

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE , IDAHO
ANNUAL FINANCIAL REPORT
JUNE 30, 2021

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
ANNUAL FINANCIAL REPORT
JUNE 30, 2021

TABLE OF CONTENTS

Independent Auditor's Report	1 - 3
Statement of Net Position	4 - 5
Statement of Activities	6 - 7
Balance Sheet	8 - 9
Statement of Revenues, Expenditures and Changes in Fund Balance	10 - 11
Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities	12
Reconciliation of Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities	13
Statement of Fiduciary Net Position	14
Statement of Changes in Fiduciary Net Position	14
Notes to Basic Financial Statements	15 - 40
Required Supplementary Information	41
Budgetary Comparison Schedule - General Fund	42 - 46
Food Service	47
Schedule of Employer's Share of Net Pension Liability	48
Schedule of Employer's Contributions	48
Schedule of Employer's Share of Net OPEB Asset	49
Schedule of Employer's Contributions - OPEB	49
Notes to Required Supplementary Information	50 - 52
Supplemental Information	53
Combining Balance Sheet - Nonmajor Special Revenue Funds	54 - 58
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Special Revenue Funds	59 - 63
Schedule of Change in Net Assets - Agency Funds	64
Schedule of Expenditures of Federal Awards	65 - 66
Report on Compliance and Internal Control	67 - 68
Report on Compliance with Major Programs	69 - 70
Schedule of Findings and Questioned Costs	71 - 72
Summary Schedule of Prior Audit Findings	73
Corrective Action Plan	74

R. MICHAEL BURR

Certified Public Accountant

P.O. Box 2229
Twin Falls, ID 83303-2229

(208) 736-8747

INDEPENDENT AUDITOR'S REPORT

Chairman and Board of Trustees
Shoshone Joint School District No. 312
Shoshone, ID 83352

October 5, 2021

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Shoshone Joint School District No. 312 as of and for the year ended June 30, 2021, 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

My responsibility is to express opinions on these financial statements based on my audit. I conducted my 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 I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Summary of Opinions

Governmental Activities	Unmodified Opinion
Each major fund	Unmodified Opinion
Aggregate remaining fund information	Unmodified Opinion

Opinions

In my 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 Shoshone Joint School District No. 312, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing 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. My opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of employer's share of net pension liability and schedule of employer's contribution, and schedule of changes in the District's total OPEB liability as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Shoshone Joint School District No. 312's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements.

The combining major and nonmajor fund financial statements and the schedule of expenditures of federal awards 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 my opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated October 5, 2021, on my consideration of the Shoshone Joint School District No. 312's internal control over financial reporting and on my 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 my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Shoshone Joint School District No. 312's internal control over financial reporting and compliance

Sincerely,

R. Michael Burr

R. Michael Burr
Certified Public Accountant

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
STATEMENT OF NET POSITION
JUNE 30, 2021

		<u>Governmental Activities</u>
<u>ASSETS</u>		
<u>CURRENT ASSETS</u>		
Cash and Cash Equivalents	\$ 95,416	
Restricted - Cash and Cash Equivalents	194,387	
Investments	1,372,771	
Net Receivables	287,006	
Prepaid Expenditures	4,805	
Inventory	<u>44,714</u>	
 <u>TOTAL CURRENT ASSETS</u>		 \$ 1,999,099
 <u>NONCURRENT ASSETS</u>		
Long-Term Receivables	\$ 5,628	
Net OPEB Asset	226,066	
Non-depreciated Assets	66,000	
Capital Assets (net)	<u>2,643,091</u>	
 <u>TOTAL NONCURRENT ASSETS</u>		 <u>2,940,785</u>
 <u>TOTAL ASSETS</u>		 <u>4,939,884</u>
 <u>DEFERRED OUTFLOWS OF RESOURCES</u>		
OPEB Obligations	\$ 31,434	
Pension Obligations	<u>740,619</u>	
 <u>TOTAL DEFERRED OUTFLOWS OF RESOURCES</u>		 <u>772,053</u>
 <u>LIABILITIES</u>		
<u>CURRENT LIABILITIES</u>		
Accounts Payable	\$ 18,444	
Salaries and Benefits Payable	482,117	
Interest Payable	1,771	
Current Portion of Long-Term Debt	<u>55,945</u>	
 <u>TOTAL CURRENT LIABILITIES</u>		 558,277
 <u>NONCURRENT LIABILITIES</u>		
Net Pension Liability	\$ 1,852,585	
Capital Lease Payable (net of current portion)	<u>17,166</u>	
 <u>TOTAL NONCURRENT LIABILITIES</u>		 <u>1,869,751</u>
 <u>TOTAL LIABILITIES</u>		 <u>2,428,028</u>

See accompanying notes to the basic financial statements

	<u>Governmental Activities</u>	
<u>DEFERRED INFLOWS OF RESOURCES</u>		
OPEB Sources	\$ 57,830	
Pension Sources	<u>60,491</u>	
<u>TOTAL DEFERRED INFLOWS OF RESOURCES</u>		<u>118,321</u>
 <u>NET POSITION</u>		
Invested in Capital Assets, net of related debt	\$ 2,634,209	
Non-spendable:		
Inventory	44,714	
Restricted for:		
Debt Service	8,925	
Capital Projects	75,127	
Private Grants	749	
Federal and State Programs	60,939	
Unrestricted	<u>340,925</u>	
<u>TOTAL NET POSITION</u>		<u>\$ 3,165,588</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

<u>Primary Government Functions/Programs</u>	Program Revenues			
<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
<u>Governmental Activities:</u>				
Instruction	\$ 3,702,194	\$ 6,750	\$ 3,381,765	
Support	590,569		343,542	\$ 183,730
General Administrative	783,555			
Custodial/Maintenance	376,063		53,746	
Student Transportation	192,736		110,805	
Non-Instructional - Food Service	296,058	4,413	343,772	
Debt Service - Interest on Debt	2,398			
<u>Total Governmental Activities</u>	5,943,573	11,163	4,233,630	\$ 183,730
 <u>Business-Type Activities</u>				
None	0	0	0	0
<u>Total Business-Type Activities</u>	0	0	0	0
<u>Total Primary Government</u>	\$ 5,943,573	\$ 11,163	\$ 4,233,630	\$ 183,730

General Revenue

Property Taxes
State Formula Support
Local Revenue
Gain (Loss) on Sale of Assets
Investment Earnings

Total General Revenue

Changes in Net Position

Net Position - Beginning

Net Position - Ending

See accompanying notes to the basic financial statements

Net (Expense) Revenue and
Changes in Net Assets

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (313,679)		\$ (313,679)
(63,297)		(63,297)
(783,555)		(783,555)
(322,317)		(322,317)
(81,931)		(81,931)
52,127		52,127
(2,398)		(2,398)
0		0
(1,515,050)		(1,515,050)
0	\$ 0	0
(1,515,050)	0	(1,515,050)
312,671		312,671
708,707		708,707
43,615		43,615
8,182		8,182
8,229		8,229
1,081,404	0	1,081,404
(433,646)	0	(433,646)
3,599,234	0	3,599,234
\$ 3,165,588	\$ 0	\$ 3,165,588

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Debt Service Fund</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	\$ 95,416		
Restricted - Cash and Cash Equivalents	749	\$ 74,826	\$ 8,925
Investments	1,372,771		
Property Taxes Receivable	114,347		
Due From Other Governments	40,854	11,245	
Prepaid Expenditures	805		
Interfund Receivables	128,158		
	<u>1,753,100</u>	<u>86,071</u>	<u>8,925</u>
<u>TOTAL ASSETS</u>	<u>\$ 1,753,100</u>	<u>\$ 86,071</u>	<u>\$ 8,925</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 7,346	\$ 5,169	
Contracts and Benefits Payable	431,293	10,135	
Interfund Payables			
	<u>438,639</u>	<u>15,304</u>	<u>\$ 0</u>
<u>TOTAL LIABILITIES</u>	<u>438,639</u>	<u>15,304</u>	<u>\$ 0</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Inflows from Property Taxes	5,628		
	<u>5,628</u>	<u>0</u>	<u>0</u>
<u>TOTAL DEFERRED INFLOWS OF RESOURCES</u>	<u>5,628</u>	<u>0</u>	<u>0</u>
<u>FUND BALANCES</u>			
Restricted - Special Revenue Funds		70,767	
Restricted - ICFG	749		
Restricted - Debt Service Fund			8,925
Restricted - Capital Projects Fund			
Unassigned	1,308,084		
	<u>1,308,833</u>	<u>70,767</u>	<u>8,925</u>
<u>TOTAL FUND BALANCES</u>	<u>1,308,833</u>	<u>70,767</u>	<u>8,925</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u>	<u>\$ 1,753,100</u>	<u>\$ 86,071</u>	<u>\$ 8,925</u>

See accompanying notes to the basic financial statements

<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
		\$ 95,416
\$ 75,127	\$ 34,760	194,387
		1,372,771
		114,347
	126,188	178,287
	4,000	4,805
		<u>128,158</u>
<u>\$ 75,127</u>	<u>\$ 164,948</u>	<u>\$ 2,088,171</u>
	\$ 5,929	\$ 18,444
	40,689	482,117
	<u>128,158</u>	<u>128,158</u>
<u>\$ 0</u>	<u>174,776</u>	<u>628,719</u>
		<u>5,628</u>
<u>0</u>	<u>0</u>	<u>5,628</u>
	(9,828)	60,939
		749
75,127		8,925
		75,127
		<u>1,308,084</u>
<u>75,127</u>	<u>(9,828)</u>	<u>1,453,824</u>
<u>\$ 75,127</u>	<u>\$ 164,948</u>	<u>\$ 2,088,171</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Debt Service Fund</u>
<u>REVENUES</u>			
Property Taxes	\$ 323,990		
Property Tax Penalty and Interest	2,587		
State Foundation Support	3,321,483		
Other State Support/Grants	289,036		
Federal Revenue/Grants		\$ 343,772	
Other Local Revenue	43,615	4,413	
	<u>3,980,711</u>	<u>348,185</u>	<u>\$ 0</u>
<u>EXPENDITURES</u>			
Instructional	2,384,793		
Support	211,439		
General Administrative	665,165		
Custodial/Maintenance	352,207		
Student Transportation	144,263		
Non-Instructional - Food Service	6,962	269,215	
Capital Expenditures	5,645	450	
Debt Service - Principal	29,703		
Debt Service - Interest	3,402		
	<u>3,803,579</u>	<u>269,665</u>	<u>0</u>
<u>EXCESS REVENUES OVER (UNDER) EXPENDITURES</u>	<u>177,132</u>	<u>78,520</u>	<u>0</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Investment Earnings	8,229		
Proceeds from Lease Financing			
Sale of Personal Property	8,000		
Operating Transfers In (Out)			
	<u>16,229</u>	<u>0</u>	<u>0</u>
<u>EXCESS REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES</u>	<u>193,361</u>	<u>78,520</u>	<u>0</u>
<u>FUND BALANCE - BEGINNING</u>	<u>1,115,472</u>	<u>(7,753)</u>	<u>8,925</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ 1,308,833</u>	<u>\$ 70,767</u>	<u>\$ 8,925</u>

See accompanying notes to the basic financial statements

<u>Capital Projects Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
		\$ 323,990
		2,587
		3,321,483
	\$ 105,538	394,574
	1,066,238	1,410,010
	6,750	54,778
\$ 0	1,178,526	5,507,422
	642,975	3,027,768
	343,542	554,981
1,700		665,165
		353,907
		144,263
		276,177
	183,730	189,825
	30,000	59,703
		3,402
1,700	1,200,247	5,275,191
(1,700)	(21,721)	232,231
		8,229
	55,000	55,000
		8,000
		0
0	55,000	71,229
(1,700)	33,279	303,460
76,827	(43,107)	1,150,364
\$ 75,127	\$ (9,828)	\$ 1,453,824

