

**WILCOX UNIFIED SCHOOL DISTRICT NO. 13
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13

WILLCOX, ARIZONA

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

Issued by:
Business and Finance Department

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13

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INTRODUCTORY SECTION

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480 N. Bisbee Avenue
Willcox, Arizona 85643

Willcox Unified School District #13

(520) 384-8606
Fax (520) 384-4401

February 19, 2015

Citizens and Governing Board
Willcox Unified School District No. 13
480 N. Bisbee Ave.
Willcox, AZ 85643-1509

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Willcox Unified School District No. 13 (District) for the fiscal year ended June 30, 2014.

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, 2014, 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

WUSD Vision: Making a Difference In Our Children's Future!

WUSD Mission: Every Student Is Successful – Every Student Meets or Exceeds Arizona State Standards.

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, 2014, 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 U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* designed to meet the special needs of federal grantor agencies. 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 23 public school districts located in Cochise County, Arizona. It provides a program of public education from Pre-K through grade twelve, with an estimated current enrollment of 1,125 students.

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, and athletic functions.

Willcox Unified School District No. 13 is located in the southeastern part of Arizona, about fifty miles from the border of New Mexico, 80 miles from Mexico, and 80 miles from the City of Tucson. The District was formed in the 1940s, by the unification of Willcox School District and Willcox Union High School.

The City of Willcox was founded in 1880 and incorporated in 1915. US Census 2010 reports show the population within the Willcox city limits at 3,757 residents. Willcox is the home of many businesses including Simflo Pumps, a large pump fabricator and manufacturer, and Nature Sweet Tomatoes, the largest greenhouse tomato producer in the world. Nature Sweet is the largest employer in Willcox with approximately 325 employees. Willcox has also become home to vineyards, wineries, tasting rooms and the largest custom crush facility in Arizona, Aridus Wine Company. Coronado Vineyards, Keeling-Schafer Vineyards, Carlson Creek Vineyards, Flying Leap Vineyards, Passion Cellars, Golden Rule Vineyards, Pillsbury Wine Company, Zarpara Vineyard and Aridus Wine Company are all located in Willcox.

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

The expenditure budget is prepared by fund for all Governmental Funds, and includes function and object code detail for the General Fund and some Special Revenue and Capital Projects Funds. The legal level of budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is established at the individual fund level for all funds. Funds that are not required to legally adopt a budget may have overexpenditures 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. Tourism plays an important role in the Willcox economy. Several large events are held throughout the year that benefits the community. For example, Wings Over Willcox brings birding enthusiasts from all over the world to Willcox each year to participate in events and view wildlife that can only be seen in the Willcox area. Rex Allen Days is also a large contributor to the tourism industry in Willcox and celebrates one of Willcox's native sons, a famous movie star from years past, Rex Allen. A professional rodeo is held as well as a concert, parade, and many other events. U-pick farms such as Apple Annie's Orchard brings

visitors to Willcox to enjoy harvesting their own pumpkins, apples, peaches and numerous other local crops. The wine industry is also becoming a boon to the local tourism industry. Wine tastings and tours of local vineyards are held year round. Inde Motorsports Ranch draws driving enthusiasts from across the world to Willcox where drivers can test their skills on a professional 3-mile road course. Finally, there are several historic sites to visit near Willcox such as Chiricahua National Monument, Ft. Bowie National Historic Site and the historic towns of Bisbee and Tombstone.

While tourism is important, the major contributor to the local economy is the agricultural industry. Nature Sweet is the single largest employer in the Willcox area, but other major farming and ranching companies contribute substantially. A local livestock auction is held weekly, and cattle companies both large and small are all around the Willcox area and keep the ranching tradition alive and well. The impact of local farming has a huge impact on Willcox. Crops such as alfalfa, corn and cotton are grown in the area and orchards of apples, peaches, pecans, and pistachios can be found across the valley. We also cannot forget the newcomer to the area, grapes for the wine industry, and of course the well-established tomato industry with the largest greenhouse in the world right here in Willcox.

Several other established industries contribute to the local economy such as Valley Telecom, a communications firm with headquarters in Willcox. Sulphur Springs Valley Electric Co-operative, the major electricity supplier for all of Cochise County, Arizona Electric Power Co-operative a large power generation plant outside of Willcox and Simflo Pumps a local manufacturer of water pumping equipment. There are also several hotels and restaurants in the area including a new Holiday Inn and Carl's Jr. Restaurant that have opened in the recent past. Willcox has two grocery stores, two discount stores, two auto parts stores and a large truck stop. Finally, a large wind farm has started construction just outside of Willcox and should be a large contributor to the local economy in the near future.

Long-term Financial Planning. The District has completed Phase I of a bond building project that saw approximately \$7.0 million in improvements to the District. These improvements included a new high school building, cafeteria expansion at the high and middle schools, and security measures such as fencing at all schools. These initiatives began in 2012 and were completed in 2013. Phase II of the bond offering began in November 2013 in which approximately \$5.0 million in bonds were sold and improvements to the District began in early 2014. These improvements include a new high school gymnasium, improvements to the current gymnasium, additional security measures, and an addition to the agricultural science building.

Technology is always improving and measures will be taken to insure that the District is up to date in this critical area. Further improvements will also be made in campus security and additional facility needs will be addressed such as a new multi-purpose building at the elementary school, an improved transportation services building, and new busses.

The District's enrollment has remained constant over the past but has fluctuated in recent years and is showing a slight decrease in 2014 at approximately 1,125 students. The District has been rated a B school by the Arizona Department of Education and showed improvement at its middle and high schools.

AWARDS AND ACKNOWLEDGMENT

Awards. The Association of School Business Officials International (ASBO) awards a Certificate of Excellence in Financial Reporting and the Government Finance Officers Association (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for comprehensive annual financial reports. In order to be awarded these certificates, the District must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

We believe that our current comprehensive annual financial report will meet the programs' requirements and we are submitting it to ASBO and GFOA to determine its eligibility for the fiscal year ended June 30, 2014 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 business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

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

Respectfully submitted,

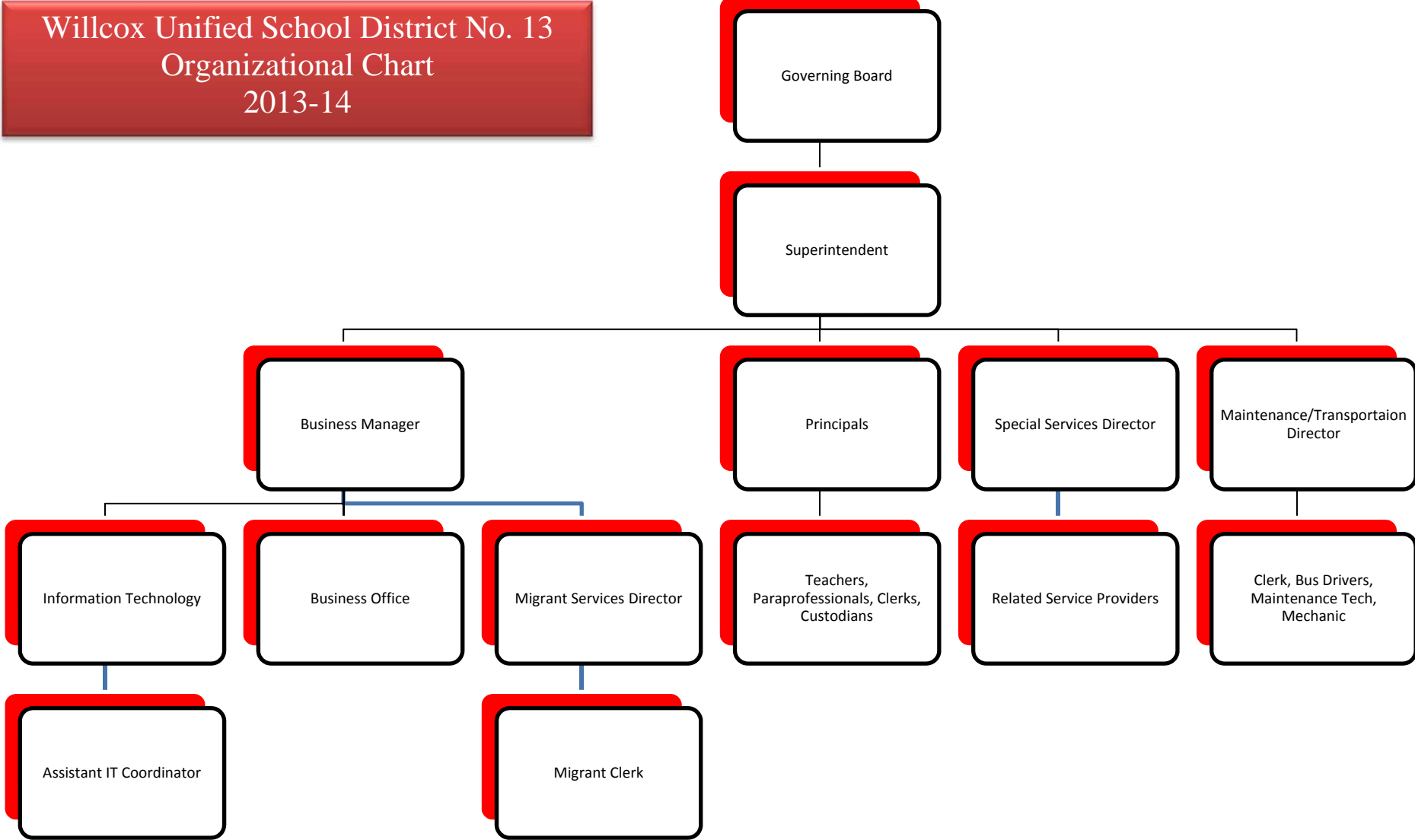


Ben Travis
Interim Superintendent



Kevin Davis
Business Manager

Willcox Unified School District No. 13
Organizational Chart
2013-14



WILCOX UNIFIED SCHOOL DISTRICT NO. 13

LIST OF PRINCIPAL OFFICIALS

GOVERNING BOARD

Debra Ellis
President

Bill Nolan
Vice President

Gary Clement
Clerk

Dwayne Owen
Member

Larry Schultz
Member

ADMINISTRATIVE STAFF

Ben Travis
Interim Superintendent

Kevin Davis
Business Manager

Jeff Thompson
High School Principal

Mike Patterson
Middle School Principal

Valerie Simon
Elementary School Principal

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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Governing Board
Willcox Unified School District No. 13

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Willcox Unified School District No. 13 (District), as of and for the year ended June 30, 2014, 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 Willcox Unified School District No. 13, as of June 30, 2014, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note 1, the District implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 65, *Items Previously Reported as Assets and Liabilities*, for the year ended June 30, 2014, 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 on pages 5 through 14 and budgetary comparison information on pages 50 and 51 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 and statistical sections 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 February 19, 2015, on our consideration of Willcox Unified School District No. 13'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 Willcox Unified School District No. 13's internal control over financial reporting and compliance.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
CPAs and Business Consultants

February 19, 2015

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

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

As management of the Willcox Unified School District No. 13 (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, 2014. 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 decreased \$1.8 million which represents a decrease from the prior fiscal year of 19 percent due to a decreased property tax levy during the year.
- General revenues accounted for \$6.9 million in revenue, or 77 percent of all current fiscal year revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2.1 million or 23 percent of total current fiscal year revenues.
- The District had approximately \$10.8 million in expenses related to governmental activities, a decrease of 9 percent from the prior fiscal year.
- Among major funds, the General Fund had \$4.8 million in current fiscal year revenues, which primarily consisted of state aid and property taxes, and \$6.7 million in expenditures. The General Fund's fund balance decrease from \$609,176 at the prior fiscal year end to a deficit of \$1.2 million at the end of the current fiscal year was primarily due to a decrease in the property tax rate and a reduction in state equalization assistance.
- The Bond Building Fund's fund balance increased \$4.9 million during the fiscal year due to the issuance of \$5.1 million in school improvement bonds.

OVERVIEW OF FINANCIAL STATEMENTS

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

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014

OVERVIEW OF FINANCIAL STATEMENTS (Cont'd)

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 two categories: governmental 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 decision. 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.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

OVERVIEW OF FINANCIAL STATEMENTS (Concl'd)

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.

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. 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.

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 exceeded liabilities by \$7.9 million at the current fiscal year end.

The largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements; buildings, and vehicles, furniture and equipment), 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.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)

The following table presents a summary of the District's net position for the fiscal years ended June 30, 2014 and June 30, 2013.

