

**HUMBOLDT COUNTY  
SCHOOL DISTRICT  
JUNE 30, 2021**

# HUMBOLDT COUNTY SCHOOL DISTRICT ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2021

## TABLE OF CONTENTS

FINANCIAL SECTION	<u>PAGE NO.</u>
<b>Independent Auditor's Report</b>	1-3
<b>Management's Discussion and Analysis</b>	4a-4m
<b><u>Basic Financial Statements:</u></b>	
<b>Government-wide Financial Statements:</b>	
Statement of Net Position	5-6
Statement of Activities	7
<b>Fund Financial Statements:</b>	
<b>Governmental Funds:</b>	
Balance Sheet	8-9
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	10
Statement of Revenues, Expenditures and Changes in Fund Balances	11-12
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	13
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for General Fund	14
Major Special Revenue Funds:	
Special Education Fund	15
Federal Grants Fund	16
<b>Proprietary Funds:</b>	
Statement of Net Position	17
Statement of Revenues, Expenses and Changes in Net Position	18
Statement of Cash Flows	19
<b>Fiduciary Funds:</b>	
Statement of Fiduciary Net Position	20
Statement of Changes in Fiduciary Net Position	21
<b>Notes to Financial Statements</b>	22-52

# HUMBOLDT COUNTY SCHOOL DISTRICT

## ANNUAL FINANCIAL REPORT

### FISCAL YEAR ENDED JUNE 30, 2021

#### TABLE OF CONTENTS

**Required Supplementary Information:**

Schedule of Changes in Total OPEB Liability and Related Ratios	53
Schedule of the District's Proportionate Share of the Net Pension Liability – Public Employees' Retirement System of Nevada	54
Schedule of the District's Contributions - Public Employees' Retirement System of Nevada	55
Notes to Required Supplementary Information	56

**Other Supplementary Information:**

**Combining and Individual Fund Statements and Schedules:**

**Governmental Funds:**

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for General Fund	57-61
Major Special Revenue Funds:	
Special Education Fund	62-63
Federal Grants Fund	64-69

**Nonmajor Governmental Funds:**

Combining Balance Sheet	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	71

**Special Revenue Funds:**

**Nonmajor Special Revenue Funds:**

Combining Balance Sheet	72-73
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	74-75
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for	
Adult Education Fund	76
Class Size Reduction Fund	77
Food and Nutrition Fund	78
States Grants Fund	79-82
Gifts and Donations Fund	83-84
Student Activities Fund	85-87

# HUMBOLDT COUNTY SCHOOL DISTRICT ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2021

## TABLE OF CONTENTS

### **Debt Service Funds:**

#### **Major Debt Service Fund:**

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	88
---	----

### **Capital Projects Funds:**

#### **Nonmajor Capital Projects Fund:**

Combining Balance Sheet	89
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	90
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for	
Building Reserve (DMV) Fund	91
Building and Sites Fund	92
District Bond Initiative Fund	93-94

### **Proprietary Funds:**

#### **Internal Service Fund:**

Combining Statement of Net Position	95
Combining Statement of Revenues, Expenses, and Changes in Net Position	96
Combining Statement of Cash Flows	97
Nevada Unemployment Compensation Fund:	
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	98
Schedule of Cash Flows	99
Self-Insured Workers' Compensation Fund:	
Schedule of Revenues, Expenses and Changes in Net Position - Budget and Actual	100
Schedule of Cash Flows	101

### **Fiduciary Funds:**

#### **Private Purpose Trust Fund**

Statement of Fiduciary Net Position	102
Statement of Changes in Fiduciary Net Position - Budget and Actual	103

#### **Custodial Funds**

Combining Statement of Fiduciary Net Position	104
Combining Statement of Changes in Fiduciary Net Position	105

**HUMBOLDT COUNTY SCHOOL DISTRICT  
ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2021**

**TABLE OF CONTENTS**

**COMPLIANCE SECTION**

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 <i>Government Auditing Standards</i>	106-107
Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	108-109
Schedule of Expenditures of Federal Awards	110-112
Notes to the Schedule of Expenditures of Federal Awards	113
Schedule of Findings and Questioned Costs	114-115
Summary Schedule of Prior Audit Findings	116

**AUDITOR'S COMMENTS**

Current Year Statute Compliance	117
Progress on Prior Year Statute Compliance	117
Prior Year Recommendations	117
Current Year Recommendations	117



## Independent Auditor's Report

To the Board of Trustees of the  
Humboldt County School District  
Humboldt County, Nevada

### *Report on the Financial Statements*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Humboldt County School District, Humboldt County, Nevada (the "District"), 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*

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

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

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

## ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Special Education Fund, and the Federal Grants Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## ***Emphasis of Matter***

As discussed in Note 12 to the financial statements, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. This resulted in a restatement of the beginning governmental activities net position and the beginning aggregate remaining fund information fund balance totaling \$547,694 and a restatement of the beginning fiduciary net position totaling \$115,215. Our opinions are not modified with respect to this matter.

## ***Other Matters***

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4a through 4m, budgetary comparison information on pages 14 through 16, and the schedules related to other post-employment benefits and pensions beginning on page 53 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, the auditor's comments for the year ended June 30, 2021, and the schedule of expenditures of federal awards 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* (*Uniform Guidance*), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, 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 our opinion, the combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, 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.

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

*Blake Row* : Associates, LLC

Winnemucca, Nevada  
December 30, 2021



**Humboldt County School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2021**

Humboldt County School District's management discussion and analysis is designed to accomplish the following objectives: (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District's financial activities, (c) identify changes in the District's financial position (its ability to address the next and subsequent years' challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

We encourage readers to review this information in conjunction with the financial statements and notes to gain a more comprehensive picture of the information presented.

**Financial Highlights**

- The auditor's report offers an unqualified opinion on the financial statements, the highest opinion that can be attained.
- As of June 30, 2021, Government-wide Net Position was at (\$10.4) million, up \$2.8 million from the beginning balance of (\$13.2) million.
- The District's total revenues were \$50.3 million. The greatest revenue sources included property tax (Ad Valorem) at \$14.4 million, local school support taxes (sales tax) at \$12.6 million, operating grants and contributions at \$12.2 million, and non-restricted state aid at \$7.9 million. The Governmental Services taxes were \$1.9 million.
- The District's total expenses increased from \$45.7 million to \$48 million. The greatest expenses were in regular instruction at \$19.2 million, special education instruction at \$5.8 million, and operation and maintenance at \$5.4 million.
- Net capital assets increased from \$30.9 million to \$32 million. The major additions to the District's capital assets were HVAC projects, electrical upgrade projects, roofing replacements, and paving projects. In addition, the District enhanced its capital assets through the purchase of school buses and fleet vehicles. Depreciation is reflected on all District-owned assets and current infrastructure is recorded. Depreciation expense totaling \$2.5 million is included in the government-wide statements.
- The District's General Fund ending balance is \$7,832,613, which represents a \$0.67 million increase from the previous year's ending fund balance of \$7,167,310. This increase in ending fund balance is the result of an excess of revenue over expenditures.

## **Government-wide Financial Statements**

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

The Statement of Net Position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statement despite the fact that some items will only result in cash flows in future fiscal periods.

In many government entities, the government-wide financial statements distinguish functions that are supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges by reporting them as business-type activities. The District currently has no business-type activities, thus the entire report represents governmental activities.

## **Fund Financial Statements**

The Fund Financial Statements presentation is more common. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District's funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

*Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide statements described above. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. To provide a better understanding of the relationship between the fund statements and the government-wide statements, both the governmental fund balance sheet and governmental fund statement of revenues, expenditures and changes in fund balances provide reconciliations between the two statement types.

The focus of the governmental fund statements is on major funds. The District has 13 individual governmental funds of which the General Fund, Special Education Fund, Federal Grants Fund, and Debt Service Fund are considered major. These funds are disclosed separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances. The remaining nine non-major governmental funds are combined into a single aggregated presentation in these statements. Individual fund data for each of these non-major funds is reported in combining statements in this report.

*Proprietary funds* are comprised of enterprise funds and internal service funds. As reported previously, the District has no business-type activities to be accounted for in enterprise funds. Internal service funds are used to accumulate and allocate costs internally among the District's various programs and functions. The District uses an internal service fund to account for unemployment insurance costs. Beginning July 1, 2012, the district elected to become self-insured for Worker's Compensation Insurance and added an internal service fund to account for Worker's Comp insurance costs. Because internal service fund operations primarily benefit governmental funds, they are included in the governmental fund activities column in the government-wide statements.

The internal service funds are presented in the proprietary fund financial statement. Individual fund data for internal service funds are also provided in the combining statements in this report.

*Fiduciary funds* account for resources held for other governments or individuals outside of the District. As these resources do not support District activities, they are not included in the government-wide statements.

## **Notes to the Financial Statements**

The notes provide required disclosure and information necessary to understand the District's activities.

### **Other**

The individual fund statements, which provide budget to actual comparisons, are presented as supplementary information after the other government-wide financial statements. These schedules test compliance with budgetary constraints and management directives to enhance accountability at the fund and function level.

## **GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The government-wide financial statements are designed to provide readers with an overview of the District's financial position.

The following table illustrates the changes in net position in the fiscal year ending in June 2021. In order to enhance analysis, comparative information is provided for assets, deferred outflows, liabilities, deferred inflows, net position, revenues, and expenses.

## HUMBOLDT COUNTY SCHOOL DISTRICT'S NET POSITION

	2021	2020
<b>Assets</b>		
Current and other assets	\$17,348,454	\$17,275,317
Net capital assets	31,997,368	30,901,973
Total assets	49,345,822	48,177,290
<b>Deferred Outflows of Resources</b>		
Related to pension liabilities	13,356,839	12,582,947
Other postemployment benefits related amounts	1,232,469	1,226,248
Total deferred outflows of resources	14,589,308	13,809,195
<b>Liabilities</b>		
Current liabilities	5,004,937	6,499,068
Long-term liabilities	58,092,091	57,648,648
Total liabilities	63,097,028	64,147,716
<b>Deferred Inflows of Resources</b>		
Related to pension liabilities	9,347,287	8,994,395
Other postemployment benefits related amounts	1,849,921	2,070,081
Total deferred inflows of resources	11,197,208	11,064,476
<b>Net Position</b>		
Invested in capital assets, net of related debt	30,406,368	29,067,973
Restricted	8,627,475	7,251,227
Unrestricted	(49,392,949)	(49,544,907)
Total Net Position	(\$10,359,106)	(\$13,225,707)

For more detailed information, see the Government-Wide Statement of Net Position and the Notes to the Financial Statements.

**Net Position:** The District's liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$10.4 million on June 30, 2021. This deficit is due in large part to the adoption of GASB 75 to improve accounting and financial reporting by state and local governments for postemployment benefits other than pensions and also GASB 82 requirement to record PERS liabilities. The largest portion of the net position reflects its investment in capital assets (e.g., land, buildings and equipment) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; therefore, they are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

Governmental activities increased the District's net position by \$2.9 million. The details of the changes are noted in the following table:

## HUMBOLDT COUNTY SCHOOL DISTRICT CHANGE IN NET POSITION

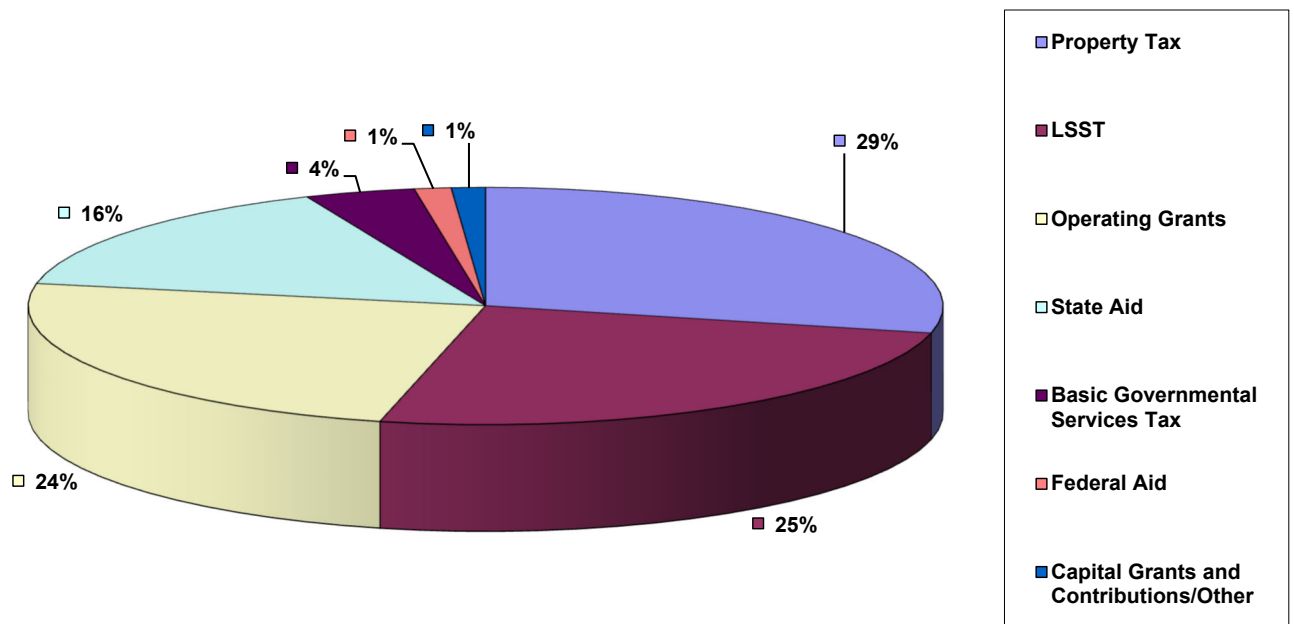
	<u>2021</u>	<u>2020</u>
<b>Revenues</b>		
Program revenues:		
Charges for services	\$ 256,834	\$ 272,632
Operating grants and contributions	12,190,067	9,513,484
Capital grants and contributions	303,051	1,122,951
General revenues:		
Property taxes	14,443,895	12,902,404
Local school support taxes	12,584,768	12,718,204
Government service taxes	1,931,700	1,740,036
Unrestricted investment earnings	21,401	118,739
State aid not restricted to specific purposes	7,854,679	9,368,153
Federal aid not restricted to specific purposes	657,622	734,750
Other	32,489	67,266
Total revenues	<u>\$ 50,276,506</u>	<u>\$ 48,558,619</u>
<b>Expenses</b>		
Instruction:		
Regular instruction	19,195,543	20,001,050
Special instruction	5,813,581	5,421,932
Vocational instruction	1,226,334	1,207,650
Other instruction	3,264,226	1,544,345
Co-curricular/athletics	531,659	676,262
Adult education	133,086	120,634
Community service	179,456	95,725
Support services:		
Student support	1,712,670	1,636,557
Instructional staff support	1,010,816	977,565
General administration	1,122,510	1,264,187
School administration	3,096,275	3,041,113
Administration support	859,722	905,212
Operation and maintenance	5,432,522	5,456,201
Student transportation	1,191,860	1,216,607
Community Support	791	
Facilities acquisition and construction	1,778,419	966,158
Other support	54,954	11,955
Food services	1,305,758	1,084,298
Interest on long-term debt	47,417	55,727
Total expenses	<u>\$ 47,957,599</u>	<u>\$ 45,683,178</u>
Increase/(Decrease) in Net Position	\$ 2,318,907	\$ 2,875,441
Net Position July 1	<u>\$ (13,225,707)</u>	<u>\$ (16,101,148)</u>
Cumulative effect of a change in accounting principle	<u>547,694</u>	<u>-</u>
Net Position July 1, As Restated	<u>\$ (12,678,013)</u>	<u>\$ (16,101,148)</u>
Net Position June 30	<u>\$ (10,359,106)</u>	<u>\$ (13,225,707)</u>

**Total Revenues:** Total revenue increased 3.5% when compared to the previous year’s revenue. General revenues mainly comprised of taxes, federal aid, unrestricted state aid, and local sources represented 74.5% of total revenue. Program revenues are revenues directly related to service activities of a function and include charges for services, grants and contributions, and related investment earnings, when restricted for use in programs.