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2021

<u>Total Governmental Fund Balances</u>		\$ 1,453,824
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 fund balances \$7,500,256 net of accumulated depreciation of \$4,857,165 and \$66,000 of non-depreciated assets..	\$ 2,709,091	
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	5,628	
Supplies purchased are reported as expenditures for fund reporting but are expensed as used for government-wide statements.	44,714	
Interest is recorded when paid for funds but is reported when payable in the current period for government wide statements.	(1,771)	
Amounts resulting from OPEB assets as a result of GASB 75 are not recorded in the fund statements:		
-Deferred Outflows OPEB Obligations	31,434	
-Deferred Inflows OPEB Sources	(57,830)	
-Net OPEB Asset	226,066	
Amounts resulting from pension liabilities as a result of GASB 68 are not recorded in the fund statements:		
-Deferred Outflows Pension Obligations	740,619	
-Deferred Inflows Pension Sources	(60,491)	
-Net Pension Liability	(1,852,585)	
Long-term liabilities, including bonds payable and compensated absences payable, are not due and payable in the current period and, therefore, are not reported in the funds:		
- Capital Lease	<u>(73,111)</u>	
<u>Net Changes</u>		<u>1,711,764</u>
<u>Net Position of Governmental Activities</u>		<u>\$ 3,165,588</u>

See accompanying notes to the basic financial statements

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

Net Change in Fund Balances - Governmental Fund Balances \$ 303,460

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

- Depreciation	\$ (195,166)
- Capital Expenditures	120,510

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	(13,906)
--	----------

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of Net Assets.	59,703
--	--------

Changes in net pension liability and related pension source deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds.	(612,385)
---	-----------

Lease proceeds are reported as "other financing sources" for fund reporting but are reported as debt for government-wide statements.	(55,000)
--	----------

Sale of assets are reported at net sales price for fund reporting but net gain or loss for government-wide statements.	182
--	-----

Changes in net OPEB asset and related OPEB source deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds.	(42,048)
---	----------

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	<u>1,004</u>
--	--------------

<u>Net Changes</u>	<u>(737,106)</u>
--------------------	------------------

<u>Change in Net Position of Governmental Activities</u>	<u>\$ (433,646)</u>
--	---------------------

See accompanying notes to the basic financial statements

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

	<u>Agency Funds</u>
<u>Assets</u>	
Cash and Cash Equivalents	\$ 55,886
Investments	<u>12,145</u>
<u>Total Assets</u>	<u>68,031</u>
<u>Liabilities</u>	
Accounts Payable	<u>0</u>
<u>Total Liabilities</u>	<u>0</u>
<u>Net Position</u>	
Restricted for Organizations	<u>68,031</u>
<u>Total Net Position</u>	<u>\$ 68,031</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

<u>Additions</u>	
Dues and Contributions	\$ 200,899
<u>Total Contributions</u>	<u>200,899</u>
<u>Investment Earnings</u>	
Interest, Dividends, and Other	<u>88</u>
<u>Total Investment Earnings</u>	<u>88</u>
<u>Total Additions</u>	<u>200,987</u>
<u>Deductions</u>	
Student Group Expenditures	<u>202,107</u>
<u>Total Deductions</u>	<u>202,107</u>
<u>Net Increase (decrease) in Fiduciary Net Position</u>	(1,120)
Net Position - Beginning	<u>69,151</u>
Net Position - Ending	<u>\$ 68,031</u>

See accompanying notes to the basic financial statements

**NOTES TO BASIC
FINANCIAL STATEMENTS**

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. INTRODUCTION

The accounting and reporting framework and the more significant accounting principles and practices of Shoshone Joint School District No. 312 are discussed in subsequent sections of this Note. The remainder of the Notes are organized to provide explanations, including required disclosures, of the District's financial activities for the year ended June 30, 2021.

The District is governed by an elected Board of Trustees which possesses final decision making authority and is held primarily accountable for those decisions. The Board is responsible for approving the budget, establishing spending limitations, funding any deficits, and borrowing funds and/or issuing bonds to finance school system operations and construction. All operations controlled by the Board are included within these financial statements.

The District's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the District are discussed below.

B - REPORTING ENTITY

These financial statements present the District (the primary government) and any component units of the District. As defined by GASB No. 14, component units are legally separate entities that are included in the District's reporting entity because of the significance of their operating or financial relationships with the District. Based on this definition, the District has no component units.

The District contributes to the multi-employer Public Employee Retirement System of Idaho (PERSI). PERSI is administered by the State of Idaho. A ten year history is provided in PERSI's annual report.

The District was established approximately 1900 under the laws and regulations of the State of Idaho. Idaho Code 33-301 *School Districts Bodies Corporate* states that each school district, now or hereafter established, when validly organized and existing, is declared to be a body corporate and politic, and in its corporate capacity may sue and be sued and may acquire, hold and convey real and personal property necessary to its establishment, extension and existence. It shall have authority to issue negotiable coupon bonds and incur such other debt, in the amounts and manner, as provided by law. Title 33 of Idaho statutes dictates the laws that the District must operate under. The District is governed by a Board of Trustees.

C - BASIC FINANCIAL STATEMENTS - GOVERNMENT-WIDE STATEMENTS

The District's basic financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The District's federal grants, state grants, debt service, capital projects, plant facilities, and general administrative services are classified as governmental activities. The District has no services classified as business-type activities.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In the government-wide Statement of Net Position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. Neither fiduciary funds nor component units that are fiduciary in nature are included in the Statement of Net Positions.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions and business-type activities. The functions are also supported by general government revenues (local revenue, education foundation support, grants, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function (instruction, support, administrative, etc.) or a business-type activity. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenue (property taxes, intergovernmental revenues, interest income, etc.).

The District does not allocate indirect costs. All interfund activity has been eliminated.

This government-wide focus is more on the sustainability of the District as an entity and the change in the District's net position resulting from the current year's activities.

D - BASIC FINANCIAL STATEMENTS - FUND FINANCIAL STATEMENTS

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. *GASBS No. 34* sets forth minimum criteria (percentage of the assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of either fund category or the governmental and enterprise combined) for the determination of major funds. The District can electively add funds, as major funds, which had a specific community focus. The nonmajor funds are combined in a column in the fund financial statements. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the District or meets the following criteria:

1. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
2. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The funds of the financial reporting entity are described below:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the primary operating fund of the District and always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

Special Revenue Funds - Special revenue funds are used to account and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects

Capital Project Funds - The Capital Project Fund is used to account for resources restricted, committed or assigned for the acquisition or construction of specific capital projects or items. The reporting entity includes only one Capital Project Fund and it is used to account for the acquisition of capital assets with transfers made from the General Fund.

Debt Service Fund - The Debt Service Fund accounts for all financial resources restricted, committed or assigned for the payment of interest and principle on the general long-term debt of the District. Ad valorem taxes are used for the payment of principal and interest on the District's judgment.

PROPRIETARY FUNDS

Enterprise Funds - Enterprise funds are used to account for business-like activities provided to the general public. These activities are financed primarily by user charges and the measurement of financial activity focuses on net income measurement similar to the private sector. The District has no enterprise funds.

FIDUCIARY FUNDS (Not included in government-wide statements)

Agency Funds - Agency funds account for assets held by the District in a purely custodial capacity. The reporting entity includes one agency fund. Since agency funds are custodial in nature (i.e., assets equal liabilities), they do not involve the measurement of results of operations. The agency fund maintained by the District is the student body account.

E - MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined in item 2. below.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

1. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
2. The proprietary fund utilizes an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
3. Agency funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

BASIS OF ACCOUNTING

Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

1. Accrual - Both governmental and business-type activities in the government-wide financial statements and the proprietary and fiduciary fund financial statements are presented on the accrual basis of accounting. Property taxes are reported in the period for which levied. Other nonexchange revenues, including intergovernmental revenues and grants, are reported when all eligibility requirements have been met. Fees and charges and other exchange revenues are recognized when earned and expenses are recognized when incurred.
1. Modified Accrual - The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. “Available” means collectible within the current period or within 60 days after year end. Property tax revenues are recognized in the period for which levied provided they are also available. Intergovernmental revenues and grants are recognized when all eligibility requirements are met and the revenues are available. Expenditures are recognized when the related liability is incurred. Exceptions to this general rule include principal and interest on general obligation long-term debt and employee vacation and sick leave, which are recognized when due and payable.

F - ASSETS, LIABILITIES, AND EQUITY

Cash and Investments

For the purpose of the Statement of Net Position, “cash and cash equivalents” includes all demand, savings accounts, and certificates of deposits of the District.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investments are carried at fair value except for short-term U.S. Treasury obligations with a remaining maturity at the time of purchase of one year or less. Those investments are reported at amortized cost. Fair value is based on quoted market price. Additional cash and investment disclosures are presented in Note 2.

Interfund Receivables and Payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods/services type transactions are classified as "due to/from other funds." Short-term interfund loans are reported as "interfund receivable/payable ." Long-term interfund loans (noncurrent portion) are reported as "advances to/from other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the Statement of Net Position. See Note 7 for details of interfund transactions, including receivables and payables at year-end. All interfund activity has been eliminated in the government-wide statement of activity.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectable accounts receivable are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include property taxes, grants, and State foundation funding. Business-type activities report utilities and interest earnings as their major receivables.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as sales tax, franchise tax, and grants and other similar intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned only if paid within 60 days since they would be considered both measurable and available. Allowances for uncollectable accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Inventories

In the government-wide statements, materials, supplies and food commodities are carried in an inventory account at the lower of cost or market and are subsequently charged to expenditures when consumed. Inventories also include plant maintenance, operating, and instructional supplies. In the fund financial statements, inventory items are recorded as expenditures when purchased.

Restricted Assets

Restricted assets include cash and investments that are legally restricted as to their use. The primary restricted assets are related to bond proceeds to be used for a capital construction project of the District and to state and federal grants. For expenditures that apply to both restricted and unrestricted resources, the District uses restricted funds first.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Encumbrance Accounting

Encumbrances for goods or purchased services are documented by purchase orders or contracts and can represent a reservation of fund balances in the governmental fund financial statements. The District does not use encumbrance accounting. Therefore, there is no reservation of fund balance.

Deferred Outflows of Resources

Deferred outflows of resources are decreases in net assets that relate to future periods and are reported in a separate section of its government-wide and governmental funds financial statements. Deferred outflows of resources from pension obligations affect the government-wide statements and no deferred outflows effect the governmental funds financial statements in the current year.

Deferred Inflows of Resources

Deferred inflows of resources reflects an increase in net assets that applies to a future period(s) and is because the District will not recognize the related revenues until a future event occurs. The District's governmental funds report a separate section for deferred inflows of resources and has only one type of item which occurs because governmental fund revenues are not recognized until available (collected not later than 60 days after the end of the District's fiscal year) under the modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, deferred property taxes and grants are reported in the governmental funds balance sheet. The deferred outflows of resources reported in its government-wide financial statements is a deferred amount arising from the bond premium arising from when the bond was issued and pension sources. This deferred premium amount is being amortized over the remaining life of the bond as part of investment income.

Capital Assets

The accounting treatment over capital assets (property, plant, and equipment) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements. For fund financial statements, the District has maintained a \$500 limit before an item is recorded as a capital expenditure. The limits for the government-wide statements vary and are shown below.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation. Estimated historical cost was used to value the majority of the assets acquired prior to June 30, 2003.