	As of June 30, 2014	As of June 30, 2013
Current and other assets	\$ 8,757,449	\$ 3,762,194
Capital assets, net	<u>15,890,627</u>	<u>16,407,731</u>
Total assets	<u>24,648,076</u>	<u>20,169,925</u>
Current and other liabilities	2,947,644	1,300,920
Long-term liabilities	<u>13,845,629</u>	<u>8,922,702</u>
Total liabilities	<u>16,793,273</u>	<u>10,223,622</u>
Net position:		
Net investment in capital assets	7,193,206	7,743,145
Restricted	1,480,142	1,106,148
Unrestricted	<u>(818,545)</u>	<u>1,097,010</u>
Total net position	<u>\$ 7,854,803</u>	<u>9,946,303</u>

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

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

- The principal retirement of \$500,000 of bonds.
- The issuance of \$5.1 million in school improvement bonds.
- The addition of \$805,750 in capital assets through other school improvements and the purchase of vehicles, furniture and equipment.
- The addition of \$1.1 million of accumulated depreciation due to current year depreciation expenses.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

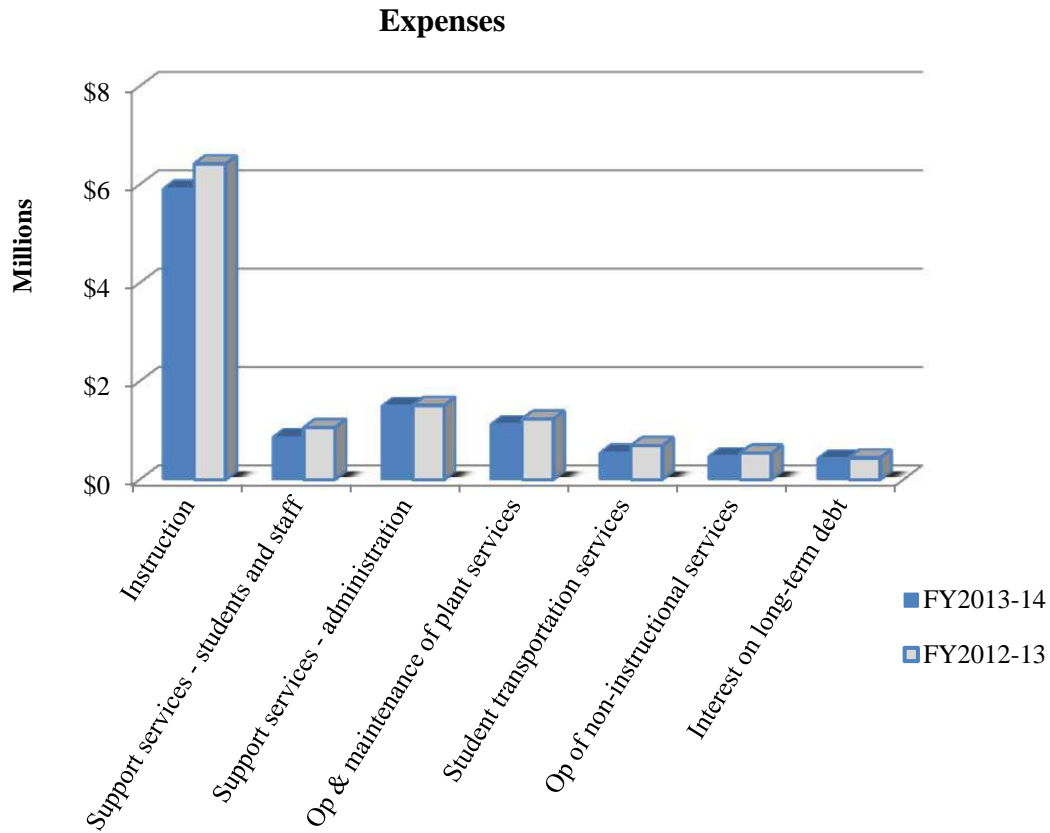
GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)

Changes in net position. The District's total revenues for the current fiscal year were \$9.0 million. The total cost of all programs and services was \$10.8 million. The following table presents a summary of the changes in net position for the fiscal years ended June 30, 2014 and June 30, 2013.

	<u>Fiscal Year Ended June 30, 2014</u>	<u>Fiscal Year Ended June 30, 2013</u>
Revenues:		
Program revenues:		
Charges for services	\$ 598,627	\$ 478,558
Operating grants and contributions	1,407,817	1,456,094
Capital grants and contributions	77,029	1,665,715
General revenues:		
Property taxes	2,969,941	3,900,479
Investment income	23,950	30,809
Unrestricted county aid	323,492	338,807
Unrestricted state aid	3,533,245	3,573,907
Unrestricted federal aid	64,517	58,930
Total revenues	<u>8,998,618</u>	<u>11,503,299</u>
Expenses:		
Instruction	5,917,686	6,419,604
Support services – students and staff	857,092	1,051,781
Support services – administration	1,493,369	1,506,636
Operation and maintenance of plant services	1,122,811	1,225,873
Student transportation services	546,392	685,025
Operation of non-instructional services	474,201	531,094
Interest on long-term debt	431,531	437,739
Total expenses	<u>10,843,082</u>	<u>11,857,752</u>
Changes in net position	<u>(1,844,464)</u>	<u>(354,453)</u>
Net position, beginning	<u>9,699,267</u>	<u>10,300,756</u>
Net position, ending	<u>\$ 7,854,803</u>	<u>\$ 9,946,303</u>

**WILCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Cont'd)



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

- The decrease of \$1.6 million in capital grants and contributions was the result of a one-time \$1.5 million insurance recovery received in the prior year.
- The decrease of \$930,538 in property tax revenue was primarily due to a decrease in the property tax rates.
- The decrease of \$1.0 million in total expenses was the result of a reduction in staffing and reduced small equipment purchases.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Concl'd)

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.

	<u>Year Ended June 30, 2014</u>		<u>Year Ended June 30, 2013</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	\$ 5,917,686	\$(4,637,542)	\$ 6,419,604	\$(3,890,280)
Support services – students and staff	857,092	(645,064)	1,051,781	(764,977)
Support services – administration	1,493,369	(1,413,314)	1,506,636	(1,429,420)
Operation and maintenance of plant services	1,122,811	(1,121,587)	1,225,873	(1,064,689)
Student transportation services	546,392	(540,001)	685,025	(673,994)
Operation of non-instructional services	474,201	2,653	531,094	(68,920)
Interest on long-term debt	431,531	(404,754)	437,739	(365,105)
Total	<u>\$ 10,843,082</u>	<u>\$(8,759,609)</u>	<u>\$ 11,857,752</u>	<u>\$(8,257,385)</u>

- The cost of all governmental activities this year was \$10.8 million.
- Federal and State governments and charges for services subsidized certain programs with grants and contributions and other local revenues of \$2.1 million.
- Net cost of governmental activities of \$8.8 million was financed by general revenues, which are made up of primarily property taxes of \$3.0 million and state aid of \$3.5 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.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS (Concl'd)

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 \$5.0 million, an increase of \$3.4 million due primarily to the issuance of school improvement bonds.

The General Fund is the principal operating fund of the District. The decrease in fund balance of \$1.8 million to a deficit of \$1.2 million as of fiscal year end was a result of a decrease in the property tax rate and a reduction in state equalization assistance. General Fund revenues decreased \$1.8 million as a result of a decrease in state equalization funding and decreased property tax collections. General Fund expenditures decreased \$383,127 from the prior year.

The Bond Building Fund's fund balance increased \$4.9 million during the year due to the issuance of school improvement bonds.

BUDGETARY HIGHLIGHTS

Over the course of the year, the District revised the General Fund annual expenditure budget for fluctuations in average daily membership. The difference between the original budget and the final amended budget was a \$152,121 decrease, or 2 percent.

Significant variances for the final amended budget and actual revenues resulted from the District no longer being required by the State of Arizona to prepare a revenue budget. A schedule showing the original and final budget amounts compared to the District's actual financial activity for the General Fund is provided in this report as required supplementary information. The significant variances are summarized as follows:

- The favorable variance of \$229,008 in instruction was a result of budgeting based on previous student enrollment figures and experiencing a small decline, thus fewer students were served resulting in this variance.
- The unfavorable variance of \$181,780 in support services – administration was a result of several administrative employment changes including the payment of the former business manager while the new one was being trained, and the employment of a new high school principal who was paid during the summer months. There was also an increase in all employee benefit costs.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. At year end, the District had invested \$24.8 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 \$347,372 from the prior fiscal year primarily due to school improvement projects. Total depreciation expense for the current fiscal year was \$1.1 million.

The following schedule presents a summary of capital asset balances for the fiscal years ended June 30, 2014 and June 30, 2013.

	As of <u>June 30, 2014</u>	As of <u>June 30, 2013</u>
Capital assets – non-depreciable	\$ 1,474,633	\$ 1,201,463
Capital assets – depreciable, net	<u>14,415,994</u>	<u>15,206,268</u>
Total	<u><u>\$ 15,890,627</u></u>	<u><u>\$ 16,407,731</u></u>

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

Debt Administration. At year end, the District had \$13.6 million in long-term debt outstanding, \$709,910 due within one year. This represents a net increase of \$4.9 million.

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 secondary assessed valuation) and the statutory debt limit on Class B bonds (the greater of 20 percent of the secondary assessed valuation or \$1,500 per student). The current total debt limitation for the District is \$19.9 million and the Class B debt limit is \$13.3 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 8 through 10.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2014**

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 2014-15 budget. Among them:

- Fiscal year 2013-14 budget balance carry forward (estimated \$50,000).
- District student population.

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

Budgeted expenditures in the General Fund increased 6 percent to \$6.7 million in fiscal year 2014-15. No new programs were added to the 2014-15 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 Business and Finance Department, Willcox Unified School District No. 13, 480 North Bisbee Avenue, Willcox, Arizona 85643-1509.

BASIC FINANCIAL STATEMENTS

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GOVERNMENT-WIDE FINANCIAL STATEMENTS

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
STATEMENT OF NET POSITION
JUNE 30, 2014

	Governmental Activities
<u>ASSETS</u>	
Current assets:	
Cash and investments	\$ 7,198,437
Property taxes receivable	367,491
Accounts receivable	10,304
Due from governmental entities	1,181,217
Total current assets	8,757,449
Noncurrent assets:	
Land	1,201,463
Land improvements	2,027,905
Buildings and improvements	18,474,464
Vehicles, furniture and equipment	2,815,432
Construction in progress	273,170
Accumulated depreciation	(8,901,807)
Total noncurrent assets	15,890,627
Total assets	24,648,076
<u>LIABILITIES</u>	
Current liabilities:	
Accounts payable	144,251
Construction contracts payable	57,380
Credit line payable	2,086,000
Accrued payroll and employee benefits	355,934
Compensated absences payable	96,387
Accrued interest payable	245,992
Unearned revenues	58,087
Obligations under capital leases	109,910
Bonds payable	600,000
Total current liabilities	3,753,941
Noncurrent liabilities:	
Non-current portion of long-term obligations	13,039,332
Total noncurrent liabilities	13,039,332
Total liabilities	16,793,273
<u>NET POSITION</u>	
Net investment in capital assets	7,193,206
Restricted for:	
Voter approved initiatives	188,003
Food service	3,172
Joint technical education	350,495
Other local initiatives	370,919
Debt service	413,517
Capital outlay	154,036
Unrestricted	(818,545)
Total net position	\$ 7,854,803

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

**WILCOX UNIFIED SCHOOL DISTRICT NO. 13
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 5,917,686	\$ 462,988	\$ 766,904	\$ 50,252	\$ (4,637,542)
Support services - students and staff	857,092		212,028		(645,064)
Support services - administration	1,493,369		80,055		(1,413,314)
Operation and maintenance of plant services	1,122,811	1,224			(1,121,587)
Student transportation services	546,392		6,391		(540,001)
Operation of non-instructional services	474,201	134,415	342,439		2,653
Interest on long-term debt	431,531			26,777	(404,754)
Total governmental activities	<u>\$ 10,843,082</u>	<u>\$ 598,627</u>	<u>\$ 1,407,817</u>	<u>\$ 77,029</u>	<u>(8,759,609)</u>

General revenues:

Taxes:

Property taxes, levied for general purposes	1,564,053
Property taxes, levied for debt service	1,259,743
Property taxes, levied for capital outlay	146,145
Investment income	23,950
Unrestricted county aid	323,492
Unrestricted state aid	3,533,245
Unrestricted federal aid	64,517

Total general revenues 6,915,145

Changes in net position (1,844,464)

Net position, beginning of year, as restated 9,699,267

Net position, end of year \$ 7,854,803

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

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FUND FINANCIAL STATEMENTS

WILCOX UNIFIED SCHOOL DISTRICT NO. 13
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2014

	General	Debt Service	Bond Building
<u>ASSETS</u>			
Cash and investments	\$ 128,770	\$ 1,140,493	\$ 4,914,877
Property taxes receivable	230,233	119,016	
Accounts receivable			
Due from governmental entities	918,203		
Due from other funds			
Total assets	\$ 1,277,206	\$ 1,259,509	\$ 4,914,877
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 55,836	\$	\$
Construction contracts payable			57,380
Credit line payable	2,086,000		
Due to other funds			
Accrued payroll and employee benefits	245,304		
Unearned revenues			
Bonds payable		600,000	
Bond interest payable		245,992	
Total liabilities	2,387,140	845,992	57,380
Deferred inflows of resources:			
Unavailable revenues - property taxes	123,700	77,401	
Fund balances (deficits):			
Restricted		336,116	4,857,497
Unassigned	(1,233,634)		
Total fund balances	(1,233,634)	336,116	4,857,497
 Total liabilities, deferred inflows of resources and fund balances	 \$ 1,277,206	 \$ 1,259,509	 \$ 4,914,877

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 1,014,297	\$ 7,198,437
18,242	367,491
10,304	10,304
263,014	1,181,217
76,938	76,938
<u>\$ 1,382,795</u>	<u>\$ 8,834,387</u>

\$ 88,415	\$ 144,251
	57,380
	2,086,000
76,938	76,938
110,630	355,934
58,087	58,087
	600,000
	245,992
<u>334,070</u>	<u>3,624,582</u>

<u>13,226</u>	<u>214,327</u>
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1,053,399	6,247,012
(17,900)	(1,251,534)
<u>1,035,499</u>	<u>4,995,478</u>

<u>\$ 1,382,795</u>	<u>\$ 8,834,387</u>
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WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2014

Total governmental fund balances **\$ 4,995,478**

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	\$ 24,792,434	
Less accumulated depreciation	<u>(8,901,807)</u>	15,890,627

Property taxes are not available to pay for current period expenditures and, therefore, are reported as unavailable revenues in the funds.		214,327
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Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.