**General Revenues:** General revenues decreased slightly by 0.3% from the prior fiscal.

**Program Revenues:** Program revenues related to specific functions provided approximately 26.6% of the resources necessary to pay costs of providing program services. Program revenues are generally grant funding with limited longevity. The remaining program costs were financed from general revenues.

**REVENUES BY SOURCE – GOVERNMENTAL ACTIVITIES**



**Governmental Activities**

- The largest revenue sources for the District are property taxes (Ad Valorem), Local School Support Taxes (LSST) and Operating grants. These funds comprised 78% of total revenues.
- Combined Ad Valorem taxes increased by 12% from the prior year. Property tax Ad Valorem increased by 6.6% while net mine proceeds increased from \$4 million to \$5 million.

- Local School Support Taxes (LSST) decreased by 1% in response to a slight decrease in taxable sales.
- State revenue, as provided through the Nevada Plan (State aid guaranteed funding), decreased to \$7.9 million from \$9.4 million last year funding as a result of decreased per pupil funding levels and the formula used to calculate DSA.

**FINANCIAL ANALYSIS OF THE DISTRICT’S MAJOR FUNDS**

The Humboldt County School District uses fund accounting and budgetary integration to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds:** The focus of the District’s governmental funds is to provide information on current inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District’s current funding requirements. In particular, unrestricted fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

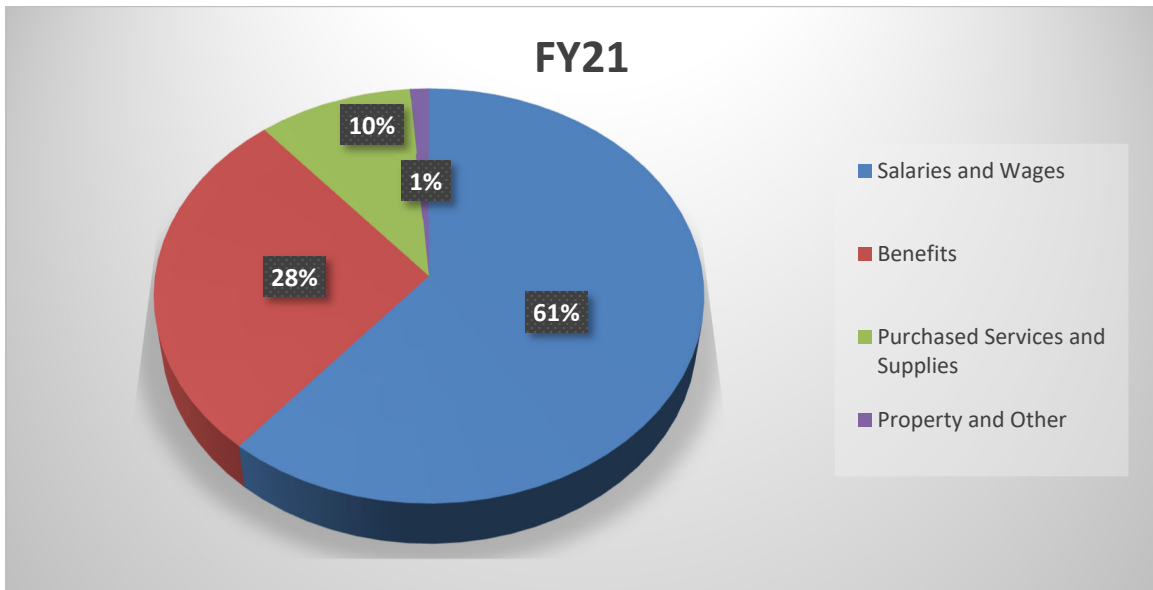
As of the current fiscal year, the District’s governmental funds provide combined ending fund balances of \$10.9 million, up from \$9.6 million last year.

In 1993 the State Legislature enacted legislation that required the special education program (previously accounted within the general fund) to be accounted for in a separate special revenue fund. Because of its size and relationship to the general fund, it is included in the following analysis:

**GENERAL AND SPECIAL EDUCATION FUNDS EXPENDITURES BY TYPE**

	<u>2021</u>	<u>2020</u>
Salaries	\$ 21,898,491	\$ 21,629,665
Benefits	9,935,249	9,630,758
Purchased Services	1,321,924	1,511,748
Supplies	2,239,417	2,391,719
Property	331,613	191,666
Other	108,189	109,070
Totals	<u>\$ 35,834,883</u>	<u>\$ 35,464,626</u>

## GENERAL AND SPECIAL EDUCATION FUNDS EXPENDITURES BY TYPE



- Salaries and wages comprise 61.1% of total expenditures. School Districts by their nature are labor intensive requiring a significant proportion of available funds.
- Employee benefits average 45.4% of salaries and wages and 27.7% of total expenditures. Benefits include contributions on the behalf of employees for retirement (Public Employees Retirement), health insurance, Medicare, life insurance and workers' compensation.
- Purchased services, supplies, other, and property comprise 11.2% of total expenditures.

**The General Fund** is the primary operating fund of the District. At the conclusion of the 2021 fiscal year, the unrestricted fund balance of the General Fund was \$2.6 million compared to \$3.1 million in the prior year and total fund balance was \$7.8 million compared to \$7.2 million in the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 8.9% of total fund expenditures while total fund balance represents 25% of that same amount.

The fund balance within the General Fund increased by \$0.67 million because of revenues exceeding expenditures and transfers out.

**The Special Education Fund** accounts for resources (state-aid, Medicaid, and transfers from the General Fund) used to provide special education to eligible students. Resources and transfers totaled \$4.5 million; expenditures totaled \$4.5 million. Transfers from the general fund in the amount of \$2.5 million accounted for 54.2% of the resources in the fund. State aid totaled \$2 million.



**The Federal Grants Fund** is utilized to support a variety of student and support programs and projects such as professional development, curriculum development, and enhanced instruction in literacy, math, science, ELL, and special programs. The Federal Grants Fund had total revenue of \$5.98 million.

**The Debt Service Fund** has a total fund balance of \$1.1 million, all of which is restricted for the payment of debt service and use in capital projects. There was a slight increase in the fund balance of \$0.3 million due to higher than expected Net Proceeds of Minerals. A total of \$1.7 million was transferred to the District Bond Capital Projects fund for approved capital improvements and updates. The debt service fund's balance equals approximately five years' debt service requirement. The minimum fund balance required by state regulation is one year's requirement.

**Proprietary Funds:** The proprietary fund statements provide the same type of information found in the government-wide financial statements, but in greater detail. Beginning July 1, 2012, the district elected to make the transition from participation in the State POOL-PACT Worker's Comp Insurance to a Self-Insured Worker's Comp Fund. In the ninth year of operating the fund, revenues exceeded expenses, resulting in an ending net position of \$1,757,015.

The District's unemployment insurance fund finished the year with a net position of \$82,334.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

Prior to the beginning of the fiscal year, the District is required to adopt its original (tentative) budget on or before June 8. The District is required to amend the budget by January 1 of the fiscal year to reflect the official enrollment count and any state DSA adjustments made following the tentative budget. During the year, the Chief Financial Officer is authorized to transfer appropriations between accounts and funds, subject to the subsequent approval by the Board. The District may also augment the budget by a majority vote of the Board if resources actually available during the year exceed those estimated.

The District augmented the budget on December 8, 2020 to reflect actual enrollment and other adjustments in anticipated resources. The District again amended/augmented the budget on June 22, 2021. The significant changes from the original to the final budget are summarized below.

Historically, school districts in Nevada are funded in large part based on student enrollment at the end of the first school month. This funding mechanism was identified as a “count day.” However, during the 2015 legislative session, funding was shifted from this count day to an Average Daily Enrollment (ADE) analysis. The 2015-2016 school year was the first year in which a shift in this funding mechanism was implemented. In reviewing the impact for Humboldt County School District during 2020-2021, the district saw an overall decrease in weighted enrollment of 176.51 students from the projected enrollment figure used for budgetary purposes.

Upon completion of the Final Financial Audit, as well as with an understanding of enrollment figures under the ADE calculation, the district takes the opportunity to adjust the final budget as part of the December August. At this time, budgeted resources showed an increase by a net total of \$5.2 million from the original budget with the majority to reflect the anticipation of increased federal ESSER revenue and adjust opening fund balances. Budgets were adjusted to reflect grant funding approved by grantor agencies and donations received from private parties.

While most revenue is fairly predictable, net proceeds of minerals (NPM) for the preceding fiscal year is not certified by the Department of Taxation until April 20<sup>th</sup> of the subsequent year. In response, state statute (NRS 387.195) was enacted requiring school districts to restrict current year net proceeds revenue for subsequent year expenditures. This year the District received \$5 million in net mine proceeds, which accounted for 63.5% of the overall \$7.8 million ending fund balance.

State DSA reflected a budgeted decrease of \$1,928,912. Overall, actual revenue was more than the final budgeted resources in the general fund for all sources by \$87,832 or 0.26%. The general fund actual expenditures were 7.7% below appropriations compared to 9.3% last year.

**Capital Assets and Debt Administration**

**Capital Assets**

The District enhanced its capital assets through purchases of tangible fixed assets comprised primarily of electrical upgrade projects and various other building and infrastructure improvements. Additional information on Humboldt County School District’s capital assets can be found in the notes to the financial statements of this report.

**HUMBOLDT COUNTY SCHOOL DISTRICT CAPITAL ASSETS  
(Net of Depreciation)**

	<u>2021</u>	<u>2020</u>
Land	\$ 1,215,700	\$ 1,215,700
Construction in progress	860,708	263,167
Buildings and improvements	21,141,938	21,715,139
Site improvements	1,981,033	1,649,154
Machinery and equipment	<u>6,797,989</u>	<u>6,058,813</u>
Total	<u>\$ 31,997,368</u>	<u>\$ 30,901,973</u>

## Debt Administration

The District's outstanding debt decreased slightly during the current fiscal year with the regularly scheduled payment. State statute (NRS 387.400) limits the amount of general obligation debt a school district may issue to 15% of its total assessed valuation. The district is significantly below this limit. Additional information on Humboldt County School District's long-term debt can be found in the notes to the financial statements of this report.

### HUMBOLDT COUNTY SCHOOL DISTRICT OUTSTANDING DEBT

	<u>2021</u>	<u>2020</u>
General Obligation Bonds	\$ 1,591,000	\$ 1,759,000
Medium Term Bonds	<u>-</u>	<u>75,000</u>
Total	<u>\$ 1,591,000</u>	<u>\$ 1,834,000</u>

### ECONOMIC FACTORS AND FISCAL IMPACT

By way of background information, the Humboldt County School District is a mid-size rural county school district in the State of Nevada. During FY21, the District operated under the final year of the Nevada Plan; Nevada's formula for education funding. Under this plan, the District's funding primarily comes from local ad valorem, sales and government services taxes. Additionally, the State provides a basic support guarantee through a per pupil funding basis. With this background, the following factors are provided:

The state of Nevada, and Humboldt County School District in particular, are in the middle of significant economic and pandemic impacts. At the local level, the recent merger of Newmont and Barrick, creating Nevada Gold Mines (NGM) has strengthened the local gold producing ventures which support Humboldt County. Combined with increased gold prices (@\$1,800 per ounce), HCSD benefited from the Net Proceeds of Minerals portion of the Nevada Plan providing strong revenues.

In addition, progress is being made with the approval of Lithium Nevada, which, once completed and approved, will create the largest Lithium Mine in the United States, supplying the nation's lithium needs for generations to come. This project, with anticipated construction starting in 2022, is anticipated to bring over 300 high skill, high wage positions to our community. This will also directly impact support business and industry necessary to support this influx of employees. Not only does this project increase potential enrollment, but also tax revenues supporting the district and community.

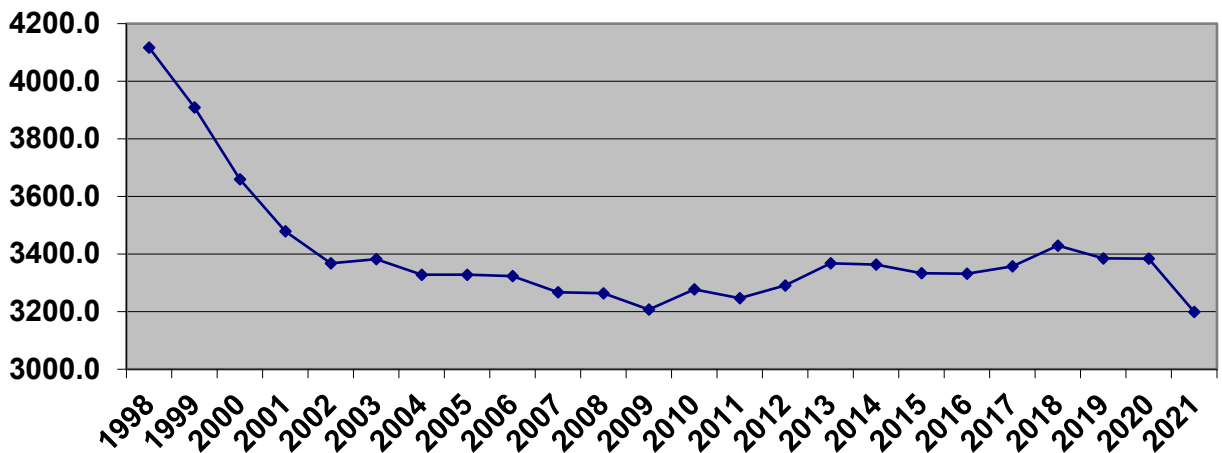
Despite the positive economic indicators locally, the ongoing impacts of the COVID-19 pandemic has caused continuing challenges at both the local and state level. Because of concerns with the pandemic, Humboldt County School District has seen a decrease in enrollment as parents have opted to utilize online charter and homeschool options for their children's educational needs. As a result, the District has noted a decrease in enrollment of greater than 5%, which implemented a Hold Harmless provision in Nevada's funding formula.

As the nation sought means to recover from the pandemic, significant resources were provided nationally, with dedicated resources to schools, to ensure a continuity of services. This provided significant funds to the district, totaling approximately \$5.9 million, that will provide critical supports over the next several years. However, it is noted that these funds are limited in time and scope and will require the District to carefully evaluate spending patterns and program services upon termination of the grant cycle.

As noted in the prior year’s MDA, the 2019 legislative session saw the approval of SB 543, which will significantly alter the current “Nevada Plan” and introduce what is known as the “Pupil Centered Funding Plan” (PCFP). The PCFP was further defined during the 2021 legislative session and was placed in full implementation as of July 1, 2021. The impacts of this implementation will be made clear to the district as we move through and complete FY22.

As noted above, despite a general flat economic market in Humboldt County, the District has seen a decrease in enrollment figures, exacerbated by the pandemic. The district closed out the 2020-2021 school year lower than at the start of the school year, and the 2021-2022 school year has noted a slight increase over the prior year as COVID-19 restrictions begin to be lifted. For historical purposes, at that apex of the District’s enrollment, 1998 reflected a weighted enrollment of 4,117. By comparison, the average weighted enrollment during fiscal year 2021 was 3,199.06. Over a 23-year period, this reflects a decrease in weighted student enrollment of 917.94 students.

WEIGHTED COUNT DAY COMPARISON BY YEAR



The guaranteed basic support per pupil revenue amount as provided through the State’s Distributive School Account (DSA) was \$7,245 resulting in a decrease of \$186 per pupil from the previous year final DSA allocation of \$7,431. The District was funded at an average weighted (hold harmless) count of 3,347.52, a decrease of 0.01 in enrollment population from the prior year.

Presentation of final DSA numbers is of significance for several reasons: under NRS and in accordance with negotiated agreements with local bargaining groups, any reduction in personnel must be determined no later than May 1<sup>st</sup>; and as a result, contract agreements must consider final allocations when considering fiscal considerations.