Prior to July 1, 2003, governmental funds' infrastructure assets were not capitalized. These assets are not required to be valued and reported on the District's financial statements and the District has not elected to report them. Therefore, the value of any infrastructure assets purchased prior to July 1, 2003, are not included in these statements.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation based on its capitalization amount. The range of estimated useful lives and capitalization limits by type of asset are as follows:

<u>Description</u>	<u>Life</u>	<u>Capitalization Amount</u>
Aggregate Cost of Library Books	3	\$5,000
Automobiles	5 - 15	\$5,000
Office and Light-weight Equipment	5 - 15	\$5,000
Heavy Equipment	7 - 20	\$10,000
Buildings and Improvements	40	\$15,000
Infrastructure	50	\$50,000

Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Liability for Compensated Absences

Employees are allowed to accrue 5 days personal leave each year. At the end of the year, the employees are paid for all unused personal days. The days are paid at the rate paid to substitutes and is included in their June pay check. Therefore, no liability for compensated absences has been incurred or recorded at year end.

Vacation and sick days are not allowed to be carried over at the District level. Therefore, there is no liability associated with vacation or sick leave days.

Long-Term Debt

In the government-wide financial statements long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the straight line method. Bond premiums are reported in the deferred inflows of resources section in the statement of net position. Bonds payable are reported net of the applicable bond premium of discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts and 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.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pensions

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

Other Post Employment Benefits (OPEB)

For purposes of measuring the net OPEB asset, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense;(expense offset), information about the fiduciary net position of the Public Employee Retirement System of Idaho (PERSI or System) Sick Leave Insurance Reserve Fund and additions to/deductions from Sick Leave Insurance Reserve Fund's fiduciary net position have been determined on the same basis as they are reported by the Sick Leave Plan. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Budget

The Board of Trustees adopts a budget on a basis consistent with the GAAP with minor changes for most funds. The District is required to present the adopted and final amended budget of the general fund and all other funds shown as major funds in the fund financial statements. These items are presented in the required supplementary information section following the notes to the financial statements.

The following procedures are followed in establishing the budget for the District:

1. At least 28 days prior to its annual meeting, the board of trustees shall have prepared a budget in a form prescribed by the state superintendent of public education, and shall have notified the public of the budget hearing.
2. At the public hearing or a special meeting held no later than 14 days after the public hearing, the board of trustees shall adopt a budget for the ensuing year.
3. The board of trustees shall publish a summary statement of the budget and a complete copy of the budget shall be submitted to the Idaho State Board of Education.
4. The District may amend the budget any time during the year but the above procedures must be followed each time a budget amendment is made.

Equity Classifications (Net Position and Fund Balance)

Government-wide Financial Statements

When the District incurs an expense for which it may use either restricted or unrestricted net position, it uses restricted net position first unless unrestricted net position will have to be returned because they were not used. Net position on the Statement of Net Position include the following:

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Investment in Capital Assets, Net of Related Debt - The component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted net position—Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

Unrestricted net position—All other net position that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned.

Nonspendable Fund Balance - Includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance - Includes amounts that can be spent only for the specific purposes stipulated by the constitution, external resource providers, or through enabling legislation.

Committed Fund Balance - Includes amounts that can be used only for the specific purposes determined by a formal action of the District’s highest level of decision making authority, the Board of Trustees. Formal action is done by making and approving a motion of the Board.

Assigned Fund Balance - Includes amounts 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. The Board delegates, in Policy 7211, to the Superintendent or designee the authority to assign amounts to be used for specific purposes. Such assignments cannot exceed the available (spendable, unrestricted, uncommitted) fund balance in any particular fund.

Unassigned Fund Balance - Includes the residual classification for the District’s general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance from overspending for specific purposes for which amounts had been restricted, committed, or assigned. If the Board chooses not to adopt a policy addressing the order of spending, the default approach of reducing committed, then assigned, then unassigned fund balances will be used.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in conformity with accounting principals generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates.

2 - CASH AND INVESTMENTS

The District's funds are required to be deposited and invested under the terms of Idaho Code Sections 33-701 and 67-1210. Under Idaho Code, the District, at its own discretion, may invest funds in time deposits and certificates of deposits provided by the depository bank at interest rates approximating United States treasury bill rates.

The classifications of risk associated with cash and investments are concentration of credit risk, interest rate risk, credit risk, and custodial credit risk. These are defined as:

Concentration of Credit Risk - The risk of loss attributed to the magnitude of a government's investment in a single issuer.

Interest Rate Risk - The exposure to an unfavorable change in interest rates.

Credit Risk - The risk that an issuer or other counterparty to an investment will not fulfill its obligations.

Custodial Credit Risk - The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party.

The District does not have formal investment policies to limit the concentration of credit risk or the interest rate risk.

At June 30, 2021, the District had a carrying value of cash deposits of \$345,689 and a bank balance of \$376,390. Based on the above definitions, the District is subject to \$120,031 of concentration of credit risk.

Restricted cash is to be used as follows:

Capital projects and plant maintenance	\$ 75,127
State and Federal grants	109,586
Private Grants	749
Debt Service	<u>8,925</u>
Total	<u><u>\$ 194,387</u></u>

Fiduciary funds cash balance is \$55,886

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

2 - CASH AND INVESTMENTS (Continued)

Idaho Code authorizes the District to invest in obligations of the U.S. Treasury and U.S. agencies, municipal securities and repurchase agreements. The carrying value of investments owned at year end was \$1,384,916 (Idaho State Local Government Investment Pool) which approximates market value. The Idaho State Local Government Investment Pool has no credit rating. \$12,145 is for fiduciary funds.

Investments by the District in the State Treasury Pool are considered unclassified as to credit risk because they are not evidence by securities that exists in physical or book entry form.

NOTE 3 - TAXES RECEIVABLE AND DEFERRED TAX REVENUES

The District's property tax is levied each October on the value listed as of the prior January 1 for all property located in the District. A revaluation of all property is required to be completed no less than every five years. The market value for the list of January 1, 2020, upon which the 2020 levy was based was \$225,276,568.

The tax rates assessed, per \$100 of valuation, for the year ended June 30, 2021, and maximum levy rates limited by Idaho Code Section 33-802 are as follows:

<u>Type</u>	<u>Rate</u>	<u>Maximum Rate</u>
General	0.00000%	Not Allowed
Tort	0.00352%	No Limit
Supplemental	11.72226%	Voter Approved
Bond	0.00000%	No Limit

At June 30, 2021, the components of taxes receivable are as follows:

<u>Property Tax year</u>	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Total</u>
2020	\$ 108,018	\$ 0	\$ 108,018
2019	3,550	0	3,550
2018	2,779	0	2,779
<u>Total</u>	<u>\$ 114,347</u>	<u>\$ 0</u>	<u>\$ 114,347</u>

For fund financial statements, the recognition of revenue on taxes receivable shall not exceed 60 days collection after the June 30, 2021, year end. The collections for the 60 day period have been estimated based on prior years collection percentages. Property taxes uncollected by August 31, 2021, are deferred inflows of resources (deferred revenue). The components of deferred inflows of resources are as follows:

<u>Fund</u>	<u>Amount</u>
General Fund	\$ 5,628
<u>Total</u>	<u>\$ 5,628</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 3 - TAXES RECEIVABLE AND DEFERRED TAX REVENUES (Continued)

For government-wide statements, an allowance for uncollectable taxes is calculated. However, historical information shows that the uncollectable amount is immaterial to these statements and no allowance will be recorded until it becomes a material amount. Also, the above deferred amounts are not included in the government-wide statements.

Due to State legislation passed in 2006, schools are no longer allowed to levy for general M & O property tax revenue.

NOTE 4 - DUE FROM OTHER GOVERNMENTS

The District participates in a variety of federal and state programs from which it receives grants to partially or fully finance certain activities. In addition, the District receives support from the State of Idaho through the School Foundation Program. All federal grants received by the District are passed through the State Department of Education. Amounts due from federal and state governments at June 30, 2021, are as follows:

<u>Source - Description</u>	<u>General Fund</u>	<u>Special Revenue</u>	<u>Total</u>
State - Foundation	\$ 40,854		\$ 40,854
Federal Grants		\$ 137,433	137,433
<u>Total</u>	<u>\$ 40,854</u>	<u>\$ 137,433</u>	<u>\$ 178,287</u>

NOTE 5 - 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 and natural disasters for which the District carries commercial insurance. There have been no reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

The District controls risk of loss by having adequate insurance coverage. The District believes that the type and coverage amount is proper and adequate to provide protection from any losses as listed below:

Workers Compensation Insurance	Limited by State Law
General Liability	\$ 1,000,000
Building	16,780,950
Auto	1,000,000
Criminal Acts	300,000
Computer Data	500,000
Umbrella	2,000,000

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 6 - CAPITAL ASSET ACTIVITY

Capital asset activity for the District for the year ended June 30, 2021, was as follows:

	Primary Government - Governmental Activities			
	Beginning Balance	Additions	Retirements	Ending Balance
Other capital assets:				
Elementary-				
Construction-in-process	\$ 0	\$ 66,000		\$ 66,000
Buildings and Improvements	2,153,243			\$ 2,153,243
Library	447,972			447,972
Equipment	114,957			114,957
Total Elementary	<u>2,716,172</u>	<u>66,000</u>	<u>\$ 0</u>	<u>2,782,172</u>
Middle School-				
Buildings and Improvements	1,314,374			1,314,374
Library	138,751			138,751
Equipment	0			0
Total Middle School	<u>1,453,125</u>	<u>0</u>	<u>0</u>	<u>1,453,125</u>
High School-				
Buildings and Improvements	1,417,312			1,417,312
Library	144,261			144,261
Equipment	111,940			111,940
Total High School	<u>1,673,513</u>	<u>0</u>	<u>0</u>	<u>1,673,513</u>
Administration-				
Buildings and Improvements	821,897			821,897
Equipment	26,882	19,664		46,546
Total Administration	<u>848,779</u>	<u>19,664</u>	<u>0</u>	<u>868,443</u>
Non-Instructional-				
Buildings and Improvements	64,286			64,286
Equipment	67,827			67,827
Total Non-Instructional	<u>132,113</u>	<u>0</u>	<u>0</u>	<u>132,113</u>
Transportation-				
Buildings and Improvements	54,022	34,846		88,868
Heavy Equipment (Busses)	730,342		162,320	568,022
Total Transportation	<u>784,364</u>	<u>34,846</u>	<u>162,320</u>	<u>656,890</u>
Total	<u>7,608,066</u>	<u>120,510</u>	<u>162,320</u>	<u>7,566,256</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 6 - CAPITAL ASSET ACTIVITY (Continued)

Less: Accumulated Depreciation for:

	Primary Government - Governmental Activities			
	Beginning Balance	Additions	Retirements	Ending Balance
Other capital assets:				
Elementary-				
Buildings and Improvements	\$ (1,338,318)	\$ (47,613)		\$ (1,385,931)
Library	(427,864)	(10,053)		(437,917)
Equipment	(38,691)	(7,850)		(46,541)
Total Elementary	<u>(1,804,873)</u>	<u>(65,516)</u>	<u>\$ 0</u>	<u>(1,870,389)</u>
Middle School-				
Buildings and Improvements	(716,171)	(32,859)		(749,030)
Library	(140,254)	(1,505)		(141,759)
Equipment	0			0
Total Middle School	<u>(856,425)</u>	<u>(34,364)</u>	<u>0</u>	<u>(890,789)</u>
High School-				
Buildings and Improvements	(824,576)	(35,433)		(860,009)
Library	(139,749)			(139,749)
Equipment	(105,512)	(2,143)		(107,655)
Total High School	<u>(1,069,837)</u>	<u>(37,576)</u>	<u>0</u>	<u>(1,107,413)</u>
Administration-				
Buildings and Improvements	(355,223)	(20,546)		(375,769)
Equipment	(21,035)	(2,497)		(23,532)
Total Administration	<u>(376,258)</u>	<u>(23,043)</u>	<u>0</u>	<u>(399,301)</u>
Non-Instructional-				
Buildings and Improvements	(20,891)	(1,607)		(22,498)
Equipment	(60,710)	(1,710)		(62,420)
Total Non-Instructional	<u>(81,601)</u>	<u>(3,317)</u>	<u>0</u>	<u>(84,918)</u>
Transportation-				
Buildings and Improvements	(14,861)	(3,093)		(17,954)
Heavy Equipment (Busses)	(620,646)	(28,257)	(162,502)	(486,401)
Total Transportation	<u>(635,507)</u>	<u>(31,350)</u>	<u>(162,502)</u>	<u>(504,355)</u>
Total	<u>(4,824,501)</u>	<u>(195,166)</u>	<u>(162,502)</u>	<u>(4,857,165)</u>
Net	<u>\$ 2,846,752</u>	<u>\$ (74,656)</u>	<u>\$ (182)</u>	<u>\$ 2,709,091</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 6 - CAPITAL ASSET ACTIVITY (Continued)

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 129,606
Support	7,850
General Administration	23,043
Student Transportation	31,350
Non-instructional	<u>3,317</u>
 Total	 <u><u>\$ 195,166</u></u>

As of June 30, 2021, there was a gross amount of \$539,508 of school busses (heavy equipment and busses) recorded from purchases under capital leases. There are no sub-leases or contingent rentals actually incurred or remaining from these assets. Total accumulated depreciation on the busses is \$486,401.

