers out			
Total other financing sources (uses):		<u>1,000,000</u>	<u>1,000,000</u>
Changes in fund balances		<u>1,001,235</u>	<u>1,001,235</u>
Fund balances, beginning of year		200,806	200,806
Fund balances (deficits), end of year	<u>\$</u>	<u>\$ 1,202,041</u>	<u>\$ 1,202,041</u>

Insurance Proceeds			Textbooks		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 53,799	\$ 53,799	\$	\$ 4,401	\$ 4,401
	<u>53,799</u>	<u>53,799</u>		<u>4,401</u>	<u>4,401</u>
23,000	5,000	18,000	5,000	7,008	(2,008)
15,000	3,251	11,749			
135,000	29,769	105,231			
<u>27,000</u>	<u>5,878</u>	<u>21,122</u>			
<u>200,000</u>	<u>43,898</u>	<u>156,102</u>	<u>5,000</u>	<u>7,008</u>	<u>(2,008)</u>
<u>(200,000)</u>	<u>9,901</u>	<u>209,901</u>	<u>(5,000)</u>	<u>(2,607)</u>	<u>2,393</u>
<u>(200,000)</u>	<u>9,901</u>	<u>209,901</u>	<u>(5,000)</u>	<u>(2,607)</u>	<u>2,393</u>
	154,785	154,785		57,756	57,756
<u>\$ (200,000)</u>	<u>\$ 164,686</u>	<u>\$ 364,686</u>	<u>\$ (5,000)</u>	<u>\$ 55,149</u>	<u>\$ 60,149</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Litigation Recovery		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 1,801	\$ 1,801
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	<u>7,000</u>	<u>1,801</u>	<u>1,801</u>
Expenditures:			
Current -			
Instruction	7,000		7,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	<u>7,000</u>	<u></u>	<u>7,000</u>
Excess (deficiency) of revenues over expenditures	<u>(7,000)</u>	<u>1,801</u>	<u>8,801</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):	<u></u>	<u></u>	<u></u>
Changes in fund balances	<u>(7,000)</u>	<u>1,801</u>	<u>8,801</u>
Fund balances, beginning of year		265,343	265,343
Fund balances (deficits), end of year	<u>\$ (7,000)</u>	<u>\$ 267,144</u>	<u>\$ 274,144</u>

Indirect Costs			Insurance Refund		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 586	\$ 586	\$	\$	\$
	586	586			
358,000	393,080	(35,080)			
182,000	200,517	(18,517)			
540,000	593,597	(53,597)			
(540,000)	(593,011)	(53,011)			
	584,277	584,277			
	584,277	584,277			
(540,000)	(8,734)	531,266			
	13,495	13,495		22,604	22,604
\$ (540,000)	\$ 4,761	\$ 544,761	\$	\$ 22,604	\$ 22,604

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Grants and Gifts to Teachers		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 1,000	\$ 1,000
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		1,000	1,000
Expenditures:			
Current -			
Instruction	15,000		15,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Total expenditures	15,000		15,000
Excess (deficiency) of revenues over expenditures	(15,000)	1,000	16,000
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	(15,000)	1,000	16,000
Fund balances, beginning of year			
Fund balances (deficits), end of year	\$ (15,000)	\$ 1,000	\$ 16,000

Joint Technical Education			Intergovernmental Agreements		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 850,775	\$ 850,775	\$	\$ 7,924	\$ 7,924
	<u>850,775</u>	<u>850,775</u>		<u>7,924</u>	<u>7,924</u>
245,000	270,415	(25,415)	50,000		50,000
265,000	292,323	(27,323)			
<u>240,000</u>	<u>264,644</u>	<u>(24,644)</u>			
<u>750,000</u>	<u>827,382</u>	<u>(77,382)</u>	<u>50,000</u>		<u>50,000</u>
<u>(750,000)</u>	<u>23,393</u>	<u>773,393</u>	<u>(50,000)</u>	<u>7,924</u>	<u>57,924</u>
<u>(750,000)</u>	<u>23,393</u>	<u>773,393</u>	<u>(50,000)</u>	<u>7,924</u>	<u>57,924</u>
	10,203	10,203		4,405	4,405
<u>\$ (750,000)</u>	<u>\$ 33,596</u>	<u>\$ 783,596</u>	<u>\$ (50,000)</u>	<u>\$ 12,329</u>	<u>\$ 62,329</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2016

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 7,802,575	\$ 7,802,575
State aid and grants		6,275,924	6,275,924
Federal aid, grants and reimbursements		14,277,029	14,277,029
Total revenues		<u>28,355,528</u>	<u>28,355,528</u>
Expenditures:			
Current -			
Instruction	19,127,183	15,734,579	3,392,604
Support services - students and staff	4,184,497	3,365,703	818,794
Support services - administration	439,000	456,261	(17,261)
Operation and maintenance of plant services	581,000	535,655	45,345
Student transportation services	136,000	30,033	105,967
Operation of non-instructional services	6,723,000	5,752,616	970,384
Capital outlay	2,836,000	1,318,048	1,517,952
Total expenditures	<u>34,026,680</u>	<u>27,192,895</u>	<u>6,833,785</u>
Excess (deficiency) of revenues over expenditures	<u>(34,026,680)</u>	<u>1,162,633</u>	<u>35,189,313</u>
Other financing sources (uses):			
Transfers in		1,584,277	1,584,277
Transfers out	(664,700)	(584,277)	80,423
Total other financing sources (uses):	<u>(664,700)</u>	<u>1,000,000</u>	<u>1,664,700</u>
Changes in fund balances	<u>(34,691,380)</u>	<u>2,162,633</u>	<u>36,854,013</u>
Fund balances, beginning of year		11,220,736	11,220,736
Fund balances (deficits), end of year	<u>\$ (34,691,380)</u>	<u>\$ 13,383,369</u>	<u>\$ 48,074,749</u>

DEBT SERVICE FUND

Debt Service - to account for the accumulation of resources for, and the payment of, long-term debt principal, interest and related costs.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2016

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 194,122	\$ 194,122
Property taxes		13,106,873	13,106,873
Total revenues		<u>13,300,995</u>	<u>13,300,995</u>
Expenditures:			
Debt service -			
Principal retirement	6,495,000	6,495,000	
Interest and fiscal charges	9,505,000	4,310,162	5,194,838
Total expenditures	<u>16,000,000</u>	<u>10,805,162</u>	<u>5,194,838</u>
Excess (deficiency) of revenues over expenditures	<u>(16,000,000)</u>	<u>2,495,833</u>	<u>18,495,833</u>
Other financing sources (uses):			
Transfers in		169,554	169,554
Total other financing sources (uses):		<u>169,554</u>	<u>169,554</u>
Changes in fund balances	<u>(16,000,000)</u>	<u>2,665,387</u>	<u>18,665,387</u>
Fund balances, beginning of year		6,540,199	6,540,199
Fund balances (deficits), end of year	<u>\$ (16,000,000)</u>	<u>\$ 9,205,586</u>	<u>\$ 25,205,586</u>

CAPITAL PROJECTS FUNDS

Unrestricted Capital Outlay - to account for transactions relating to the acquisition of capital items.

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

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.

Gifts and Donations - Capital - to account for gifts and donations to be expended for capital acquisitions.

Condemnation - to account for monies received from proceeds from sales by condemnation or right-of-way settlements.