## **REQUESTS FOR INFORMATION**

The report is designed to provide a general overview of the Humboldt County School District's finances for all interested parties. Questions concerning the information provided in this report or requests for additional financial information should be addressed to:

Dr. David Jensen, Superintendent  
Humboldt County School District  
310 E. Fourth Street  
Winnemucca, NV 89445  
(775) 623-8100

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2021**

	<b>GOVERNMENTAL ACTIVITIES</b>
<b>ASSETS</b>	
Current assets:	
Cash and investments	\$ 12,885,132
Receivables:	
Ad valorem taxes	60,265
Interest	609
Other	40,076
Intergovernmental receivable	4,116,896
Inventories	86,376
Total current assets	17,189,354
Noncurrent assets:	
Restricted cash	159,100
Capital assets not being depreciated:	
Land	1,215,700
Construction in progress	860,708
Other capital assets, net of depreciation	29,920,960
Total noncurrent assets	32,156,468
Total assets	49,345,822
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pension-related amounts	13,356,839
Other postemployment benefits-related amounts	1,232,469
Total deferred outflows of resources	14,589,308
<b>LIABILITIES</b>	
Current liabilities:	
Accounts payable	896,083
Claims liabilities	30,000
Accrued liabilities	2,507,293
Contract retainage payable	31,140
Interest payable	10,680
Intergovernmental payable	1,026,939
Unearned revenues	50,515
Current portion of long-term obligations	452,287
Total current liabilities	5,004,937
Noncurrent liabilities:	
General obligation bonds payable	1,591,000
Accrued compensated absences	1,306,954
Net pension liability	45,474,789
Other postemployment benefits (OPEB) liability	10,171,635
Less: current portion of long-term obligations	(452,287)
Total noncurrent liabilities	58,092,091
Total liabilities	63,097,028
	<b>(CONTINUED)</b>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2021**

		<b><u>GOVERNMENTAL ACTIVITIES</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Pension-related amounts	\$	9,347,287
Other postemployment benefits-related amounts		1,849,921
Total deferred inflows of resources		<u>11,197,208</u>
<b>NET POSITION</b>		
Net investment in capital assets		30,406,368
Restricted for:		
Capital projects		664,291
Debt service		1,062,028
Self-insured programs		1,839,349
Other purposes		5,061,807
Unrestricted (deficit)		<u>(49,392,949)</u>
Total net position (deficit)	\$	<u><u>(10,359,106)</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES				NET (EXPENSES) REVENUES AND CHANGES IN NET POSITION
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CON- TRIBUTIONS	CAPITAL GRANTS AND CON- TRIBUTIONS	
<b>Governmental activities:</b>					
Instruction:					
Regular instruction	\$ 19,195,543	\$ 221,658	\$ 3,757,300	\$ -	\$ (15,216,585)
Special instruction	5,813,581	-	3,228,240	138,474	(2,446,867)
Vocational instruction	1,226,334	17,000	148,038	-	(1,061,296)
Other instruction	3,264,226	-	2,055,430	-	(1,208,796)
Co-curricular	531,659	15,420	38,067	-	(478,172)
Adult education	133,086	-	136,000	-	2,914
Community service	179,456	-	179,606	-	150
Total instruction	<u>30,343,885</u>	<u>254,078</u>	<u>9,542,681</u>	<u>138,474</u>	<u>(20,408,652)</u>
Support services:					
Student support	1,712,670	-	401,468	-	(1,311,202)
Instructional staff support	1,010,816	-	10,792	-	(1,000,024)
General administration	1,122,510	-	3,160	-	(1,119,350)
School administration	3,096,275	-	43,154	-	(3,053,121)
Administrative support	859,722	-	26,186	-	(833,536)
Operation and maintenance	5,432,522	-	614,686	-	(4,817,836)
Student transportation	1,191,860	-	-	164,577	(1,027,283)
Community support	791	-	-	-	(791)
Facilities acquisition and construction	1,778,419	-	-	-	(1,778,419)
Other support	54,954	-	54,954	-	-
Food service operations	1,305,758	2,756	1,492,986	-	189,984
Interest on long-term debt	47,417	-	-	-	(47,417)
Total support	<u>17,613,714</u>	<u>2,756</u>	<u>2,647,386</u>	<u>164,577</u>	<u>(14,798,995)</u>
Total governmental activities	<u>\$ 47,957,599</u>	<u>\$ 256,834</u>	<u>\$ 12,190,067</u>	<u>\$ 303,051</u>	<u>(35,207,647)</u>

**General revenues:**

Property taxes, levied for general purposes	\$ 12,246,027
Property taxes, levied for debt service	2,197,868
Local school support taxes	12,584,768
Government service taxes for general purposes	1,591,933
Government service taxes for capital purposes	339,767
Interest earnings	21,401
State aid not restricted to specific purposes	7,854,679
Other local sources - general	21,183
Other local sources - other	11,306
Federal aid not restricted to specific purposes	<u>657,622</u>

Total general revenues 37,526,554

Change in Net Position 2,318,907

**NET POSITION (DEFICIT) - JULY 1** (13,225,707)

Cumulative effect of a change in accounting principle 547,694

**NET POSITION (DEFICIT) - JULY 1, AS RESTATED** (12,678,013)

**NET POSITION (DEFICIT) - JUNE 30** \$ (10,359,106)

See accompanying notes.



**HUMBOLDT COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2021**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>FEDERAL GRANTS FUND</u>
<b>ASSETS</b>			
Cash and investments	\$ 7,207,218	\$ 298,481	\$ 39,738
Receivables:			
Ad valorem taxes	51,072	-	-
Interest	-	-	-
Other	3,393	-	-
Due from other funds	1,188,448	55,102	1,255
Intergovernmental receivable	2,440,406	-	1,187,710
Inventories	83,024	-	-
Cash and investments - restricted	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets	\$ <u>10,973,561</u>	\$ <u>353,583</u>	\$ <u>1,228,703</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 166,330	\$ 13,982	\$ 151,623
Contract retainage payable	-	-	-
Accrued liabilities	1,832,411	337,348	125,448
Due to other funds	66,449	-	950,000
Intergovernmental payable	1,024,686	2,253	-
Unearned revenues	-	-	-
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>3,089,876</u>	<u>353,583</u>	<u>1,227,071</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - property taxes	<u>51,072</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Nonspendable:			
Inventories	83,024	-	-
Restricted for:			
NRS 387.1235 - net proceeds of mines	4,975,431	-	-
NRS 350.020 - debt service	-	-	-
NRS 387.328 - capital projects	-	-	-
Committed to:			
Other capital purchases	165,000	-	-
Assigned to:			
Food service	-	-	-
Special projects	-	-	1,632
Other capital projects	-	-	-
Unassigned	<u>2,609,158</u>	<u>-</u>	<u>-</u>
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>7,832,613</u>	<u>-</u>	<u>1,632</u>
	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows, and fund balances	\$ <u>10,973,561</u>	\$ <u>353,583</u>	\$ <u>1,228,703</u>

See accompanying notes.

<b>DEBT SERVICE FUND</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
\$ 893,235	\$ 2,603,384	\$ 11,042,056
9,193	-	60,265
-	609	609
-	9,995	13,388
-	10,092	1,254,897
11,180	477,600	4,116,896
-	3,352	86,376
159,100	-	159,100
<u>\$ 1,072,708</u>	<u>\$ 3,105,032</u>	<u>\$ 16,733,587</u>
\$ -	\$ 563,733	\$ 895,668
-	31,140	31,140
-	212,086	2,507,293
-	238,448	1,254,897
-	-	1,026,939
-	50,515	50,515
-	1,095,922	5,766,452
<u>9,193</u>	<u>-</u>	<u>60,265</u>
-	3,352	86,376
-	-	4,975,431
1,063,515	-	1,063,515
-	664,291	664,291
-	-	165,000
-	278,994	278,994
-	596,035	597,667
-	466,438	466,438
-	-	2,609,158
<u>1,063,515</u>	<u>2,009,110</u>	<u>10,906,870</u>
<u>\$ 1,072,708</u>	<u>\$ 3,105,032</u>	<u>\$ 16,733,587</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2021**

Total Fund Balances for Governmental Funds	\$	10,906,870
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital Assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>		
Governmental capital assets	\$ 75,520,513	
Less accumulated depreciation	<u>(43,523,145)</u>	31,997,368
<p>Some liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
Other postemployment benefits asset (liability)		(10,171,635)
Net pension asset (liability)		(45,474,789)
<p>Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
Governmental bonds payable	(1,591,000)	
Compensated absences	<u>(1,306,954)</u>	(2,897,954)
Interest payable		(10,680)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.</p>		
		60,265
<p>Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the governmental funds.</p>		
Deferred outflows of resources related to pensions		13,356,839
Deferred inflows of resources related to pensions		(9,347,287)
Deferred outflows of resources related to other postemployment benefits		1,232,469
Deferred inflows of resources related to other postemployment benefits		(1,849,921)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds are reported with governmental activities.</p>		
		<u>1,839,349</u>
Total Net Position of Governmental Activities	\$	<u><u>(10,359,106)</u></u>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>FEDERAL GRANTS FUND</u>
<b>REVENUES</b>			
Local sources	\$ 26,508,429	\$ -	-
State sources	7,854,679	2,039,211	-
Federal sources	64,769	33,098	5,979,175
	<u>34,427,877</u>	<u>2,072,309</u>	<u>5,979,175</u>
Total revenues			
<b>EXPENDITURES</b>			
Current:			
Regular programs	15,877,472	-	1,936,254
Special programs	-	4,527,411	1,331,897
Vocational programs	1,050,499	-	29,183
Other instructional programs	1,504,147	-	1,523,349
Co-curricular/athletic programs	492,300	-	-
Adult education programs	-	-	-
Community services programs	-	-	161,821
Undistributed expenditures:			
Student support	1,331,911	-	-
Instructional staff support	875,048	-	8,120
General administration	1,127,872	-	2,921
School administration	3,085,851	-	37,390
Administrative support	684,480	-	87,228
Operation and maintenance	3,924,238	-	694,803
Student transportation	1,276,827	-	164,577
Food service programs	-	-	-
Facilities acquisition and construction service	-	-	-
Other support services	-	-	-
Debt service:			
Principal	75,000	-	-
Interest	1,827	-	-
	<u>31,307,472</u>	<u>4,527,411</u>	<u>5,977,543</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>3,120,405</u>	<u>(2,455,102)</u>	<u>1,632</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	2,455,102	-
Transfers out	(2,455,102)	-	-
	<u>(2,455,102)</u>	<u>2,455,102</u>	<u>-</u>
Total other financing sources (uses)			
Net change in fund balances	665,303	-	1,632
<b>FUND BALANCES, July 1</b>	<u>7,167,310</u>	<u>-</u>	<u>-</u>
Prior period adjustment	-	-	-
<b>FUND BALANCES, July 1, restated</b>	<u>7,167,310</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES, June 30</b>	<u>\$ 7,832,613</u>	<u>\$ -</u>	<u>1,632</u>

See accompanying notes.

<u>DEBT SERVICE FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 2,202,782	\$ 847,119	\$ 29,558,330
-	3,265,230	13,159,120
-	1,489,481	7,566,523
<u>2,202,782</u>	<u>5,601,830</u>	<u>50,283,973</u>
-	2,082,488	19,896,214
-	3,977	5,863,285
-	135,855	1,215,537
-	532,081	3,559,577
-	46,662	538,962
-	136,000	136,000
-	17,785	179,606
-	401,468	1,733,379
-	57,045	940,213
-	385	1,131,178
-	5,764	3,129,005
-	94,900	866,608
-	854,796	5,473,837
-	20,279	1,461,683
-	1,279,794	1,279,794
-	1,778,419	1,778,419
-	54,954	54,954
168,000	-	243,000
48,197	-	50,024
<u>216,197</u>	<u>7,502,652</u>	<u>49,531,275</u>
<u>1,986,585</u>	<u>(1,900,822)</u>	<u>752,698</u>
-	1,715,000	4,170,102
(1,715,000)	-	(4,170,102)
<u>(1,715,000)</u>	<u>1,715,000</u>	<u>-</u>
271,585	(185,822)	752,698
<u>791,930</u>	<u>1,647,238</u>	<u>9,606,478</u>
-	547,694	547,694
<u>791,930</u>	<u>2,194,932</u>	<u>10,154,172</u>
\$ <u>1,063,515</u>	\$ <u>2,009,110</u>	\$ <u>10,906,870</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2021**

Net Change in Fund Balances - Governmental Funds	\$	752,698
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.</p>		
Expenditures for capital assets	\$ 3,629,521	
Less current year depreciation	<u>(2,544,761)</u>	1,084,760
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statements.</p>		
Donated capital assets		11,306
<p>Repayment of debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.</p>		
		243,000
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due and thus requires current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.</p>		
		2,607
<p>Because some property taxes will not be collected in time to pay for obligations of the current period, they are not considered available revenues in the governmental funds and are instead reported as deferred revenues. These revenues are accounted for as revenue in the statement of activities.</p>		
		(18,769)
<p>Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.</p>		
District pension contributions	3,667,392	
Cost of pension benefits earned	(3,684,361)	
District OPEB contributions	449,241	
Cost of OPEB benefits earned	<u>(486,661)</u>	(54,389)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Obsolete assets	(675)	
Change in long-term compensated absences	<u>29,025</u>	28,350
<p>Internal service funds are used by management to charge the costs of certain insurance activities to individual funds. The net revenue of the internal service funds is reported with governmental activities.</p>		
		<u>269,344</u>
Change in Net Position of Governmental Activities	\$	<u><u>2,318,907</u></u>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Local sources	\$ 23,647,890	\$ 26,250,776	\$ 26,508,429	\$ 257,653
State sources	9,953,412	8,024,500	7,854,679	(169,821)
Federal sources	-	64,769	64,769	-
	<u>33,601,302</u>	<u>34,340,045</u>	<u>34,427,877</u>	<u>87,832</u>
<b>EXPENDITURES</b>				
Regular programs	16,177,877	16,867,265	15,877,472	989,793
Vocational programs	1,111,098	1,096,612	1,050,499	46,113
Other instructional programs	1,142,813	1,613,626	1,504,147	109,479
Co-curricular/athletic programs	782,333	782,333	492,300	290,033
Undistributed expenditures:				
Student support	1,211,501	1,357,653	1,331,911	25,742
Instructional staff support	939,540	939,540	875,048	64,492
General administration	1,385,129	1,221,278	1,127,872	93,406
School administration	3,244,206	3,181,913	3,085,851	96,062
Administrative support	712,586	764,541	684,480	80,061
Operation and maintenance	4,330,892	4,433,972	3,924,238	509,734
Student transportation	1,338,647	1,600,202	1,276,827	323,375
Debt service:				
Principal	75,000	75,000	75,000	-
Interest	1,827	1,827	1,827	-
	<u>32,453,449</u>	<u>33,935,762</u>	<u>31,307,472</u>	<u>2,628,290</u>
Excess (deficiency) of revenues over (under) expenditures	1,147,853	404,283	3,120,405	2,716,122
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(2,578,959)	(2,539,721)	(2,455,102)	84,619
Net change in fund balance	(1,431,106)	(2,135,438)	665,303	2,800,741
<b>FUND BALANCE, July 1</b>	<u>4,125,827</u>	<u>7,167,310</u>	<u>7,167,310</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 2,694,721</u>	<u>\$ 5,031,872</u>	<u>\$ 7,832,613</u>	<u>\$ 2,800,741</u>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
State sources	\$ 1,941,039	\$ 2,039,211	\$ 2,039,211	\$ -
Federal sources	45,698	45,698	33,098	(12,600)
Total revenues	<u>1,986,737</u>	<u>2,084,909</u>	<u>2,072,309</u>	<u>(12,600)</u>
<b>EXPENDITURES</b>				
Special programs	4,526,458	4,624,630	4,527,411	97,219
Excess (deficiency) of revenues over expenditures	(2,539,721)	(2,539,721)	(2,455,102)	84,619
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>2,539,721</u>	<u>2,539,721</u>	<u>2,455,102</u>	<u>(84,619)</u>
Net change in fund balance	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Federal sources	\$ 3,192,029	\$ 10,101,778	\$ 5,979,175	\$ (4,122,603)
<b>EXPENDITURES</b>				
Regular programs	881,178	2,644,694	1,936,254	708,440
Special programs	1,270,426	1,505,264	1,331,897	173,367
Vocational programs	42,498	47,331	29,183	18,148
Other instructional programs	163,093	4,253,845	1,523,349	2,730,496
Community services programs	10,483	309,899	161,821	148,078
Undistributed expenditures:				
Student support	86,223	-	-	-
Instructional staff support	12,000	8,120	8,120	-
General administration	14,700	338,941	2,921	336,020
School administration	31,246	47,012	37,390	9,622
Administrative support	119,726	87,240	87,228	12
Operation and maintenance	424,000	694,855	694,803	52
Student transportation	136,456	164,577	164,577	-
Total expenditures	<u>3,192,029</u>	<u>10,101,778</u>	<u>5,977,543</u>	<u>4,124,235</u>
Net change in fund balance	-	-	1,632	1,632
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,632</u>	<u>\$ 1,632</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 JUNE 30, 2021**