On August 12th, 2020, the District signed a quitclaim deed for land over to Lincoln County. In exchange, the County signed a quitclaim deed over to the District for like land. The District is using the land for their football field. Both properties were appraised and valued at an amount of approximately \$76,000. The transfer was in accordance with Idaho statutes 33-601(b) and 31-808 (9) and was approved by the Board of Trustees.

NOTE 7 - INTERFUND TRANSACTIONS

Interfund transfers and due to/from for the District for the year ended June 30, 2021, are summarized below:

Purpose	Receiving Fund	Paying Fund	Amount
Transfers:			
Allowable transfers between special revenue funds	Special Rev.	Special Rev.	\$ 40,676
Due to/from:			
To cover current expenditures	Special Rev.	General Fund	\$ 128,158

NOTE 8 - CONTINGENCIES

The District is not aware of any pending or threatened litigation which would adversely affect the District. The District has received several federal/state grants for specific purposes that were subject to review and audit of compliance conditions of the programs. Some of these programs require unobligated amounts at September 30, 2021, to be returned. Since this amount is not capable of being measured at year end, no accrual has been recorded. The reports on internal accounting controls and compliance elements are contained as listed in the table of contents. This audit found no elements of non-compliance with the terms and conditions of the individual programs audited.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 - RETIREMENT PLAN

Plan Description

The District contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Employee membership data related to the PERSI Base Plan, as of June 30, 2020 was as follows:

Retirees and beneficiaries currently receiving benefits	49,753
Terminated employees entitled to but not yet receiving benefits	13,788
Active plan members	<u>73,657</u>
Total	<u><u>137,198</u></u>

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months. Amounts in parenthesis represent police/firefighters.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 - RETIREMENT PLAN (Continued)

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2021 it was 7.16% for general employees and 8.81% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% general employees and 12.28% for police and firefighters. The District's employer contributions required and paid were \$352,202, \$339,198 and \$311,253 for the three years ended June 30, 2021, 2020, and 2019, respectively.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2020, the District's proportion was .0797795 percent,

For the year ended June 30, 2021, the District recognized pension expense (revenue) of \$670,924. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 144,744	\$ 60,491
Changes in assumptions or other inputs	31,331	-
Net difference between projected and actual earnings on pension plan investments	212,341	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	-
District contributions subsequent to the measurement date	352,203	-
Total	<u>\$ 740,619</u>	<u>\$ 60,491</u>

\$352,203 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 - RETIREMENT PLAN (Continued)

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2019 the beginning of the measurement period ended June 30, 2019 is 4.9 and 5.5 for the measurement period June 30, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year ended		
<u>June 30,</u>		
2021	\$	5,983
2022	\$	78,038
2023	\$	105,916
2024	\$	137,988
Thereafter - Additional future deferred inflows and outflows of resources	\$	-
may impact these numbers.		

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of pension plan investment expense
Cost of Living (COLA) Adjustments	1%

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed for the period July 1, 2013 through June 30, 2017 which reviewed all economic and demographic assumptions other than mortality. The Total Pension Liability as of June 30, 2020 is based on the results of an actuarial valuation date July 1, 2020.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 - RETIREMENT PLAN (Continued)

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

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2020.

<u>Asset Allocation</u>	<u>Target Allocation</u>	<u>Long-Term Expected Nominal Rate of Return (Arithmetic)</u>	<u>Long-Term Expected Real Rate of Return (Arithmetic)</u>
Core Fixed Income	30.00%	2.80%	0.55%
Broad Us Equities	55.00%	8.55%	6.30%
Developed Foreign Equities	15.00%	8.70%	6.45%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.85%	4.60%
Portfolio Standard Deviation		12.33%	12.33%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.25%	3.89%
Assume Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Invest. Exp.		5.85%	3.49%
Portfolio Long-Term Expected Real Rate of Return, Net of Investment Exp.			4.14%
Portfolio Standard Deviation			14.16%
Valuation Assumptions Chosen by PERSI Board			
Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.05%
Assumed Inflation			3.00%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			7.05%

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9 - RETIREMENT PLAN (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.05 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

	<u>1% Decrease (6.05%)</u>	<u>Current Discount Rate (7.05%)</u>	<u>1% Increase (8.05%)</u>
Employer's proportionate share of the net pension liability (asset)	<u>\$ 3,799,145</u>	<u>\$ 1,852,585</u>	<u>\$ 243,098</u>

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Payables to the pension plan

At June 30, 2021, the District reported payables to the defined benefit pension plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 10 - DEBT

The following is a summary of the District's long-term debt obligations and transactions for the year ended June 30, 2021:

		Amount Outstanding Beginning	Issued	Retired	Amount Outstanding Ending
2018 School Bus Lease	5.030%	\$ 49,072		\$ 15,561	\$ 33,511
2021 Modular Lease	0.000%	0	55,000	30,000	25,000
2017 School Bus Lease	3.248%	28,742		14,142	14,600
<u>Total</u>		<u>\$ 77,814</u>	<u>\$ 0</u>	<u>\$ 59,703</u>	<u>\$ 73,111</u>

The capital leases have no special assessments made for funding of the leases.

The annual requirements to amortize the capital lease obligations as of June 30, 2021, are as follows:

2017 Bus Lease:

Year Ended June 30,	Principal	Interest	Total
2022	\$ 14,600	\$ 475	\$ 15,075
	<u>\$ 14,600</u>	<u>\$ 475</u>	<u>\$ 15,075</u>

2017 Bus Lease:

Year Ended June 30,	Principal	Interest	Total
2022	\$ 16,345	\$ 1,685	\$ 18,030
2023	17,166	864	18,030
	<u>\$ 33,511</u>	<u>\$ 2,549</u>	<u>\$ 36,060</u>

2021 Modular Lease

Year Ended June 30,	Principal	Interest	Total
2022	\$ 25,000	\$ 0	\$ 25,000
	<u>\$ 25,000</u>	<u>\$ 0</u>	<u>\$ 25,000</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 11 - DEFICIT FUND BALANCES

The following are the nonmajor funds that had deficit fund balances at year end:

Title I-C Migrant	\$ (1,773)
Special Education—Grants to States (IDEA, Part B)	(19,046)
Improving Teacher Quality	(60)
Title I-A	(6,132)
Medicaid Match	(1,824)
CVRF - Blended Learning	(1,152)
Drivers' Education	(3,632)
State Drug Free	(1,096)
Title III	(2,551)

NOTE 12 - MAINTENANCE OF EFFORT

Under federal law, local educational agencies (LEAs) that receive Individuals with Disabilities Education Act, Part B (IDEA-B) funds must maintain local or combined local and state expenditures in each subsequent year of funding. This requirement is called "maintenance of effort" (MOE). Below is the MOE for the District.

<u>Account</u>	<u>For the year ended June 30,</u>			
	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
100-521XXX	\$ 159,030	\$ 219,595	\$ 204,629	\$ 192,576
100-522XXX	0	0	0	0
100-616XXX	35,697	21,301	9,863	61,816
Transportation		0	5,000	0
Medicaid Reimbursement	0	0	0	(54,658)
Maintenance of Effort	<u>\$ 194,727</u>	<u>\$ 240,896</u>	<u>\$ 219,492</u>	<u>\$ 199,734</u>

In 2021, the District met a \$51,913 exception which allowed them to reduce the maintenance of effort for the current fiscal year.

NOTE 13 - OTHER POST-EMPLOYMENT BENEFITS

Plan Description

The Shoshone Joint School District #312 contributes to the Sick Leave Insurance Reserve Fund (Sick Leave Plan) which is a cost sharing multiple-employer defined benefit OPEB plan that covers members receiving retirement benefits that are administered by PERSI that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the and various participating political subdivisions. The cost to administer the plan is financed through the and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for the Sick Leave Plan. That report may be obtained on the PERSI website at www.persi.idaho.gov.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Responsibility for administration of the Sick Leave Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Other Post Employment Benefits

Group retiree health, dental, accident, and life insurance premiums may qualify as a benefit. Retirees who have a sick leave account can use their balance as a credit towards these premiums paid directly to the applicable insurance company.

Employer Contributions

The contribution rate for employers are set by statute at .065% of covered compensation for state members. Covered school members contribution rates are set by statute based on the number of sick days offered by the employer. The contribution rate of 1.16% for school members with nine or ten sick days, 1.26% for school members with 11-14 sick days. If a school member has more than 14 days of sick leave then the contribution rate will be set by the PERSI Retirement Board based on current cost and actuarial data and reviewed annually. The District's contributions were \$0 for the year ended June 30, 2021.

OPEB Liabilities, OPEB Expense (Expense Offset), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2021, the District reported an asset for its proportionate share of the net OPEB asset. The net OPEB asset was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB asset was based on the District's share of contributions relative to the total contributions of all participating Sick Leave employers. At June 30, 2020, the District's proportion was .1835982 percent.

For the year ended June 30, 2021, the District recognized OPEB expense (expense offset) of \$1,750 reported as deferred outflows of resources related to OPEBs resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB asset contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB asset.

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. The Sick Leave Plan amortizes any net OPEB asset based on a level percentage of payroll. The maximum amortization period for the Sick Leave Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return	7.05%, net of pension plan investment expense

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

The long-term expected rate of return on OPEB plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The health care trend rate is not applicable as the benefit amount a participant will receive is established with a set amount upon retirement thus would have no impact.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation.

Capital Market Assumptions from Callen 2020

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Nominal Real Rate of Return (Arithmetic)</u>	<u>Long-Term Expected Real Rate of Return (Arithmetic)</u>
Core Fixed Income	30.00%	2.80%	0.55%
Broad US Equities	55.00%	8.55%	6.30%
Developed Foreign Equities	15.00%	8.70%	6.45%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.85%	4.60%
Portfolio Standard Deviation		12.33%	12.33%
Portfolio Long-term (Geometric) Expected Rate of Return		6.25%	3.89%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.85%	3.49%

Investment Policy Assumptions from PERSI November 2019

Portfolio Long-Term Expected Real Rate of Return, Net of Investment Expenses	4.14%
Portfolio Standard Deviation	14.16%

Economic/Demographic Assumptions from Milliman 2018

Valuation Assumptions Chosen by PERSI Board

Long-Term Expected Real Rate of Return, Net of Investment Expenses	4.05%
Assumed Inflation	3.00%
Long-Term (Geometric) Expected Rate of Return, Net of Investment Expenses	7.05%

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 13 - OTHER POST-EMPLOYMENT BENEFITS (Continued)

Discount Rate

The discount rate used to measure the total OPEB liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the OPEB plan's net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The long-term expected rate of return was determined net of OPEB plan investment expense but without reduction for OPEB plan administrative expense.