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

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2016

	Unrestricted Capital Outlay	Adjacent Ways	Gifts and Donations - Capital
<u>ASSETS</u>			
Cash and investments	\$ 3,829,799	\$ 1,644,888	\$ 70,328
Property taxes receivable	136,003	15,946	
Due from other funds	1,188,950		
Total assets	\$ 5,154,752	\$ 1,660,834	\$ 70,328
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 257,804	\$	\$
Construction contracts payable		31,533	
Total liabilities	257,804	31,533	
Deferred inflows of resources:			
Unavailable revenues - property taxes	136,003	15,946	
Fund balances:			
Restricted	4,760,945	1,613,355	70,328
Total fund balances	4,760,945	1,613,355	70,328
 Total liabilities, deferred inflows of resources and fund balances	 \$ 5,154,752	 \$ 1,660,834	 \$ 70,328

<u>Building Renewal Grant</u>	<u>Totals</u>
\$ 103,718	\$ 5,648,733
	151,949
	<u>1,188,950</u>
<u>\$ 103,718</u>	<u>\$ 6,989,632</u>

\$ 28,276	\$ 257,804
<u>28,276</u>	<u>59,809</u>
	<u>317,613</u>

<u>151,949</u>	
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<u>75,442</u>	<u>6,520,070</u>
<u>75,442</u>	<u>6,520,070</u>

<u>\$ 103,718</u>	<u>\$ 6,989,632</u>
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AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2016

	Unrestricted Capital Outlay	Adjacent Ways	Gifts and Donations - Capital
Revenues:			
Other local	\$ 121,084	\$ 10,337	\$ 77,858
Property taxes		292,425	
State aid and grants			
Total revenues	<u>121,084</u>	<u>302,762</u>	<u>77,858</u>
Expenditures:			
Capital outlay	<u>2,743,629</u>	<u>206,685</u>	<u>7,530</u>
Total expenditures	<u>2,743,629</u>	<u>206,685</u>	<u>7,530</u>
Excess (deficiency) of revenues over expenditures	<u>(2,622,545)</u>	<u>96,077</u>	<u>70,328</u>
Other financing sources (uses):			
Transfers in	<u>707,110</u>		
Total other financing sources (uses):	<u>707,110</u>		
Changes in fund balances	<u>(1,915,435)</u>	<u>96,077</u>	<u>70,328</u>
Fund balances, beginning of year	6,676,380	1,517,278	
Fund balances, end of year	<u>\$ 4,760,945</u>	<u>\$ 1,613,355</u>	<u>\$ 70,328</u>

<u>Building Renewal Grant</u>	<u>Totals</u>
\$	\$ 209,279
	292,425
384,315	384,315
<u>384,315</u>	<u>886,019</u>
362,688	3,320,532
<u>362,688</u>	<u>3,320,532</u>
<u>21,627</u>	<u>(2,434,513)</u>
	707,110
	<u>707,110</u>
<u>21,627</u>	<u>(1,727,403)</u>
53,815	8,247,473
<u>\$ 75,442</u>	<u>\$ 6,520,070</u>

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2016

	Unrestricted Capital Outlay		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 121,084	\$ 121,084
Property taxes			
State aid and grants			
Total revenues		121,084	121,084
Expenditures:			
Capital outlay	6,468,765	2,743,629	3,725,136
Total expenditures	6,468,765	2,743,629	3,725,136
Excess (deficiency) of revenues over expenditures	(6,468,765)	(2,622,545)	3,846,220
Other financing sources (uses):			
Transfers in		707,110	707,110
Transfers out			
Total other financing sources (uses):		707,110	707,110
Changes in fund balances	(6,468,765)	(1,915,435)	4,553,330
Fund balances, beginning of year		6,676,380	6,676,380
Fund balances (deficits), end of year	\$ (6,468,765)	\$ 4,760,945	\$ 11,229,710

Adjacent Ways			Bond Building		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 10,337	\$ 10,337	\$	\$ 63,654	\$ 63,654
	292,425	292,425			
	<u>302,762</u>	<u>302,762</u>		<u>63,654</u>	<u>63,654</u>
1,500,000	206,685	1,293,315	37,453,766	8,018,638	29,435,128
<u>1,500,000</u>	<u>206,685</u>	<u>1,293,315</u>	<u>37,453,766</u>	<u>8,018,638</u>	<u>29,435,128</u>
(1,500,000)	96,077	1,596,077	(37,453,766)	(7,954,984)	29,498,782
				(169,554)	(169,554)
				<u>(169,554)</u>	<u>(169,554)</u>
(1,500,000)	96,077	1,596,077	(37,453,766)	(8,124,538)	29,329,228
	1,517,278	1,517,278		35,719,343	35,719,343
<u>\$ (1,500,000)</u>	<u>\$ 1,613,355</u>	<u>\$ 3,113,355</u>	<u>\$ (37,453,766)</u>	<u>\$ 27,594,805</u>	<u>\$ 65,048,571</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2016

	Gifts and Donations - Capital		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 77,858	\$ 77,858
Property taxes			
State aid and grants			
Total revenues		77,858	77,858
Expenditures:			
Capital outlay	50,000	7,530	42,470
Total expenditures	50,000	7,530	42,470
Excess (deficiency) of revenues over expenditures	(50,000)	70,328	120,328
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	(50,000)	70,328	120,328
Fund balances, beginning of year			
Fund balances (deficits), end of year	\$ (50,000)	\$ 70,328	\$ 120,328

Condemnation			Building Renewal Grant		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 811	\$ 811	\$	\$	\$
	811	811		384,315	384,315
				384,315	384,315
100,000		100,000		362,688	(362,688)
100,000		100,000		362,688	(362,688)
(100,000)	811	100,811		21,627	21,627
(100,000)	811	100,811		21,627	21,627
	131,955	131,955		53,815	53,815
\$ (100,000)	\$ 132,766	\$ 232,766	\$	\$ 75,442	\$ 75,442

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2016

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 273,744	\$ 273,744
Property taxes		292,425	292,425
State aid and grants		384,315	384,315
Total revenues		<u>950,484</u>	<u>950,484</u>
Expenditures:			
Capital outlay	45,572,531	11,339,170	34,233,361
Total expenditures	<u>45,572,531</u>	<u>11,339,170</u>	<u>34,233,361</u>
Excess (deficiency) of revenues over expenditures	<u>(45,572,531)</u>	<u>(10,388,686)</u>	<u>35,183,845</u>
Other financing sources (uses):			
Transfers in		707,110	707,110
Transfers out		(169,554)	(169,554)
Total other financing sources (uses):		<u>537,556</u>	<u>537,556</u>
Changes in fund balances	<u>(45,572,531)</u>	<u>(9,851,130)</u>	<u>35,721,401</u>
Fund balances, beginning of year		44,098,771	44,098,771
Fund balances (deficits), end of year	<u>\$ (45,572,531)</u>	<u>\$ 34,247,641</u>	<u>\$ 79,820,172</u>

INTERNAL SERVICE FUNDS

Print Shop - to account for charges to other departments for printing and copying services.