		<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>ASSETS</b>		
Current assets:		
Cash and investments	\$	1,843,076
Accounts receivable		26,688
		26,688
Total assets		1,869,764
 <b>LIABILITIES</b>		
Current liabilities:		
Accounts payable		415
Claims payable		30,000
		30,000
Total liabilities		30,415
 <b>NET POSITION</b>		
Restricted		1,839,349
Total net position	\$	1,839,349

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 FOR THE YEAR ENDED JUNE 30, 2021**

	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>OPERATING REVENUES:</b>	
Interfund charges	\$ <u>373,740</u>
<b>OPERATING EXPENSES:</b>	
Claims	39,758
Insurance premiums	49,895
Administrative expenses	<u>14,743</u>
Total operating expenses	<u>104,396</u>
Operating income (loss)	269,344
<b>NET POSITION - July 1</b>	<u>1,570,005</u>
<b>NET POSITION - June 30</b>	\$ <u><u>1,839,349</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2021**

		<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities:		
Cash received for interfund services provided	\$	394,497
Cash payments for claims and services		<u>(103,981)</u>
Net cash provided (used) by operating activities		<u>290,516</u>
<b>Cash and cash equivalents, beginning of year</b>		<u>1,552,560</u>
<b>Cash and cash equivalents, end of year</b>	\$	<u><u>1,843,076</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$	<u>269,344</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable		20,757
Increase (decrease) in claims payable		<u>415</u>
Total adjustments		<u>21,172</u>
Net cash provided (used) by operating activities	\$	<u><u>290,516</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET POSITION  
JUNE 30, 2021**

	<b>PRIVATE- PURPOSE TRUST FUND</b>	<b>CUSTODIAL FUNDS</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash and investments	\$ 83,001	\$ 113,129	\$ 196,130
Interest receivable	12	-	12
	83,013	113,129	196,142
Total assets	83,013	113,129	196,142
 <b>NET POSITION</b>			
Held in trust for scholarship payments	\$ 83,013	\$ 113,129	\$ 196,142
	83,013	113,129	196,142

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>PRIVATE- PURPOSE TRUST FUND</u>	<u>CUSTODIAL FUNDS</u>
<b>ADDITIONS</b>		
Contributions:		
Interest	\$ 454	\$ -
Donations	-	54,634
Miscellaneous	-	2,480
	<hr/>	<hr/>
Total additions	454	57,114
	<hr/>	<hr/>
<b>DEDUCTIONS</b>		
Scholarships	3,309	26,833
Other	-	32,367
	<hr/>	<hr/>
Total deductions	3,309	59,200
	<hr/>	<hr/>
Change in net position	(2,855)	(2,086)
	<hr/>	<hr/>
<b>NET POSITION, July 1</b>	85,868	-
	<hr/>	<hr/>
<b>Prior period adjustment</b>	-	115,215
	<hr/>	<hr/>
<b>NET POSITION - July 1, RESTATED</b>	85,868	115,215
	<hr/>	<hr/>
<b>NET POSITION - June 30</b>	\$ <u>83,013</u>	\$ <u>113,129</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying financial statements of the Humboldt County School District, Humboldt County, Nevada (the District) have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of existing Government and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. A summary of the more significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

**A. Reporting Entity**

The District is the basic level of government having oversight responsibility and control over all activities related to the public-school education in Humboldt County, Nevada. The governing board consists of seven members elected by the voters in the district for four-year terms, and has authority to adopt and administer budgets. The District receives funding from Local, State, and Federal government sources and must comply with the related requirements of these funding source entities. However, the District is not included in any other governmental “reporting entity,” since trustees are elected by the public, it is a legally separate government and it is fiscally independent of any other governmental entity. In addition, the District is not financially accountable for any other entity.

**B. Basic Financial Statements – Government-wide Statements**

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. The reporting focus is on either the District as a whole or major individual funds and nonmajor funds in the aggregate (within the fund financial statements).

The government-wide financial statements (the Statement of Net Position and Statement of Activities) report information on all of the non-fiduciary activities of the District. Certain eliminations have been made to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated. In the Statement of Activities, internal service fund transactions have been eliminated.

In the government-wide Statement of Net Position, the governmental activities column is presented on a consolidated basis, and is reflected on a full accrual, economic resource basis which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District’s net position is reported in three parts – net investment in capital assets, restricted, and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the District’s programs. The programs are also supported by the general government revenues (ad valorem taxes, school support taxes, distributive school funds, government services tax and interest income not legally restricted for specific programs, etc.). The Statement of Activities reduces gross

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

expenses (including depreciation) by related program revenues and operating grants. Program revenues include operating grants and contributions and investment earnings legally restricted to support a specific program. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary grants. The net costs (by function) are normally covered by general revenue.

**C. 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 comprise its assets, deferred outflows, liabilities, deferred inflows, fund equity, revenues and expenditures. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are intended and the means by which spending activities are controlled. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

The emphasis in the fund financial statements is on major funds in the governmental type activity category. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues, or expenditures) for the determination of major funds. District management may electively add funds as major funds when it is determined the funds have specific community or management focus. Major individual governmental funds are reported as separate columns in the fund financial statements.

The focus of the governmental funds' measurement in the fund statements is upon determination of the financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

The focus for proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds distinguish operating revenue and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

The District's internal service funds are presented in the proprietary fund's financial statements. Because the principal users of the internal services are the District's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate program activity.

The District's fiduciary funds are presented in the fiduciary fund financial statement by type. Since, by definition, these assets are held for the benefit of a third party and cannot be used to address



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

activities or obligations of the District, these funds are not incorporated into the government-wide statements.

The District reports the following major governmental funds:

The *General Fund* is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.

The *Special Education Fund* is used to account for transactions of the District relating to educational services provided to children with special needs supported by state and local sources. The major revenue source for this fund is state DSA.

The *Federal Grants Fund* is used to account for the proceeds of specific federal revenue sources that are legally restricted to expenditures for specified purposes.

The *Debt Service Fund* is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Additionally, the District reports the following fund types:

**Proprietary Funds:**

*Internal Service Funds* are used to account for the financing of services provided by one department to other departments of the District on a cost-reimbursement basis. Currently, the District has two Internal Service Funds.

*Nevada Unemployment Compensation* is used to account for the self-funded unemployment claims as they arise.

*Self-Insured Workers' Compensation* is used to account for the self-funded worker's compensation claims and related costs as they arise.

**Fiduciary Funds:**

*Private Purpose Trust Funds* are used to account for resources legally held in trust for the purpose of awarding future student scholarships.

*Custodial Funds* account for assets held by the District in a trustee capacity.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**D. Measurement Focus and Basis of Accounting**

The measurement focus describes the types of transactions and events that are reported in a fund’s operating statement. Basis of accounting refers to point at which revenues or expenditures/expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. When revenues are due but will not be collected within 60 days after year-end, the receivable is recorded and an offsetting deferred revenue account is established. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Most major sources of revenue reported in governmental funds are susceptible to accrual under the modified accrual basis of accounting.

Below is a summary of revenue recognition policies for all major revenue sources.

Type of Revenue	Accrued When Measurable and Available	Recognized When Received	Accrued When Earned
AD VALOREM TAXES	X		
LOCAL SCHOOL SUPPORT TAX	X		
GOVERNMENT SERVICES TAXES	X		
DISTRIBUTIVE SCHOOL FUND	X		
INTEREST			X
GRANTS-IN-AID			X
MISCELLANEOUS REVENUE		X	
TUITION PAYMENTS			X

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Proprietary Funds:**

Proprietary Funds are accounted for on a flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Accrued liabilities include provisions for claims reported and claims incurred but not reported. The provision for reported claims is determined by estimating the amount which will ultimately be paid. The provision for claims incurred but not yet reported is estimated based on District experience since the inception of the program.

Proprietary funds distinguish operating revenues and expenses from non-operating items. The principal operating revenues of the District's internal service funds are charges for insurance premiums. Operating expenses for internal service funds include the cost of claims and administrative expenses. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Fiduciary Funds:**

The accounting records for the Private Purpose Trust Funds and Custodial Funds are maintained on the economic resources measurement focus and accrual basis of accounting.

**E. Financial Statement Presentation**

***1. Budgets and Budgetary Accounting:***

Annual budgets are adopted on a basis consistent with GAAP for all funds except trust and agency funds, which do not require budgets. All annual appropriations lapse at fiscal year-end.

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- (1) Prior to April 15, the Superintendent submits to the Board of Trustees and to both the Nevada Department of Taxation and Department of Education a tentative budget for the fiscal year commencing the following July 1. The tentative budget includes proposed expenditures and the means of financing them.
- (2) Prior to the third Wednesday in May, a minimum of seven days' notice of public hearing on the final budget is published in a local newspaper. Public hearings are conducted prior to the adoption of the budget to obtain taxpayer comments.
- (3) On or before June 8, the budget is legally adopted by a majority vote of the Board of Trustees.
- (4) On or before January 1, the Board of Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the completed count of students.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

- (5) NRS 354.598005 provides that the Board of Trustees may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of intention to act in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
- (6) The legal level of budgetary control is at the program level for the General Fund, Special Revenue and Capital Projects Funds, and the sum of operating and non-operating expenses in the Internal Service Funds. State statute does not require that debt service payments be limited by the budget.
- (7) The Budget Officer and/or the Board of Trustees may transfer appropriations within and between funds if amounts do not exceed the original budget. Augmentations in excess of the original budgetary amounts may be made only with prior approval of the Board of Trustees, following a scheduled and noticed public hearing.
- (8) Formal budgetary integration in the financial records is employed to enhance management control during the year. The ensuing year's budget is augmented to provide for the payment of prior year encumbrances.
- (9) All budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds except agency funds, which do not require budgets.

All budgets presented in the accompanying financial statements reflect the original budget and final budget (which has been adjusted for legally authorized revisions of the annual budgets during the year). Appropriations lapse at the end of each fiscal year.

In accordance with state statute, actual expenditures may not exceed budgetary appropriations of the various programs of the individual funds except for bond repayments, short-term financing repayment, any other long-term contracts expressly authorized by law, and certain other items specified in NRS 354.626. For Proprietary Funds, the sum of operating and non-operating expenses may not exceed the sum of the budgeted operating and non-operating expenses.

***2. Cash and Investments:***

For purposes of the statements of cash flows, cash equivalents are defined as short-term, highly liquid investments that are both readily convertible to cash and have an original maturity date of three months or less to be cash and cash equivalents.

Cash balances from all funds are combined and, to the extent practicable, invested as permitted by law. In accordance with NRS 355.175(3), the Board passed a resolution that all interest earned on these investments is to be allocated to the Building and Sites Fund, except for amounts credited to various other funds in accordance with law, contract, District policy, or as the result of conditions related to grant awards.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Investments are carried at fair value as determined by quoted market prices, net of accrued interest as provided by the pool sponsors.

The District may invest in the following types of securities per Nevada Revised Statutes 355.170 and 355.167:

- Bonds and debentures of the United States maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.
- Bills and notes of the United States Treasury maturing within ten (10) years from the date of purchase.
- Obligations of the United States or a corporation sponsored by the government, maturing within ten (10) years from the date of purchase.
- Obligations of state and local governments if:
  - (1) the interest is exempt for federal income tax purposes; and
  - (2) the obligation has been rated “A” or higher by a nationally recognized bond credit rating agency.
- Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations.
- State of Nevada Local Government Pooled Investment Fund.
- Certain securities issued by local governments of the State of Nevada.
- Other securities expressly provided by the other statutes, including repurchase agreements.
- Certain bankers’ acceptances.
- Certain short-term paper issued by U.S. Corporations.
- Certain “AAA” rated mutual funds that invest in federal securities.

**3. *Property Taxes Receivable:***

Humboldt County, Nevada, bills and collects property taxes for the District. All real property in Humboldt County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The valuation of the property and its improvements is being assessed at 35 percent of “taxable value” as defined by statute. The amount of tax levied is

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located. The maximum tax rate was established in the State Constitution at \$5 per hundred dollars of assessed valuation; however, as a result of legislative action the tax rate was further limited to \$3.64 per hundred dollars of assessed valuation except in cases of severe financial emergency as defined in NRS 354.705.

Taxes on real property are a lien on the property and attach on July 1 (the levy date) of the year for which the taxes are levied.

Taxes may be paid in four installments payable on the third Monday in August and the first Mondays in October, January, and March to the Treasurer of Humboldt County in which the District is located. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two-year waiting period, if taxes remain unpaid, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by the owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest, and costs before sale.

Secured roll property taxes receivable reflect only those taxes receivable from the last two delinquent roll years. Delinquent taxes from all roll years prior to fiscal year 2019-2020 have been written off. No provision for uncollectible accounts has been established since management does not anticipate any material collection loss in respect to the remaining balances.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation and tax rates described above.

The major classifications of personal property are commercial, agricultural and mobile homes.

**4. Inventories:**

All District inventories are maintained on a consumption basis of accounting, where items are purchased for inventory and charged to the budgetary accounts as the items are consumed. Inventory in the General Fund consists principally of general office printing, paper, and maintenance supplies. Inventory in the Food and Nutrition Special Revenue Fund consist of food and commodities. Inventories are stated at cost on a first-in, first-out basis, except for commodities, which are stated at fair value.

**5. Capital Assets:**

Capital assets, which include land, building and improvements, site improvements, and equipment and vehicles, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$500 for tangible personal property and \$50,000 for land, buildings, and improvements; and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Significant projects in process are depreciated once the projects are placed in service. Prior to that time, they are reported as construction in progress.

Property, plant, and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements to Buildings	20-30
Site Improvements	20
Equipment and Vehicles	5-15

**6. Allowance for Uncollectible Receivables:**

An allowance for uncollectible taxes receivable has not been established since Nevada law provides for the sale of property where a lien exists for the payment of property taxes.

**7. Accrued Liabilities:**

Accrued liabilities consist principally of teacher, administrator, and other District employee salaries and benefits relating to the school program year ended June 30, 2021, not paid as of that date.

**8. Expenditures:**

Expenditure data is characterized by major program classifications pursuant to the provisions of the U.S. Department of Education “Financial Accounting for Local and State School Systems” published by the National Center for Education Statistics and adopted by the Nevada Department of Education. Below is a brief description of these program classifications.

**Regular programs** are activities designed to provide elementary and secondary students with learning experiences to prepare them as citizens, family members, and non-vocational workers.

**Special programs** are activities designed primarily to serve students having special needs. Special programs include services for the gifted and talented, mentally challenged, physically handicapped, emotionally disturbed, culturally different, learning disabled, bilingual, and special programs for other types of students at all levels.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Vocational programs** are learning experiences that will provide individuals with the opportunity to develop the necessary knowledge, skills, and attitudes needed for occupational employment.

**Other instructional programs** are activities that provide students in prekindergarten through K-12 with learning experiences not included in other programs.

**Co-curricular/athletic programs** are activities that provide elementary and secondary students with learning experiences in school-sponsored activities, athletics, and summer school.

**Adult education programs** are learning experiences designed to develop knowledge and skills to meet intermediate and long-range educational objectives for adults, who having completed or interrupted formal schooling, have accepted adult roles and responsibilities.

**Community service programs** are activities that are not directly related to the provision of educational services in a school district, including such services as community recreation programs, civic activities, public libraries, programs of custody and care of children, and community welfare activities provided by the district for the community as a whole or for some segment of the community.

**Undistributed expenditures** are charges not readily assignable to a specific program. Student and instructional staff support, overall general, administrative, and business costs are classified as undistributed expenditures. Also included in this line item are costs of operating, maintaining, and constructing the physical facilities of the District, providing transportation for students, and food service programs.