Sensitivity of the net OPEB Asset to Changes in the Discount Rate

The following presents the Employer's proportionate share of the net OPEB asset calculated using the discount rate of 7.05 percent, as well as what the Employer's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

	<u>1% Decrease (6.05%)</u>	<u>Current Discount Rate (7.05%)</u>	<u>1% Increase (8.05%)</u>
Employer's proportionate share of the net OPEB liability (asset)	<u>\$ (154,846)</u>	<u>\$ (175,851)</u>	<u>\$ (195,828)</u>

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

Payables to the OPEB Plan

At June 30, 2021, the District reported payables to the defined benefit OPEB plan of \$0 for legally required employer contributions and \$0 for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

NOTE 14 - EARNINGS ON INVESTMENTS

The components of earnings on investments are:

Interest Income	<u>\$ 31,629</u>
Net per Fund Statements	<u>31,629</u>
Other Earnings	<u>0</u>
Net per Government-Wide Statements	<u>\$ 31,629</u>

**REQUIRED SUPPLEMENTAL
INFORMATION SECTION**

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis) (See Note 1)	Variance With Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Budgetary Fund Balance - Beginning</u>	\$ 0	\$ 0	\$ 1,115,472	\$ 1,115,472
<u>Resources (Inflows)</u>				
<u>Local Revenue</u>				
Property Taxes	300,000	300,000	323,990	23,990
Property Tax Penalty and Interest	4,000	4,000	2,587	(1,413)
Earnings on Investments	20,000	20,000	8,229	(11,771)
Other Local Revenue	26,000	26,000	43,615	17,615
<u>Total Local Revenue</u>	<u>350,000</u>	<u>350,000</u>	<u>378,421</u>	<u>28,421</u>
<u>State Revenue</u>				
Base Support Program	2,814,863	2,814,863	2,800,831	(14,032)
Transportation Support	110,362	110,362	110,805	443
Benefit Apportionment	388,728	388,728	409,847	21,119
Other State Support	152,602	152,602	190,770	38,168
Lottery / State Maintenance Revenue	52,625	52,625	53,476	851
Revenue in Lieu of Taxes	44,790	44,790	44,790	0
<u>Total State Revenue</u>	<u>3,563,970</u>	<u>3,563,970</u>	<u>3,610,519</u>	<u>46,549</u>
<u>Other Financing Sources</u>				
Proceeds from Debt Financing	0	0	0	0
Transfer In	0	0	0	0
Proceeds from Sale of Property	0	0	8,000	8,000
<u>Total Other Financing Sources</u>	<u>0</u>	<u>0</u>	<u>8,000</u>	<u>8,000</u>
<u>Amounts Available for Appropriations</u>	<u>3,913,970</u>	<u>3,913,970</u>	<u>5,112,412</u>	<u>1,198,442</u>
<u>Charges to Appropriations (Outflows)</u>				
<u>Instructional</u>				
<u>Elementary School Program</u>				
Salaries	690,317	690,317	639,244	51,073
Benefits	215,408	215,408	195,051	20,357
Purchased Services	2,700	2,700	2,500	200
Supplies	70,115	70,115	69,879	236
Capital Expenditure	500	500	599	(99)
<u>Total Elementary School Program</u>	<u>979,040</u>	<u>979,040</u>	<u>907,273</u>	<u>71,767</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis) (See Note 1)</u>	<u>Variance With Final Budget - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Secondary School Program</u>				
Salaries	\$ 830,457	\$ 830,457	\$ 855,887	\$ (25,430)
Benefits	264,428	264,428	267,964	(3,536)
Purchased Services	5,250	5,250	320	4,930
Supplies	17,000	17,000	18,858	(1,858)
Capital Expenditure	500	500	500	0
<u>Total Secondary School Program</u>	<u>1,117,635</u>	<u>1,117,635</u>	<u>1,143,529</u>	<u>(25,894)</u>
<u>Alternative School Program</u>				
Salaries	62,765	62,765	70,214	(7,449)
Benefits	19,364	19,364	20,364	(1,000)
Purchased Services	0	0	149	(149)
Supplies	7,000	7,000	1,175	5,825
<u>Total Alternative School Program</u>	<u>89,129</u>	<u>89,129</u>	<u>91,902</u>	<u>(2,773)</u>
<u>Special Education Program</u>				
Salaries	111,033	111,033	114,340	(3,307)
Benefits	29,295	29,295	29,548	(253)
Purchased Services	3,250	3,250	11,142	(7,892)
Supplies	4,000	4,000	4,000	0
<u>Total Special Education Program</u>	<u>147,578</u>	<u>147,578</u>	<u>159,030</u>	<u>(11,452)</u>
<u>Interscholastic</u>				
Salaries	63,780	63,780	62,752	1,028
Benefits	11,646	11,646	11,278	368
Purchased Services	3,450	3,450	7,741	(4,291)
Supplies	3,000	3,000	2,387	613
<u>Total Interscholastic</u>	<u>81,876</u>	<u>81,876</u>	<u>84,158</u>	<u>(2,282)</u>
<u>Total Instructional</u>	<u>2,415,258</u>	<u>2,415,258</u>	<u>2,385,892</u>	<u>29,366</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amounts</u> <u>(Budgetary</u> <u>Basis) (See</u> <u>Note 1)</u>	<u>Variance With</u> <u>Final Budget -</u> <u>Favorable</u> <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Support</u>				
<u>Guidance</u>				
Salaries	\$ 40,366	\$ 40,366	\$ 47,371	\$ (7,005)
Benefits	14,755	14,755	15,347	(592)
Purchased Services	10,800	10,800	5,253	5,547
Supplies	0	0	25	(25)
<u>Total Guidance</u>	<u>65,921</u>	<u>65,921</u>	<u>67,996</u>	<u>(2,075)</u>
<u>Ancillary Services</u>				
Purchased Services	20,000	20,000	35,697	(15,697)
<u>Total Ancillary Services</u>	<u>20,000</u>	<u>20,000</u>	<u>35,697</u>	<u>(15,697)</u>
<u>Instructional Improvement</u>				
Salaries	0	0	23,033	(23,033)
Benefits	0	0	6,332	(6,332)
Purchased Services	0	0	0	0
Supplies	0	0	0	0
<u>Total Instructional Improvement</u>	<u>0</u>	<u>0</u>	<u>29,365</u>	<u>(29,365)</u>
<u>Educational Media Program</u>				
Salaries	58,276	58,276	58,776	(500)
Benefits	12,411	12,411	12,573	(162)
Purchased Services	1,000	1,000	907	93
Supplies	1,500	1,500	6,125	(4,625)
<u>Total Educational Media Program</u>	<u>73,187</u>	<u>73,187</u>	<u>78,381</u>	<u>(5,194)</u>
<u>Total Support</u>	<u>159,108</u>	<u>159,108</u>	<u>211,439</u>	<u>(52,331)</u>
<u>General Administrative</u>				
<u>District Administration</u>				
Salaries	115,000	115,000	117,168	(2,168)
Benefits	30,136	30,136	28,944	1,192
Purchased Services	19,800	19,800	18,351	1,449
Supplies	750	750	3,395	(2,645)
Liability Insurance	0	0	0	0
<u>Total District Administration</u>	<u>165,686</u>	<u>165,686</u>	<u>167,858</u>	<u>(2,172)</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis) (See Note 1)</u>	<u>Variance With Final Budget - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>School Administration</u>				
Salaries	\$ 229,425	\$ 229,425	\$ 231,264	\$ (1,839)
Benefits	73,003	73,003	70,660	2,343
Purchased Services	12,000	12,000	6,631	5,369
Supplies	7,700	7,700	3,032	4,668
Capital Expenditures	1,000	1,000	470	530
	<u>323,128</u>	<u>323,128</u>	<u>312,057</u>	<u>11,071</u>
<u>Business Operations</u>				
Salaries	94,206	94,206	95,615	(1,409)
Benefits	32,283	32,283	32,387	(104)
Purchased Services	64,097	64,097	48,904	15,193
Supplies	10,000	10,000	8,814	1,186
	<u>200,586</u>	<u>200,586</u>	<u>185,720</u>	<u>14,866</u>
	<u>689,400</u>	<u>689,400</u>	<u>665,635</u>	<u>23,765</u>
<u>Custodial / Maintenance</u>				
<u>Custodians</u>				
Salaries	25,160	25,160	33,034	(7,874)
Benefits	12,953	12,953	9,863	3,090
Purchased Services	97,700	97,700	87,699	10,001
Supplies	20,000	20,000	8,511	11,489
Liability Insurance	30,000	30,000	31,300	(1,300)
	<u>185,813</u>	<u>185,813</u>	<u>170,407</u>	<u>15,406</u>
<u>Maintenance</u>				
Salaries	80,552	80,552	70,148	10,404
Benefits	30,494	30,494	30,560	(66)
Purchased Services	72,650	72,650	37,571	35,079
Supplies	0	0	20,741	(20,741)
Capital Expenditures	0	0	4,076	(4,076)
	<u>183,696</u>	<u>183,696</u>	<u>163,096</u>	<u>20,600</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts (Budgetary Basis) (See Note 1)</u>	<u>Variance With Final Budget - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Grounds Maintenance</u>				
Purchased Services	\$ 20,300	\$ 20,300	\$ 18,421	\$ 1,879
Supplies	0	0	4,359	(4,359)
Capital Outlay	0	0	0	0
	<u>20,300</u>	<u>20,300</u>	<u>22,780</u>	<u>(2,480)</u>
<u>Total Custodial / Maintenance</u>	<u>389,809</u>	<u>389,809</u>	<u>356,283</u>	<u>33,526</u>
<u>Student Transportation</u>				
<u>School Transportation</u>				
Salaries	83,789	83,789	79,745	4,044
Benefits	22,317	22,317	21,222	1,095
Purchased Services	38,515	38,515	28,341	10,174
Supplies	46,000	46,000	10,414	35,586
Capital Outlay	20,000	20,000	0	20,000
Debt Service - Principal	0	0	29,703	(29,703)
Debt Service - Interest	0	0	3,402	(3,402)
	<u>210,621</u>	<u>210,621</u>	<u>172,827</u>	<u>37,794</u>
<u>Total School Transportation</u>	<u>210,621</u>	<u>210,621</u>	<u>172,827</u>	<u>37,794</u>
<u>Activity Transportation</u>				
Salaries	0	0	4,220	(4,220)
Benefits	0	0	321	(321)
	<u>0</u>	<u>0</u>	<u>4,541</u>	<u>(4,541)</u>
<u>Total Activity Transportation</u>	<u>0</u>	<u>0</u>	<u>4,541</u>	<u>(4,541)</u>
<u>Total Transportation</u>	<u>210,621</u>	<u>210,621</u>	<u>177,368</u>	<u>33,253</u>
<u>Non-Instructional</u>				
Benefits	3,926	3,926	6,962	(3,036)
	<u>3,926</u>	<u>3,926</u>	<u>6,962</u>	<u>(3,036)</u>
<u>Total Non-Instructional</u>	<u>3,926</u>	<u>3,926</u>	<u>6,962</u>	<u>(3,036)</u>
<u>Interfund Transfers</u>	<u>45,848</u>	<u>45,848</u>	<u>0</u>	<u>45,848</u>
<u>Total Charges to Appropriations</u>	<u>3,913,970</u>	<u>3,913,970</u>	<u>3,803,579</u>	<u>110,391</u>
<u>Ending Budgetary Fund Balance</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,308,833</u>	<u>\$ 1,308,833</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
BUDGETARY COMPARISON SCHEDULE
FOOD SERVICE
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Budgeted Amounts</u>		Actual Amounts (Budgetary Basis) (See Note 1)	Variance With Final Budget - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Budgetary Fund Balance - Beginning</u>	\$ 0	\$ 0	\$ (7,753)	\$ (7,753)
<u>Resources (Inflows)</u>				
<u>Local Revenue</u>				
Children Meal Sales	35,000	35,000	2,357	(32,643)
Adult Meal Sales	2,000	2,000	1,737	(263)
Other Local Revenue	500	500	319	(181)
<u>Total Local Revenue</u>	<u>37,500</u>	<u>37,500</u>	<u>4,413</u>	<u>(33,087)</u>
<u>Federal Revenue</u>				
Federal Revenue	225,000	225,000	329,975	104,975
Commodity Revenue	18,000	18,000	13,797	(4,203)
<u>Total Federal Revenue</u>	<u>243,000</u>	<u>243,000</u>	<u>343,772</u>	<u>100,772</u>
<u>Other Financing Sources</u>				
Transfers In	0	0	0	0
<u>Amounts Available for Appropriations</u>	<u>280,500</u>	<u>280,500</u>	<u>340,432</u>	<u>59,932</u>
<u>Charges to Appropriations (Outflows)</u>				
<u>Non-Instructional</u>				
Salaries	54,321	54,321	77,140	(22,819)
Benefits	16,174	16,174	22,534	(6,360)
Purchased Services	45,190	45,190	5,495	39,695
Supplies	161,315	161,315	164,046	(2,731)
Capital Outlay	3,500	3,500	450	3,050
<u>Total Non-Instructional</u>	<u>280,500</u>	<u>280,500</u>	<u>269,665</u>	<u>10,835</u>
<u>Total Charges to Appropriations</u>	<u>280,500</u>	<u>280,500</u>	<u>269,665</u>	<u>10,835</u>
<u>Ending Budgetary Fund Balance</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 70,767</u>	<u>\$ 70,767</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
PERSI - BASE PLAN
LAST 10 FISCAL YEARS *