Technology - to account for charges to other departments for technology-related goods and services.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF NET POSITION -
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2016

	Print Shop	Technology	Totals
<u>ASSETS</u>			
Current assets:			
Cash and investments	\$ 333,451	\$	\$ 333,451
Due from other funds	14,902	51,803	66,705
Total current assets	348,353	51,803	400,156
Noncurrent assets:			
Capital assets, net of accumulated depreciation	251,145		251,145
Total noncurrent assets	251,145		251,145
Total assets	599,498	51,803	651,301
<u>LIABILITIES</u>			
Current liabilities:			
Accounts payable	9,138		9,138
Due to other funds		51,803	51,803
Accrued payroll and employee benefits	2,791		2,791
Total current liabilities	11,929	51,803	63,732
Total liabilities	11,929	51,803	63,732
<u>NET POSITION</u>			
Investment in capital assets	251,145		251,145
Unrestricted	336,424		336,424
Total net position	\$ 587,569	\$	\$ 587,569

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION -
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	<u>Print Shop</u>	<u>Technology</u>	<u>Totals</u>
Operating revenues:			
Charges for services	\$ 402,433	\$ 51,803	\$ 454,236
Total operating revenues	<u>402,433</u>	<u>51,803</u>	<u>454,236</u>
Operating expenses:			
Cost of services	335,324	51,803	387,127
Depreciation	37,371		37,371
Total operating expenses	<u>372,695</u>	<u>51,803</u>	<u>424,498</u>
Operating income (loss)	<u>29,738</u>		<u>29,738</u>
Nonoperating revenues (expenses):			
Investment income	2,003		2,003
Total nonoperating revenues (expenses)	<u>2,003</u>		<u>2,003</u>
Changes in net position	<u>31,741</u>		<u>31,741</u>
Total net position, beginning of year	555,828		555,828
Total net position, end of year	<u>\$ 587,569</u>	<u>\$</u>	<u>\$ 587,569</u>

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

	Print Shop	Technology	Totals
<u>Increase in Cash and Cash Equivalents</u>			
Cash flows from operating activities:			
Cash received for services	\$ 429,151	\$ 61,053	\$ 490,204
Cash payments to employees for services	(125,176)		(125,176)
Cash payments to suppliers for goods and services	(205,040)	(51,803)	(256,843)
Net cash provided by operating activities	98,935	9,250	108,185
Cash flows from noncapital financing activities:			
Interfund borrowing	61,053	(9,250)	51,803
Net cash provided by (used for) noncapital financing activities	61,053	(9,250)	51,803
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(8,932)		(8,932)
Net cash used for capital and related financing activities	(8,932)		(8,932)
Cash flows from investing activities:			
Investment income	2,003		2,003
Net cash provided by investing activities	2,003		2,003
Net increase in cash and cash equivalents	153,059		153,059
Cash and cash equivalents, beginning of year	180,392		180,392
Cash and cash equivalents, end of year	\$ 333,451	\$	\$ 333,451
 <u>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</u>			
Operating income	\$ 29,738	\$	\$ 29,738
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	37,371		37,371
Changes in assets and liabilities:			
Decrease in due from other funds	26,718	9,250	35,968
Increase in accounts payable	4,121		4,121
Decrease in due to other funds	(119)		(119)
Increase in accrued payroll and employee benefits	1,106		1,106
Total adjustments	69,197	9,250	78,447
Net cash provided by operating activities	\$ 98,935	\$ 9,250	\$ 108,185

AGENCY FUNDS

Student Activities - to account for monies raised by students to finance student clubs and organizations but held by the District as an agent.

Employee Insurance - to account for voluntary deductions temporarily held by the District as an agent.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 AGENCY FUNDS
 JUNE 30, 2016**

	Student Activities	Employee Insurance	Totals
<u>ASSETS</u>			
Cash and investments	\$ 448,269	\$ 1,189,964	\$ 1,638,233
Total assets	\$ 448,269	\$ 1,189,964	\$ 1,638,233
 <u>LIABILITIES</u>			
Deposits held for others	\$	\$ 1,189,964	\$ 1,189,964
Due to student groups	448,269		448,269
Total liabilities	\$ 448,269	\$ 1,189,964	\$ 1,638,233

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2016

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<u>STUDENT ACTIVITIES</u>				
<u>Assets</u>				
Cash and investments	\$ 512,663	\$ 1,146,015	\$ 1,210,409	\$ 448,269
Total assets	<u>\$ 512,663</u>	<u>\$ 1,146,015</u>	<u>\$ 1,210,409</u>	<u>\$ 448,269</u>
<u>Liabilities</u>				
Due to student groups	\$ 512,663	\$ 1,146,015	\$ 1,210,409	\$ 448,269
Total liabilities	<u>\$ 512,663</u>	<u>\$ 1,146,015</u>	<u>\$ 1,210,409</u>	<u>\$ 448,269</u>
 <u>EMPLOYEE INSURANCE</u>				
<u>Assets</u>				
Cash and investments	\$ 1,184,236	\$ 7,480,703	\$ 7,474,975	\$ 1,189,964
Total assets	<u>\$ 1,184,236</u>	<u>\$ 7,480,703</u>	<u>\$ 7,474,975</u>	<u>\$ 1,189,964</u>
<u>Liabilities</u>				
Deposits held for others	\$ 1,184,236	\$ 7,480,703	\$ 7,474,975	\$ 1,189,964
Total liabilities	<u>\$ 1,184,236</u>	<u>\$ 7,480,703</u>	<u>\$ 7,474,975</u>	<u>\$ 1,189,964</u>
 <u>TOTAL AGENCY FUNDS</u>				
<u>Assets</u>				
Cash and investments	\$ 1,696,899	\$ 8,626,718	\$ 8,685,384	\$ 1,638,233
Total assets	<u>\$ 1,696,899</u>	<u>\$ 8,626,718</u>	<u>\$ 8,685,384</u>	<u>\$ 1,638,233</u>
<u>Liabilities</u>				
Deposits held for others	\$ 1,184,236	\$ 7,480,703	\$ 7,474,975	\$ 1,189,964
Due to student groups	512,663	1,146,015	1,210,409	448,269
Total liabilities	<u>\$ 1,696,899</u>	<u>\$ 8,626,718</u>	<u>\$ 8,685,384</u>	<u>\$ 1,638,233</u>

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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.

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AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net Position:					
Net investment in capital assets	\$ 135,581,914	\$ 136,642,915	\$ 132,606,334	\$ 124,594,995	\$ 115,861,960
Restricted	24,716,466	23,421,279	29,736,766	27,134,290	28,543,462
Unrestricted	(103,484,285)	(109,070,794)	5,181,866	15,516,630	21,400,110
Total net position	\$ 56,814,095	\$ 50,993,400	\$ 167,524,966	\$ 167,245,915	\$ 165,805,532
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Net Position:					
Net investment in capital assets	\$ 104,714,457	\$ 99,391,463	\$ 87,220,704	\$ 72,715,154	\$ 59,105,441
Restricted	27,550,320	14,545,819	8,910,514	14,668,040	12,590,799
Unrestricted	26,256,156	24,971,674	27,977,027	29,298,534	28,084,794
Total net position	\$ 158,520,933	\$ 138,908,956	\$ 124,108,245	\$ 116,681,728	\$ 99,781,034