**9. *Compensated Absences:***

The majority of the employees of the District are teachers who have contracts providing for unlimited accumulation of sick leave with no vacation time provided. The District pays \$60 a day of unused sick leave to certain eligible non-administration employees and \$75 a day to eligible administrator employees upon retirement. In governmental funds, the current portion is recorded as a payroll expenditure. Additionally, classified employees required to work overtime may accumulate a maximum of 40 hours compensatory time, with the exception of the maintenance and transportation supervisor, who can accumulate a maximum of 60 hours.

Personal leave is also accrued by all district employees at a rate of three days per year for those certified individuals on step 20 and classified individuals on step 16 of the salary schedule, and two days per year for all other employees. Employees can carry over three days of personal leave into the next year. The excess is paid out at \$40 per day for certified or can be rolled to the sick leave. When a classified employee's leave balance exceeds three days, the excess is automatically rolled to their sick leave balance, without an option for payout. Compensated absences are generally liquidated by a combination of the major and nonmajor governmental funds with the majority liquidated from the



**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

general fund. The estimated long-term liability for compensated absences is accounted for in the government-wide financial statements.

***10. Long-Term Obligations:***

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

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

***11. Deferred Inflows/Outflows of Resources:***

In addition to assets, the statement of net position and/or balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The District has two items that qualify for reporting in this category: *deferred outflows* for pension-related amounts and for other postemployment benefits-related amounts. These amounts are comprised of various balances, some of which are actuarially-determined and deferred and amortized over the expected remaining service lives of covered employees or five years, depending on component being amortized.

The others are comprised of the District's contributions related to pensions and other postemployment benefits made subsequent to the measurement date.

In addition to liabilities, the statement of net position and/or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The District has three deferred inflow items. The first, unavailable revenue, arises only under a modified accrual basis of accounting and qualifies for reporting in this category. Accordingly, the item is reported only in the governmental funds balance sheet. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The unavailable revenues are from one source: property taxes. The second and third items are the collective deferred inflows related to net pension liability and other postemployment benefits liability arising under the economic resources measurement and accrual basis of account, which is reported in the statement of financial position. These amounts are actuarially-determined and are deferred and amortized over either the expected remaining service lives of covered employees or five years, depending on component being amortized.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***12. Net Position and Fund Balance:***

In government-wide and proprietary fund statements, equity is classified as net position and displayed in three components, if applicable:

- a. Net investment in capital assets – consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – consists of net position with constraints placed on their 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. Restricted assets are classified by function, debt service, projects, or claims.
  - a) Restricted for Debt Service – represents assets legally restricted by statute or bond covenants for future debt service requirements of both principal and interest.
  - b) Restricted for Capital Projects – consists of unspent grants, donations, funds restricted by statute, and debt proceeds with third party restrictions for use on specific projects or programs.
  - c) Restricted for Self-Insured Programs – represents assets restricted by statute for future payment of benefits and costs related to the Nevada Unemployment and workers' compensation programs.
  - d) Restricted for Other Purposes – represents assets restricted by statute and nonspendable assets.
- c. Unrestricted net position – consists of the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The District's fund balance categories are as follows:

- a. Nonspendable fund balance – amounts that are not in spendable form (such as inventory or prepaids) or are legally required to remain intact (such as notes receivable or principal of a permanent fund).

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

- b. Restricted fund balance – amounts constrained to specific purposes by their external providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- c. Committed fund balance – amounts constrained to specific purposes by the District, using its highest level of decision-making authority, the Board of Trustees. Committed resources cannot be used for any other purpose unless the Board of Trustees takes the same highest-level action to remove or change the constraint.
- d. Assigned fund balance – amounts the District intends to use for a specific purpose as expressed by the Board of Trustees or an official or body to which the Board of Trustees delegates the authority. This is the residual classification for all governmental funds other than the general fund.
- e. Unassigned fund balance – represents the residual classification for the general fund or deficit balances in other funds.

The Board of Trustees establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. The Superintendent or his designee and the Finance Supervisor have been delegated authority to assign ending fund balance and to report any assigned funds to the Board of Trustees at their next regular scheduled board meeting.

It is the policy of the District to spend restricted fund balance first (unless legal requirements dictate otherwise) followed by committed, assigned and unassigned fund balance.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

In the general fund, the District strives to maintain an unrestricted fund balance to be used for unanticipated emergencies of approximately 5% of the total expenditures of that fund.

***13. Reclassifications:***

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

***14. Use of Estimates:***

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**15. Comparative Data:**

Comparative data for the year ended June 30, 2020 has been extracted from the fiscal year 2020 financial statements. It has been provided to add comparability, but is not considered full disclosure of transactions for fiscal year 2020. Such information can only be obtained by referring to the audited financial statements for that year.

**NOTE 2 – COMPLIANCE**

The District conformed to all significant statutory and administrative code constraints on its financial administration during the fiscal year.

**NOTE 3 – CASH AND INVESTMENTS**

The District maintains a cash and investment pool available for use by all funds. At June 30, 2021, this pool is displayed by major and other governmental funds on the governmental funds balance sheet as "Cash and Investments."

The following schedule summarizes cash and investments for the District at June 30, 2021:

Cash and Investment Balances Held By:	
Governmental Funds	\$ 11,201,156
Internal Service Funds	1,843,076
Fiduciary Funds	196,130
Total Cash and Investments	\$ 13,240,362

Investments are carried at fair value. The following is a listing of investments at June 30, 2021:

Investment Type	Maturities (Average Weighted Maturity)	Fair Value
LGIP	143 Days	\$ 4,361,081
Cash		7,829,217
Humboldt County Investment Pool		1,050,064
Total Cash and Investments		\$ 13,240,362

The District is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), which has regulatory oversight from the State of Nevada Board of Finance. The District's investments in the LGIP are equal to its original investment plus monthly allocations of interest income, and realized and unrealized gains and losses, which is the same as the value of the pool shares. The District's investment in the LGIP is reported at fair value. Wells Fargo determines the fair value of the investments on a monthly basis.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 3 – CASH AND INVESTMENTS (continued)**

In addition, the District is a voluntary participant in Humboldt County’s unrated external investment pool. The Board of County Commissioners has overall responsibility for investment of the funds in accordance with Nevada Revised Statute 355.175. The Humboldt County Treasurer is delegated investment authority by the Board of County Commissioners. The District’s funds held in Humboldt County’s external investment pool are invested in a general savings account with Wells Fargo.

The District’s investment in the Humboldt County external pool is equal to its original investment plus monthly allocations of interest income and realized gains and losses. Fair value of the District’s position in the pool is the same as the value of the pool shares.

Nevada Revised Statutes NRS 355.170 sets forth acceptable investments for Nevada local governments. The District has not adopted a formal investment policy that would further limit its investment choices nor further limit its exposure to certain risks as set forth below.

*Interest Rate Risk* – Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. As noted above, the District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates beyond those specified in the Statute.

*Credit Risk* – Credit risk is the risk an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of investments. The LGIP and Humboldt County Investment Pools are unrated external investment pools. As noted above the District does not have a formal investment policy that specifies minimum acceptable credit ratings beyond those specified in the Nevada Revised Statutes.

*Custodial Credit Risk* – Custodial credit risk is the risk in the event of a bank failure, the District’s deposits may not be returned. The District's bank deposits are covered by Federal Deposit Insurance Corporation (FDIC) insurance and collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

**Fair Value Measurements:**

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of an asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District has the following recurring fair value measurements as of June 30, 2019:

Investment Type	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
State of Nevada LGIP	\$ 4,361,081	\$ 1,425,201	\$ 2,935,880	\$ -

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 3 – CASH AND INVESTMENTS (continued)**

Investments classified in Level 1 of the fair value hierarchy are valued using quoted market prices. Investments classified in Level 2 of the fair value hierarchy are valued using a matrix pricing technique. Matrix pricing is used to value investments based on the investment's relationship to benchmark quoted prices.

**NOTE 4 – CAPITAL ASSETS**

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

	July 01, 2020 Balance	Additions	Deletions	Transfers	June 30, 2021 Balance
Capital assets, not being depreciated:					
Land	\$ 1,215,700	\$ -	\$ -	\$ -	\$ 1,215,700
Construction in progress	263,167	721,487	-	(123,946)	860,708
Total capital assets, not being depreciated	<u>1,478,867</u>	<u>721,487</u>	<u>-</u>	<u>(123,946)</u>	<u>2,076,408</u>
Capital assets, being depreciated:					
Building and improvements	53,497,285	642,524	-	74,731	54,214,540
Site improvements	2,635,325	414,408	-	49,215	3,098,948
Equipment and vehicles	<u>14,278,124</u>	<u>1,862,408</u>	<u>(9,915)</u>	<u>-</u>	<u>16,130,617</u>
Total capital assets, being depreciated	<u>70,410,734</u>	<u>2,919,340</u>	<u>(9,915)</u>	<u>123,946</u>	<u>73,444,105</u>
Less accumulated depreciation for:					
Building and improvements	(31,782,146)	(1,290,456)	-	-	(33,072,602)
Site improvements	(986,171)	(131,744)	-	-	(1,117,915)
Equipment and vehicles	<u>(8,219,311)</u>	<u>(1,122,561)</u>	<u>9,244</u>	<u>-</u>	<u>(9,332,628)</u>
Total accumulated depreciation	<u>(40,987,628)</u>	<u>(2,544,761)</u>	<u>9,244</u>	<u>-</u>	<u>(43,523,145)</u>
Total net capital assets, being depreciated	<u>29,423,106</u>	<u>374,579</u>	<u>(671)</u>	<u>123,946</u>	<u>29,920,960</u>
Governmental activities capital assets, net	<u>\$ 30,901,973</u>	<u>\$1,096,066</u>	<u>\$ (671)</u>	<u>\$ -</u>	<u>\$ 31,997,368</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 4 – CAPITAL ASSETS (continued)**

Depreciation expense was charged to functions/programs of the District as follows:

Regular Instruction	\$ 1,732,220
Special Instruction	13,225
Vocational Instructional	118,397
Other Instruction	50,127
Co-Curricular/Athletics	9,526
Adult Education	3,182
Support Services:	
Student Support	1,771
Instructional Staff Support	104,479
General Administration	4,010
School Administration	2,431
Administrative Support	6,938
Operation and Maintenance	226,533
Student Transportation	238,296
Food Services	32,835
Community Support	791
Total governmental activities depreciation expense	<u>\$ 2,544,761</u>

**NOTE 5 – INTERFUND BALANCES AND TRANSFERS**

The composition of interfund balances as of June 30, 2021, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Major Federal Grants Fund	\$ 950,000
	Nonmajor Governmental Funds	238,448
		<u>1,188,448</u>
Major Federal Grants Fund	General Fund	<u>1,255</u>
Nonmajor Governmental Funds	General Fund	<u>10,092</u>
Major Special Ed Fund	General Fund	<u>55,102</u>
		<u>\$1,254,897</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 5 – INTERFUND BALANCES AND TRANSFERS (continued)**

Interfund receivables and payables include charges incurred by one fund for the benefit of another fund. These include expenditures covered by the general fund for federal programs and interfund transfers recorded subsequent to year end.

Interfund transfers for the year ended June 30, 2021, are as follows:

Transfers from:	Transfers to:	Amount
General Fund	Special Education Fund	\$ 2,455,102
Major Debt Service Fund	Nonmajor Governmental Funds	1,715,000
	Total interfund transfers	\$ 4,170,102

Transfers are used to supplement expected deficits, in accordance with grant awards, and in accordance with the voter-approved bond initiative. Transfers are reported as other financing sources or uses, as appropriate, in all funds other than Proprietary Funds, where they are reported as operating transfers.

**NOTE 6 – COMMITMENTS AND ENCUMBRANCES**

The District entered into several construction and asset purchase contracts during the fiscal year for various site and facilities improvements and upgrades and other capital projects. As of June 30, 2021, the District had outstanding construction contracts and asset purchases totaling \$906,283 that will be financed from operating funds. Other significant commitments include encumbrances outstanding for a bus purchase as shown below.

	Construction Commitments
Nonmajor Governmental Funds:	
WJHS HVAC upgrade	\$ 587,790
LHS gym HVAC upgrade	286,493
Project management	32,000
	\$ 906,283
	Encumbrances
General Fund for capital assets	\$ 165,000
	\$ 165,000



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 7 – LONG TERM DEBT**

Long-term liabilities at June 30, 2021 consisted of the following:

<u>General Obligation (Limited Tax) School Improvement Bonds</u>					
<u>Series</u>	<u>Date Issued</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Amount Issued</u>	<u>Balance June 30, 2021</u>
2019	02/21/19	04/01/29	2.74%	\$ 1,964,000	\$ 1,591,000
<u>Medium Term Bonds</u>					
<u>Series</u>	<u>Date Issued</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Amount Issued</u>	<u>Balance June 30, 2021</u>
2010	11/18/10	02/01/21	3.16-4.87%	\$ 5,675,000	\$ -

Long-term liability activity for the year ended June 30, 2021 was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 1,834,000	\$ -	\$ 243,000	\$ 1,591,000	\$ 172,000
Compensated absences	1,335,979	298,740	327,765	1,306,954	280,287
Total	<u>\$ 3,169,979</u>	<u>\$ 298,740</u>	<u>\$ 570,765</u>	<u>\$ 2,897,954</u>	<u>\$ 452,287</u>

Total interest paid on long-term debt for the year ended June 30, 2021 was \$50,023.

As of June 30, 2021, annual debt service requirements to maturity are as follows:

<u>General Obligation Bonds</u>		
<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>
2022	\$ 172,000	\$ 43,593
2023	180,000	38,881
2024	188,000	33,949
2025	196,000	28,797
2026	203,000	23,427
2027 – 2029	652,000	36,168
Total requirements	<u>\$ 1,591,000</u>	<u>\$ 204,815</u>

The District was, in accordance with Nevada Revised Statutes 387.400, within the legal debt limit at June 30, 2021.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 7 – LONG TERM DEBT (continued)**

Debt Service Reserve Fund. Nevada Revised Statute 350.020 requires that the Board establish a reserve account for bonds authorized pursuant to this section within its debt service fund for payment of the outstanding bonds of the District. Currently, the account must be established and maintained in an amount at least equal to the lesser of the amount of principal and interest payments due in the next fiscal year on the General Obligation School Improvement Bonds issued in 2019 or 10% of the outstanding principal amount of this bond. The amounts on deposit in the reserve account are not directly pledged to pay debt service on the debt, and if permitted, may be used for other purposes. As of June 30, 2021, the amount required to fund the reserve account was \$159,100 and was fully funded by the District.

**NOTE 8 – RISK MANAGEMENT**

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, as are all entities.

The District has joined together with similar public agencies (cities, counties, and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The

Nevada Public Agency Insurance Pool (Pool) is a public entity risk pool currently operating as a common risk management and insurance program for its members.

The District pays an annual premium and specific deductibles, as necessary, to the Pool for its general insurance coverage. The pool is considered a self-sustaining risk pool that will provide liability coverage for its members up to \$10,000,000 per event and a \$10,000,000 general aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sub-limits established for earthquake, flood, equipment breakdown, and money and securities.

The District has a self-insured unemployment compensation plan which is accounted for in the Nevada Unemployment Compensation Fund. Under this plan, the District reimburses the State of Nevada as claims are filed. The claims liability is the amount of claims relating to the fiscal year ended June 30, 2021, but not yet paid, and is based on actual claims filed subsequent to June 30, 2021, but relating to that period.

The District also has a self-insured worker's compensation plan which is accounted for in the Self-Insured Worker's Compensation Fund. Under this plan, the District has contracted with a third-party administrator to process claims. The District retains the risk for the first \$400,000 per occurrence. Excess insurance coverage is purchased to cover claims in excess of \$400,000. In the case of employer liability, there is a maximum limit of indemnity for all claims of \$1,000,000. There were no settlements in excess of the insurance coverage this year.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 8 – RISK MANAGEMENT (continued)**

The Self-Insured Workers' Compensation Fund is funded by charges to the District's other funds, and is based primarily upon the contributing funds' actual gross payroll expense and an assessment rate that is applied to all funds. Liabilities of the fund are reported when it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated. An estimated amount of claims that have been incurred but not reported (IBNRs) is required to be included in the liabilities. Prior to the fiscal year end, incidents had occurred that may result in claims payable from the Self-Insured Workers' Compensation Fund. Management has estimated these probable claims, based on consideration of the types of claims open at the end of the fiscal year, to be approximately \$30,000, and has recorded this amount as additional claims expense and liability as of June 30, 2021 in that fund.