Compensated absences payable	(290,711)	
Obligations under capital leases	(1,358,259)	
Bonds payable	(11,200,000)	
Bonds premium	<u>(396,659)</u>	<u>(13,245,629)</u>

Net position of governmental activities **\$ 7,854,803**

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2014

	<u>General</u>	<u>Debt Service</u>	<u>Bond Building</u>
Revenues:			
Other local	\$ 382,504	\$ 18,440	\$
Property taxes	1,707,061	1,226,311	
State aid and grants	2,601,443		
Federal aid, grants and reimbursements	64,517		
Total revenues	<u>4,755,525</u>	<u>1,244,751</u>	
Expenditures:			
Current -			
Instruction	3,463,933		
Support services - students and staff	585,533		
Support services - administration	1,280,072		
Operation and maintenance of plant services	852,225		
Student transportation services	450,782		
Operation of non-instructional services	20,341		
Capital outlay	3,212		214,911
Debt service -			
Principal retirement		600,000	
Interest and fiscal charges		359,602	
Bond issuance costs			138,441
Total expenditures	<u>6,656,098</u>	<u>959,602</u>	<u>353,352</u>
Excess (deficiency) of revenues over expenditures	<u>(1,900,573)</u>	<u>285,149</u>	<u>(353,352)</u>
Other financing sources (uses):			
Transfers in	57,763	54,839	
Transfers out			(54,839)
Issuance of school improvement bonds			5,105,000
Premium on sale of bonds			165,063
Total other financing sources (uses):	<u>57,763</u>	<u>54,839</u>	<u>5,215,224</u>
Changes in fund balances	<u>(1,842,810)</u>	<u>339,988</u>	<u>4,861,872</u>
Fund balances (deficits), beginning of year	609,176	(3,872)	(4,375)
Fund balances (deficits), end of year	<u>\$ (1,233,634)</u>	<u>\$ 336,116</u>	<u>\$ 4,857,497</u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 575,403	\$ 976,347
145,769	3,079,141
941,608	3,543,051
<u>1,444,762</u>	<u>1,509,279</u>
<u>3,107,542</u>	<u>9,107,818</u>
1,308,322	4,772,255
260,294	845,827
126,782	1,406,854
134,125	986,350
6,102	456,884
453,923	474,264
562,854	780,977
111,327	711,327
87,369	446,971
	138,441
<u>3,051,098</u>	<u>11,020,150</u>
<u>56,444</u>	<u>(1,912,332)</u>
(57,763)	112,602
	(112,602)
	5,105,000
	165,063
<u>(57,763)</u>	<u>5,270,063</u>
<u>(1,319)</u>	<u>3,357,731</u>
1,036,818	1,637,747
<u>\$ 1,035,499</u>	<u>\$ 4,995,478</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2014

Net changes in fund balances - total governmental funds **\$ 3,357,731**

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	\$ 805,750	
Less current year depreciation	<u>(1,117,832)</u>	(312,082)

Issuance of school improvement bonds provide current financial resources to governmental funds, but the issuance increases long-term liabilities in the Statement of Net Position.		(5,270,063)
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Property tax revenue in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		(109,200)
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Repayments of long-term debt principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

Capital lease principal retirement	111,327	
Bond principal retirement	<u>600,000</u>	711,327

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

Loss on disposal of assets	(205,022)	
Amortization of bond premium	15,440	
Compensated absences	<u>(32,595)</u>	<u>(222,177)</u>

Changes in net position in governmental activities **\$ (1,844,464)**

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2014

	Agency
<u>ASSETS</u>	
Cash and investments	\$ 139,406
Total assets	\$ 139,406
 <u>LIABILITIES</u>	
Deposits held for others	\$ 46,067
Due to student groups	93,339
Total liabilities	\$ 139,406

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Willcox Unified School District No. 13 (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, 2014, the District implemented the provisions of GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. GASB Statement No. 65 establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

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, and athletic functions.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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 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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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. As permitted by generally accepted accounting principles the District applies the “early recognition” option for debt service payments. Property tax resources are provided in the Debt Service Fund during the current year for the payment of debt service principal and interest due early in the following year (less than one month). Therefore, the expenditures and related liabilities have been recognized in the current period.

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

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. 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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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.

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, improving school grounds, or purchasing pupil transportation vehicles.

Additionally, the District reports the following fund type:

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 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

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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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.

E. Investment Income

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

F. Receivables and Payables

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

G. Property Tax Calendar

Property tax levies are calculated by applying tax rates against both the primary assessed valuation and the secondary assessed valuation. Primary and secondary valuation categories are composed of the exact same properties. However, the primary category limits the increase in property values to 10% from the previous year, while there is no limit to the increase in property values for secondary valuation. Override and debt service tax rates are applied to the secondary assessed valuation and all other tax rates are applied to the primary assessed valuation.

The County levies real property taxes on or before the third Monday in August, which 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. The billings are considered past due after these dates, at which time the applicable property is subject to penalties and interest.

The County also levies various personal property taxes during the year, which are due the second Monday of the month following receipt of the tax notice, and become delinquent 30 days thereafter.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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. 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.

I. Capital Assets

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

Capital assets are defined 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	10 - 20 years
Buildings and improvements	5 - 50 years
Vehicles, furniture and equipment	1 - 20 years

J. Deferred Outflows/Inflows of Resources

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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.

K. Compensated Absences

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

L. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities on the statement of net position. Bond premiums and discounts, as well as, the difference between the reacquisition price and the net carrying amount of the old debt, are deferred and amortized over the life of the bonds using the straight-line method over the term of the related 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.

M. 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.

N. Net Position Flow Assumption

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Concl'd)

O. 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.

P. New Accounting Pronouncement

GASB Statement No. 68, Accounting and Financial Reporting for Pensions will be effective for the District's June 30, 2015 fiscal year end. This Statement replaces the requirements of prior GASB standards for pensions accounting and reporting. This Statement requires governments providing defined benefit pensions to recognize the long-term obligation for pension benefits as a liability, and to more comprehensively and comparably measure the annual costs of pension benefits. Each employer participating in a multiple-employer defined benefit pension plan will be required to record a liability representing their "proportionate share" of the plan's total net pension liability. This Statement also enhances accountability and transparency through revised note disclosures and new required supplementary information.

NOTE 2 – FUND BALANCE CLASSIFICATIONS

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

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

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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 2 – FUND BALANCE CLASSIFICATIONS (Cont'd)

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

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

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

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 2 – FUND BALANCE CLASSIFICATIONS (Concl'd)

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:				
Restricted:				
Debt service	\$	\$ 336,116	\$	\$
Capital projects				140,810
Bond building projects			4,857,497	
Voter approved initiatives				188,003
Food service				3,172
Extracurricular activities				80,061
Joint technical education				370,919
Other purposes				270,434
Unassigned	(1,233,634)			(17,900)
Total fund balances	\$(1,233,634)	\$ 336,116	\$ 4,857,497	\$ 1,035,499

NOTE 3 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Individual Deficit Fund Balance – At year end, the General Fund, a major governmental fund, and the Other Federal Projects Fund, a non-major governmental fund, reported deficits of \$1,233,623 and \$17,900, respectively, in fund balance.

The General Fund's deficit arose because of an insufficient tax rate being levied for fiscal year 2014. Additional revenues and an increased levy are expected to eliminate the deficit in future years.

The deficit in the Other Federal Projects Fund arose because of operations during the year. Additional revenues received in fiscal year 2014-15 are expected to eliminate the deficit.

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

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 \$146,906, and the bank balance was \$141,329.

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.

At year end, the District’s investments consisted of the following.

	<u>Average Maturities</u>	<u>Fair Value</u>
County Treasurer’s investment pool	2.04 years	<u>\$ 7,190,937</u>

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

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

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

WILCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

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 fund 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	\$ 3,479	\$ 176,319
Due from State government	911,026	75,911
Due from County government	3,698	
Due from other districts		10,784
Net due from governmental entities	\$ 918,203	\$ 263,014

NOTE 6 – CAPITAL ASSETS

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

	Beginning Balance	Increase	Decrease	Ending Balance
<u>Governmental Activities</u>				
Capital assets, not being depreciated:				
Land	\$ 1,201,463	\$	\$	\$ 1,201,463
Construction in progress		273,170		273,170
Total capital assets, not being depreciated	1,201,463	273,170		1,474,633
Capital assets, being depreciated:				
Land improvements	2,013,991	13,914		2,027,905
Buildings and improvements	17,968,422	506,042		18,474,464
Vehicles, furniture and equipment	3,261,186	12,624	458,378	2,815,432
Total capital assets being depreciated	23,243,599	532,580	458,378	23,317,801
Less accumulated depreciation for:				
Land improvements	(426,312)	(102,824)		(529,136)
Buildings and improvements	(5,371,501)	(697,646)		(6,069,147)
Vehicles, furniture and equipment	(2,239,518)	(317,362)	(253,356)	(2,303,524)
Total accumulated depreciation	(8,037,331)	(1,117,832)	(253,356)	(8,901,807)
Total capital assets, being depreciated, net	15,206,268	(585,252)	205,022	14,415,994
Governmental activities capital assets, net	\$ 16,407,731	\$ (312,082)	\$ 205,022	\$ 15,890,627

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 6 – CAPITAL ASSETS (Concl'd)

Depreciation expense was charged to governmental functions as follows.

Instruction	\$ 824,551
Support services – students and staff	15,266
Support services – administration	43,556
Operation and maintenance of plant services	140,272
Student transportation services	92,375
Operation of non-instructional services	1,812
Total depreciation expense – governmental activities	<u>\$1,117,832</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 \$273,170 on the projects and had estimated remaining contractual commitments of \$4.8 million. These projects are being funded with bond proceeds.

NOTE 7 – SHORT TERM DEBT – REVOLVING LINE OF CREDIT

Revolving Line of Credit – The District has a revolving line of credit established through the County Treasurer to provide cash flow during the year to mitigate the impact of timing differences of expenditures and the receipt of state aid and property tax revenues. Short-term debt activity for the current fiscal year was as follows.

	Beginning Balance	Issued	Redeemed	Ending Balance
Revolving line of credit	\$ 620,000	\$ 2,703,110	\$ 1,237,110	\$ 2,086,000

NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES

The District has acquired energy management equipment and a bus under the provisions of long-term lease agreements classified as capital leases. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of their future minimum lease payments as of the inception date. Revenues from the Unrestricted Capital Outlay Fund are used to pay the capital lease obligations as they become due. The District receives a Federal interest subsidy to fund the interest payments for the energy equipment. The interest subsidies are recorded as Federal revenue in the Other Federal Projects Fund.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 8 – OBLIGATIONS UNDER CAPITAL LEASES (Concl'd)

The assets acquired through capital leases that meet the District's capitalization threshold are as follows.

	Governmental Activities
Asset:	
Building improvements	\$ 1,421,272
Vehicles, furniture and equipment	151,586
Less: Accumulated depreciation	(251,087)
Total	\$ 1,321,771

The future minimum lease obligations and the net present value of these minimum lease payments at year end were as follows.

		Governmental Activities
Year Ending June 30:		
2015		\$ 194,213
2016		190,666
2017		186,990
2018		182,185
2019		151,244
2020-24		690,854
2025-27		359,279
Total minimum lease payments		1,955,431
Less: amount representing interest		597,172
Present value of minimum lease payments		\$ 1,358,259
Due within one year		\$ 109,910

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 9 – GENERAL OBLIGATION BONDS PAYABLE

Bonds payable at year end consisted of the following outstanding general obligation bonds. The bond is callable with interest payable semiannually. Property taxes from the Debt Service Fund are used to pay bonded debt.

<u>Purpose</u>	<u>Original Amount Issued</u>	<u>Interest Rates</u>	<u>Remaining Maturities</u>	<u>Outstanding Principal June 30, 2014</u>	<u>Due Within One Year</u>
Governmental activities:					
Project of 2011, Series A (2012)	\$ 7,195,000	2.0-4.0%	7/1/14-28	\$ 6,695,000	\$ 600,000
Project of 2011, Series B (2013)	5,105,000	2.0-5.0%	7/1/17-33	5,105,000	
Total				<u>\$ 11,800,000</u>	<u>\$ 600,000</u>

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

Year ending June 30:	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2015	\$ 600,000	\$ 449,001
2016	630,000	399,718
2017	645,000	380,518
2018	655,000	356,318
2019	600,000	335,368
2020-24	3,235,000	1,380,433
2025-29	3,545,000	803,653
2030-34	1,890,000	241,438
Total	<u>\$ 11,800,000</u>	<u>\$ 4,346,446</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 10 – CHANGES IN LONG-TERM LIABILITIES

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 7,195,000	\$ 5,105,000	\$ 500,000	\$ 11,800,000	\$ 600,000
Premium	247,036	165,063	15,440	396,659	
Total bonds payable	<u>7,442,036</u>	<u>5,270,063</u>	<u>515,440</u>	<u>12,196,659</u>	<u>600,000</u>
Obligations under capital leases	1,469,586		111,327	1,358,259	109,910
Compensated absences payable	<u>258,116</u>	<u>91,765</u>	<u>59,170</u>	<u>290,711</u>	<u>96,387</u>
Governmental activity long-term liabilities	<u>\$ 9,169,738</u>	<u>\$ 5,361,828</u>	<u>\$ 685,937</u>	<u>\$ 13,845,629</u>	<u>\$ 806,297</u>

NOTE 11 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

At year end, interfund balances were as follows.

Due to/from other funds – At year end, several non-major governmental funds had negative cash balances of \$76,938 in the Treasurer’s pooled cash accounts. Negative cash on deposit with the County Treasurer was reduced by interfund borrowing with the Joint Technical Education Fund, a non-major governmental fund. All interfund balances are expected to be paid within one year.

Interfund transfers:

<u>Transfers out</u>	<u>Transfers in</u>		<u>Total</u>
	<u>General Fund</u>	<u>Debt Service Fund</u>	
Bond Building Fund	\$	\$ 54,839	\$ 54,839
Non-Major Governmental Funds	<u>57,763</u>		<u>57,763</u>
Total	<u>\$ 57,763</u>	<u>\$ 54,839</u>	<u>\$ 112,602</u>

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 12 – PRIOR PERIOD ADJUSTMENT

The July 1, 2013, government-wide net position does not agree to the prior year financial statements due to a correction for bond premium payable not recorded in previous years.

	<u>Statement of Activities</u>
Net position, June 30, 2013, as previously reported	\$ 9,946,303
Bond premium payable	<u>(247,036)</u>
Net position, July 1, 2013, as restated	<u>\$ 9,699,267</u>

NOTE 13 – 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.

NOTE 14 – 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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 14 – RISK MANAGEMENT (Concl'd)

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.

NOTE 15 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS

The District contributes to the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing, multiple-employer defined benefit pension plan; a cost-sharing, multiple-employer defined health insurance premium plan; and a cost-sharing, multiple-employer defined benefit long-term disability plan that covers employees of the State of Arizona and employees of participating political subdivisions and school districts. The ASRS is governed by the Arizona State Retirement System Board according to the provisions of A.R.S. Title 38, Chapter 5, Article 2.