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

Note: The decrease in unrestricted net position during fiscal year 2015 is due to the implementation of the pension reporting standards.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenses					
Instruction	\$ 64,699,340	\$ 66,289,657	\$ 67,420,166	\$ 68,006,497	\$ 69,242,872
Support services - students and staff	15,113,534	15,449,602	14,874,733	14,956,867	14,290,695
Support services - administration	9,198,846	9,673,773	9,210,831	9,114,296	8,980,326
Operation and maintenance of plant services	15,589,812	16,553,255	15,419,930	16,382,934	16,263,276
Student transportation services	6,525,401	6,814,368	6,591,865	6,792,736	6,362,464
Operation of non-instructional services	6,257,346	5,957,812	6,162,176	6,016,793	5,128,055
Interest on long-term debt	3,976,078	4,214,379	4,138,703	3,468,829	3,957,928
Total expenses	<u>121,360,357</u>	<u>124,952,846</u>	<u>123,818,404</u>	<u>124,738,952</u>	<u>124,225,616</u>
Program Revenues					
Charges for services:					
Instruction	4,831,112	4,233,563	3,999,749	3,933,284	3,741,419
Operation of non-instructional services	1,365,170	1,304,030	1,371,838	1,423,886	1,402,384
Other activities	1,035,334	887,297	661,647	885,369	1,062,884
Operating grants and contributions	15,389,511	15,189,659	15,152,955	16,020,917	19,279,786
Capital grants and contributions	1,185,476	1,007,145	431,269	368,789	705,719
Total program revenues	<u>23,806,603</u>	<u>22,621,694</u>	<u>21,617,458</u>	<u>22,632,245</u>	<u>26,192,192</u>
Net (Expense)/Revenue	<u>\$ (97,553,754)</u>	<u>\$ (102,331,152)</u>	<u>\$ (102,200,946)</u>	<u>\$ (102,106,707)</u>	<u>\$ (98,033,424)</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Expenses					
Instruction	\$ 70,713,828	\$ 75,978,398	\$ 81,524,433	\$ 77,925,557	\$ 71,460,417
Support services - students and staff	14,813,278	15,722,477	16,807,419	17,390,954	15,274,111
Support services - administration	9,163,230	9,921,403	10,328,206	9,937,883	9,783,159
Operation and maintenance of plant services	16,209,322	15,992,782	16,317,003	16,147,548	15,685,050
Student transportation services	6,339,298	6,789,284	6,675,445	7,125,223	6,657,273
Operation of non-instructional services	5,030,651	5,512,656	5,447,480	7,675,899	7,161,651
Interest on long-term debt	3,007,595	3,466,552	3,411,615	2,953,108	3,582,510
Total expenses	<u>125,277,202</u>	<u>133,383,552</u>	<u>140,511,601</u>	<u>139,156,172</u>	<u>129,604,171</u>
Program Revenues					
Charges for services:					
Instruction	3,603,752	3,421,732	2,771,816	3,571,304	2,932,194
Operation of non-instructional services	2,736,615	3,002,265	3,975,684	4,268,830	4,270,371
Other activities	608,339	695,940	484,415	538,566	837,234
Operating grants and contributions	23,892,079	24,575,486	23,891,646	17,994,536	12,642,232
Capital grants and contributions	1,563,856	891,415	796,695	953,751	710,810
Total program revenues	<u>32,404,641</u>	<u>32,586,838</u>	<u>31,920,256</u>	<u>27,326,987</u>	<u>21,392,841</u>
Net (Expense)/Revenue	<u>\$ (92,872,561)</u>	<u>\$ (100,796,714)</u>	<u>\$ (108,591,345)</u>	<u>\$ (111,829,185)</u>	<u>\$ (108,211,330)</u>

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

(Concluded)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net (Expense)/Revenue	\$ (97,553,754)	\$ (102,331,152)	\$ (102,200,946)	\$ (102,106,707)	\$ (98,033,424)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	55,339,607	55,836,382	56,019,780	51,667,393	33,595,471
Property taxes, levied for debt service	13,254,490	12,972,470	14,416,461	14,494,845	14,846,976
Property taxes, levied for capital outlay	427,251	239,735	288,598	4,680,428	22,635,303
Investment income	227,321	147,046	183,533	454,204	270,804
Unrestricted county aid	1,683,607	1,788,606	1,860,600	2,028,933	2,444,344
Unrestricted state aid	31,772,975	30,415,734	30,621,560	29,855,266	31,525,125
Unrestricted federal aid	669,198	390,482	275,714	366,021	
Total general revenues	<u>103,374,449</u>	<u>101,790,455</u>	<u>103,666,246</u>	<u>103,547,090</u>	<u>105,318,023</u>
Changes in Net Position	<u>\$ 5,820,695</u>	<u>\$ (540,697)</u>	<u>\$ 1,465,300</u>	<u>\$ 1,440,383</u>	<u>\$ 7,284,599</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(Accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Net (Expense)/Revenue	\$ (92,872,561)	\$ (100,796,714)	\$ (108,591,345)	\$ (111,829,185)	\$ (108,211,330)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	54,960,497	47,585,029	45,801,960	48,519,172	44,792,709
Property taxes, levied for debt service	15,489,595	17,993,570	16,921,674	17,436,382	17,458,298
Property taxes, levied for capital outlay	258,008		2,482,868	201,671	2,666,271
Investment income	404,244	354,825	732,446	1,465,121	1,949,982
Unrestricted county aid	2,309,122	2,323,857	30,705		29,637
Unrestricted state aid	38,605,088	41,701,877	50,048,209	61,107,533	59,436,270
Total general revenues	<u>112,484,538</u>	<u>115,597,425</u>	<u>116,017,862</u>	<u>128,729,879</u>	<u>126,333,167</u>
Changes in Net Position	<u>\$ 19,611,977</u>	<u>\$ 14,800,711</u>	<u>\$ 7,426,517</u>	<u>\$ 16,900,694</u>	<u>\$ 18,121,837</u>

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

Note: The Arizona State Legislature suspended county equalization payments to school districts for fiscal years 2006-07 through 2008-09.

(Concluded)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General Fund:					
Nonspendable	\$ 80,646	\$ 105,340	\$ 91,055	\$ 103,470	\$ 119,515
Restricted				54,348	150,732
Unassigned	13,075,774	9,913,394	8,042,627	6,887,662	8,134,083
Total General Fund	<u>\$ 13,156,420</u>	<u>\$ 10,018,734</u>	<u>\$ 8,133,682</u>	<u>\$ 7,045,480</u>	<u>\$ 8,404,330</u>
All Other Governmental Funds:					
Restricted	\$ 51,402,180	\$ 58,486,820	\$ 71,302,111	\$ 45,626,470	\$ 64,122,527
Committed				5,900,818	6,933,366
Total all other governmental funds	<u>\$ 51,402,180</u>	<u>\$ 58,486,820</u>	<u>\$ 71,302,111</u>	<u>\$ 51,527,288</u>	<u>\$ 71,055,893</u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund:					
Nonspendable	\$ 122,876	\$	\$	\$	\$
Restricted	174,810				
Assigned	880,460				
Unassigned	10,485,651				
Reserved		89,090	50,816	925,268	876,933
Unreserved		4,964,903	1,910,360	5,078,487	4,680,782
Total General Fund	<u>\$ 11,663,797</u>	<u>\$ 5,053,993</u>	<u>\$ 1,961,176</u>	<u>\$ 6,003,755</u>	<u>\$ 5,557,715</u>
All Other Governmental Funds:					
Nonspendable	\$ 50,472	\$	\$	\$	\$
Restricted	82,280,096				
Committed	6,412,499				
Unassigned	(481,977)				
Reserved		64,210	50,906	98,719	97,038
Unreserved, reported in:					
Special revenue funds		14,522,115	12,792,173	13,433,986	12,964,995
Capital projects funds		37,238,771	16,102,209	30,315,379	9,109,921
Debt service fund		2,396,432	2,902,078	3,466,787	3,035,071
Total all other governmental funds	<u>\$ 88,261,090</u>	<u>\$ 54,221,528</u>	<u>\$ 31,847,366</u>	<u>\$ 47,314,871</u>	<u>\$ 25,207,025</u>

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

Note: The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 54 were adopted in fiscal year 2011. The standard replaces the previous reserved and unreserved fund balance categories with the following five fund balance classifications: nonspendable, restricted, committed, assigned, and unassigned fund balance.