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

	Nevada Unemployment Compensation	Self-Insured Worker's Compensation	Total
Claims liability, June 30, 2019	\$ 1,558	\$ 60,350	\$ 61,908
Current year claims and changes in estimates	1,684	42,134	43,818
Claim payments	<u>(3,242)</u>	<u>(72,484)</u>	<u>(75,726)</u>
Claims liability, June 30, 2020	<u>-</u>	<u>30,000</u>	<u>30,000</u>
Current year claims and changes in estimates	-	39,758	39,758
Claim payments	<u>-</u>	<u>(39,758)</u>	<u>(39,758)</u>
Claims liability, June 30, 2021	<u>\$ -</u>	<u>\$ 30,000</u>	<u>\$ 30,000</u>

**NOTE 9 – PENSION PROGRAM**

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of PERS and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by PERS. 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.

Plan Description. The District participates in a cost sharing multiple employer defined benefit pension plan administered by the Public Employees Retirement System of the State of Nevada (PERS). All full-time and certain part-time employees of the District are covered by PERS. The Public Employees Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained on the PERS website at [www.nvpers.org](http://www.nvpers.org) under Quick Links – Publications.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 9 – PENSION PROGRAM (continued)**

Benefits Provided. PERS provides retirement benefits, disability benefits, and survivor benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Benefits, as required by Nevada Revised Statute 286, are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering the System on or after January 1, 2010 and July 1, 2015.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% service time factor and for regular members entering the System on or after July 1, 2015, there is a 2.25% factor. The System offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during their lifetime and various optional monthly payments to a named beneficiary after their death. Post-retirement increases are provided by authority of NRS 286.575 - .579.

Regular members entering the System prior to January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, or at any age with thirty years of service. Regular members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with ten years of service, or any age with thirty years of service. Regular members entering the System on or after July 1, 2015 are eligible for retirement at age 65 with five years of service, age 62 with ten years of service, age 55 with thirty years of service, or any age with thirty-three and one-third years of service.

Police/Fire members are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 60 with ten years of service, or age 50 with twenty years of service, or at any age with thirty years of service. Police/Fire members entering the System on or after July 1, 2015, are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, at age 50 with twenty years of service and at any age with 33 1/3 years of service. Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as Police/Fire accredited service.

The normal ceiling limitation on monthly benefit allowances is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both regular and Police/Fire members become fully vested as to benefits upon completion of five years of service.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 9 – PENSION PROGRAM (continued)**

Contributions. The authority for establishing and amending the obligation to make contributions, and member contribution rates, is set by statute. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. One plan provides for matching employee and employer contributions, while the other plan provides for employer-pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in PERS are canceled upon withdrawal of contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan and cannot withdraw these contributions. The District is required to contribute all amounts due for plan members under the Employer-Pay Contribution plan. The contribution requirements of the District are established by Chapter 286 of the Nevada Revised Statutes. The funding mechanism may only be amended through legislation.

PERS' basic funding policy provides for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient assets to pay benefits when due.

PERS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund PERS on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450.

For the fiscal year ended June 30, 2020, the Statutory Employer/Employee matching rate was 15.25% for Regular and 22.00% for Police/Fire. The Employer-Pay contribution rate was 29.25% for Regular and 42.50% for Police/Fire.

District contributions of \$3,402,458 were paid during the fiscal year ended June 30, 2020 and were recognized as additions to the plan's fiduciary net position, reducing the District's proportionate share of net pension liability for the fiscal year ended June 30, 2021.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2021, the District reported a liability of \$45,474,789 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 total contributions due on wages relative to the total contributions for all employers for the period ended June 30, 2020. The District's proportion was 0.32649%, as of June 30, 2020, which was a decrease of 1.1475% from its proportion measured as of June 30, 2019.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 9 – PENSION PROGRAM (continued)**

For the year ended June 30, 2021, the District recognized pension expense of \$3,684,361. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,649,447	\$ 5,233,443
Changes of assumptions	5,486,111	-
Net difference between projected and actual earnings on pension plan investments	-	3,436,266
Changes in proportion and differences between actual and proportionate share of contributions	553,889	677,578
District contributions subsequent to the measurement date	3,667,392	-
Total	\$13,356,839	\$ 9,347,287

\$3,667,392 reported as deferred outflows related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended June 30:</b>	
2022	\$ (650,988)
2023	(175,693)
2024	182,736
2025	490,540
2026	448,257
Thereafter	47,308

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

Inflation Rate	2.75%
Projected Salary Increases	Regular: 4.25% to 9.15%, depending on service Police/Fire: 4.55% to 13.9%, depending on service Rates include inflation and productivity increases
Investment Rate of Return	7.50%
Productivity Pay Increase	0.50%
Consumer Price Index	2.75%

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 9 – PENSION PROGRAM (continued)**

The actuarial assumptions used in the June 30, 2020 valuation were based on the results of the experience study for the period July 1, 2012 through June 30, 2016.

PERS’ policies which determine the investment portfolio target asset allocation are established by the Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System.

The following was the Board-adopted policy target asset allocation as of June 30, 2020:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return*
U.S. stocks	42%	5.50%
International stocks	18%	5.50%
U.S. Bonds	28%	0.75%
Private markets	12%	6.65%
Total	100%	

\*As of June 30, 2020, PERS’ long-term inflation assumption was 2.75%.

Discount rate. The discount rate used to measure the total pension liability was 7.50% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed plan contributions will be made in amounts consistent with statutory provisions and recognizing the plan’s current funding policy and cost-sharing mechanism between employers and members. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2020.

Pension liability sensitivity. The following presents the District’s proportionate share of the net pension liability, calculated using the discount rate of 7.50%, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate 1 percentage point lower (6.50%) or 1 percentage point higher (8.50%) than the current discount rate:

	1% Decrease (6.50%)	Current Rate (7.50%)	1% Increase (8.50%)
District’s proportionate share of the net pension liability	\$70,922,848	\$45,474,789	\$24,414,269

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in a separately-issued PERS’ Comprehensive Annual Financial Report (CAFR), available on the PERS website [www.nvpers.org](http://www.nvpers.org).

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 10 – CONTINGENCIES**

The District received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the overall financial position of the District.

**NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS**

Plan Descriptions. The District administers a single-employer defined benefit healthcare plan, Humboldt County School District Employee Health Benefit Plan (HCSDEHBP). Additionally, the District participates in the State of Nevada's Public Employees' Benefits Plan (PEBP), an agent multiple-employer defined benefit postemployment healthcare plan. Each plan provides medical, vision, dental, and life insurance benefits to eligible retired District employees and beneficiaries. No assets are accumulated in a trust that meets all of the criteria in GASB Statement No. 75, paragraph 4.

Benefits Provided. Benefit provisions for the HCSDEHBP are established pursuant to NRS 287.023 and amended through negotiations between the District and the respective associations. NRS 288.150 assigns the authority to establish benefit provisions to the Board of Trustees. The plan provides healthcare insurance for eligible retirees and their beneficiaries through the District's group health insurance plan, which covers both active and retired members. Under NRS 287.023 eligible retirees are able to participate in the plan with blended rates, thereby benefitting from an implicit subsidy. Retirees are required to pay 100% of their premiums under the plan. To be eligible for coverage as a retiree, the employee must have qualified for and started his or her retirement benefits from Nevada Public Employee Retirement System (PERS), must have been eligible for benefits while employed by the District, and must have retired from the District at the time of their election to participate. As of June 30, 2021, 87 retirees were using this plan. The HCSDEHBP does not issue a publicly available financial report.

Benefit provisions for the PEBP are administered by the State of Nevada. NRS 287.043 assigns the authority to establish and amend benefit provisions to the PEBP nine-member board of trustees. District employees who met the eligibility requirements effective September 1, 2008 for retirement within the Public Employee Retirement System had the option upon retirement to enroll in coverage under the PEBP. NRS 287.023 sunsetted the option to join PEBP for District employees who retired after November 29, 2008. Local governments are required to pay the same portion of cost of coverage for those persons joining PEBP that the State of Nevada pays for those persons retired from state service who have continued to participate in the plan. As of June 30, 2021, 90 school district retirees were utilizing this benefit. The PEBP issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employee's Benefits Program, 901 S. Stewart Street, Suite 1001, Carson City, NV, 89701, by calling (775) 684-7000 or (800) 326-5496, or by accessing the website at [www.pebp.state.nv.us/resources/fiscal-utilization-reports](http://www.pebp.state.nv.us/resources/fiscal-utilization-reports).



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)**

Employees Covered by Benefit Terms. As of the January 2019 valuation date, the following employees were covered by benefit terms:

	HCSDEHBP	PEBP
Active members currently receiving benefit payments	367	N/A – no active employees in this plan
Active members entitled to but not currently receiving benefit payments	98	
Inactive members currently receiving benefit payments	64	92
Total	529	92

Contributions. For HCSDEHBP, contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the associations. Retirees pay 100% of the pay-as-you-go premiums based on a blended rate that blends active participants and retirees. The District’s contribution requirements for retirees relate to the implicit subsidy that results from using the blended rates and is determined in actuarial studies contracted for by the District. The implicit subsidy as determined by the actuary for fiscal year 2021 is \$229,749.

For the PEBP, NRS 287.046 establishes the subsidies to be contributed toward the premium costs of the eligible retired district employees. Plan members receiving benefits have their monthly contribution deducted from their pension checks based on the health plan chosen by the retiree as reduced by the amount of the subsidy therefore, their contributions are not available. Subsidy rates vary with the type of plan and coverage elected by the retiree. The contribution requirements of plan members and the District are established and amended by the PEBP board of trustees. As a participating employer, the District is billed for the subsidy on a monthly basis and is legally required under NRS 287.023 to provide for it. For fiscal year 2021, the District contributed \$219,492 to the plan for current premiums. The District did not prefund any future benefits.

Total OPEB Liability. The District’s total OPEB liability of \$10,171,635 was measured as of June 30, 2019, and was determined by actuarial valuations of both plans as of that date.

Actuarial Assumptions. The total OPEB liability in the January 2019 actuarial valuations was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2019:

	HCSDEHBP	PEBP
Inflation	2.75% per year	2.75% per year
Salary Increase	4.0% per year	N/A – no active employees in this plan
Funding Method	Entry Age Normal Cost, closed group, level percent of pay	Entry Age Normal Cost, closed group, level percent of pay

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)**

Healthcare Cost Trend Rates:

<u>Effective July 1,</u>	<u>District Medical Premium and Pre-Medicare PEBP Subsidy Increase</u>	<u>Medicare PEBP Subsidy Increase</u>
2019	Actual	Actual
2020	6.00%	4.50%
2021	5.75%	4.50%
2022	5.50%	4.50%
2023	5.25%	4.50%
2024	5.00%	4.50%
2025	5.00%	4.50%

Discount rate. A discount rate of 2.66% as of June 30, 2020 and 2.79% as of June 20, 2019 was applied in the measurement of the total OPEB liability. The discount rate is based on the index rate for S&P General Obligation Municipal Bond 20 Year High Grade.

Mortality rates were based on the most recently published report of the Nevada Public Employees Retirement System, dated June 30, 2017, as being reasonably representative of mortality experience as of that measurement date and cover the employees included in the valuation except for a different basis used to project future mortality improvements. Mortality improvement was based upon a MacLeod Watts Scale 2018 applied generationally from 2015.

Changes in the Total OPEB Liability. Changes in the total OPEB liability were as follows:

	<u>HCSDEHBP</u>	<u>PEBP</u>	<u>Total OPEB</u>
<b>Balance at June 30, 2020</b>	<u>\$ 5,274,197</u>	<u>\$ 4,633,637</u>	<u>\$ 9,907,834</u>
Changes for the year:			
Service cost	271,088	-	271,088
Interest	151,923	125,938	277,861
Changes of assumptions	85,261	69,105	154,366
Benefit payments	<u>(200,019)</u>	<u>(239,495)</u>	<u>(439,514)</u>
Net changes	<u>308,253</u>	<u>(44,452)</u>	<u>263,801</u>
<b>Balance at June 30, 2021</b>	<u>\$ 5,582,450</u>	<u>\$ 4,589,185</u>	<u>\$ 10,171,635</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.79% in 2019 to 2.66% in 2020.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)**

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.66%) or 1-percentage-point higher (3.66%) than the current discount rate.

	<b>1% Decrease (1.66%)</b>	<b>Current Rate (2.66%)</b>	<b>1% Increase (3.66%)</b>
HCSDEHBP	\$ 6,312,905	\$ 5,582,450	\$ 4,976,547
PEBP	5,181,100	4,589,185	4,098,046
<b>Total OPEB Liability</b>	<b>\$ 11,494,005</b>	<b>\$ 10,171,635</b>	<b>\$ 9,074,593</b>

Sensitivity of the total OPEB liability to changes in the healthcare trend rates. The following presents the total OPEB liability of the District, as well as what the District’s total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5% decreasing to 4%) or 1-percentage-point higher (7% decreasing to 6%) than the current healthcare cost trend rates.

	<b>1% Decrease (5% decreasing to 4%)</b>	<b>Healthcare Cost Trend Rates (6% decreasing to 5%)</b>	<b>1% Increase (7% decreasing to 6%)</b>
HCSDEHBP	\$ 4,889,209	\$ 5,582,450	\$ 6,442,584
PEBP	4,092,193	4,589,185	5,177,239
<b>Total OPEB Liability</b>	<b>\$ 8,981,402</b>	<b>\$ 10,171,635</b>	<b>\$ 11,619,823</b>

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2021, the HCSDEHBP recognized OPEB expense of \$291,618 and the PEBP plan recognized OPEB expense of \$195,043 for a total OPEB expense of \$486,661. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
<b>HCSDEHBP</b>		
Changes in Assumptions	\$ 104,416	\$ 1,849,921
Differences between expected and actual experience	678,812	-
Contributions Made Subsequent to the Measurement Date	229,749	-
<b>Total HCSDEHBP</b>	<b>\$ 1,012,977</b>	<b>\$ 1,849,921</b>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2021**

**NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
<b>PEBP</b>		
Changes in Assumptions	\$ -	\$ -
Differences between expected and actual experience	-	-
Contributions Made Subsequent to the Measurement Date	219,492	-
<b>Total PEBP</b>	<u>\$ 219,492</u>	<u>\$ -</u>
 <b>Total Combined</b>		
Changes in Assumptions	\$ 104,416	\$ 1,849,921
Differences between expected and actual experience	678,812	-
Contributions Made Subsequent to the Measurement Date	449,241	-
<b>Total Combined</b>	<u>\$ 1,232,469</u>	<u>\$ 1,849,921</u>

The District will recognize the Contributions Made Subsequent to the Measurement Date in the next fiscal year. Amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended June 30,</u>	
2022	\$(131,393)
2023	(131,393)
2024	(131,393)
2025	(131,393)
2026	(131,393)
Thereafter	(409,728)

**NOTE 12 – NEW ACCOUNTING PRONOUNCEMENTS**

In January 2017, the GASB issued GASB Statement No. 84, Fiduciary Activities. The principal objective of this Statement is to enhance the consistency and comparability of fiduciary activity reporting by state and local governments. The provisions in GASB Statement No. 84 are effective for reporting periods beginning after December 15, 2019. Based on the implementation of GASB Statement No. 84, the District's July 1, 2020 governmental activities net position and aggregate remaining fund information fund balance was restated, resulting in an increase of \$547,694. Additionally, the District's July 1, 2020 fiduciary net position was restated, resulting in an increase of \$115,215.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2021**

**NOTE 13 – STATE OF NEVADA TAX ABATEMENTS**

For the fiscal year ended June 30, 2021, the District's revenues were reduced by a total of \$286,599, on an accrual basis, under agreements entered into by the State of Nevada as follows:

Renewable Energy, Nevada Revised Statute (NRS) 701A.370 – Partial abatement of certain taxes imposed on renewable energy facilities. Amount abated during the year ended June 30, 2021 - \$280,744.