Plan Description – Benefits are established by state statute and the plan generally provides retirement, long-term disability, and health insurance premium benefits, including death and survivor benefits. The retirement benefits are generally paid at a percentage, based on years of service, of the retirees' average compensation. Long-term disability benefits vary by circumstance, but generally pay a percentage of the employee's monthly compensation. Health insurance premium benefits are paid as a fixed dollar amount per month towards the retiree's healthcare insurance premiums, in amounts based on whether the benefit is for the retiree or for the retiree and his or her dependents.

The ASRS issues a comprehensive annual financial report that includes financial statements and required supplementary information. The most recent report may be obtained by writing the ASRS, 3300 North Central Avenue, P.O. Box 33910, Phoenix, Arizona 85067-3910 or by calling (602) 240-2000 or (800) 621-3778. The report is also available on the ASRS' website at www.azasrs.gov.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 15 – PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS (Concl'd)

Funding Policy – The Arizona State Legislature establishes and may amend active plan members' and the District's contribution rates. For the current fiscal year, active ASRS members were required by statute to contribute at the actuarially determined rate of 11.54 percent (11.30 percent for retirement and 0.24 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 11.54 percent (10.70 percent for retirement, 0.60 percent for health insurance premium, and 0.24 percent for long-term disability) of the members' annual covered payroll.

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

	<u>Retirement Fund</u>	<u>Health Benefit Supplement Fund</u>	<u>Long-Term Disability Fund</u>
Year ending June 30:			
2014	\$ 529,110	\$ 29,670	\$ 11,868
2013	517,522	32,818	12,118
2012	487,393	31,110	11,852

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – BUDGET AND ACTUAL
(Required Supplementary Information)**

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
GENERAL
YEAR ENDED JUNE 30, 2014

	Budgeted Amounts		Non-GAAP Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other local	\$	\$	\$ 310,257	\$ 310,257
Property taxes			1,707,061	1,707,061
State aid and grants			2,601,443	2,601,443
Federal aid, grants and reimbursements			24,034	24,034
Total revenues			<u>4,642,795</u>	<u>4,642,795</u>
Expenditures:				
Current -				
Instruction	3,694,106	3,639,399	3,410,391	229,008
Support services - students and staff	597,001	558,277	556,816	1,461
Support services - administration	946,402	946,402	1,128,182	(181,780)
Operation and maintenance of plant services	858,885	810,195	815,998	(5,803)
Student transportation services	416,367	406,367	415,157	(8,790)
Operation of non-instructional services	11,540	11,540	12,996	(1,456)
Total expenditures	<u>6,524,301</u>	<u>6,372,180</u>	<u>6,339,540</u>	<u>32,640</u>
Excess (deficiency) of revenues over expenditures	<u>(6,524,301)</u>	<u>(6,372,180)</u>	<u>(1,696,745)</u>	<u>4,675,435</u>
Other financing sources (uses):				
Transfers in			13,117	13,117
Total other financing sources (uses):			<u>13,117</u>	<u>13,117</u>
Changes in fund balances	<u>(6,524,301)</u>	<u>(6,372,180)</u>	<u>(1,683,628)</u>	<u>4,688,552</u>
Fund balances, beginning of year			286,668	286,668
Fund balances (deficits), end of year	<u>\$ (6,524,301)</u>	<u>\$ (6,372,180)</u>	<u>\$ (1,396,960)</u>	<u>\$ 4,975,220</u>

See accompanying notes to this schedule.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2014

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 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.

	<u>Total Expenditures</u>	<u>Fund Balances End of Year</u>
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	\$ 6,656,098	\$ (1,233,634)
Activity budgeted as special revenue funds	<u>(316,558)</u>	<u>(163,326)</u>
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund	<u>\$ 6,339,540</u>	<u>\$ (1,396,960)</u>

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

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GOVERNMENTAL FUNDS

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING BALANCE SHEET - ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
JUNE 30, 2014

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Fund</u>
<u>ASSETS</u>			
Cash and investments	\$ 929,928	\$ 84,369	\$ 1,014,297
Property taxes receivable		18,242	18,242
Accounts receivable	10,304		10,304
Due from governmental entities	207,850	55,164	263,014
Due from other funds	76,938		76,938
Total assets	<u>\$ 1,225,020</u>	<u>\$ 157,775</u>	<u>\$ 1,382,795</u>
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 84,676	\$ 3,739	\$ 88,415
Due to other funds	76,938		76,938
Accrued payroll and employee benefits	110,630		110,630
Unearned revenues	58,087		58,087
Total liabilities	<u>330,331</u>	<u>3,739</u>	<u>334,070</u>
Deferred inflows of resources:			
Unavailable revenues - property taxes		<u>13,226</u>	<u>13,226</u>
Fund balances (deficits):			
Restricted	912,589	140,810	1,053,399
Unassigned	(17,900)		(17,900)
Total fund balances	<u>894,689</u>	<u>140,810</u>	<u>1,035,499</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,225,020</u>	<u>\$ 157,775</u>	<u>\$ 1,382,795</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
YEAR ENDED JUNE 30, 2014

	<u>Special Revenue</u>	<u>Capital Projects</u>	<u>Total Non-Major Governmental Funds</u>
Revenues:			
Other local	\$ 552,027	\$ 23,376	\$ 575,403
Property taxes		145,769	145,769
State aid and grants	510,110	431,498	941,608
Federal aid, grants and reimbursements	<u>1,444,762</u>		<u>1,444,762</u>
Total revenues	<u>2,506,899</u>	<u>600,643</u>	<u>3,107,542</u>
Expenditures:			
Current -			
Instruction	1,308,322		1,308,322
Support services - students and staff	260,294		260,294
Support services - administration	126,782		126,782
Operation and maintenance of plant services	134,125		134,125
Student transportation services	6,102		6,102
Operation of non-instructional services	453,923		453,923
Capital outlay	125,835	437,019	562,854
Debt service -			
Principal retirement		111,327	111,327
Interest and fiscal charges	58,906	28,463	87,369
Total expenditures	<u>2,474,289</u>	<u>576,809</u>	<u>3,051,098</u>
Excess (deficiency) of revenues over expenditures	<u>32,610</u>	<u>23,834</u>	<u>56,444</u>
Other financing sources (uses):			
Transfers out	<u>(57,763)</u>		<u>(57,763)</u>
Total other financing sources (uses):	<u>(57,763)</u>		<u>(57,763)</u>
Changes in fund balances	<u>(25,153)</u>	<u>23,834</u>	<u>(1,319)</u>
Fund balances, beginning of year	919,842	116,976	1,036,818
Fund balances, end of year	<u>\$ 894,689</u>	<u>\$ 140,810</u>	<u>\$ 1,035,499</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.

Title IV Grants - to account for financial assistance received for chemical abuse awareness programs and expanding projects that benefit educational and health needs of the communities.

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.

Homeless Education - to account for financial assistance received for the needs of homeless children.

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 telecommunication 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.

Academic Contests - to account for financial assistance received for participation in academic contests.

Gifted - to account for financial assistance received for programs for gifted students.

Environmental Special Plate - to account for the proceeds received from the sale of environmental license plates.

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.

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.

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.

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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

	<u>Classroom Site</u>	<u>Instructional Improvement</u>	<u>Title I Grants</u>
<u>ASSETS</u>			
Cash and investments	\$ 154,358	\$ 25,428	\$ 33,690
Accounts receivable			
Due from governmental entities		20,149	67,707
Due from other funds			
Total assets	<u>\$ 154,358</u>	<u>\$ 45,577</u>	<u>\$ 101,397</u>
<u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$	\$	\$ 1,970
Due to other funds			
Accrued payroll and employee benefits	8,263	3,669	62,973
Unearned revenues			36,454
Total liabilities	<u>8,263</u>	<u>3,669</u>	<u>101,397</u>
Fund balances (deficits):			
Restricted	146,095	41,908	
Unassigned			
Total fund balances	<u>146,095</u>	<u>41,908</u>	
Total liabilities and fund balances	<u>\$ 154,358</u>	<u>\$ 45,577</u>	<u>\$ 101,397</u>

<u>Professional Development and Technology Grants</u>	<u>Title IV Grants</u>	<u>Special Education Grants</u>	<u>Johnson O'Malley</u>	<u>Vocational Education</u>	<u>Homeless Education</u>
\$	\$	\$	\$	\$ 257	\$ 100
30,497	35,023	24,386	580	11,586	
<u>\$ 30,497</u>	<u>\$ 35,023</u>	<u>\$ 24,386</u>	<u>\$ 580</u>	<u>\$ 11,843</u>	<u>\$ 100</u>
\$ 7,899	\$ 919	\$	\$	\$ 9,654	\$
13,806	30,259	15,734	580		
8,792	3,845	8,652		2,189	
<u>30,497</u>	<u>35,023</u>	<u>24,386</u>	<u>580</u>	<u>11,843</u>	<u>100</u>
					<u>100</u>
<u>\$ 30,497</u>	<u>\$ 35,023</u>	<u>\$ 24,386</u>	<u>\$ 580</u>	<u>\$ 11,843</u>	<u>\$ 100</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

	E-Rate	Other Federal Projects	State Vocational Education
<u>ASSETS</u>			
Cash and investments	\$ 828	\$	\$ 829
Accounts receivable			
Due from governmental entities			
Due from other funds			
Total assets	\$ 828	\$	\$ 829
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 828	\$	\$
Due to other funds		15,961	
Accrued payroll and employee benefits			
Unearned revenues		1,939	829
Total liabilities	828	17,900	829
Fund balances (deficits):			
Restricted			
Unassigned		(17,900)	
Total fund balances		(17,900)	
 Total liabilities and fund balances	 \$ 828	 \$	 \$ 829

<u>Early Childhood Block Grant</u>	<u>Academic Contests</u>	<u>Gifted</u>	<u>Environmental Special Plate</u>	<u>Other State Projects</u>	<u>Food Service</u>
\$ 1	\$ 2,206	\$ 16	\$ 16,542	\$ 598	\$ 30,098 8,516 6,540
<u>\$ 1</u>	<u>\$ 2,206</u>	<u>\$ 16</u>	<u>\$ 16,542</u>	<u>\$ 598</u>	<u>\$ 45,154</u>
\$	\$	\$	\$	\$ 598	\$ 39,113
1	2,206	16	16,542		2,869
<u>1</u>	<u>2,206</u>	<u>16</u>	<u>16,542</u>	<u>598</u>	<u>41,982</u>
					3,172
					<u>3,172</u>
<u>\$ 1</u>	<u>\$ 2,206</u>	<u>\$ 16</u>	<u>\$ 16,542</u>	<u>\$ 598</u>	<u>\$ 45,154</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING BALANCE SHEET - NON-MAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014

	Civic Center	Extracurricular Activities Fees Tax Credit	Insurance Proceeds
<u>ASSETS</u>			
Cash and investments	\$ 12	\$ 80,061	\$ 267,712
Accounts receivable	1,788		
Due from governmental entities			
Due from other funds			
Total assets	\$ 1,800	\$ 80,061	\$ 267,712
 <u>LIABILITIES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 1,800	\$	\$
Due to other funds			
Accrued payroll and employee benefits			
Unearned revenues			
Total liabilities	1,800		
Fund balances (deficits):			
Restricted		80,061	267,712
Unassigned			
Total fund balances		80,061	267,712
 Total liabilities and fund balances	 \$ 1,800	 \$ 80,061	 \$ 267,712

<u>Textbooks</u>	<u>Joint Technical Education</u>	<u>Intergovernmental Agreements</u>	<u>Totals</u>
\$ 1,222	\$ 315,068	\$ 1,500	\$ 929,928
	10,784		10,304
	76,938		207,850
<u>\$ 1,222</u>	<u>\$ 402,790</u>	<u>\$ 1,500</u>	<u>\$ 1,225,020</u>
\$	\$ 22,493	\$	\$ 84,676
	9,378		76,938
			110,630
			58,087
	<u>31,871</u>		<u>330,331</u>
1,222	370,919	1,500	912,589
<u>1,222</u>	<u>370,919</u>	<u>1,500</u>	<u>(17,900)</u>
<u>\$ 1,222</u>	<u>\$ 402,790</u>	<u>\$ 1,500</u>	<u>\$ 1,225,020</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Classroom Site	Instructional Improvement	Title I Grants
Revenues:			
Other local	\$ 20	\$ 133	\$
State aid and grants	453,343	46,961	
Federal aid, grants and reimbursements			530,146
Total revenues	453,363	47,094	530,146
Expenditures:			
Current -			
Instruction	367,534	59,333	370,130
Support services - students and staff			55,510
Support services - administration			42,333
Operation and maintenance of plant services			
Student transportation services			6,102
Operation of non-instructional services			
Capital outlay			33,471
Debt service -			
Interest and fiscal charges			
Total expenditures	367,534	59,333	507,546
Excess (deficiency) of revenues over expenditures	85,829	(12,239)	22,600
Other financing sources (uses):			
Transfers out			(22,600)
Total other financing sources (uses):			(22,600)
Changes in fund balances	85,829	(12,239)	
Fund balances (deficits), beginning of year	60,266	54,147	
Fund balances, end of year	\$ 146,095	\$ 41,908	\$