(Concluded)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Federal sources:					
Federal grants	\$ 9,831,367	\$ 10,148,656	\$ 9,528,962	\$ 10,800,201	\$ 12,413,585
Education Jobs					2,037,816
National School Lunch Program	4,445,662	4,386,263	4,321,560	4,087,807	3,329,906
Total federal sources	<u>14,277,029</u>	<u>14,534,919</u>	<u>13,850,522</u>	<u>14,888,008</u>	<u>17,781,307</u>
State sources:					
State equalization assistance	25,836,111	24,671,124	24,829,017	24,859,348	27,101,109
State grants	339,060	346,824	247,104	266,575	338,598
School Facilities Board	384,315	69,415	6,077		
Other revenues	5,936,864	5,744,610	5,792,543	4,995,918	4,424,016
Total state sources	<u>32,496,350</u>	<u>30,831,973</u>	<u>30,874,741</u>	<u>30,121,841</u>	<u>31,863,723</u>
Local sources:					
Property taxes	68,128,648	69,574,339	70,028,995	70,777,682	71,550,637
County aid	1,683,607	1,788,606	1,860,600	2,028,933	2,444,344
Food service sales	1,291,554	1,278,225	1,371,838	1,341,086	1,392,066
Investment income	225,318	145,903	182,507	452,392	270,092
Other revenues	8,210,997	6,788,728	6,133,761	6,788,455	7,109,397
Total local sources	<u>79,540,124</u>	<u>79,575,801</u>	<u>79,577,701</u>	<u>81,388,548</u>	<u>82,766,536</u>
Total revenues	<u><u>\$ 126,313,503</u></u>	<u><u>\$ 124,942,693</u></u>	<u><u>\$ 124,302,964</u></u>	<u><u>\$ 126,398,397</u></u>	<u><u>\$ 132,411,566</u></u>

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
GOVERNMENTAL FUNDS REVENUES
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Federal sources:					
Federal grants	\$ 18,722,040	\$ 18,997,915	\$ 18,510,443	\$ 13,257,814	\$ 9,648,603
State Fiscal Stabilization (ARRA)	457,984	5,638,267			
National School Lunch Program	2,978,594	3,111,968	2,988,377	2,829,533	2,573,076
Total federal sources	<u>23,183,253</u>	<u>27,748,150</u>	<u>21,498,820</u>	<u>16,087,347</u>	<u>12,221,679</u>
State sources:					
State equalization assistance	34,809,295	36,907,568	44,857,641	51,289,949	49,126,675
State grants	706,086	1,059,934	1,535,381	1,657,562	1,148,621
School Facilities Board				1,090,449	2,632,450
Other revenues	4,149,267	4,440,835	5,426,785	8,490,918	7,677,145
Total state sources	<u>39,664,648</u>	<u>42,408,337</u>	<u>51,819,807</u>	<u>62,528,878</u>	<u>60,584,891</u>
Local sources:					
Property taxes	70,263,528	66,308,624	64,621,005	65,733,080	64,741,328
County aid	2,309,122	2,323,857	30,705		29,637
Food service sales	1,403,137	1,608,436	1,674,976	1,739,145	1,831,650
Investment income	403,737	354,825	727,649	1,454,121	1,949,982
Other revenues	7,395,334	8,308,225	7,138,608	7,927,909	6,542,698
Total local sources	<u>81,774,858</u>	<u>78,903,967</u>	<u>74,192,943</u>	<u>76,854,255</u>	<u>75,095,295</u>
Total revenues	<u>\$ 144,622,759</u>	<u>\$ 149,060,454</u>	<u>\$ 147,511,570</u>	<u>\$ 155,470,480</u>	<u>\$ 147,901,865</u>

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

Note: The Arizona State Legislature suspended county equalization payments to school districts for fiscal years 2006-07 through 2008-09.

(Concluded)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenditures:					
Current -					
Instruction	\$ 56,457,965	\$ 56,669,030	\$ 58,304,828	\$ 58,732,150	\$ 59,994,072
Support services - students and staff	14,824,748	14,903,830	14,371,801	14,289,983	14,318,905
Support services - administration	8,475,159	9,441,160	8,868,782	8,632,313	8,902,139
Operation and maintenance of plant services	15,364,929	15,587,295	14,586,240	15,697,850	15,802,906
Student transportation services	5,526,585	5,669,952	5,505,736	5,580,341	5,412,865
Operation of non-instructional services	6,123,997	5,886,414	5,999,796	5,910,068	5,042,098
Capital outlay	12,657,218	13,941,073	24,388,911	26,943,964	26,846,224
Debt service -					
Claims and judgments					
Interest and fiscal charges	4,310,162	4,548,463	4,472,787	3,583,138	3,903,188
Principal retirement	6,495,000	9,240,000	9,365,000	7,900,000	12,600,000
Bond issuance costs			454,250		
Total expenditures	<u>\$ 130,235,763</u>	<u>\$ 135,887,217</u>	<u>\$ 146,318,131</u>	<u>\$ 147,269,807</u>	<u>\$ 152,822,397</u>
Expenditures for capitalized assets	\$ 9,673,062	\$ 10,051,628	\$ 21,235,438	\$ 22,187,250	\$ 24,828,964
Debt service as a percentage of noncapital expenditures	9%	11%	11%	9%	13%

(Continued)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Expenditures:					
Current -					
Instruction	\$ 63,230,105	\$ 69,825,792	\$ 72,716,370	\$ 70,023,457	\$ 63,771,580
Support services - students and staff	14,305,106	15,464,330	16,792,096	16,564,738	15,023,004
Support services - administration	8,755,858	9,701,573	9,882,699	9,979,441	9,434,901
Operation and maintenance of plant services	15,875,802	15,563,830	15,253,440	15,860,446	16,154,966
Student transportation services	5,253,489	5,872,495	6,012,897	6,426,861	5,985,694
Operation of non-instructional services	4,842,341	5,362,675	7,754,331	7,659,606	7,132,064
Capital outlay	26,655,180	11,890,902	18,639,061	8,860,971	8,437,101
Debt service -					
Claims and judgments			311,153		
Interest and fiscal charges	2,783,808	3,248,150	3,073,519	2,684,177	3,244,414
Principal retirement	14,235,000	15,835,000	15,663,823	14,976,438	14,328,707
Bond issuance costs	531,500	455,880		266,737	
Total expenditures	<u>\$ 156,468,189</u>	<u>\$ 153,220,627</u>	<u>\$ 166,099,389</u>	<u>\$ 153,302,872</u>	<u>\$ 143,512,431</u>
Expenditures for capitalized assets	\$ 23,299,817	\$ 10,694,484	\$ 15,681,938	\$ 4,626,538	\$ 5,120,408
Debt service as a percentage of noncapital expenditures	13%	14%	13%	12%	13%

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

(Concluded)

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
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>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Excess (deficiency) of revenues over expenditures	\$ (3,922,260)	\$ (10,944,524)	\$ (22,015,167)	\$ (20,871,410)	\$ (20,410,831)
Other financing sources (uses):					
Issuance of school improvement bonds			41,000,000		
Premium on sale of bonds			1,890,607		
Transfers in	1,460,941	576,457	7,711,238	5,084,066	20,361,008
Transfers out	(1,460,941)	(576,457)	(7,711,238)	(5,084,066)	(20,361,008)
Total other financing sources (uses)	<u> </u>	<u> </u>	<u>42,890,607</u>	<u> </u>	<u> </u>
Changes in fund balances	<u>\$ (3,922,260)</u>	<u>\$ (10,944,524)</u>	<u>\$ 20,875,440</u>	<u>\$ (20,871,410)</u>	<u>\$ (20,410,831)</u>
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Excess (deficiency) of revenues over expenditures	\$ (11,845,430)	\$ (4,160,173)	\$ (18,587,819)	\$ 2,167,608	\$ 4,389,434
Other financing sources (uses):					
Issuance of school improvement bonds	50,000,000	29,000,000		20,000,000	
Premium on sale of bonds	2,474,748	575,574		335,902	
Capital lease agreements					298,328
Transfers in	13,028,901	612,245	2,215,442	320,238	249,627
Transfers out	(13,028,901)	(612,245)	(2,215,442)	(320,238)	(249,627)
Total other financing sources (uses)	<u>52,474,748</u>	<u>29,575,574</u>	<u> </u>	<u>20,335,902</u>	<u>298,328</u>
Changes in fund balances	<u>\$ 40,629,318</u>	<u>\$ 25,415,401</u>	<u>\$ (18,587,819)</u>	<u>\$ 22,503,510</u>	<u>\$ 4,687,762</u>