Standard Abatement, NRS 374.357 – Partial abatement for eligible machinery or equipment used by certain new or expanded businesses. Amount abated during they year ended June 30, 2021 - \$5,855.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS  
Last 10 Fiscal Years**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>PEBP</b>				
Service Cost	\$ -	\$ -	\$ -	\$ -
Interest on the total OPEB Liability	125,938	118,207	124,454	116,577
Difference between expected and actual experience	-	528,540	-	-
Changes in assumptions	69,105	138,354	105,929	(237,840)
Benefit payments	(239,495)	(236,260)	(243,513)	(261,402)
<b>Net changes</b>	<b>(44,452)</b>	<b>548,841</b>	<b>(13,130)</b>	<b>(382,665)</b>
<b>Total OPEB liability - beginning</b>	<b>4,633,637</b>	<b>4,084,796</b>	<b>4,097,926</b>	<b>4,480,591</b>
<b>Total OPEB liability - ending</b>	<b>\$ 4,589,185</b>	<b>\$ 4,633,637</b>	<b>\$ 4,084,796</b>	<b>\$ 4,097,926</b>
<b>Covered-employee payroll</b>	N/A	N/A	N/A	N/A
<b>Total OPEB liability as a percentage of covered-employee payroll</b>	N/A	N/A	N/A	N/A
<b>HCSDEHBP</b>				
Service Cost	\$ 271,088	\$ 386,412	\$ 349,407	\$ 383,598
Interest on the total OPEB Liability	151,923	186,699	182,961	160,153
Difference between expected and actual experience	-	833,614	-	-
Changes in assumptions	85,261	(1,917,464)	37,419	(457,021)
Benefit payments	(200,019)	(187,426)	(186,861)	(179,115)
<b>Net changes</b>	<b>308,253</b>	<b>(698,165)</b>	<b>382,926</b>	<b>(92,385)</b>
<b>Total OPEB liability - beginning</b>	<b>5,274,197</b>	<b>5,972,362</b>	<b>5,589,436</b>	<b>5,681,821</b>
<b>Total OPEB liability - ending</b>	<b>\$ 5,582,450</b>	<b>\$ 5,274,197</b>	<b>\$ 5,972,362</b>	<b>\$ 5,589,436</b>
<b>Covered-employee payroll</b>	<b>\$ 23,544,833</b>	<b>\$ 22,968,352</b>	<b>\$ 19,904,018</b>	<b>\$ 18,983,119</b>
<b>Total OPEB liability as a percentage of covered-employee payroll</b>	<b>24%</b>	<b>23%</b>	<b>30%</b>	<b>29%</b>
<b>Total Combined OPEB Liability</b>				
Service Cost	\$ 271,088	\$ 386,412	\$ 349,407	\$ 383,598
Interest on the total OPEB Liability	277,861	304,906	307,415	276,730
Difference between expected and actual experience	-	1,362,154	-	-
Changes in assumptions	154,366	(1,779,110)	143,348	(694,861)
Net investment income	-	-	-	-
Benefit payments	(439,514)	(423,686)	(430,374)	(440,517)
<b>Net changes</b>	<b>263,801</b>	<b>(149,324)</b>	<b>369,796</b>	<b>(475,050)</b>
<b>Total OPEB liability - beginning</b>	<b>9,907,834</b>	<b>10,057,158</b>	<b>9,687,362</b>	<b>10,162,412</b>
<b>Total OPEB liability - ending</b>	<b>\$ 10,171,635</b>	<b>\$ 9,907,834</b>	<b>\$ 10,057,158</b>	<b>\$ 9,687,362</b>

Note: Complete data for this schedule is not available prior to 2018.

The notes to the required supplementary information are an integral part of this schedule.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION  
LIABILITY - PUBLIC EMPLOYEE'S RETIREMENT SYSTEM OF NEVADA (PERS)  
Last 10 Fiscal Years**

Year Ended June 30	District's proportion of the net pension liability (asset)	District's proportionate share of the net pension liability (asset)	District's covered- employee payroll	District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2021	0.32649%	\$ 45,474,789	\$ 25,076,826	181.34%	~
2020	0.33028%	45,036,816	23,288,022	193.39%	77.00%
2019	0.33155%	45,216,170	22,712,347	199.08%	76.50%
2018	0.32207%	42,835,308	21,970,021	194.97%	75.24%
2017	0.33413%	44,964,894	20,665,924	217.58%	74.42%
2016	0.32288%	37,000,589	20,199,760	183.17%	72.23%
2015	0.33008%	34,400,719	19,360,490	177.69%	75.13%
2014	*	43,404,765	19,342,306	224.40%	76.31%
2013	*	*	18,492,720	*	68.68%
2012	*	*	18,286,862	*	*

\*Perspective implementation as of June 30, 2015.

~Information not yet available.

The notes to the required supplementary information are an integral part of this schedule.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS - PUBLIC EMPLOYEE'S RETIREMENT  
SYSTEM OF NEVADA (PERS)  
Last 10 Fiscal Years**

Year Ended June 30	Statutorily Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution deficiency (excess)	Covered Employee Payroll	Contributions as a percentage of covered-employee payroll
2021	\$ 3,667,392	\$ 3,667,392	\$ -	\$ 25,076,826	14.62%
2020	3,402,458	3,402,458	-	23,288,022	14.61%
2019	3,179,487	3,179,487	-	22,712,347	14.00%
2018	3,075,804	3,075,804	-	21,970,021	14.00%
2017	2,892,684	2,892,684	-	20,665,924	14.00%
2016	2,832,851	2,832,851	-	20,199,760	14.02%
2015	4,985,328	4,985,328	-	19,360,490	25.75%
2014	4,972,386	4,972,386	-	19,342,306	25.71%
2013	4,391,758	4,391,758	-	18,492,720	23.75%
2012	4,333,270	4,333,270	-	18,286,862	23.70%

Note: Beginning with the year ended June 30, 2016, all contributions shown reflect employer-paid contributions only, and employer-paid member contributions are excluded as required by Government Accounting Standards Board (GASB) Statement No. 82.

The notes to the required supplementary information are an integral part of this schedule.



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2021**

**OPEB - Changes of Assumptions.** Changes of assumptions and other inputs reflect a change in the discount rate from 2.79% in 2019 to 2.66% in 2020.

**OPEB - Differences Between Expected and Actual Experience.** Due to a higher than expected percentage of new retirees taking District coverage as well as a change in the expected eligibility for Medicare resulted in a increase in the liability for plan experience

**OPEB - Plan Assets.** No assets are accumulated in a trust that meets all of the following criteria of GASBS No. 75, paragraph 4, to pay benefits:

- Contributions from the employer and any nonemployer contributing entities, and earnings thereon, must be irrevocable.
- Plan assets must be dedicated to providing OPEB to Plan members in accordance with benefit terms.
- Plan assets must be legally protected from the creditors of the employer, nonemployer contributing entities, the Plan administrator, and Plan members.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
<b>REVENUES</b>					
Local sources:					
Ad valorem taxes	\$ 10,313,439	\$ 12,246,427	\$ 12,261,933	\$ 15,506	\$ 10,924,432
School support taxes	11,758,704	12,369,345	12,584,768	215,423	12,718,204
Government services tax	1,462,924	1,575,542	1,591,933	16,391	1,433,938
Franchise fees	-	-	-	-	4,137
Tuition	65,823	36,987	41,787	4,800	66,652
Private donations	5,000	2,000	2,000	-	18,154
Pay to play	15,000	5,000	6,825	1,825	10,795
Boat registration fees	7,000	5,475	10,758	5,283	8,310
Other	20,000	10,000	8,425	(1,575)	21,128
	<u>23,647,890</u>	<u>26,250,776</u>	<u>26,508,429</u>	<u>257,653</u>	<u>25,205,750</u>
State sources:					
Distributive school fund	9,953,412	8,024,500	7,854,679	(169,821)	9,181,115
Federal sources:					
Schools and roads - grants to counties	-	64,314	64,314	-	77,228
Forest reserve	-	455	455	-	484
	<u>-</u>	<u>64,769</u>	<u>64,769</u>	<u>-</u>	<u>77,712</u>
Total revenues	<u>33,601,302</u>	<u>34,340,045</u>	<u>34,427,877</u>	<u>87,832</u>	<u>34,464,577</u>
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	10,201,654	10,205,496	9,945,464	260,032	9,887,892
Benefits	4,816,889	5,055,730	4,905,682	150,048	4,653,971
Purchased services	65,850	89,570	57,470	32,100	61,507
Supplies	895,835	1,332,063	865,121	466,942	923,516
Property	-	-	-	-	9,964
Other	1,250	1,250	-	1,250	2,280
	<u>15,981,478</u>	<u>16,684,109</u>	<u>15,773,737</u>	<u>910,372</u>	<u>15,539,130</u>
Instructional staff support					
Salaries	59,754	52,604	20,990	31,614	60,484
Benefits	16,295	10,202	2,894	7,308	12,006

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2020</b>
Purchased services	\$ 34,800	\$ 34,800	\$ 38,039	\$ (3,239)	\$ 27,067
Supplies	35,000	35,000	33,225	1,775	43,445
Total instructional staff support	<u>145,849</u>	<u>132,606</u>	<u>95,148</u>	<u>37,458</u>	<u>143,002</u>
Student transportation					
Salaries	15,000	15,000	4,476	10,524	6,811
Benefits	5,050	5,050	682	4,368	2,001
Purchased services	30,500	30,500	3,429	27,071	10,617
Total student transportation	<u>50,550</u>	<u>50,550</u>	<u>8,587</u>	<u>41,963</u>	<u>19,429</u>
Total regular programs	<u>16,177,877</u>	<u>16,867,265</u>	<u>15,877,472</u>	<u>989,793</u>	<u>15,701,561</u>
Vocational programs:					
Instruction					
Salaries	742,118	718,651	704,268	14,383	712,619
Benefits	309,390	292,871	290,906	1,965	300,397
Purchased services	19,480	19,480	14,000	5,480	19,591
Supplies	39,110	64,610	37,106	27,504	32,152
Property	-	-	3,799	(3,799)	-
Total instruction	<u>1,110,098</u>	<u>1,095,612</u>	<u>1,050,079</u>	<u>45,533</u>	<u>1,064,759</u>
Instructional staff support					
Supplies	-	-	420	(420)	-
Student transportation					
Purchased services	1,000	1,000	-	1,000	118
Total vocational programs	<u>1,111,098</u>	<u>1,096,612</u>	<u>1,050,499</u>	<u>46,113</u>	<u>1,064,877</u>
Other instructional programs:					
Instruction					
Salaries	733,748	1,034,772	978,569	56,203	698,685
Benefits	335,733	445,576	430,137	15,439	321,815
Purchased services	2,450	3,600	1,739	1,861	2,111
Supplies	24,020	48,370	23,972	24,398	20,735
Total instruction	<u>1,095,951</u>	<u>1,532,318</u>	<u>1,434,417</u>	<u>97,901</u>	<u>1,043,346</u>

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Instructional staff support					
Purchased services	\$ 14,000	\$ 14,000	\$ 8,063	\$ 5,937	\$ 9,486
Supplies	-	1,500	157	1,343	-
Total instructional staff support	<u>14,000</u>	<u>15,500</u>	<u>8,220</u>	<u>7,280</u>	<u>9,486</u>
Administrative Support					
Salaries	19,458	42,115	40,661	1,454	18,505
Benefits	10,404	20,693	19,830	863	10,085
Total administrative support	<u>29,862</u>	<u>62,808</u>	<u>60,491</u>	<u>2,317</u>	<u>28,590</u>
Student transportation					
Salaries	2,650	2,650	771	1,879	847
Benefits	350	350	248	102	271
Total student transportation	<u>3,000</u>	<u>3,000</u>	<u>1,019</u>	<u>1,981</u>	<u>1,118</u>
Total other instructional programs	<u>1,142,813</u>	<u>1,613,626</u>	<u>1,504,147</u>	<u>109,479</u>	<u>1,082,540</u>
Co-curricular/athletic programs:					
Instruction					
Salaries	416,599	377,699	309,064	68,635	364,746
Benefits	33,333	32,533	18,533	14,000	19,983
Purchased services	54,600	45,500	36,330	9,170	41,599
Supplies	47,250	66,899	57,758	9,141	25,636
Property	-	29,151	29,151	-	18,695
Other	6,300	6,300	4,279	2,021	4,806
Total instruction	<u>558,082</u>	<u>558,082</u>	<u>455,115</u>	<u>102,967</u>	<u>475,465</u>
Student transportation					
Purchased services	<u>224,251</u>	<u>224,251</u>	<u>37,185</u>	<u>187,066</u>	<u>174,910</u>
Total co-curricular/athletic programs	<u>782,333</u>	<u>782,333</u>	<u>492,300</u>	<u>290,033</u>	<u>650,375</u>
Undistributed expenditures:					
Student support					
Salaries	836,623	926,978	918,224	8,754	832,701
Benefits	349,943	405,286	398,744	6,542	414,394
Purchased services	5,535	5,624	3,152	2,472	5,453

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Supplies	\$ 19,265	\$ 19,265	\$ 11,296	\$ 7,969	\$ 17,539
Other	135	500	495	5	135
Total student support	<u>1,211,501</u>	<u>1,357,653</u>	<u>1,331,911</u>	<u>25,742</u>	<u>1,270,222</u>
Instructional staff support					
Salaries	568,965	568,965	560,486	8,479	547,320
Benefits	250,920	250,920	246,785	4,135	243,849
Purchased services	41,000	41,000	15,775	25,225	2,879
Supplies	78,655	78,655	52,002	26,653	54,280
Total instructional staff support	<u>939,540</u>	<u>939,540</u>	<u>875,048</u>	<u>64,492</u>	<u>848,328</u>
General administration					
Salaries	755,933	636,480	633,038	3,442	736,140
Benefits	291,096	246,698	244,345	2,353	283,889
Purchased services	274,475	274,475	203,381	71,094	205,795
Supplies	36,625	36,625	26,459	10,166	30,786
Other	27,000	27,000	20,649	6,351	15,627
Total general administration	<u>1,385,129</u>	<u>1,221,278</u>	<u>1,127,872</u>	<u>93,406</u>	<u>1,272,237</u>
School administration					
Salaries	2,145,714	2,101,170	2,096,014	5,156	2,068,748
Benefits	905,126	883,720	853,337	30,383	850,401
Purchased services	176,006	174,784	119,744	55,040	143,883
Supplies	13,810	18,689	15,556	3,133	9,511
Other	3,550	3,550	1,200	2,350	3,600
Total school administration	<u>3,244,206</u>	<u>3,181,913</u>	<u>3,085,851</u>	<u>96,062</u>	<u>3,076,143</u>
Administrative support					
Salaries	386,645	398,575	391,204	7,371	424,884
Benefits	186,341	190,366	163,930	26,436	181,735
Purchased services	118,600	118,600	89,293	29,307	94,906
Supplies	20,500	56,500	40,053	16,447	9,547
Other	500	500	-	500	-
Total administrative support	<u>712,586</u>	<u>764,541</u>	<u>684,480</u>	<u>80,061</u>	<u>711,072</u>
Operation and maintenance					
Salaries	1,783,165	1,707,001	1,654,994	52,007	1,711,830
Benefits	820,591	799,394	785,723	13,671	803,474