Year Ended June 30,	Employer's portion of net pension liability	Employer's proportionate share of the net pension liability	Employer's covered- employee payroll	Employer's proportional share of the net pension liability as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2021	0.0797795%	\$ 1,852,585	\$ 2,949,770	62.80%	88.22%
2020	0.0809558%	\$ 924,088	\$ 2,840,857	32.53%	93.79%
2019	0.0818480%	\$ 1,207,272	\$ 2,749,586	43.91%	91.69%
2018	0.0835319%	\$ 1,312,978	\$ 2,633,347	49.86%	90.68%
2017	0.0833824%	\$ 1,690,289	\$ 2,594,445	65.15%	87.26%
2016	0.0810877%	\$ 1,067,618	\$ 2,442,017	43.72%	91.38%
2015	0.0819885%	\$ 603,564	\$ 2,378,177	25.38%	94.95%
2014	*	*	*	*	*
2013	*	*	*	*	*
2012	*	*	*	*	*

Data reported is measured as of July 1, 2020

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF EMPLOYER CONTRIBUTIONS
PERSI - BASE PLAN
LAST 10 FISCAL YEARS *

Year Ended June 30,	Statutorily required	Contributions in relation to the statutorily required contribution	Contribution (deficiency) excess	Employer's covered- employee payroll	Contributions as a percentage of covered- employee payroll
2021	\$ 352,202	\$ 352,202	\$ -	\$ 2,949,770	11.94%
2020	\$ 339,198	\$ 339,198	\$ -	\$ 2,840,857	11.94%
2019	\$ 311,253	\$ 311,253	\$ -	\$ 2,749,586	11.32%
2018	\$ 298,095	\$ 298,095	\$ -	\$ 2,633,347	11.32%
2017	\$ 293,691	\$ 293,691	\$ -	\$ 2,594,445	11.32%
2016	\$ 276,436	\$ 276,436	\$ -	\$ 2,442,017	11.32%
2015	\$ 269,210	\$ 283,405	\$ 14,195	\$ 2,378,177	11.92%
2014	*	*	*	*	*
2013	*	*	*	*	*
2012	*	*	*	*	*

Data reported is measured as of June 30, 2021

* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF EMPLOYER'S SHARE OF NET OPEB ASSET
PERSI - SICK LEAVE
LAST 10 FISCAL YEARS *

Year Ended June 30,	Employer's portion of net OPEB asset	Employer's proportionate share of the net OPEB asset	Employer's covered- employee payroll	Employer's proportional share of the net OPEB asset as a percentage of its covered- employee payroll	Plan fiduciary net position as a percentage of the total OPEB asset
2021	0.1835982%	\$ 226,066	\$ 2,903,996	7.78%	152.87%
2020	0.1922919%	\$ 184,178	\$ 2,840,857	6.48%	138.51%
2019	0.1795857%	\$ 162,454	\$ 2,749,586	5.91%	135.69%
2018	*	*	*	*	*
2017	*	*	*	*	*
2016	*	*	*	*	*
2015	*	*	*	*	*
2014	*	*	*	*	*
2013	*	*	*	*	*
2012	*	*	*	*	*

Data reported is measured as of June 30, 2020

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF EMPLOYER CONTRIBUTIONS
PERSI - OPEB PLAN
LAST 10 FISCAL YEARS *

Year Ended June 30,	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution (deficiency) excess	Employer's covered- employee payroll	Contributions as a percentage of covered- employee payroll
2021	\$ -	\$ -	\$ -	\$ 2,903,996	0.00%
2020	\$ 16,462	\$ 16,462	\$ -	\$ 2,840,857	0.58%
2019	\$ 31,542	\$ 31,542	\$ -	\$ 2,749,586	1.15%
2018	*	*	*	*	*
2017	*	*	*	*	*
2016	*	*	*	*	*
2015	*	*	*	*	*
2014	*	*	*	*	*
2013	*	*	*	*	*
2012	*	*	*	*	*

Data reported is measured as of June 30, 2021

* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

NOTE 1 - RECONCILIATION OF BUDGET TO GAAP

An explanation of the differences between budgetary inflows and outflows and revenues and expenditures determined in accordance with accounting principles generally accepted in the United States of America follows:

	<u>General Fund</u>	<u>Food Service</u>
<u>Sources/Inflows of Resources</u>		
Actual amounts (budgetary basis) "available for appropriation" from the budgetary comparison schedule	\$ 5,112,412	\$ 340,432
<u>Differences - Budget to GAAP</u>		
The fund balance at the beginning of the year is a budgetary resource but is not a current year revenue for financial reporting purposes	(1,115,472)	7,753
Proceeds from sale of assets are inflows of budgetary resources but are not revenues for financial reporting purposes	(8,000)	0
Earnings from investments are inflows of budgetary resources but are not revenues for financial reporting purposes	<u>(8,229)</u>	<u>0</u>
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 3,980,711</u>	<u>\$ 348,185</u>
<u>Uses/Outflows of Resources</u>		
Actual amounts (budgetary basis) "total charges to appropriations" from the budgetary comparison schedule	\$ 3,803,579	\$ 269,665
<u>Differences - Budget to GAAP</u>		
Transfers to other funds are outflows of budgetary resources but are not expenditures for financial reporting	<u>0</u>	<u>0</u>
Total expenditures as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds	<u>\$ 3,803,579</u>	<u>\$ 269,665</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

NOTE 2 - REQUIRED FUND DISCLOSURE

The following funds had excess actual expenditures over budgeted expenditures:

<u>Fund</u>	<u>Budget</u>	<u>Actual</u>	<u>Overage</u>
None	\$ -	\$ -	\$ -

NOTE 3 - BUDGETING PROCEDURE

The Board of Trustees adopts a budget on a basis consistent with the GAAP with minor changes for most funds. The District is required to present the adopted and final amended budget of the general fund and all other funds shown as major funds in the fund financial statements. These items are presented in the required supplementary information section following the notes to the financial statements.

The following procedures are followed in establishing the budget for the District:

- A) At least 28 days prior to its annual meeting, the board of trustees shall have prepared a budget in a form prescribed by the state superintendent of public education, and shall have notified the public of the budget hearing.
- B) At the public hearing or a special meeting held no later than 14 days after the public hearing, the board of trustees shall adopt a budget for the ensuing year.
- C) The board of trustees shall publish a summary statement of the budget and a complete copy of the budget shall be submitted to the Idaho State Board of Education.
- D) The District may amend the budget any time during the year but the above procedures must be followed each time a budget amendment is made.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

NOTE 4 - PENSION DISCLOSURES

The following information is required to be disclosed as it relates to the pension:

- | | |
|--|------|
| - Changes of benefit terms: | None |
| - Changes in composition of the population covered by the benefit terms: | None |
| - Changes of assumptions: | None |

NOTE 5 - OPEB DISCLOSURES

The following information is required to be disclosed as it relates to the pension:

- | | |
|--|------|
| - Changes of benefit terms: | None |
| - Changes in composition of the population covered by the benefit terms: | None |
| - Changes of assumptions: | None |

Gasb 75 was implemented by the District this current fiscal year.