Professional Development and Technology Grants	Title IV Grants	Special Education Grants	Johnson O'Malley	Vocational Education	E-Rate
\$	\$	\$	\$	\$	\$ 149
97,189	157,976	209,451	902	19,071	48,412
<u>97,189</u>	<u>157,976</u>	<u>209,451</u>	<u>902</u>	<u>19,071</u>	<u>48,561</u>
28,932	58,957	186,871		4,475	
60,965	60,079	9,546	902	1,995	
	31,834	2,266			94,328
2,697		423		12,601	
<u>92,594</u>	<u>150,870</u>	<u>199,106</u>	<u>902</u>	<u>19,071</u>	<u>94,328</u>
<u>4,595</u>	<u>7,106</u>	<u>10,345</u>			<u>(45,767)</u>
<u>(4,595)</u>	<u>(7,106)</u>	<u>(10,345)</u>			
<u>(4,595)</u>	<u>(7,106)</u>	<u>(10,345)</u>			
					<u>(45,767)</u>
					45,767
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	<u>Other Federal Projects</u>	<u>State Vocational Education</u>	<u>Other State Projects</u>
Revenues:			
Other local	\$	\$	\$
State aid and grants		7,046	2,760
Federal aid, grants and reimbursements	39,176		
Total revenues	<u>39,176</u>	<u>7,046</u>	<u>2,760</u>
Expenditures:			
Current -			
Instruction		5,149	2,560
Support services - students and staff	12,400	837	200
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		1,060	
Debt service -			
Interest and fiscal charges	58,906		
Total expenditures	<u>71,306</u>	<u>7,046</u>	<u>2,760</u>
Excess (deficiency) of revenues over expenditures	<u>(32,130)</u>		
Other financing sources (uses):			
Transfers out	(13,117)		
Total other financing sources (uses):	<u>(13,117)</u>		
Changes in fund balances	<u>(45,247)</u>		
Fund balances (deficits), beginning of year	27,347		
Fund balances (deficits), end of year	<u>\$ (17,900)</u>	<u>\$</u>	<u>\$</u>

Food Service	Civic Center	Extracurricular Activities Fees Tax Credit	Insurance Proceeds	Textbooks	Joint Technical Education
\$ 134,484	\$ 1,254	\$ 30,706	\$ 94,875	\$ 526	\$ 169,584
342,439					
<u>476,923</u>	<u>1,254</u>	<u>30,706</u>	<u>94,875</u>	<u>526</u>	<u>169,584</u>
	18,375	19,950	13,736	937	82,853
		15,862			33,713
	1,800		37,997		36,393
453,923					
3,445			14,281		49,832
<u>457,368</u>	<u>20,175</u>	<u>35,812</u>	<u>66,014</u>	<u>937</u>	<u>202,791</u>
<u>19,555</u>	<u>(18,921)</u>	<u>(5,106)</u>	<u>28,861</u>	<u>(411)</u>	<u>(33,207)</u>
<u>19,555</u>	<u>(18,921)</u>	<u>(5,106)</u>	<u>28,861</u>	<u>(411)</u>	<u>(33,207)</u>
(16,383)	18,921	85,167	238,851	1,633	404,126
<u>\$ 3,172</u>	<u>\$</u>	<u>\$ 80,061</u>	<u>\$ 267,712</u>	<u>\$ 1,222</u>	<u>\$ 370,919</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	<u>Intergovernmental Agreements</u>	<u>Totals</u>
Revenues:		
Other local	\$ 120,296	\$ 552,027
State aid and grants		510,110
Federal aid, grants and reimbursements		1,444,762
Total revenues	<u>120,296</u>	<u>2,506,899</u>
Expenditures:		
Current -		
Instruction	88,530	1,308,322
Support services - students and staff	8,285	260,294
Support services - administration	13,956	126,782
Operation and maintenance of plant services		134,125
Student transportation services		6,102
Operation of non-instructional services		453,923
Capital outlay	8,025	125,835
Debt service -		
Interest and fiscal charges		58,906
Total expenditures	<u>118,796</u>	<u>2,474,289</u>
Excess (deficiency) of revenues over expenditures	<u>1,500</u>	<u>32,610</u>
Other financing sources (uses):		
Transfers out		(57,763)
Total other financing sources (uses):		<u>(57,763)</u>
Changes in fund balances	<u>1,500</u>	<u>(25,153)</u>
Fund balances (deficits), beginning of year		919,842
Fund balances, end of year	<u>\$ 1,500</u>	<u>\$ 894,689</u>

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WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Classroom Site		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 20	\$ 20
State aid and grants		453,343	453,343
Federal aid, grants and reimbursements			
Total revenues		<u>453,363</u>	<u>453,363</u>
Expenditures:			
Current -			
Instruction	692,659	367,534	325,125
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Interest and fiscal charges			
Total expenditures	<u>692,659</u>	<u>367,534</u>	<u>325,125</u>
Excess (deficiency) of revenues over expenditures	<u>(692,659)</u>	<u>85,829</u>	<u>778,488</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(692,659)</u>	<u>85,829</u>	<u>778,488</u>
Fund balances (deficits), beginning of year		60,266	60,266
Fund balances (deficits), end of year	<u>\$ (692,659)</u>	<u>\$ 146,095</u>	<u>\$ 838,754</u>

Instructional Improvement			Title I Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 133 46,961	\$ 133 46,961	\$	\$	\$
	47,094	47,094		530,146 530,146	530,146 530,146
77,838	59,333	18,505	946,113	370,130 55,510 42,333 6,102 33,471	575,983 (55,510) (42,333) (6,102) (33,471)
<u>77,838</u>	<u>59,333</u>	<u>18,505</u>	<u>946,113</u>	<u>507,546</u>	<u>438,567</u>
<u>(77,838)</u>	<u>(12,239)</u>	<u>65,599</u>	<u>(946,113)</u>	<u>22,600</u>	<u>968,713</u>
				<u>(22,600)</u> <u>(22,600)</u>	<u>(22,600)</u> <u>(22,600)</u>
<u>(77,838)</u>	<u>(12,239)</u>	<u>65,599</u>	<u>(946,113)</u>		<u>946,113</u>
	54,147	54,147			
<u>\$ (77,838)</u>	<u>\$ 41,908</u>	<u>\$ 119,746</u>	<u>\$ (946,113)</u>	<u>\$</u>	<u>\$ 946,113</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Professional Development and Technology Grants		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		97,189	97,189
Total revenues		97,189	97,189
Expenditures:			
Current -			
Instruction		28,932	(28,932)
Support services - students and staff	116,519	60,965	55,554
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay		2,697	(2,697)
Debt service -			
Interest and fiscal charges			
Total expenditures	116,519	92,594	23,925
Excess (deficiency) of revenues over expenditures	(116,519)	4,595	121,114
Other financing sources (uses):			
Transfers in			
Transfers out		(4,595)	(4,595)
Total other financing sources (uses):		(4,595)	(4,595)
Changes in fund balances	(116,519)		116,519
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$ (116,519)	\$	\$ 116,519

Title IV Grants			Special Education Grants		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	157,976	157,976		209,451	209,451
	157,976	157,976		209,451	209,451
393,400	58,957	(58,957)	226,577	186,871	39,706
	60,079	333,321		9,546	(9,546)
	31,834	(31,834)		2,266	(2,266)
				423	(423)
393,400	150,870	242,530	226,577	199,106	27,471
(393,400)	7,106	400,506	(226,577)	10,345	236,922
	(7,106)	(7,106)		(10,345)	(10,345)
	(7,106)	(7,106)		(10,345)	(10,345)
(393,400)		393,400	(226,577)		226,577
\$ (393,400)	\$	\$ 393,400	\$ (226,577)	\$	\$ 226,577

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Johnson O'Malley		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements		902	902
Total revenues		<u>902</u>	<u>902</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff	1,000	902	98
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Interest and fiscal charges			
Total expenditures	<u>1,000</u>	<u>902</u>	<u>98</u>
Excess (deficiency) of revenues over expenditures	<u>(1,000)</u>		<u>1,000</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(1,000)</u>		<u>1,000</u>
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	<u>\$ (1,000)</u>	<u>\$</u>	<u>\$ 1,000</u>

Vocational Education			Medicaid Reimbursement		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 195	\$ 195
	19,071	19,071		40,483	40,483
	19,071	19,071		40,678	40,678
	4,475	(4,475)		5,523	(5,523)
	1,995	(1,995)		1,492	(1,492)
			88,263	30,704	57,559
				10,500	(10,500)
20,683	12,601	8,082			
20,683	19,071	1,612	88,263	48,219	40,044
(20,683)		20,683	(88,263)	(7,541)	80,722
(20,683)		20,683	(88,263)	(7,541)	80,722
				27,541	27,541
\$ (20,683)	\$	\$ 20,683	\$ (88,263)	\$ 20,000	\$ 108,263

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	E-Rate		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 149	\$ 149
State aid and grants			
Federal aid, grants and reimbursements		48,412	48,412
Total revenues		<u>48,561</u>	<u>48,561</u>
Expenditures:			
Current -			
Instruction			
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services	91,000	94,328	(3,328)
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Interest and fiscal charges			
Total expenditures	<u>91,000</u>	<u>94,328</u>	<u>(3,328)</u>
Excess (deficiency) of revenues over expenditures	<u>(91,000)</u>	<u>(45,767)</u>	<u>45,233</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(91,000)</u>	<u>(45,767)</u>	<u>45,233</u>
Fund balances (deficits), beginning of year		45,767	45,767
Fund balances (deficits), end of year	<u>\$ (91,000)</u>	<u>\$</u>	<u>\$ 91,000</u>

Other Federal Projects			State Vocational Education		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	39,176	39,176		7,046	7,046
	<u>39,176</u>	<u>39,176</u>		<u>7,046</u>	<u>7,046</u>
	12,400	(12,400)	7,063	5,149	1,914
				837	(837)
				1,060	(1,060)
52,800	58,906	(6,106)			
<u>52,800</u>	<u>71,306</u>	<u>(18,506)</u>	<u>7,063</u>	<u>7,046</u>	<u>17</u>
(52,800)	(32,130)	20,670	(7,063)		7,063
	(13,117)	(13,117)			
	<u>(13,117)</u>	<u>(13,117)</u>			
(52,800)	(45,247)	7,553	(7,063)		7,063
	27,347	27,347			
<u>\$ (52,800)</u>	<u>\$ (17,900)</u>	<u>\$ 34,900</u>	<u>\$ (7,063)</u>	<u>\$</u>	<u>\$ 7,063</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Academic Contests		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
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			
Debt service -			
Interest and fiscal charges			
Total expenditures	7,000		7,000
Excess (deficiency) of revenues over expenditures	(7,000)		7,000
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	(7,000)		7,000
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$ (7,000)	\$	\$ 7,000

Other State Projects			School Plant		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$	\$
	2,760	2,760			
	<u>2,760</u>	<u>2,760</u>			
	2,560	(2,560)			
	200	(200)			
			14,000		14,000
	<u>2,760</u>	<u>(2,760)</u>	<u>14,000</u>		<u>14,000</u>
			<u>(14,000)</u>		<u>14,000</u>
			<u>(14,000)</u>		<u>14,000</u>
				13,944	13,944
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ (14,000)</u>	<u>\$ 13,944</u>	<u>\$ 27,944</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Food Service		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 134,484	\$ 134,484
State aid and grants			
Federal aid, grants and reimbursements		342,439	342,439
Total revenues		<u>476,923</u>	<u>476,923</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	459,142	453,923	5,219
Capital outlay		3,445	(3,445)
Debt service -			
Interest and fiscal charges			
Total expenditures	<u>459,142</u>	<u>457,368</u>	<u>1,774</u>
Excess (deficiency) of revenues over expenditures	<u>(459,142)</u>	<u>19,555</u>	<u>478,697</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(459,142)</u>	<u>19,555</u>	<u>478,697</u>
Fund balances (deficits), beginning of year		(16,383)	(16,383)
Fund balances (deficits), end of year	<u>\$ (459,142)</u>	<u>\$ 3,172</u>	<u>\$ 462,314</u>

Civic Center			Auxiliary Operations		
Budget	Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 1,254	\$ 1,254	\$	\$ 64,022	\$ 64,022
	<u>1,254</u>	<u>1,254</u>		<u>64,022</u>	<u>64,022</u>
19,880	18,375	1,505	125,734	47,975	77,759
	1,800	(1,800)		15,062	(15,062)
				142	(142)
				7,345	(7,345)
<u>19,880</u>	<u>20,175</u>	<u>(295)</u>	<u>125,734</u>	<u>70,524</u>	<u>55,210</u>
<u>(19,880)</u>	<u>(18,921)</u>	<u>959</u>	<u>(125,734)</u>	<u>(6,502)</u>	<u>119,232</u>
<u>(19,880)</u>	<u>(18,921)</u>	<u>959</u>	<u>(125,734)</u>	<u>(6,502)</u>	<u>119,232</u>
	18,921	18,921		70,640	70,640
<u>\$ (19,880)</u>	<u>\$</u>	<u>\$ 19,880</u>	<u>\$ (125,734)</u>	<u>\$ 64,138</u>	<u>\$ 189,872</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Extracurricular Activities Fees Tax Credit		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 30,706	\$ 30,706
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues	114,993	35,812	79,181
Expenditures:			
Current -			
Instruction	114,993	19,950	95,043
Support services - students and staff		15,862	(15,862)
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Interest and fiscal charges			
Total expenditures	114,993	35,812	79,181
Excess (deficiency) of revenues over expenditures	(114,993)	(5,106)	109,887
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):	(114,993)	(5,106)	109,887
Changes in fund balances	(114,993)	(5,106)	109,887
Fund balances (deficits), beginning of year		85,167	85,167
Fund balances (deficits), end of year	\$ (114,993)	\$ 80,061	\$ 195,054

Gifts and Donations			Insurance Proceeds		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 7,134	\$ 7,134	\$	\$ 94,875	\$ 94,875
	<u>7,134</u>	<u>7,134</u>		<u>94,875</u>	<u>94,875</u>
24,227	2,088 204	22,139 (204)		13,736	(13,736)
			466,000	37,997	428,003
	3,212	(3,212)		14,281	(14,281)
<u>24,227</u>	<u>5,504</u>	<u>18,723</u>	<u>466,000</u>	<u>66,014</u>	<u>399,986</u>
<u>(24,227)</u>	<u>1,630</u>	<u>25,857</u>	<u>(466,000)</u>	<u>28,861</u>	<u>494,861</u>
<u>(24,227)</u>	<u>1,630</u>	<u>25,857</u>	<u>(466,000)</u>	<u>28,861</u>	<u>494,861</u>
	19,608	19,608		238,851	238,851
<u>\$ (24,227)</u>	<u>\$ 21,238</u>	<u>\$ 45,465</u>	<u>\$ (466,000)</u>	<u>\$ 267,712</u>	<u>\$ 733,712</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Textbooks		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 526	\$ 526
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues		<u>526</u>	<u>526</u>
Expenditures:			
Current -			
Instruction	1,740	937	803
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Interest and fiscal charges			
Total expenditures	<u>1,740</u>	<u>937</u>	<u>803</u>
Excess (deficiency) of revenues over expenditures	<u>(1,740)</u>	<u>(411)</u>	<u>1,329</u>
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	<u>(1,740)</u>	<u>(411)</u>	<u>1,329</u>
Fund balances (deficits), beginning of year		1,633	1,633
Fund balances (deficits), end of year	<u>\$ (1,740)</u>	<u>\$ 1,222</u>	<u>\$ 2,962</u>