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

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
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>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Commercial, Industrial, Utilities and Mining	\$ 393,112,482	\$ 400,993,164	\$ 408,811,883	\$ 426,083,534	\$ 435,998,277
Agricultural and Vacant	66,188,518	70,841,726	74,601,112	86,142,740	93,306,982
Residential (Owner Occupied)	646,731,996	630,493,060	695,595,885	756,524,895	817,154,887
Residential (Rental)	297,590,115	274,165,303	202,222,017	197,243,249	183,525,455
Railroad, Private Cars and Airlines					
Historical Property	7,467	8,784			
Certain Government Property Improvements					9,559
Total	\$ 1,403,630,578	\$ 1,376,502,037	\$ 1,381,230,897	\$ 1,465,994,418	\$ 1,529,995,160
Gross Full Cash Value	\$ 13,296,921,889	\$ 12,548,235,255	\$ 12,435,162,280	\$ 13,069,027,065	\$ 13,662,130,620
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Total Direct Rate	\$ 5.67	\$ 5.80	\$ 5.93	\$ 5.55	\$ 5.41

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Commercial, Industrial, Utilities and Mining	\$ 441,648,947	\$ 432,901,452	\$ 406,185,178	\$ 386,505,001	\$ 354,160,382
Agricultural and Vacant	99,609,047	97,161,620	92,720,381	83,091,989	69,657,151
Residential (Owner Occupied)	889,814,977	882,373,320	808,532,844	715,030,094	632,151,866
Residential (Rental)	188,772,796	181,539,630	161,739,522	139,554,556	121,791,663
Railroad, Private Cars and Airlines					
Historical Property					
Certain Government Property Improvements					
Total	\$ 1,619,845,767	\$ 1,593,976,022	\$ 1,469,177,925	\$ 1,324,181,640	\$ 1,177,761,062
Gross Full Cash Value	\$ 14,636,262,086	\$ 14,840,194,999	\$ 14,560,023,693	\$ 12,335,987,666	\$ 10,242,492,023
Ratio of Net Limited Assessed Value to Gross Full Cash Value	11%	11%	10%	11%	11%
Total Direct Rate	\$ 5.05	\$ 4.61	\$ 4.86	\$ 5.50	\$ 6.12

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.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
NET FULL CASH ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST TEN FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Commercial, Industrial, Utilities and Mining	\$ 407,546,091	\$ 408,034,494	\$ 416,879,620	\$ 435,323,801	\$ 456,798,101
Agricultural and Vacant	67,740,311	72,137,412	76,563,027	89,249,772	101,218,120
Residential (Owner Occupied)	672,118,932	631,913,382	696,402,055	757,863,552	819,226,568
Residential (Rental)	309,393,855	276,538,054	204,516,618	200,241,204	184,691,585
Railroad, Private Cars and Airlines					
Historical Property	7,467	8,784			
Certain Government Property Improvements					9,559
Total	\$ 1,456,806,656	\$ 1,388,632,126	\$ 1,394,361,320	\$ 1,482,678,329	\$ 1,561,943,933
Gross Full Cash Value	\$ 13,296,921,889	\$ 12,548,235,255	\$ 12,435,162,280	\$ 13,069,027,065	\$ 13,662,130,620
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	11%	11%	11%	11%	11%
Total Direct Rate	\$ 5.67	\$ 5.80	\$ 5.93	\$ 5.55	\$ 5.41

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Commercial, Industrial, Utilities and Mining	\$ 486,231,035	\$ 494,145,983	\$ 437,431,041	\$ 423,200,533	\$ 379,062,460
Agricultural and Vacant	119,794,462	129,977,152	133,486,922	121,705,307	91,753,823
Residential (Owner Occupied)	900,767,355	937,324,541	959,231,036	794,089,588	653,346,653
Residential (Rental)	194,496,374	196,039,258	185,343,654	154,446,892	130,211,815
Railroad, Private Cars and Airlines					
Historical Property					-
Certain Government Property Improvements					
Total	\$ 1,701,289,226	\$ 1,757,486,934	\$ 1,715,492,653	\$ 1,493,442,320	\$ 1,254,374,751
Gross Full Cash Value	\$ 14,636,262,086	\$ 14,840,194,999	\$ 14,560,023,693	\$ 12,335,987,666	\$ 10,242,492,023
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12%	12%	12%	12%	12%
Total Direct Rate	\$ 5.05	\$ 4.61	\$ 4.86	\$ 5.50	\$ 6.12

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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
PROPERTY TAX ASSESSMENT RATIOS
LAST TEN FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Commercial, Industrial, Utilities and Mining	19 %	19 %	20 %	20 %	20 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	15	16	15	15	15

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Commercial, Industrial, Utilities and Mining	21 %	22 %	23 %	24 %	25 %
Agricultural and Vacant	16	16	16	16	16
Residential (Owner Occupied)	10	10	10	10	10
Residential (Rental)	10	10	10	10	10
Railroad, Private Cars and Airlines	17	18	20	21	22

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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates										
	State Equalization	County	County Free Library	Flood Control District	Community College District	Fire District Assistance	Central Arizona Water	City of Tucson	District Direct Rates		
			County	Library	District	District	Assistance	Water	Tucson	Primary	Secondary
2016	0.51	5.09	0.52	0.31	1.37	0.05	0.14	1.60	4.25	1.42	5.67
2015	0.51	4.98	0.44	0.30	1.33	0.05	0.14	1.46	4.37	1.44	5.80
2014	0.51	4.45	0.38	0.26	1.29	0.05	0.14	1.43	4.39	1.54	5.93
2013	0.47	4.20	0.35	0.26	1.17	0.04	0.10	1.26	4.08	1.47	5.55
2012	0.43	4.20	0.35	0.26	1.11	0.04	0.10	1.16	3.96	1.45	5.41
2011	0.36	4.06	0.31	0.26	1.08	0.04	0.10	0.96	3.65	1.40	5.05
2010	0.33	4.02	0.26	0.26	1.08	0.04	0.10	0.93	3.15	1.46	4.61
2009	0.00	4.01	0.34	0.29	1.14	0.04	0.10	0.96	3.36	1.50	4.86
2008	0.00	4.29	0.40	0.34	1.18	0.04	0.10	1.13	3.80	1.70	5.50
2007	0.00	4.56	0.37	0.37	1.25	0.04	0.12	1.23	4.12	2.00	6.12