SUPPLEMENTAL INFORMATION SECTION

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>Drivers Education</u>	<u>State LEP Grant</u>	<u>Vocational Education</u>	<u>Basic Technology Grant</u>
<u>ASSETS</u>				
Cash			\$ 24,446	\$ 7,953
Interfund Receivable				
Due From Other Governments				
<u>TOTAL ASSETS</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 24,446</u>	<u>\$ 7,953</u>
 <u>LIABILITIES</u>				
Accounts Payable			\$ 5,908	\$ 21
Interfund Payable	\$ 441			
Contracts and Benefits Payable	3,191			
<u>TOTAL LIABILITIES</u>	<u>\$ 3,632</u>	<u>\$ 0</u>	<u>5,908</u>	<u>21</u>
 <u>FUND BALANCES</u>				
Restricted	(3,632)	0	18,538	7,932
<u>TOTAL FUND BALANCES</u>	<u>(3,632)</u>	<u>0</u>	<u>18,538</u>	<u>7,932</u>
 <u>TOTAL LIABILITIES AND FUND BALANCES</u>				
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 24,446</u>	<u>\$ 7,953</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>Title I-A Local Program</u>	<u>Title I-C Migrant</u>	<u>Special Education - Grants to States (IDEA, Part B)</u>	<u>Special Education - Preschool (IDEA Preschool)</u>
<u>ASSETS</u>				
Cash	\$ 2,361			
Interfund Receivable				
Due From Other Governments	<u>9,307</u>	<u>\$ 8,526</u>	<u>\$ 7,494</u>	<u>\$ 2,425</u>
<u>TOTAL ASSETS</u>	<u>\$ 11,668</u>	<u>\$ 8,526</u>	<u>\$ 7,494</u>	<u>\$ 2,425</u>
<u>LIABILITIES</u>				
Accounts Payable				
Interfund Payable		\$ 8,526	\$ 11,166	\$ 2,425
Contracts and Benefits Payable	<u>\$ 17,800</u>	<u>1,773</u>	<u>15,374</u>	
<u>TOTAL LIABILITIES</u>	<u>17,800</u>	<u>10,299</u>	<u>26,540</u>	<u>2,425</u>
<u>FUND BALANCES</u>				
Restricted	<u>(6,132)</u>	<u>(1,773)</u>	<u>(19,046)</u>	<u>0</u>
<u>TOTAL FUND BALANCES</u>	<u>(6,132)</u>	<u>(1,773)</u>	<u>(19,046)</u>	<u>0</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 11,668</u>	<u>\$ 8,526</u>	<u>\$ 7,494</u>	<u>\$ 2,425</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>Medicaid Match</u>	<u>Federal REAP Program</u>	<u>Title III NCLB English Language Acquisition</u>	<u>Improving Teacher Quality</u>
<u>ASSETS</u>				
Cash				
Interfund Receivable				
Due From Other Governments	\$ 81,574		\$ 1,365	\$ 15,497
	<u>81,574</u>		<u>1,365</u>	<u>15,497</u>
<u>TOTAL ASSETS</u>	<u>\$ 81,574</u>	<u>\$ 0</u>	<u>\$ 1,365</u>	<u>\$ 15,497</u>
<u>LIABILITIES</u>				
Accounts Payable				
Interfund Payable	\$ 83,398		\$ 1,365	\$ 15,557
Contracts and Benefits Payable			2,551	
	<u>83,398</u>		<u>3,916</u>	<u>15,557</u>
<u>TOTAL LIABILITIES</u>	<u>83,398</u>	<u>\$ 0</u>	<u>3,916</u>	<u>15,557</u>
<u>FUND BALANCES</u>				
Restricted	(1,824)	0	(2,551)	(60)
	<u>(1,824)</u>	<u>0</u>	<u>(2,551)</u>	<u>(60)</u>
<u>TOTAL FUND BALANCES</u>	<u>(1,824)</u>	<u>0</u>	<u>(2,551)</u>	<u>(60)</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 81,574</u>	<u>\$ 0</u>	<u>\$ 1,365</u>	<u>\$ 15,497</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>State Drug Free</u>	<u>CVRF - Special Distribution</u>	<u>Title IV Student Support</u>	<u>ESSER I Fund (Cares Act)</u>
<u>ASSETS</u>				
Cash				
Interfund Receivables				
Prepaid Expenditure		\$ 4,000		
Due From Other Governments				
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>TOTAL ASSETS</u>	<u>\$ 0</u>	<u>\$ 4,000</u>	<u>\$ 0</u>	<u>\$ 0</u>
 <u>LIABILITIES</u>				
Accounts Payable				
Interfund Payables	\$ 1,096	\$ 3,032		
Contracts and Benefits Payable				
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>TOTAL LIABILITIES</u>	<u>1,096</u>	<u>3,032</u>	<u>\$ 0</u>	<u>\$ 0</u>
 <u>FUND BALANCES</u>				
Restricted	(1,096)	968	0	0
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
<u>TOTAL FUND BALANCES</u>	<u>(1,096)</u>	<u>968</u>	<u>0</u>	<u>0</u>
 <u>TOTAL LIABILITIES AND FUND BALANCES</u>				
	<u>\$ 0</u>	<u>\$ 4,000</u>	<u>\$ 0</u>	<u>\$ 0</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	<u>ESSER II</u> <u>Fund (Cares</u> <u>Act)</u>	<u>CVRF -</u> <u>Blended</u> <u>Learning</u>	<u>Total</u>
<u>ASSETS</u>			
Cash			\$ 34,760
Interfund Receivables			0
Prepaid Expenditure			4,000
Due From Other Governments			126,188
<u>TOTAL ASSETS</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 164,948</u>
 <u>LIABILITIES</u>			
Accounts Payable			\$ 5,929
Interfund Payables		\$ 1,152	128,158
Contracts and Benefits Payable			40,689
<u>TOTAL LIABILITIES</u>	<u>\$ 0</u>	<u>1,152</u>	<u>174,776</u>
 <u>FUND BALANCES</u>			
Restricted	0	(1,152)	(9,828)
<u>TOTAL FUND BALANCES</u>	<u>0</u>	<u>(1,152)</u>	<u>(9,828)</u>
 <u>TOTAL LIABILITIES AND</u>			
<u>FUND BALANCES</u>			
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 164,948</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Drivers Education</u>	<u>State LEP Grant</u>	<u>Vocational Education</u>	<u>Basic Technology Grant</u>
<u>REVENUES</u>				
Local	\$ 6,750			
State	6,175		\$ 23,632	\$ 68,123
Federal			8,281	
	<u>12,925</u>	<u>\$ 0</u>	<u>31,913</u>	<u>68,123</u>
<u>TOTAL REVENUES</u>				
 <u>EXPENDITURES</u>				
Instructional	13,092		36,166	74,055
Support				
Administrative				
Custodial/Maintenance				
Non-Instructional - Food Service				
Capital Expenditures				11,917
	<u>13,092</u>	<u>0</u>	<u>36,166</u>	<u>85,972</u>
<u>TOTAL EXPENDITURES</u>				
 <u>EXCESS (DEFICIENCY) OF</u>				
<u>REVENUE OVER EXPENDITURES</u>				
	<u>(167)</u>	<u>0</u>	<u>(4,253)</u>	<u>(17,849)</u>
 <u>OTHER FINANCING SOURCES (USES)</u>				
Interfund Transfers				33,118
	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,118</u>
<u>TOTAL OTHER FINANCING</u>				
<u>SOURCES (USES)</u>				
<u>NET CHANGE IN FUND BALANCE</u>	<u>(167)</u>	<u>0</u>	<u>(4,253)</u>	<u>15,269</u>
<u>FUND BALANCE - BEGINNING</u>	<u>(3,465)</u>	<u>0</u>	<u>22,791</u>	<u>(7,337)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ (3,632)</u>	<u>\$ 0</u>	<u>\$ 18,538</u>	<u>\$ 7,932</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Title I-A Local Program</u>	<u>Title I-C Migrant</u>	<u>Special Education - Grants to States (IDEA, Part B)</u>	<u>Special Education - Preschool (IDEA Preschool)</u>
<u>REVENUES</u>				
Local				
State				
Federal	\$ 198,364	\$ 20,217	\$ 96,399	\$ 3,971
<u>TOTAL REVENUES</u>	<u>198,364</u>	<u>20,217</u>	<u>96,399</u>	<u>3,971</u>
<u>EXPENDITURES</u>				
Instructional	95,882	20,312	94,565	3,971
Support	67,775			
Administrative				
Custodial/Maintenance				
Non-Instructional - Food Service				
Capital Expenditures	14,511			
<u>TOTAL EXPENDITURES</u>	<u>178,168</u>	<u>20,312</u>	<u>94,565</u>	<u>3,971</u>
<u>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</u>	<u>20,196</u>	<u>(95)</u>	<u>1,834</u>	<u>0</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Interfund Transfers				
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>NET CHANGE IN FUND BALANCE</u>	20,196	(95)	1,834	0
<u>FUND BALANCE - BEGINNING</u>	<u>(26,328)</u>	<u>\$ (1,678)</u>	<u>(20,880)</u>	<u>0</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ (6,132)</u>	<u>\$ (1,773)</u>	<u>\$ (19,046)</u>	<u>\$ 0</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>Medicaid Match</u>	<u>Federal REAP Program</u>	<u>Title III NCLB English Language Acquisition</u>	<u>Improving Teacher Quality</u>
<u>REVENUES</u>				
Local				
State				
Federal	\$ 158,164	\$ 33,118	\$ 14,133	\$ 36,961
<u>TOTAL REVENUES</u>	<u>158,164</u>	<u>33,118</u>	<u>14,133</u>	<u>36,961</u>
<u>EXPENDITURES</u>				
Instructional	158,164		14,120	20,650
Support				
Administrative				
Custodial/Maintenance				
Non-Instructional - Food Service				
Capital Expenditures				
<u>TOTAL EXPENDITURES</u>	<u>158,164</u>	<u>0</u>	<u>14,120</u>	<u>20,650</u>
<u>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</u>	<u>0</u>	<u>33,118</u>	<u>13</u>	<u>16,311</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Interfund Transfers		(33,118)		
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>0</u>	<u>(33,118)</u>	<u>0</u>	<u>0</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>0</u>	<u>0</u>	<u>13</u>	<u>16,311</u>
<u>FUND BALANCE - BEGINNING</u>	<u>(1,824)</u>	<u>0</u>	<u>\$ (2,564)</u>	<u>\$ (16,371)</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ (1,824)</u>	<u>\$ 0</u>	<u>\$ (2,551)</u>	<u>\$ (60)</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>State Drug Free</u>	<u>CVRF - Special Distribution</u>	<u>Title IV Student Support</u>	<u>ESSER I Fund (Cares Act)</u>
<u>REVENUES</u>				
Local				
State	\$ 7,608			
Federal		\$ 153,966	\$ 10,210	\$ 98,019
	<u>7,608</u>	<u>153,966</u>	<u>10,210</u>	<u>98,019</u>
<u>TOTAL REVENUES</u>	<u>7,608</u>	<u>153,966</u>	<u>10,210</u>	<u>98,019</u>
<u>EXPENDITURES</u>				
Instructional		111,998		
Support	23,253		10,210	105,577
Administrative				
Custodial/Maintenance				
Non-Instructional - Food Service				
Debt - Principal		30,000		
Capital Expenditures		66,000		
	<u>23,253</u>	<u>207,998</u>	<u>10,210</u>	<u>105,577</u>
<u>TOTAL EXPENDITURES</u>	<u>23,253</u>	<u>207,998</u>	<u>10,210</u>	<u>105,577</u>
<u>EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES</u>	<u>(15,645)</u>	<u>(54,032)</u>	<u>0</u>	<u>(7,558)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Debt Proceeds		55,000		
Interfund Transfers				7,558
	<u>0</u>	<u>55,000</u>	<u>0</u>	<u>7,558</u>
<u>TOTAL OTHER FINANCING SOURCES (USES)</u>	<u>0</u>	<u>55,000</u>	<u>0</u>	<u>7,558</u>
<u>NET CHANGE IN FUND BALANCE</u>	<u>(15,645)</u>	<u>968</u>	<u>0</u>	<u>0</u>
<u>FUND BALANCE - BEGINNING</u>	<u>14,549</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>FUND BALANCE - ENDING</u>	<u>\$ (1,096)</u>	<u>\$ 968</u>	<u>\$ 0</u>	<u>\$ 0</u>

Continued

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

	<u>ESSER II</u> <u>Fund (Cares</u> <u>Act)</u>	<u>CVRF -</u> <u>Blended</u> <u>Learning</u>	<u>Total</u>
<u>REVENUES</u>			
Local			\$ 6,750
State			105,538
Federal	\$ 95,790	\$ 138,645	1,066,238
	<u>95,790</u>	<u>138,645</u>	<u>1,178,526</u>
<u>EXPENDITURES</u>			
Instructional			642,975
Support	88,232	48,495	343,542
Administrative			0
Custodial/Maintenance			0
Non-Instructional - Food Service			0
Debt - Principal			30,000
Capital Expenditures		91,302	183,730
	<u>88,232</u>	<u>139,797</u>	<u>1,200,247</u>
	<u>7,558</u>	<u>(1,152)</u>	<u>(21,721)</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Debt Proceeds			55,000
Interfund Transfers	(7,558)		0
	<u>(7,558)</u>	<u>0</u>	<u>0</u>
<u>NET CHANGE IN FUND BALANCE</u>	0	(1,152)	33,279
<u>FUND BALANCE - BEGINNING</u>	0	0	(43,107)
<u>FUND BALANCE - ENDING</u>	<u>\$ 0</u>	<u>\$ (1,152)</u>	<u>\$ (9,828)</u>

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF CHANGE IN NET POSITION - AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2021