Litigation Recovery			Indirect Costs		
Budget	Non-GAAP Actual	Variance - Positive (Negative)	Budget	Non-GAAP Actual	Variance - Positive (Negative)
\$	\$ 310	\$ 310	\$	\$ 586	\$ 586
	<u>310</u>	<u>310</u>		<u>586</u>	<u>586</u>
82,000	29,311	52,689	71,000	3,479	(3,479)
	2,295	(2,295)		7,928	(7,928)
	18,303	(18,303)		120,945	(49,945)
				3,228	(3,228)
				6,822	(6,822)
<u>82,000</u>	<u>49,909</u>	<u>32,091</u>	<u>71,000</u>	<u>142,402</u>	<u>(71,402)</u>
<u>(82,000)</u>	<u>(49,599)</u>	<u>32,401</u>	<u>(71,000)</u>	<u>(141,816)</u>	<u>(70,816)</u>
				44,646	44,646
				<u>44,646</u>	<u>44,646</u>
<u>(82,000)</u>	<u>(49,599)</u>	<u>32,401</u>	<u>(71,000)</u>	<u>(97,170)</u>	<u>(26,170)</u>
	73,605	73,605		117,170	117,170
<u>\$ (82,000)</u>	<u>\$ 24,006</u>	<u>\$ 106,006</u>	<u>\$ (71,000)</u>	<u>\$ 20,000</u>	<u>\$ 91,000</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Grants and Gifts to Teachers		
	Budget	Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$	\$
State aid and grants			
Federal aid, grants and reimbursements			
Total revenues			
Expenditures:			
Current -			
Instruction	2,000		2,000
Support services - students and staff			
Support services - administration			
Operation and maintenance of plant services			
Student transportation services			
Operation of non-instructional services			
Capital outlay			
Debt service -			
Interest and fiscal charges			
Total expenditures	2,000		2,000
Excess (deficiency) of revenues over expenditures	(2,000)		2,000
Other financing sources (uses):			
Transfers in			
Transfers out			
Total other financing sources (uses):			
Changes in fund balances	(2,000)		2,000
Fund balances (deficits), beginning of year			
Fund balances (deficits), end of year	\$ (2,000)	\$	\$ 2,000

Joint Technical Education			Intergovernmental Agreements		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$ 169,584	\$ 169,584	\$	\$ 120,296	\$ 120,296
	<u>169,584</u>	<u>169,584</u>		<u>120,296</u>	<u>120,296</u>
363,172	82,853	280,319		88,530	(88,530)
	33,713	(33,713)		8,285	(8,285)
	36,393	(36,393)		13,956	(13,956)
	49,832	(49,832)		8,025	(8,025)
<u>363,172</u>	<u>202,791</u>	<u>160,381</u>		<u>118,796</u>	<u>(118,796)</u>
<u>(363,172)</u>	<u>(33,207)</u>	<u>329,965</u>		<u>1,500</u>	<u>1,500</u>
<u>(363,172)</u>	<u>(33,207)</u>	<u>329,965</u>		<u>1,500</u>	<u>1,500</u>
	404,126	404,126			
<u>\$ (363,172)</u>	<u>\$ 370,919</u>	<u>\$ 734,091</u>	<u>\$</u>	<u>\$ 1,500</u>	<u>\$ 1,500</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2014

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 624,274	\$ 624,274
State aid and grants		510,110	510,110
Federal aid, grants and reimbursements		1,485,245	1,485,245
Total revenues		<u>2,619,629</u>	<u>2,619,629</u>
Expenditures:			
Current -			
Instruction	2,608,996	1,361,864	1,247,132
Support services - students and staff	510,919	289,011	221,908
Support services - administration	153,000	278,672	(125,672)
Operation and maintenance of plant services	645,263	170,352	474,911
Student transportation services		41,727	(41,727)
Operation of non-instructional services	473,142	461,268	11,874
Capital outlay	20,683	129,047	(108,364)
Debt service -			
Interest and fiscal charges	52,800	58,906	(6,106)
Total expenditures	<u>4,464,803</u>	<u>2,790,847</u>	<u>1,673,956</u>
Excess (deficiency) of revenues over expenditures	<u>(4,464,803)</u>	<u>(171,218)</u>	<u>4,293,585</u>
Other financing sources (uses):			
Transfers in		44,646	44,646
Transfers out		(57,763)	(57,763)
Total other financing sources (uses):		<u>(13,117)</u>	<u>(13,117)</u>
Changes in fund balances	<u>(4,464,803)</u>	<u>(184,335)</u>	<u>4,280,468</u>
Fund balances (deficits), beginning of year		1,242,350	1,242,350
Fund balances (deficits), end of year	<u>\$ (4,464,803)</u>	<u>\$ 1,058,015</u>	<u>\$ 5,522,818</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.

WILCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2014

	Debt Service		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 18,440	\$ 18,440
Property taxes		1,226,311	1,226,311
Total revenues		<u>1,244,751</u>	<u>1,244,751</u>
Expenditures:			
Debt service -			
Principal retirement	600,000	600,000	
Interest and fiscal charges	200,000	359,602	(159,602)
Total expenditures	<u>800,000</u>	<u>959,602</u>	<u>(159,602)</u>
Excess (deficiency) of revenues over expenditures	<u>(800,000)</u>	<u>285,149</u>	<u>1,085,149</u>
Other financing sources (uses):			
Transfers in		54,839	54,839
Total other financing sources (uses):		<u>54,839</u>	<u>54,839</u>
Changes in fund balances	<u>(800,000)</u>	<u>339,988</u>	<u>1,139,988</u>
Fund balances (deficits), beginning of year		(3,872)	(3,872)
Fund balances (deficits), end of year	<u>\$ (800,000)</u>	<u>\$ 336,116</u>	<u>\$ 1,136,116</u>

CAPITAL PROJECTS FUNDS

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

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.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING BALANCE SHEET - NON-MAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2014

	Unrestricted Capital Outlay	Building Renewal Grant	Totals
<u>ASSETS</u>			
Cash and investments	\$ 79,298	\$ 5,071	\$ 84,369
Property taxes receivable	18,242		18,242
Due from governmental entities	55,164		55,164
Total assets	\$ 152,704	\$ 5,071	\$ 157,775
 <u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</u>			
Liabilities:			
Accounts payable	\$ 739	\$ 3,000	\$ 3,739
Total liabilities	739	3,000	3,739
Deferred inflows of resources:			
Unavailable revenues - property taxes	13,226		13,226
Fund balances:			
Restricted	138,739	2,071	140,810
Total fund balances	138,739	2,071	140,810
 Total liabilities, deferred inflows of resources and fund balances	 \$ 152,704	 \$ 5,071	 \$ 157,775

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
NON-MAJOR CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2014

	Unrestricted Capital Outlay	Building Renewal Grant	Totals
Revenues:			
Other local	\$ 23,375	\$ 1	\$ 23,376
Property taxes	145,769		145,769
State aid and grants	150,849	280,649	431,498
Total revenues	<u>319,993</u>	<u>280,650</u>	<u>600,643</u>
Expenditures:			
Capital outlay	156,580	280,439	437,019
Debt service -			
Principal retirement	111,327		111,327
Interest and fiscal charges	28,463		28,463
Total expenditures	<u>296,370</u>	<u>280,439</u>	<u>576,809</u>
Changes in fund balances	<u>23,623</u>	<u>211</u>	<u>23,834</u>
Fund balances, beginning of year	115,116	1,860	116,976
Fund balances, end of year	<u>\$ 138,739</u>	<u>\$ 2,071</u>	<u>\$ 140,810</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2014

	Unrestricted Capital Outlay		Variance - Positive (Negative)
	Budget	Actual	
Revenues:			
Other local	\$	\$ 23,375	\$ 23,375
Property taxes		145,769	145,769
State aid and grants		150,849	150,849
Total revenues		<u>319,993</u>	<u>319,993</u>
Expenditures:			
Capital outlay	28,948	156,580	(127,632)
Debt service -			
Principal retirement	222,654	111,327	111,327
Interest and fiscal charges	56,926	28,463	28,463
Bond issuance costs			
Total expenditures	<u>308,528</u>	<u>296,370</u>	<u>12,158</u>
Excess (deficiency) of revenues over expenditures	<u>(308,528)</u>	<u>23,623</u>	<u>332,151</u>
Other financing sources (uses):			
Transfers out			
Issuance of school improvement bonds			
Premium on sale of bonds			
Total other financing sources (uses):			
Changes in fund balances	<u>(308,528)</u>	<u>23,623</u>	<u>332,151</u>
Fund balances (deficits), beginning of year		115,116	115,116
Fund balances (deficits), end of year	<u>\$ (308,528)</u>	<u>\$ 138,739</u>	<u>\$ 447,267</u>

Bond Building			Building Renewal Grant		
Budget	Actual	Variance - Positive (Negative)	Budget	Actual	Variance - Positive (Negative)
\$	\$	\$	\$	\$ 1	\$ 1
				280,649	280,649
				280,650	280,650
220,000	214,911	5,089	296,323	280,439	15,884
	138,441	(138,441)			
<u>220,000</u>	<u>353,352</u>	<u>(133,352)</u>	<u>296,323</u>	<u>280,439</u>	<u>15,884</u>
<u>(220,000)</u>	<u>(353,352)</u>	<u>(133,352)</u>	<u>(296,323)</u>	<u>211</u>	<u>296,534</u>
	(54,839)	(54,839)			
	5,105,000	5,105,000			
	165,063	165,063			
	<u>5,215,224</u>	<u>5,215,224</u>			
<u>(220,000)</u>	<u>4,861,872</u>	<u>5,081,872</u>	<u>(296,323)</u>	<u>211</u>	<u>296,534</u>
	(4,375)	(4,375)		1,860	1,860
<u>\$ (220,000)</u>	<u>\$ 4,857,497</u>	<u>\$ 5,077,497</u>	<u>\$ (296,323)</u>	<u>\$ 2,071</u>	<u>\$ 298,394</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2014

	Totals		
	Budget	Non-GAAP Actual	Variance - Positive (Negative)
Revenues:			
Other local	\$	\$ 23,376	\$ 23,376
Property taxes		145,769	145,769
State aid and grants		431,498	431,498
Total revenues		<u>600,643</u>	<u>600,643</u>
Expenditures:			
Capital outlay	545,271	651,930	(106,659)
Debt service -			
Principal retirement	222,654	111,327	111,327
Interest and fiscal charges	56,926	28,463	28,463
Bond issuance costs		138,441	(138,441)
Total expenditures	<u>824,851</u>	<u>930,161</u>	<u>(105,310)</u>
Excess (deficiency) of revenues over expenditures	<u>(824,851)</u>	<u>(329,518)</u>	<u>495,333</u>
Other financing sources (uses):			
Transfers out		(54,839)	(54,839)
Issuance of school improvement bonds		5,105,000	5,105,000
Premium on sale of bonds		165,063	165,063
Total other financing sources (uses):		<u>5,215,224</u>	<u>5,215,224</u>
Changes in fund balances	<u>(824,851)</u>	<u>4,885,706</u>	<u>5,710,557</u>
Fund balances (deficits), beginning of year		112,601	112,601
Fund balances (deficits), end of year	<u>\$ (824,851)</u>	<u>\$ 4,998,307</u>	<u>\$ 5,823,158</u>

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 Withholding - to account for voluntary deductions [and employee payroll checks] temporarily held by the District as an agent.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2014

	Student Activities	Employee Insurance	Totals
<u>ASSETS</u>			
Cash and investments	\$ 93,339	\$ 46,067	\$ 139,406
Total assets	\$ 93,339	\$ 46,067	\$ 139,406
 <u>LIABILITIES</u>			
Deposits held for others	\$	\$ 46,067	\$ 46,067
Due to student groups	93,339		93,339
Total liabilities	\$ 93,339	\$ 46,067	\$ 139,406

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2014

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
<u>STUDENT ACTIVITIES FUND</u>				
<u>Assets</u>				
Cash and investments	\$ <u>101,597</u>	\$ <u>88,974</u>	\$ <u>97,232</u>	\$ <u>93,339</u>
Total assets	\$ <u><u>101,597</u></u>	\$ <u><u>88,974</u></u>	\$ <u><u>97,232</u></u>	\$ <u><u>93,339</u></u>
<u>Liabilities</u>				
Due to student groups	\$ <u>101,597</u>	\$ <u>88,974</u>	\$ <u>97,232</u>	\$ <u>93,339</u>
Total liabilities	\$ <u><u>101,597</u></u>	\$ <u><u>88,974</u></u>	\$ <u><u>97,232</u></u>	\$ <u><u>93,339</u></u>
<u>EMPLOYEE INSURANCE FUND</u>				
<u>Assets</u>				
Cash and investments	\$ <u>27,302</u>	<u>226,094</u>	<u>207,329</u>	\$ <u>46,067</u>
Total assets	\$ <u><u>27,302</u></u>	\$ <u><u>226,094</u></u>	\$ <u><u>207,329</u></u>	\$ <u><u>46,067</u></u>
<u>Liabilities</u>				
Deposits held for others	\$ <u>27,302</u>	\$ <u>226,094</u>	\$ <u>207,329</u>	\$ <u>46,067</u>
Total liabilities	\$ <u><u>27,302</u></u>	\$ <u><u>226,094</u></u>	\$ <u><u>207,329</u></u>	\$ <u><u>46,067</u></u>
<u>TOTAL AGENCY FUNDS</u>				
<u>Assets</u>				
Cash and investments	\$ <u>128,899</u>	\$ <u>315,068</u>	\$ <u>304,561</u>	\$ <u>139,406</u>
Total assets	\$ <u><u>128,899</u></u>	\$ <u><u>315,068</u></u>	\$ <u><u>304,561</u></u>	\$ <u><u>139,406</u></u>
<u>Liabilities</u>				
Deposits held for others	\$ <u>27,302</u>	\$ <u>226,094</u>	\$ <u>207,329</u>	\$ <u>46,067</u>
Due to student groups	<u>101,597</u>	<u>88,974</u>	<u>97,232</u>	<u>93,339</u>
Total liabilities	\$ <u><u>128,899</u></u>	\$ <u><u>315,068</u></u>	\$ <u><u>304,561</u></u>	\$ <u><u>139,406</u></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.