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

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Taxpayer</u>	<u>2016</u>		<u>2007</u>	
	<u>Net Limited Assessed Valuation</u>	<u>Percentage of District's Net Limited Assessed Valuation</u>	<u>Net Full Cash Assessed Valuation</u>	<u>Percentage of District's Net Full Cash Assessed Valuation</u>
Northwest Hospital - Oro Valley Hospital LLC	\$ 31,688,244	2.26 %		%
Unisource Energy Corporation	20,508,254	1.46	12,127,312	0.97
DND Neffson Company	16,111,998	1.15		
Ventana Medical Systems	8,722,683	0.62		
Southwest Gas Corporation	8,349,734	0.59	12,081,830	0.96
VPOVM LLC	8,172,564	0.58		
Weingarten Nostat Inc	7,683,723	0.55		
J Foothills LLC	6,915,073	0.49	11,796,959	0.94
Honeywell International	4,965,102	0.35		
Tucson Mather Plaza LLC	4,965,102	0.35		
CHH Tucson Partnership LP			19,897,318	1.59
El Conquistador Hotel Associates			14,334,470	1.14
Qwest Communications Corporation			12,696,324	1.01
HDP Northwest LLC			9,253,678	0.74
Tucson Place Partners LLC			9,043,006	0.72
Wal-Mart			7,749,426	0.62
Sierra Health Styles, Inc.			7,268,042	0.58
Total	<u>\$ 118,082,477</u>	<u>8.40 %</u>	<u>\$ 116,248,365</u>	<u>9.27 %</u>

Source: The source of this information is the Pima 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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
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
2016	\$ 66,319,241	\$ 64,200,699	96.81 %	\$	\$ 64,200,699	96.81 %
2015	66,991,942	65,160,822	97.27	1,688,960	66,849,782	99.79
2014	68,236,730	66,106,428	96.88	1,667,127	67,773,555	99.32
2013	67,999,506	65,978,452	97.03	1,606,126	67,584,578	99.39
2012	69,287,808	67,137,625	96.90	1,816,476	68,954,101	99.52
2011	68,432,918	65,856,223	96.23	2,379,713	68,235,936	99.71
2010	63,313,995	60,815,693	96.05	2,479,022	63,294,715	99.97
2009	63,092,120	60,793,899	96.36	2,291,724	63,085,623	99.99
2008	63,390,268	61,397,635	96.86	1,983,183	63,380,818	99.99
2007	61,783,384	60,083,722	97.25	1,690,627	61,774,349	99.99

Source: The source of this information is the 2016 Pima 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.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt				
	General Obligation Bonds	Less: Amounts Restricted for Principal	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Capital Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income	
2016	\$ 94,709,926	\$ 6,672,019	\$ 88,037,907	0.66 %	\$ 754	\$	\$ 94,709,926	0.71 %	\$ 811	N/A %	
2015	101,539,010	6,898,943	94,640,067	0.75	811		101,539,010	0.81	870	0.27	
2014	111,113,094	7,500,462	103,612,632	0.83	888		111,113,094	0.89	952	0.30	
2013	83,035,000	5,267,657	77,767,343	0.60	566		83,035,000	0.64	604	0.23	
2012	95,635,000	2,049,090	93,585,910	0.69	841		95,635,000	0.70	859	0.27	
2011	109,870,000	3,516,352	106,353,648	0.73	940		109,870,000	0.75	971	0.32	
2010	75,705,000	2,658,106	73,046,894	0.49	634		75,705,000	0.51	657	0.22	
2009	61,990,000	3,550,483	58,439,517	0.40	420		61,990,000	0.43	445	0.19	
2008	76,740,000	3,971,794	72,768,206	0.59	526	378,823	77,118,823	0.63	558	0.24	
2007	70,860,000	3,422,324	67,437,676	0.66	500	605,261	71,465,261	0.70	530	0.24	

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

Note: N/A indicates that the information is not available.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2016**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
Pima County	\$ 383,985,000	18.29 %	\$ 70,230,857
Golder Ranch Fire Department	8,520,000	100.00	8,520,000
Northwest Fire District	26,400,000	29.17	7,700,880
City of Tucson	213,495,000	8.19	17,485,241
Subtotal, Overlapping Debt			<u>103,936,978</u>
Direct:			
Amphitheater Unified School District No. 10			<u>94,709,926</u>
Total Direct and Overlapping Governmental Activities Debt			<u>\$ 198,646,904</u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Limited Assessed Valuation		6.27 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 1,644	
As a Percentage of Net Limited Assessed Valuation		13.68 %
As a Percentage of Gross Full Cash Value		1.44 %

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, 2015 is presented for the overlapping governments as this is the most recent available information.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS**

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2016:

Net full cash assessed valuation	\$ 1,456,806,656
Debt limit (20% of assessed value)	291,361,331
Debt applicable to limit	<u>91,035,000</u>
Legal debt margin	<u>\$ 200,326,331</u>

Total Legal Debt Margin Calculation for Fiscal Year 2016:

Net full cash assessed valuation	\$ 1,456,806,656
Debt limit (30% of assessed value)	437,041,997
Debt applicable to limit	<u>91,035,000</u>
Legal debt margin	<u>\$ 346,006,997</u>

Fiscal Year Ended June 30

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Debt Limit	\$ 437,041,997	\$ 416,589,638	\$ 418,308,396	\$ 444,803,499	\$ 468,583,180
Total net debt applicable to limit	<u>91,035,000</u>	<u>97,530,000</u>	<u>106,770,000</u>	<u>83,035,000</u>	<u>95,635,000</u>
Legal debt margin	<u>\$ 346,006,997</u>	<u>\$ 319,059,638</u>	<u>\$ 311,538,396</u>	<u>\$ 361,768,499</u>	<u>\$ 372,948,180</u>
Total net debt applicable to the limit as a percentage of debt limit	21%	23%	26%	19%	20%

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Debt Limit	\$ 510,386,768	\$ 527,246,080	\$ 514,647,796	\$ 448,032,696	\$ 376,312,425
Total net debt applicable to limit	<u>109,870,000</u>	<u>75,705,000</u>	<u>61,990,000</u>	<u>76,740,000</u>	<u>70,860,000</u>
Legal debt margin	<u>\$ 400,516,768</u>	<u>\$ 451,541,080</u>	<u>\$ 452,657,796</u>	<u>\$ 371,292,696</u>	<u>\$ 305,452,425</u>
Total net debt applicable to the limit as a percentage of debt limit	22%	14%	12%	17%	19%

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 and the statutory debt limit on Class B bonds. The calculations of the debt margins are presented in detail for the current fiscal year only.
- 2) Bond premium is not subject to the statutory debt limit.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS**

<u>Year</u>	<u>Population</u>	<u>Personal Income (thousands)</u>	<u>Per Capita Income</u>	<u>Unemployment Rate</u>	<u>Estimated District Population</u>
2015	1,009,371	\$ N/A	\$ N/A	6.0 %	116,740
2014	1,004,516	37,198,714	37,031	6.2	116,740
2013	996,046	36,935,363	37,063	7.0	116,740
2012	990,380	36,058,871	36,335	7.3	137,500
2011	986,081	34,931,620	35,371	8.4	111,283
2010	980,263	34,360,759	34,987	9.0	113,176
2009	1,018,012	34,516,424	33,833	8.3	115,220
2008	1,012,018	32,900,000	32,321	5.1	139,280
2007	1,003,235	31,646,777	31,755	3.7	138,268
2006	981,280	29,806,619	31,418	4.0	134,953

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 from 2006 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2015, the source of the information is the Arizona Office of Employment and Population Statistics.

Note: N/A indicates that the information is not available.