Student Group	Beginning Balance	Receipts	Disbursements	Transfers In (Out)	Ending Balance
Elementary	\$ 14,670.40	\$ 11,499.83	\$ 19,810.45		\$ 6,359.78
ACA-DECA	(1,366.04)	3,390.38	1,720.99	\$ 50.00	353.35
Annual	3,223.03	2,115.00	3,394.37	(45.00)	1,898.66
Art	2,393.17	1,160.00	1,332.06	20.00	2,241.11
B.P.A.	2,968.56	962.89	1,043.35	10.00	2,898.10
Kindle Insurance	514.38			(514.38)	0.00
Cheerleaders	430.28	11,485.56	12,965.36	1,024.17	(25.35)
Youth Athletic Programs	1,368.83	590.00	569.13		1,389.70
Girls Idaho Prep Basketball	0.00				0.00
MS Idaho Prep Boys BB	869.20				869.20
Class of 2021	871.60	4,811.20	5,269.28	1,258.64	1,672.16
Class of 2022	1,598.77	4,855.52	2,802.81	(781.36)	2,870.12
Class of 2023	817.41	1,626.46	309.78	(295.27)	1,838.82
Class of 2024	522.14	381.55	31.56	(17.14)	854.99
College Program	(1,765.72)	4,873.15	1,615.08	(1,448.20)	44.15
Drama	1,139.33	172.75	210.63	290.62	1,392.07
Drug Free Graduation	(214.00)	4,193.50	3,764.76	871.60	1,086.34
Enrichment Fund	945.86	6,214.95	5,021.91	146.31	2,285.21
Future Farmers of America	5,861.58	4,117.26	2,067.68	20.00	7,931.16
General Athletics	17,406.23	38,507.44	50,343.56	(92.02)	5,478.09
Soccer	0.00				0.00
Greenhouse	5,750.15	12,074.66	9,556.77	(25.00)	8,243.04
IPAD Use Fee	(74.56)	8,500.00	2,726.90	30.00	5,728.54
Jr. Honor Society	43.90				43.90
409 Account	0.00				0.00
Junior High	1,508.09	943.10	1,168.74	(504.00)	778.45
Library	(776.50)	262.12		514.38	0.00
Milk Machine Fund	4,407.30	2,750.51	2,384.18	111.00	4,884.63
Music	938.46	1,295.22	2,049.64		184.04
National Honor Society	(377.18)	1,228.85	889.54	30.00	(7.87)
Organizational Fund	133.18	64,056.86	63,221.36	(41.00)	927.68
Scholarship Fund	(1,740.82)			1,740.82	0.00
Northside Tournament	(3.00)	6,121.60	3,428.00	(2,690.60)	0.00
Shop	1,039.70	436.00	259.04	(111.00)	1,105.66
Fuel Up To Play	5,835.69		3,304.64		2,531.05
Leadership	269.28				269.28
Hunting Club	104.84	305.00	288.53	146.31	267.62
Spanish Club	154.68		16.79		137.89
Student Council	(317.63)	2,056.00	540.48	301.12	1,499.01
Total	\$ 69,150.59	\$ 200,987.36	\$ 202,107.37	\$ 0.00	\$ 68,030.58

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

<u>Federal Grantor/ Pass-Through Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Pass- Through Agency's Number</u>	<u>Cluster Amount</u>	<u>Total Federal Expenditure</u>	<u>Expenditure to Sub recipients</u>
<u>U.S. Department of Agriculture</u>					
<u>Pass-through Programs</u>					
National School Lunch Program - Cash	10.555	Note 3	\$ 210,805		
National School Lunch Program - Commodities	10.555	Note 3	13,846		
Summer Food Service Program for Children	10.559	Note 3	26,668		
National School Breakfast Program	10.553	Note 3	<u>2,203</u>		
<u>Total Child Nutrition Cluster</u>				\$ 253,522	
Fresh Fruit and Vegetable Program	10.582	Note 3		<u>13,797</u>	
<u>Total U.S. Department of Agriculture</u>				<u>267,319</u>	
<u>U.S. Department of Education</u>					
<u>Direct Programs -</u>					
Rural and Low Income Education Grant	84.358			<u>33,118</u>	
<u>Subtotal U.S. Department of Education</u>					
<u>Direct Programs</u>				<u>33,118</u>	
<u>Pass-through Programs -</u>					
Title I Grants to Local Educational Agencies	84.010	Note 3		178,168	
Special Education—Grants to States (IDEA, Part B)	84.027	Note 3	\$ 94,564		
Special Education—Preschool (IDEA Preschool)	84.173	Note 3	<u>3,971</u>		
<u>Total Special Education Cluster (IDEA)</u>				98,535	
Title I-C Migrant Education	84.011	Note 3		20,313	
Cares Act - Education Stabilization Fund	84.425D	Note 3		201,367	
Title III NCLB English Language Acquisition	84.365	Note 3		14,120	
Title II-A NCLB Improving Teacher Quality	84.367	Note 3		20,650	
Student Support and Academic Enrichment Grants	84.424	Note 3		10,210	
Vocational Education Basic Grants to States	84.048A	Note 3		<u>8,418</u>	
<u>Subtotal U.S. Department of Education</u>					
<u>Pass-through Programs</u>				<u>551,781</u>	<u>0</u>
<u>Total U.S. Department of Education</u>				<u>584,899</u>	<u>0</u>
<u>U.S. Department of Treasury</u>					
<u>Pass-through Programs -</u>					
Corona Virus Relief Fund	21.019	Note 3		<u>350,142</u>	
<u>Total U.S. Department of Treasury</u>				<u>350,142</u>	
<u>Total</u>				<u>\$ 1,202,360</u>	<u>\$ -</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Shoshone Joint School District No. 312 under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Shoshone Joint School District No. 312, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Shoshone Joint School District No. 312.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), wherein certain types of expenditures are not allowable or are limited as to reimbursement.

The District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 - PASS-THROUGH NUMBER

Grant revenue is passed through the Idaho State Department of Education. The department has assigned no pass-through number. The State fund number is 0348.

NOTE 4 - FOOD DISTRIBUTION

Non-monetary assistance is reported in the schedule at the fair market value of the commodities received and used.

R. MICHAEL BURR

Certified Public Accountant

P.O. Box 2229

Twin Falls, ID 83303-2229

(208) 736-8747

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Chairman and Board of Trustees
Shoshone Joint School District No. 312
Shoshone, ID 83352

October 5, 2021

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Shoshone Joint School District No. 312, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise Shoshone Joint School District No. 312's basic financial statements and have issued my report thereon dated October 5, 2021.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements, I considered Shoshone Joint School District No. 312's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Shoshone Joint School District No. 312's internal control. Accordingly, I do not express an opinion on the effectiveness of Shoshone Joint School District No. 312's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. I did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Shoshone Joint School District No. 312's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Shoshone Joint School District No. 312's Response to Findings

Shoshone Joint School District No. 312's response to the findings identified in my audit is described in the accompanying schedule of findings and questioned costs. Shoshone Joint School District No. 312's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,

R. Michael Burr

R. Michael Burr
Certified Public Accountant

R. MICHAEL BURR

Certified Public Accountant

P.O. Box 2229

Twin Falls, ID 83303-2229

(208) 736-8747

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Chairman and Board of Trustees
Shoshone Joint School District No. 312
Shoshone, ID 83352

October 5, 2021

Report on Compliance for Each Major Federal Program

I have audited Shoshone Joint School District No. 312's compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of Shoshone Joint School District No. 312's major federal programs for the year ended June 30, 2021. Shoshone Joint School District No. 312's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for each of Shoshone Joint School District No. 312's major federal programs based on my audit of the types of compliance requirements referred to above. I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Those standards and Uniform Guidance require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Shoshone Joint School District No. 312's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for each major federal program. However, my audit does not provide a legal determination of Shoshone Joint School District No. 312's compliance.

Opinion on Each Major Federal Program

In my opinion, Shoshone Joint School District No. 312, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

Management of the Shoshone Joint School District No. 312 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Shoshone Joint School District No. 312's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Shoshone Joint School District No. 312's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. I did not identify any deficiencies in internal control over compliance that I consider to be a material weakness. However, material weaknesses may exist that have not been identified..

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *Uniform Guidance*. Accordingly, this report is not suitable for any other purpose.

Sincerely,

R. Michael Burr

R. Michael Burr
Certified Public Accountant

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses a unmodified opinion on the general purpose financial statements of Shoshone Joint School District No. 312.
2. One significant deficiency disclosed during the audit of the financial statements is reported in the Auditor's Reports on Internal Control over Financial Reporting and on Compliance and Other Matters Required by Government Auditing Standards. Item 2020-001 of the conditions is not reported as a material weakness.
3. No instances of noncompliance material to the general purpose financial statements of Shoshone Joint School District No. 312, which would be required to be reported in accordance with Government Auditing Standards, were disclosed during the audit.
4. No significant deficiencies in internal control over major federal award programs was disclosed during the audit. No material weaknesses were reported.
5. The auditor's report on compliance for the major federal award programs for Shoshone Joint School District No. 312 expresses an unmodified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this Schedule.
7. The programs tested as major programs included:

Coronavirus Relief Fund	21.019
Cares Act - Education Stabilization Fund	84.425D
8. The threshold for distinguishing Types A and B programs was \$750,000.
9. Shoshone Joint School District No. 312 was determined not to be a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

MATERIAL WAEKNESSES

None

SIGNIFICANT DEFICIENCIES

2021-001 Segregation of Duties

Statement of Condition: Only two people are employed by the District in the accounting department which does not allow for a strict segregation of duties.

Criteria: Segregation of duties is an internal control that should be in place to provide reasonable assurance that one person does not have complete control over the entire accounting system.

SHOSHONE JOINT SCHOOL DISTRICT NO. 312
SHOSHONE, IDAHO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2021

Cause: There are not enough personnel hired to allow for a strict segregation of duties.

Effect: May allow for misstatement of general purpose financial statements and misuse of assets.

Recommendation: Hire additional staff to provide a proper segregation of duties.

Views of Responsible Official and Planned Corrective Actions: We concur with the recommendation. However, due to a lack of financial resources to pay for the additional staff and other controls currently in place, no action will be taken at this point.

NONCOMPLIANCE

None

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAM AUDIT

None

Questioned Costs

Shoshone Joint School District No. 312

61 EAST HWY 24
SHOSHONE, IDAHO 83352
(208) 886-2338

Summary Schedule of Prior Audit Findings

2020-001 Lack of Segregation of Duties

We believe that this finding applies only to the financial reporting and does not effect the federal award programs. No corrective action was taken.

Shoshone Joint School District No. 312

61 EAST HWY 24
SHOSHONE, IDAHO 83352
(208) 886-2338

Idaho Department of Education
Boise, Idaho

October 5, 2021

Shoshone Joint School District No. 312 respectfully submits the following corrective action plan for the year ended June 30, 2021. The name and address of the independent public accounting firm is R. Michael Burr CPA, P.O. Box 2229, Twin Falls, ID, 83301.

Audit Period: Year ended June 30, 2021

The findings from the October 5, 2021, schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule. Section A of the schedule, Summary of Audit Results, does not include findings and is not addressed.

A. Findings - Financial Statement Audit

Reportable Condition - 2021-001 Segregation of Duties

Recommendation: Hire additional staff to provide for a proper segregation of duties.

Action Taken: We agree with the findings; however, the lack of segregation of duties does not effect the federal award programs. Until sufficient funds are provided to employ additional District personnel, we will continue to have a lack of segregation of duties at the general financial statement level..

B. Findings - Federal Award Programs

None

If the Idaho Department of Education has any questions regarding the plan, please call Shannon Harris at (208) 886-2338

Sincerely



Superintendent