Due to cost considerations for the accumulation of data, the District has elected to present less than ten years of data, or data from less than nine years prior, for certain statistical schedules. This information will be accumulated and reported each year until the complete ten years of data is presented.

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WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
NET POSITION BY COMPONENT
LAST SIX FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Net Position:					
Net investment in capital assets	\$ 7,193,206	\$ 7,743,145	\$ 7,312,959	\$ 7,017,462	\$ 7,762,816
Restricted	1,480,142	1,106,148	2,007,358	2,172,778	656,784
Unrestricted	(818,545)	1,097,010	980,439	401,634	1,154,561
Total net position	\$ 7,854,803	\$ 9,946,303	\$ 10,300,756	\$ 9,591,874	\$ 9,574,161
<u>2009</u>					
Net Position:					
Net investment in capital assets	\$ 7,805,550				
Restricted	938,218				
Unrestricted	737,708				
Total net position	\$ 9,481,476				

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST SIX FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Expenses					
Instruction	\$ 5,917,686	\$ 6,419,604	\$ 7,298,894	\$ 5,815,978	\$ 6,215,688
Support services - students and staff	857,092	1,051,781	1,209,717	1,254,750	1,209,586
Support services - administration	1,493,369	1,506,636	1,589,413	1,380,468	1,253,303
Operation and maintenance of plant services	1,122,811	1,225,873	1,080,689	1,157,958	1,123,842
Student transportation services	546,392	685,025	703,686	588,556	580,449
Operation of non-instructional services	474,201	531,094	558,170	514,836	630,153
Interest on long-term debt	431,531	437,739	45,581	2,119	4,129
Total expenses	<u>10,843,082</u>	<u>11,857,752</u>	<u>12,486,150</u>	<u>10,714,665</u>	<u>11,017,150</u>
Program Revenues					
Charges for services:					
Instruction	462,988	314,432	300,412	243,275	379,921
Operation of non-instructional services	134,415	137,094	130,729	220,449	206,338
Other activities	1,224	27,032	46,294	51,326	101,705
Operating grants and contributions	1,407,817	1,456,094	1,837,451	1,663,556	1,759,495
Capital grants and contributions	77,029	1,665,715	3,136,420	1,371,714	582,535
Total program revenues	<u>2,083,473</u>	<u>3,600,367</u>	<u>5,451,306</u>	<u>3,550,320</u>	<u>3,029,994</u>
Net (Expense)/Revenue	<u>\$ (8,759,609)</u>	<u>\$ (8,257,385)</u>	<u>\$ (7,034,844)</u>	<u>\$ (7,164,345)</u>	<u>\$ (7,987,156)</u>

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE
LAST SIX FISCAL YEARS
(Accrual basis of accounting)

	<u>2009</u>
Expenses	
Instruction	\$ 6,233,894
Support services - students and staff	1,350,492
Support services - administration	1,151,183
Operation and maintenance of plant services	1,180,577
Student transportation services	558,745
Operation of non-instructional services	712,142
Interest on long-term debt	10,002
Total expenses	11,197,035
 Program Revenues	
Charges for services:	
Instruction	305,748
Operation of non-instructional services	262,665
Other activities	78,121
Operating grants and contributions	1,783,361
Capital grants and contributions	54,946
Total program revenues	2,484,841
 Net (Expense)/Revenue	 \$ (8,712,194)

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST SIX FISCAL YEARS
(Accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Net (Expense)/Revenue	\$ (8,759,609)	\$ (8,257,385)	\$ (7,034,844)	\$ (7,164,345)	\$ (7,987,156)
General Revenues:					
Taxes:					
Property taxes, levied for general purposes	1,564,053	3,044,781	3,051,719	2,229,380	1,616,603
Property taxes, levied for debt service	1,259,743	745,396			
Property taxes, levied for capital outlay	146,145	110,302	128,105	184,985	567,838
Investment income	23,950	30,809	17,434	4,636	11,793
Unrestricted county aid	323,492	338,807	297,536	251,618	208,133
Unrestricted state aid	3,533,245	3,573,907	4,176,947	4,757,357	4,982,795
Unrestricted federal aid	64,517	58,930	71,985	104,515	692,679
Total general revenues	<u>6,915,145</u>	<u>7,902,932</u>	<u>7,743,726</u>	<u>7,532,491</u>	<u>8,079,841</u>
Changes in Net Position	<u>\$ (1,844,464)</u>	<u>\$ (354,453)</u>	<u>\$ 708,882</u>	<u>\$ 368,146</u>	<u>\$ 92,685</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION
LAST SIX FISCAL YEARS
(Accrual basis of accounting)**

<u>2009</u>	
Net (Expense)/Revenue	\$ (8,712,194)
 General Revenues:	
Taxes:	
Property taxes, levied for general purposes	1,675,649
Property taxes, levied for capital outlay	499,582
Investment income	25,385
Unrestricted state aid	<u>5,604,275</u>
Total general revenues	<u><u>7,804,891</u></u>
 Changes in Net Position	 \$ <u><u>(907,303)</u></u>

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

(Concluded)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
FUND BALANCES - GOVERNMENTAL FUNDS
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
General Fund:					
Unassigned	\$ (1,233,634)	\$ 609,176	\$ 1,032,570	\$ 525,928	\$
Unreserved					240,239
Total General Fund	<u>\$ (1,233,634)</u>	<u>\$ 609,176</u>	<u>\$ 1,032,570</u>	<u>\$ 525,928</u>	<u>\$ 240,239</u>
All Other Governmental Funds:					
Nonspendable	\$	\$	\$ 10,639	\$ 8,276	\$
Restricted	6,247,012	1,053,201	8,538,670	1,068,088	
Unassigned	(17,900)	(24,630)		(64,259)	
Reserved					7,065
Unreserved, reported in:					
Special revenue funds					944,324
Total all other governmental funds	<u>\$ 6,229,112</u>	<u>\$ 1,028,571</u>	<u>\$ 8,549,309</u>	<u>\$ 1,012,105</u>	<u>\$ 951,389</u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
FUND BALANCES - GOVERNMENTAL FUNDS
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

	2009
General Fund:	
Unreserved	\$ (220,181)
Total General Fund	\$ (220,181)
All Other Governmental Funds:	
Unreserved, reported in:	
Special revenue funds	\$ 571,053
Capital projects funds	81,015
Total all other governmental funds	\$ 652,068

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)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
GOVERNMENTAL FUNDS REVENUES
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Federal sources:					
Federal grants	\$ 1,166,840	\$ 1,389,311	\$ 2,580,481	\$ 1,303,741	\$ 1,861,506
State Fiscal Stabilization (ARRA)			695,301	343,588	696,813
Education Jobs			259,873	7,379	
National School Lunch Program	342,439	325,080	344,872	309,956	407,986
Total federal sources	<u>1,509,279</u>	<u>1,714,391</u>	<u>3,880,527</u>	<u>1,964,664</u>	<u>2,966,305</u>
State sources:					
State equalization assistance	2,752,292	3,147,722	3,762,525	4,389,331	4,598,969
State grants	9,806	23,862	43,254	41,807	31,411
School Facilities Board	280,649				
Other revenues	500,304	417,681	414,517	366,871	394,011
Total state sources	<u>3,543,051</u>	<u>3,589,265</u>	<u>4,220,296</u>	<u>4,798,009</u>	<u>5,024,391</u>
Local sources:					
Property taxes	3,079,141	3,793,051	3,129,560	2,407,038	2,190,704
County aid	323,492	338,807	297,536	251,618	208,133
Food service sales	134,415	137,094	171,767	220,449	169,681
Investment income	23,950	30,809	17,434	4,636	11,793
Other revenues	494,490	383,308	358,150	351,846	538,196
Total local sources	<u>4,055,488</u>	<u>4,683,069</u>	<u>3,974,447</u>	<u>3,235,587</u>	<u>3,118,507</u>
Total revenues	<u><u>\$ 9,107,818</u></u>	<u><u>\$ 9,986,725</u></u>	<u><u>\$ 12,075,270</u></u>	<u><u>\$ 9,998,260</u></u>	<u><u>\$ 11,109,203</u></u>

(Continued)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
GOVERNMENTAL FUNDS REVENUES
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

	<u>2009</u>
Federal sources:	
Federal grants	\$ 1,362,968
National School Lunch Program	395,863
Total federal sources	<u>1,758,831</u>
State sources:	
State equalization assistance	5,132,868
State grants	53,088
Other revenues	535,333
Total state sources	<u>5,721,289</u>
Local sources:	
Property taxes	2,150,265
County aid	81
Food service sales	178,447
Investment income	25,858
Other revenues	507,745
Total local sources	<u>2,862,396</u>
Total revenues	<u><u>\$ 10,342,516</u></u>

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

(Concluded)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Expenditures:					
Current -					
Instruction	\$ 4,772,255	\$ 4,933,555	\$ 4,858,960	\$ 5,200,477	\$ 5,337,833
Support services - students and staff	845,827	901,908	1,031,117	1,182,553	1,141,176
Support services - administration	1,406,854	1,371,391	1,398,106	1,284,416	1,179,043
Operation and maintenance of plant services	986,350	1,064,751	1,007,148	1,084,091	1,064,226
Student transportation services	456,884	491,559	509,654	479,590	469,898
Operation of non-instructional services	474,264	496,174	536,049	506,415	627,577
Capital outlay	780,977	9,248,287	4,297,959	499,242	1,067,462
Debt service -					
Interest and fiscal charges	446,971	437,739	45,581	2,119	4,129
Principal retirement	711,327	603,272		38,563	36,553
Bond issuance costs	138,441		186,478		
Total expenditures	<u>\$ 11,020,150</u>	<u>\$ 19,548,636</u>	<u>\$ 13,871,052</u>	<u>\$ 10,277,466</u>	<u>\$ 10,927,897</u>
Expenditures for capitalized assets	\$ 805,750	\$ 8,144,897	\$ 2,950,867	\$ 114,476	\$ 700,946
Debt service as a percentage of noncapital expenditures	13%	9%	2%	0%	0%

(Continued)

WILCOX UNIFIED SCHOOL DISTRICT NO. 13
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

2009

Expenditures:

Current -		
Instruction	\$	5,395,558
Support services - students and staff		1,305,258
Support services - administration		1,052,660
Operation and maintenance of plant services		1,123,875
Student transportation services		447,035
Operation of non-instructional services		668,962
Capital outlay		635,568
Debt service -		
Interest and fiscal charges		10,002
Principal retirement		99,865
Bond issuance costs		
Total expenditures	<u>\$</u>	<u>10,738,783</u>
Expenditures for capitalized assets	\$	31,121
Debt service as a percentage of noncapital expenditures		1%

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

(Concluded)

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST SIX FISCAL YEARS
(Modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Excess (deficiency) of revenues over expenditures	\$ (1,912,332)	\$ (9,561,911)	\$ (1,795,782)	\$ (279,206)	\$ 181,306
Other financing sources (uses):					
Premium on sale of bonds	165,063		247,036		
Capital lease agreements		151,586	1,421,272		
Transfers in	112,602	71,424	178,549	56,642	719,350
Transfers out	(112,602)	(71,424)	(178,549)	(56,642)	(719,350)
Insurance recovery		1,476,832	973,957		
Issuance of school improvement bonds	5,105,000		7,195,000		
Total other financing sources (uses)	5,270,063	1,628,418	9,837,265		
Changes in fund balances	\$ 3,357,731	\$ (7,933,493)	\$ 8,041,483	\$ (279,206)	\$ 181,306

2009

Excess (deficiency) of revenues over expenditures	\$ (396,267)
Other financing sources (uses):	
Transfers in	61,757
Transfers out	(61,757)
Total other financing sources (uses)	
Changes in fund balances	\$ (396,267)

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

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
PRIMARY ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY BY CLASS
LAST SIX FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	\$ 26,272,822	\$ 28,430,956	\$ 28,875,203	\$ 31,096,394	\$ 31,490,709
Agricultural and Vacant	15,487,615	15,800,089	15,547,768	14,562,399	11,371,851
Residential (Owner Occupied)	14,779,398	15,097,224	19,888,512	19,657,072	18,440,059
Residential (Rental)	7,767,560	7,502,874	2,672,009	2,626,350	2,444,859
Railroad, Private Cars and Airlines	1,009,798	943,516	746,691	605,301	538,846
Historical Property	19,900	19,900	19,927	13,768	13,434
Total	<u>\$ 65,337,093</u>	<u>\$ 67,794,559</u>	<u>\$ 67,750,110</u>	<u>\$ 68,561,284</u>	<u>\$ 64,299,758</u>
Estimated Actual Value (Full Cash Value)	\$ 501,373,464	\$ 517,905,820	\$ 528,541,138	\$ 558,455,503	\$ 459,765,660
Ratio of Primary Assessed Value to Estimated Actual Value	13.03%	13.09%	12.82%	12.28%	13.99%

<u>Class</u>	<u>2009</u>
Commercial, Industrial, Utilities and Mining	\$ 29,508,410
Agricultural and Vacant	11,109,763
Residential (Owner Occupied)	16,847,433
Residential (Rental)	2,199,995
Railroad, Private Cars and Airlines	586,199
Historical Property	<u>12,524</u>
Total	<u>\$ 60,264,324</u>
Estimated Actual Value (Full Cash Value)	\$ 431,958,712
Ratio of Primary Value to Estimated Actual Value	13.95%

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

Note: The primary assessed value generates revenues for general District operations.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
SECONDARY ASSESSED VALUE OF TAXABLE PROPERTY BY CLASS
LAST SIX FISCAL YEARS