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR NINE YEARS PRIOR**

<u>Employer</u>	<u>2016</u>		<u>2007</u>	
	<u>Employees</u>	<u>Percentage of Total Employment</u>	<u>Employees</u>	<u>Percentage of Total Employment</u>
Northwest Hospital	1,585	2.39 %	1,808	2.83 %
Ventana Medical Systems	1,286	1.94	555	0.87
Honeywell International Inc.	800	1.21	750	1.18
Oro Valley Hospital	529	0.80		
El Conquistador	394	0.59	750	1.18
Miraval	375	0.57	580	0.91
Town of Oro Valley	344	0.52	305	0.48
Omni Tucson National	218	0.33		
Westward Look	165	0.25	295	0.46
Tucson Heart Hospital	150	0.23	450	0.71
Tucson National Resort			350	0.55
Sierra Tucson			300	0.47
Total	<u>5,846</u>	<u>8.83 %</u>	<u>6,143</u>	<u>9.64 %</u>
Total employment	<u>66,265</u>		<u>63,787</u>	

Source: The 2016 information is from the Star 200 and the U.S Census Bureau 2014 and the 2007 information is from Tucson.com and the U.S Census Bureau.

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Supervisory					
Consultants/supervisors of instruction	7	9	9	9	11
Principals	18	18	17	16	17
Assistant principals	14	17	15	13	16
Total supervisory	<u>39</u>	<u>44</u>	<u>41</u>	<u>38</u>	<u>44</u>
Instruction					
Teachers	773	780	782	789	812
Aides	160	156	156	160	147
Total instruction	<u>933</u>	<u>936</u>	<u>938</u>	<u>949</u>	<u>959</u>
Student Services					
Guidance Counselors	16	19	19	18	20
Librarians	24	23	23	23	24
Psychologists	12	14	12	13	12
Technicians	25	24	24	26	21
Therapists	11	18	8	8	7
Other	93	105	97	97	91
Total student services	<u>181</u>	<u>203</u>	<u>183</u>	<u>185</u>	<u>175</u>
Support and Administration					
Transportation	127	130	132	136	136
Food Service	82	87	90	95	93
Custodial/Maintenance	161	177	181	192	184
Security Services	54	49	58	62	60
Other Administrative Support	170	170	166	183	186
Total support and administration	<u>594</u>	<u>613</u>	<u>627</u>	<u>668</u>	<u>659</u>
Total	<u><u>1,747</u></u>	<u><u>1,796</u></u>	<u><u>1,789</u></u>	<u><u>1,840</u></u>	<u><u>1,837</u></u>

(Continued)

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Supervisory					
Consultants/supervisors of instruction	11	11	11	11	11
Principals	18	19	19	19	19
Assistant principals	14	13	18	18	18
Total supervisory	<u>43</u>	<u>43</u>	<u>48</u>	<u>48</u>	<u>48</u>
Instruction					
Teachers	872	922	1,115	1,010	1,008
Aides	153	152	152	159	146
Total instruction	<u>1,025</u>	<u>1,074</u>	<u>1,267</u>	<u>1,169</u>	<u>1,154</u>
Student Services					
Guidance Counselors	20	21	21	21	21
Librarians	25	26	25	25	27
Psychologists	13	14	17	17	15
Technicians	17	15	18	18	20
Therapists	7	7	13	18	17
Other	84	88	72	75	73
Total student services	<u>166</u>	<u>171</u>	<u>166</u>	<u>174</u>	<u>173</u>
Support and Administration					
Transportation	135	139	133	133	137
Food Service	99	110	101	101	106
Custodial/Maintenance	187	187	181	181	174
Security Services	53	61	64	64	61
Other Administrative Support	186	222	236	235	234
Total support and administration	<u>660</u>	<u>719</u>	<u>715</u>	<u>714</u>	<u>712</u>
Total	<u><u>1,894</u></u>	<u><u>2,007</u></u>	<u><u>2,196</u></u>	<u><u>2,105</u></u>	<u><u>2,087</u></u>

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

(Concluded)

**AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
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
2016	13,358	\$ 106,773,383	\$ 7,993	(1.32) %	\$ 121,360,357	\$ 9,085	(2.92) %	933	14.3	48.2 %
2015	13,352	108,157,681	8,100	3.47	124,952,846	9,358	3.91	936	14.3	47.6
2014	13,749	107,637,183	7,829	(0.60)	123,818,404	9,006	(0.23)	938	14.7	47.3
2013	13,820	108,842,705	7,876	0.42	124,738,952	9,026	1.42	949	14.6	47.2
2012	13,959	109,472,985	7,842	(0.54)	124,225,616	8,899	1.14	959	14.6	48.0
2011	14,238	112,262,701	7,885	(2.10)	125,277,202	8,799	(0.25)	1,025	13.9	46.1
2010	15,122	121,790,695	8,054	(5.33)	133,383,552	8,820	(5.25)	1,074	14.1	42.9
2009	15,094	128,411,833	8,507	5.51	140,511,601	9,309	4.96	1,267	11.9	41.5
2008	15,690	126,514,549	8,063	13.00	139,156,172	8,869	12.68	1,169	13.4	39.6
2007	16,466	117,502,209	7,136	6.73	129,604,171	7,871	4.73	1,154	14.3	39.3

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

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

AMPHITHEATER UNIFIED SCHOOL DISTRICT NO. 10
CAPITAL ASSETS INFORMATION
LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30									
	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
<u>Schools</u>										
Elementary										
Buildings	99	98	98	103	117	125	130	131	131	130
Square feet	788,506	782,549	782,549	775,114	775,114	776,659	729,264	729,264	729,264	727,584
Capacity	7,923	7,860	7,860	7,860	8,209	8,209	8,209	8,160	8,160	8,160
Enrollment	4,649	4,704	5,031	5,098	5,161	5,356	5,615	5,756	5,861	5,829
Middle										
Buildings	32	32	32	39	45	51	46	47	47	47
Square feet	345,664	345,664	345,664	359,824	363,106	367,446	337,499	337,499	337,499	337,499
Capacity	3,127	3,110	3,110	3,110	3,030	3,030	3,030	2,990	2,990	2,990
Enrollment	1,728	1,781	1,821	1,927	2,020	2,075	2,114	2,207	2,278	2,364
High										
Buildings	63	74	74	73	78	88	88	88	88	85
Square feet	893,347	913,496	913,496	907,309	907,309	919,154	907,325	907,325	907,325	907,325
Capacity	7,492	6,920	6,920	6,920	6,950	6,950	6,950	6,950	6,950	6,950
Enrollment	4,648	4,707	4,663	4,726	4,730	4,744	5,116	4,800	5,120	5,162
Other										
Buildings	62	61	61	64	66	69	69	69	69	69
Square feet	428,521	428,071	428,071	434,551	434,551	427,723	413,049	413,049	413,049	413,049
Capacity	3,501	3,010	3,010	3,010	2,950	2,950	2,950	2,950	2,950	2,950
Enrollment	2,222	2,193	2,168	2,082	2,047	2,064	2,278	2,368	2,446	2,495
<u>Administrative</u>										
Buildings	10	10	10	10	11	10	10	11	11	11
Square feet	91,822	90,777	90,777	90,777	90,777	44,133	44,133	44,133	44,133	44,133
<u>Transportation</u>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	131	130	129	125	125	146	132	138	139	136
<u>Athletics</u>										
Football fields	8	8	8	8	8	8	8	8	8	8
Soccer fields	29	29	29	29	29	29	31	31	31	31
Running tracks	8	8	8	8	8	8	8	8	8	8
Baseball/softball	19	19	19	19	19	19	19	19	19	19
Swimming pools	1	1	1	1	1	1	1	1	1	1
Playgrounds	14	14	14	14	14	14	14	14	14	14

Source: The source of this information is the District's facilities records and the Arizona Department of Education 45-1 report.

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