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	\$ 26,350,806	\$ 28,562,156	\$ 29,079,040	\$ 31,441,764	\$ 31,788,401
Agricultural and Vacant	16,241,295	17,556,621	18,795,343	21,643,921	11,788,004
Residential (Owner Occupied)	14,831,517	15,201,714	20,222,131	21,105,799	18,827,108
Residential (Rental)	7,806,603	7,593,841	2,744,194	2,716,130	2,491,653
Railroad, Private Cars and Airlines	1,017,568	957,635	814,495	694,713	606,686
Historical Property	<u>19,900</u>	<u>19,900</u>	<u>19,987</u>	<u>13,768</u>	<u>13,499</u>
Total	<u>\$ 66,267,689</u>	<u>\$ 69,891,867</u>	<u>\$ 71,675,190</u>	<u>\$ 77,616,095</u>	<u>\$ 65,515,351</u>
Ratio of Secondary Assessed Value to Estimated Actual Value	13.22%	13.50%	13.56%	13.90%	14.25%

<u>Class</u>	<u>2009</u>
Commercial, Industrial, Utilities and Mining	\$ 30,128,704
Agricultural and Vacant	11,663,311
Residential (Owner Occupied)	17,741,796
Residential (Rental)	2,325,059
Railroad, Private Cars and Airlines	634,382
Historical Property	<u>13,028</u>
Total	<u>\$ 62,506,280</u>
Ratio of Secondary Assessed Value to Estimated Actual Value	14.47%

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

Note: The secondary assessed value generates revenues to service District bonded debt requirements and other voter-approved overrides.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
PROPERTY TAX ASSESSMENT RATIOS
LAST SIX FISCAL YEARS**

<u>Class</u>	<u>Fiscal Year</u>				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Commercial, Industrial, Utilities and Mining	20 %	20 %	20 %	21 %	22 %
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	15	15	17	18

<u>Class</u>	<u>2009</u>
Commercial, Industrial, Utilities and Mining	23 %
Agricultural and Vacant	16
Residential (Owner Occupied)	10
Residential (Rental)	10
Railroad, Private Cars and Airlines	20

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.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST SIX FISCAL YEARS**

Fiscal Year Ended June 30	Overlapping Rates									
	State Equalization	County	County Free Library	Flood Control District	Community College District	Fire District Assistance	City of Willcox	District Direct Rates		
								Primary	Secondary	Total
2014	0.51	2.63	0.15	0.26	1.85	0.09	1.06	1.96	2.79	4.75
2013	0.47	2.63	0.15	0.26	1.73	0.09	1.01	4.16	1.92	6.09
2012	0.43	2.63	0.15	0.26	1.67	0.08	1.00	4.21	0.86	5.07
2011	0.36	2.63	0.15	0.26	1.60	0.08	0.97	2.96	0.82	3.78
2010	0.33	2.64	0.15	0.26	1.61	0.09	0.94	2.74	0.98	3.72
2009	0.00	2.68	0.15	0.26	1.66	0.08	1.02	2.87	1.06	3.93

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

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
PRINCIPAL PROPERTY TAXPAYERS
CURRENT FISCAL YEAR AND FISCAL YEAR FIVE YEARS PRIOR**

<u>Taxpayer</u>	<u>2014</u>		<u>2009</u>	
	Secondary Assessed Valuation	Percentage of District's Net Assessed Valuation	Secondary Assessed Valuation	Percentage of District's Net Assessed Valuation
Sebastiao & Maria Faria	\$ 1,556,214	2.35 %	\$1,555,420	2.49 %
HPT TA Properties	715,908	1.08	1,037,496	1.66
Emerald Hotel One LLC	555,000	0.84		
Richard & Beverly Riedel	474,632	0.72		
Chase Farms	426,612	0.64		
Willcox Hotel LLC	413,648	0.62		
Inde Motorsport Ranch LLC	319,736	0.48		
Willcox Greenhouse LLC	257,443	0.39		
Southwest Hotel, Inc.	252,410	0.38		
MAA Willcox Hospitality, LLC	261,168	0.39		
Kinder Morgan			6,996,444	11.19
Sulphur Springs Valley Electric Co-Op, Inc.			4,099,165	6.56
Valley Telephone Co-Op			2,262,552	3.62
SFPP LP			1,939,311	3.10
Valley Connections LLC			1,292,092	2.07
Unisource Energy Corporation			883,184	1.41
Southwest Gas Corporation			729,965	1.17
Qwest Corporation			697,512	1.12
Total	<u>\$ 5,232,771</u>	<u>7.89 %</u>	<u>\$ 21,493,141</u>	<u>34.39 %</u>

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

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
PROPERTY TAX LEVIES AND COLLECTIONS
LAST SIX 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
2014	\$ 3,002,667	\$ 2,748,378	91.53 %	\$	\$ 2,748,378	91.53 %
2013	3,729,991	3,428,988	91.93	238,478	3,667,466	98.32
2012	3,015,639	2,835,089	94.01	156,533	2,991,622	99.20
2011	2,310,962	2,181,857	94.41	117,481	2,299,338	99.50
2010	2,100,231	1,974,045	93.99	120,791	2,094,836	99.74
2009	2,122,964	2,010,803	94.72	106,728	2,117,531	99.74

Source: The source of this information is the 2014 Cochise 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.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
OUTSTANDING DEBT BY TYPE
LAST SIX 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
2014	\$ 11,800,000	\$ 413,517	\$ 11,386,483	2.27 %	\$ 3,099	\$ 1,358,259	\$ 13,158,259	2.62 %	\$ 3,581	N/A %
2013	7,195,000	40,097	7,154,903	1.38	1,938	1,469,586	8,664,586	1.67	2,347	0.18
2012	7,195,000	106,815	7,088,185	1.34	1,929	1,421,272	8,616,272	1.63	2,345	0.18
2011							- 0 -			
2010						38,563	38,563	0.01	10	0.00
2009						75,116	75,116	0.02	20	0.00

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

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

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
JUNE 30, 2014**

<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:			
City of Willcox	\$ 720,000	100.00 %	720,000
Direct:			
Willcox Unified School District No. 13			<u>13,158,259</u>
Total Direct and Overlapping Governmental Activities Debt			<u><u>\$ 13,878,259</u></u>

DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS

Net Direct General Obligation Bonded Debt		
As a Percentage of Net Secondary Assessed Valuation		17.18 %
Net Direct and Overlapping General Bonded Debt		
Per Capita	\$ 3,295	
As a Percentage of Net Secondary Assessed Valuation		18.27 %
As a Percentage of Estimated Actual Value (Full Cash Value)		2.41 %

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 the District's secondary assessed valuation as a percentage of the secondary assessed valuation of the overlapping jurisdiction.
 - 2) Outstanding debt as of June 30, 2013 is presented for the overlapping governments as this is the most recent available information.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
LEGAL DEBT MARGIN INFORMATION
LAST SIX FISCAL YEARS**

Class B Bond Legal Debt Margin Calculation for Fiscal Year 2014:

Secondary assessed valuation	\$ 66,267,689
Debt limit (20% of assessed value)	13,253,538
Debt applicable to limit	<u>11,800,000</u>
Legal debt margin	<u>\$ 1,453,538</u>

Total Legal Debt Margin Calculation for Fiscal Year 2014:

Secondary assessed valuation	\$ 66,267,689
Debt limit (30% of assessed value)	19,880,307
Debt applicable to limit	<u>11,800,000</u>
Legal debt margin	<u>\$ 8,080,307</u>

Fiscal Year Ended June 30

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Debt Limit	\$ 19,880,307	\$ 20,967,560	\$ 21,502,557	\$ 23,284,829	\$ 19,654,605
Total net debt applicable to limit	<u>11,800,000</u>	<u>7,195,000</u>	<u>7,195,000</u>	<u> </u>	<u> </u>
Legal debt margin	<u>\$ 8,080,307</u>	<u>\$ 13,772,560</u>	<u>\$ 14,307,557</u>	<u>\$ 23,284,829</u>	<u>\$ 19,654,605</u>
Total net debt applicable to the limit as a percentage of debt limit	59%	34%	33%	0%	0%

2009

Debt Limit	\$ 18,751,884
Total net debt applicable to limit	<u> </u>
Legal debt margin	<u>\$ 18,751,884</u>
Total net debt applicable to the limit as a percentage of debt limit	0%

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.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST SIX 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>
2013	130,906	\$ N/A	\$ N/A	8.8 %	3,674
2012	130,752	4,837,759	36,467	8.2	3,692
2011	130,537	4,763,499	35,738	8.8	3,674
2010	142,000	4,688,309	35,592	8.0	3,692
2009	140,263	4,435,021	34,243	7.4	3,761
2008	139,434	4,271,255	33,259	5.6	3,771

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 2008 through 2010 is the University of Arizona, Eller College of Management, Economic and Business Research Center. For 2011 through 2013, the source of the information is the Arizona Office of Employment and Population Statistics.

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

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
PRINCIPAL EMPLOYERS
CURRENT FISCAL YEAR AND FISCAL YEAR FIVE YEARS PRIOR**

Employer	2014		2009	
	Employees	Percentage of Total Employment	Employees	Percentage of Total Employment
Nature Sweet	384	25.10 %	793	49.56 %
US Customs & Border Patrol	256	16.73	117	7.31
Northern Cochise Community Hospital	171	11.18	117	7.31
Willcox Unified School District	155	10.13	183	11.44
Valley Telecom Group	79	5.16	99	6.19
Sulpher Springs Valley Electric Co-op	62	4.05	60	3.75
Safeway Stores	60	3.92	55	3.44
City of Willcox	55	3.59	69	4.31
Cochise County	46	3.01	40	2.50
Simflo	35	2.29	30	1.88
Total	1,303	85.16 %	1,563	97.69 %
Total employment	1,530		1,600	

Source: The source of this information is Cochise College for Economic Research and other related sources.

WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST SIX FISCAL YEARS

	Full-time Equivalent Employees as of June 30				
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Supervisory					
Superintendent	1	1	1	1	1
Principals	3	3	3	3	3
Assistant principals	1	1			
Total supervisory	<u>5</u>	<u>5</u>	<u>4</u>	<u>4</u>	<u>4</u>
Instruction					
Teachers	78	80	86	86	83
Other professionals (instructional)	2	2	2	2	
Aides	30	34	37	36	38
Total instruction	<u>110</u>	<u>116</u>	<u>125</u>	<u>124</u>	<u>121</u>
Student Services					
Nurses	1	1	1	1	2
Counselors/Advisors	1	2	3	3	3
Librarians	2	2	2	2	3
Technicians	1	1	1	2	3
Total student services	<u>5</u>	<u>6</u>	<u>7</u>	<u>8</u>	<u>11</u>
Support and Administration					
Clerical workers	14	14	14	14	14
Maintenance workers	10	10	10	10	12
Bus Drivers	9	10	7	7	8
Food Service workers	1	1	2	2	2
Other classified	1	1	1	1	1
Total support and administration	<u>35</u>	<u>36</u>	<u>34</u>	<u>34</u>	<u>37</u>
Total	<u><u>155</u></u>	<u><u>163</u></u>	<u><u>170</u></u>	<u><u>170</u></u>	<u><u>173</u></u>

(Continued)

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
 LAST SIX FISCAL YEARS**

	<u>2009</u>
Supervisory	
Superintendent	1
Principals	3
Assistant principals	
Total supervisory	4
Instruction	
Teachers	94
Other professionals (instructional)	2
Aides	34
Total instruction	130
Student Services	
Nurses	3
Counselors/Advisors	3
Librarians	3
Technicians	1
Total student services	10
Support and Administration	
Clerical workers	16
Maintenance workers	12
Bus Drivers	8
Food Service workers	2
Other classified	1
Total support and administration	39
Total	183

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

(Concluded)

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
OPERATING STATISTICS
LAST SIX 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
2014	1,106	\$ 8,942,434	\$ 8,085	(1.39) %	\$ 10,843,082	\$ 9,803	(6.63) %	78	14.2	67.0 %
2013	1,129	9,259,338	8,199	1.67	11,857,752	10,499	(2.60)	80	14.1	75.6
2012	1,158	9,341,034	8,064	(0.16)	12,486,150	10,779	21.28	86	13.5	56.4
2011	1,206	9,737,542	8,077	1.99	10,714,665	8,887	0.03	86	14.0	67.7
2010	1,240	9,819,753	7,919	(6.68)	11,017,150	8,885	(6.56)	83	14.9	63.7
2009	1,178	9,993,348	8,486	N/A	11,197,035	9,509	N/A	94	12.5	78.1

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

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

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13
CAPITAL ASSETS INFORMATION
LAST SIX FISCAL YEARS**

	Fiscal Year Ended June 30					
	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
<u>Schools</u>						
Elementary						
Buildings	7	7	7	7	7	7
Square feet	54,896	54,896	54,896	54,896	54,896	54,896
Capacity	646	646	646	646	646	646
Enrollment	399	415	419	451	457	423
Middle						
Buildings	9	9	8	8	8	8
Square feet	52,693	52,693	51,143	51,143	51,143	51,143
Capacity	570	570	553	553	553	553
Enrollment	352	364	363	362	353	334
High						
Buildings	21	21	20	20	20	20
Square feet	110,470	110,470	80,881	80,881	80,881	80,881
Capacity	852	852	622	622	622	622
Enrollment	366	352	385	410	435	431
Other						
Buildings	6	6	6	6	6	6
Square feet	13,867	13,867	13,867	13,867	13,867	13,867
Capacity	150	150	150	150	150	150
<u>Administrative</u>						
Buildings	1	1	1	1	1	1
Square feet	4,340	4,340	4,340	4,340	4,340	4,340
<u>Transportation</u>						
Garages	1	1	1	1	1	1
Buses	18	18	14	14	14	14
<u>Athletics</u>						
Football fields	2	2	2	2	2	2
Soccer fields	1	1	1	1	1	1
Running tracks	1	1	1	1	1	1
Baseball/softball	3	3	3	3	3	3
Playgrounds	2	2	2	2	2	2

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

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