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2020</b>
Purchased services	\$ 598,940	\$ 584,985	\$ 437,003	\$ 147,982	\$ 549,786
Supplies	1,125,546	1,211,746	916,220	295,526	1,036,010
Property	-	127,196	127,196	-	-
Other	2,650	3,650	3,102	548	2,574
<b>Total operation and maintenance</b>	<b>4,330,892</b>	<b>4,433,972</b>	<b>3,924,238</b>	<b>509,734</b>	<b>4,103,674</b>
<b>Student transportation</b>					
Salaries	684,699	688,945	665,051	23,894	626,914
Benefits	278,730	286,183	284,694	1,489	262,234
Purchased services	82,300	83,200	48,968	34,232	45,060
Supplies	168,550	193,550	105,160	88,390	126,145
Property	121,368	345,324	171,467	173,857	163,007
Other	3,000	3,000	1,487	1,513	2,168
<b>Total student transportation</b>	<b>1,338,647</b>	<b>1,600,202</b>	<b>1,276,827</b>	<b>323,375</b>	<b>1,225,528</b>
<b>Total undistributed expenditures</b>	<b>13,162,501</b>	<b>13,499,099</b>	<b>12,306,227</b>	<b>1,192,872</b>	<b>12,507,204</b>
<b>Debt service</b>					
Principal	75,000	75,000	75,000	-	72,000
Interest	1,827	1,827	1,827	-	5,337
<b>Total debt service</b>	<b>76,827</b>	<b>76,827</b>	<b>76,827</b>	<b>-</b>	<b>77,337</b>
<b>Total expenditures</b>	<b>32,453,449</b>	<b>33,935,762</b>	<b>31,307,472</b>	<b>2,628,290</b>	<b>31,083,894</b>
Excess of revenues over expenditures	1,147,853	404,283	3,120,405	2,716,122	3,380,683
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	(2,578,959)	(2,539,721)	(2,455,102)	84,619	(2,444,746)
<b>Net change in fund balance</b>	<b>(1,431,106)</b>	<b>(2,135,438)</b>	<b>665,303</b>	<b>2,800,741</b>	<b>935,937</b>
<b>FUND BALANCE, July 1</b>	<b>4,125,827</b>	<b>7,167,310</b>	<b>7,167,310</b>	<b>-</b>	<b>6,231,373</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 2,694,721</b>	<b>\$ 5,031,872</b>	<b>\$ 7,832,613</b>	<b>\$ 2,800,741</b>	<b>\$ 7,167,310</b>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	<b>2020</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	
<b>REVENUES</b>					
State sources:					
Distributive school fund	\$ 1,941,039	\$ 2,039,211	\$ 2,039,211	\$ -	\$ 1,940,936
Total state sources	1,941,039	2,039,211	2,039,211	-	1,940,936
Federal sources:					
Medicaid	45,698	45,698	33,098	(12,600)	48,309
Total revenues	1,986,737	2,084,909	2,072,309	(12,600)	1,989,245
<b>EXPENDITURES</b>					
Special programs:					
Instruction					
Salaries	2,213,066	2,178,765	2,150,754	28,011	2,131,016
Benefits	949,402	954,849	931,058	23,791	918,312
Purchased services	50,000	50,000	47,818	2,182	36,194
Supplies	26,500	38,965	37,399	1,566	31,768
Other	500	500	150	350	355
Total instruction	3,239,468	3,223,079	3,167,179	55,900	3,117,645
Student support					
Salaries	633,097	636,097	631,587	4,510	615,515
Benefits	266,528	272,639	266,616	6,023	261,815
Purchased services	51,785	170,095	150,467	19,628	70,977
Supplies	4,200	6,100	5,228	872	5,516
Other	200	200	-	200	188
Total student support	955,810	1,085,131	1,053,898	31,233	954,011
Instructional staff support					
Salaries	56,525	56,525	56,525	-	53,810
Benefits	26,463	26,598	26,512	86	25,586
Purchased services	14,500	10,720	9,929	791	9,598
Supplies	17,890	9,890	7,029	2,861	17,030
Total instructional staff support	115,378	103,733	99,995	3,738	106,024
Administrative support					
Salaries	3,339	9,350	9,347	3	3,160
Benefits	1,077	3,050	3,010	40	1,018
Total administrative support	4,416	12,400	12,357	43	4,178
Operation and maintenance					
Supplies	-	-	521	(521)	-

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>2020</b>
	<b>ORIGINAL</b>	<b>FINAL</b>			
Student transportation					
Salaries	\$ 132,252	\$ 127,998	\$ 127,004	\$ 994	\$ 127,038
Benefits	68,884	61,739	61,583	156	63,522
Purchased services	2,250	550	139	411	211
Supplies	8,000	10,000	4,735	5,265	8,103
Total student transportation	<u>211,386</u>	<u>200,287</u>	<u>193,461</u>	<u>6,826</u>	<u>198,874</u>
Total expenditures	<u>4,526,458</u>	<u>4,624,630</u>	<u>4,527,411</u>	<u>97,219</u>	<u>4,380,732</u>
Excess (deficiency) of revenues over expenditures	(2,539,721)	(2,539,721)	(2,455,102)	84,619	(2,391,487)
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>2,539,721</u>	<u>2,539,721</u>	<u>2,455,102</u>	<u>(84,619)</u>	<u>2,391,487</u>
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
Federal sources:					
Federal direct	\$ 603,618	\$ 580,283	\$ 580,283	\$ -	\$ 629,363
Federal indirect	2,539,172	9,218,315	5,106,797	(4,111,518)	2,507,240
E-Rate funds	49,239	303,180	292,095	(11,085)	77,270
	<u>3,192,029</u>	<u>10,101,778</u>	<u>5,979,175</u>	<u>(4,122,603)</u>	<u>3,213,873</u>
Total revenues					
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	38,351	81,081	71,019	10,062	37,119
Benefits	15,184	11,771	11,474	297	14,678
Purchased services	-	115,962	79,538	36,424	-
Supplies	162,388	421,384	390,237	31,147	143,604
Property	-	245,874	245,874	-	-
	<u>215,923</u>	<u>876,072</u>	<u>798,142</u>	<u>77,930</u>	<u>195,401</u>
Total instruction					
Student support					
Supplies	1,109	3,550	2,830	720	6,013
	<u>1,109</u>	<u>3,550</u>	<u>2,830</u>	<u>720</u>	<u>6,013</u>
Instructional staff support					
Salaries	225,368	218,337	196,449	21,888	206,757
Benefits	65,092	62,748	59,917	2,831	63,401
Purchased services	351,397	1,447,871	848,173	599,698	351,831
Supplies	22,289	35,716	30,343	5,373	12,940
Other	-	400	400	-	-
	<u>664,146</u>	<u>1,765,072</u>	<u>1,135,282</u>	<u>629,790</u>	<u>634,929</u>
Total instructional staff support					
Student transportation					
Purchased services	-	-	-	-	19,617
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,617</u>
Total regular programs	<u>881,178</u>	<u>2,644,694</u>	<u>1,936,254</u>	<u>708,440</u>	<u>855,960</u>

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Special programs:					
Instruction					
Salaries	\$ 577,806	\$ 592,497	\$ 557,709	\$ 34,788	\$ 543,591
Benefits	270,250	250,586	233,856	16,730	248,694
Supplies	71,585	97,335	82,465	14,870	66,003
Total instruction	<u>919,641</u>	<u>940,418</u>	<u>874,030</u>	<u>66,388</u>	<u>858,288</u>
Student support					
Salaries	53,810	44,000	44,000	-	40,896
Benefits	25,144	16,000	16,000	-	19,104
Purchased services	60,861	110,376	77,300	33,076	64,793
Supplies	4,063	4,160	4,160	-	4,647
Total student support	<u>143,878</u>	<u>174,536</u>	<u>141,460</u>	<u>33,076</u>	<u>129,440</u>
Instructional staff support					
Salaries	36,594	40,784	28,000	12,784	29,900
Benefits	1,007	1,227	826	401	882
Purchased services	73,847	87,515	49,854	37,661	86,200
Supplies	3,500	6,249	5,777	472	3,650
Other	-	130	130	-	-
Total instructional staff support	<u>114,948</u>	<u>135,905</u>	<u>84,587</u>	<u>51,318</u>	<u>120,632</u>
Administrative support					
Salaries	64,078	65,263	65,262	1	62,073
Benefits	25,549	24,502	24,466	36	23,051
Total administrative support	<u>89,627</u>	<u>89,765</u>	<u>89,728</u>	<u>37</u>	<u>85,124</u>
Student transportation					
Salaries	-	18,000	1,041	16,959	-
Benefits	-	5,886	335	5,551	-
Property	-	138,474	138,474	-	-
Total student transportation	<u>-</u>	<u>162,360</u>	<u>139,850</u>	<u>22,510</u>	<u>-</u>

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
Community service					
Purchased services	\$ 2,332	\$ 2,280	\$ 2,242	\$ 38	\$ 2,130
Total special programs	<u>1,270,426</u>	<u>1,505,264</u>	<u>1,331,897</u>	<u>173,367</u>	<u>1,195,614</u>
Vocational programs:					
Instruction					
Purchased services	10,850	-	-	-	967
Supplies	-	13,159	11,644	1,515	21,327
Property	-	30,472	13,839	16,633	-
Total instruction	<u>10,850</u>	<u>43,631</u>	<u>25,483</u>	<u>18,148</u>	<u>22,294</u>
Student transportation					
Purchased services	<u>31,648</u>	<u>3,700</u>	<u>3,700</u>	<u>-</u>	<u>12,635</u>
Total vocational programs	<u>42,498</u>	<u>47,331</u>	<u>29,183</u>	<u>18,148</u>	<u>34,929</u>
Other instructional programs:					
Instruction					
Salaries	11,600	341,128	24,714	316,414	25,923
Benefits	1,307	100,210	3,126	97,084	2,676
Purchased services	566	49,582	49,032	550	497
Supplies	46,703	1,918,215	1,155,861	762,354	24,619
Total instruction	<u>60,176</u>	<u>2,409,135</u>	<u>1,232,733</u>	<u>1,176,402</u>	<u>53,715</u>
Student support					
Salaries	18,958	14,020	14,020	-	18,958
Benefits	6,345	4,515	4,515	-	6,105
Purchased services	-	574,469	217,056	357,413	-
Total student support	<u>25,303</u>	<u>593,004</u>	<u>235,591</u>	<u>357,413</u>	<u>25,063</u>

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	<b>2020</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	
Instructional staff support					
Salaries	\$ 6,060	\$ 786,372	\$ -	\$ 786,372	\$ 1,356
Benefits	558	334,572	-	334,572	124
Purchased services	68,770	89,522	43,930	45,592	20,349
Supplies	1,726	995	995	-	1,780
Total instructional staff support	<u>77,114</u>	<u>1,211,461</u>	<u>44,925</u>	<u>1,166,536</u>	<u>23,609</u>
School administration					
Salaries	-	4,872	7,989	(3,117)	-
Benefits	-	144	236	(92)	-
Total general administration	<u>-</u>	<u>5,016</u>	<u>8,225</u>	<u>(3,209)</u>	<u>-</u>
Student transportation					
Salaries	-	12,000	1,418	10,582	-
Benefits	-	3,924	457	3,467	-
Total student transportation	<u>-</u>	<u>15,924</u>	<u>1,875</u>	<u>14,049</u>	<u>-</u>
Community support					
Salaries	-	16,008	-	16,008	-
Supplies	500	3,297	-	3,297	264
Total community support	<u>500</u>	<u>19,305</u>	<u>-</u>	<u>19,305</u>	<u>264</u>
Total other instructional programs	<u>163,093</u>	<u>4,253,845</u>	<u>1,523,349</u>	<u>2,730,496</u>	<u>102,651</u>
Community services programs:					
Community service operations					
Salaries	6,896	18,613	17,134	1,479	6,458
Benefits	3,587	9,440	8,965	475	3,454
Purchased services	-	245,725	104,224	141,501	3,000
Supplies	-	36,121	31,498	4,623	-
Total community services programs	<u>10,483</u>	<u>309,899</u>	<u>161,821</u>	<u>148,078</u>	<u>12,912</u>

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
Undistributed expenditures:					
Student support					
Supplies	\$ 86,223	\$ -	\$ -	\$ -	\$ 74,901
Instructional staff support					
Purchased services	8,000	8,000	8,000	-	8,000
Supplies	4,000	120	120	-	2,433
Total instructional staff support	12,000	8,120	8,120	-	10,433
General administration					
Salaries	-	239,442	-	239,442	-
Benefits	-	95,508	-	95,508	-
Purchased services	-	3,991	2,921	1,070	8,193
Supplies	14,700	-	-	-	14,700
Total general administration	14,700	338,941	2,921	336,020	22,893
School administration					
Salaries	-	2,748	2,748	-	20,535
Benefits	-	885	885	-	6,612
Purchased services	-	42,874	33,252	9,622	46,236
Supplies	31,246	505	505	-	290
Total school administration	31,246	47,012	37,390	9,622	73,673
Administrative support					
Salaries	17,699	17,194	17,194	-	16,388
Benefits	9,887	9,004	8,992	12	9,059
Supplies	92,140	61,042	61,042	-	86,019
Total administrative support	119,726	87,240	87,228	12	111,466
Operation and maintenance					
Purchased services	420,000	490,222	490,222	-	466,420
Supplies	4,000	204,633	204,581	52	-
Total operation and maintenance	424,000	694,855	694,803	52	466,420

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
Student transportation					
Property	\$ 136,456	\$ 164,577	\$ 164,577	\$ -	\$ 252,021
Total undistributed expenditures	<u>824,351</u>	<u>1,340,745</u>	<u>995,039</u>	<u>345,706</u>	<u>1,011,807</u>
Total expenditures	<u>3,192,029</u>	<u>10,101,778</u>	<u>5,977,543</u>	<u>4,124,235</u>	<u>3,213,873</u>
Net change in fund balance	-	-	1,632	1,632	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,632</u></u>	<u><u>\$ 1,632</u></u>	<u><u>\$ -</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2021**  
*(With Comparative Totals for the Year Ended June 30, 2020)*

	<b>SPECIAL REVENUE FUNDS</b>		<b>CAPITAL PROJECTS FUNDS</b>		<b>TOTALS</b>	
					<b>2021</b>	<b>2020</b>
<b>ASSETS</b>						
Cash and investments	\$	1,003,583	\$	1,599,801	\$	2,603,384
Receivables:					\$	1,803,398
Interest		-		609	609	4,805
Other		9,995		-	9,995	4,766
Due from other funds		10,092		-	10,092	12
Intergovernmental receivable		438,101		39,499	477,600	120,989
Inventories		3,352		-	3,352	9,697
		<u>1,465,123</u>		<u>1,639,909</u>	<u>3,105,032</u>	<u>1,943,667</u>
Total assets	\$	<u>1,465,123</u>	\$	<u>1,639,909</u>	\$	<u>3,105,032</u>
					\$	<u>1,943,667</u>
<b>LIABILITIES</b>						
Accounts payable	\$	85,693	\$	478,040	\$	563,733
Contract retainage payable		-		31,140	31,140	-
Accrued liabilities		212,086		-	212,086	210,412
Due to other funds		238,448		-	238,448	30,000
Intergovernmental payable		-		-	-	113,554
Unearned revenues		50,515		-	50,515	41,671
		<u>586,742</u>		<u>509,180</u>	<u>1,095,922</u>	<u>488,467</u>
Total liabilities		<u>586,742</u>		<u>509,180</u>	<u>1,095,922</u>	<u>488,467</u>
<b>FUND BALANCES</b>						
Nonspendable:						
Inventory		3,352		-	3,352	9,697
Restricted for:						
Construction of capital assets		-		664,291	664,291	797,484
Committed to:						
Other capital projects		-		-	-	62,663
Assigned to:						
Food service		278,994		-	278,994	56,701
Special projects		596,035		-	596,035	20,000
Other capital projects		-		466,438	466,438	508,655
		<u>878,381</u>		<u>1,130,729</u>	<u>2,009,110</u>	<u>1,455,200</u>
Total fund balances		<u>878,381</u>		<u>1,130,729</u>	<u>2,009,110</u>	<u>1,455,200</u>
Total liabilities and fund balances	\$	<u>1,465,123</u>	\$	<u>1,639,909</u>	\$	<u>3,105,032</u>
					\$	<u>1,943,667</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Totals for the Year Ended June 30, 2020)**

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	TOTALS	
			2021	2020
<b>REVENUES</b>				
Local sources	\$ 461,757	\$ 385,362	\$ 847,119	\$ 731,303
State sources	3,265,230	-	3,265,230	1,472,203
Federal sources	1,489,481	-	1,489,481	875,117
Total revenues	<u>5,216,468</u>	<u>385,362</u>	<u>5,601,830</u>	<u>3,078,623</u>
<b>EXPENDITURES</b>				
Current:				
Regular programs	2,082,488	-	2,082,488	1,129,948
Special programs	3,977	-	3,977	12,954
Vocational programs	135,855	-	135,855	1,456
Other instructional programs	532,081	-	532,081	173,282
Co-curricular/athletic programs	46,662	-	46,662	10,807
Adult education programs	136,000	-	136,000	116,893
Community service programs	17,785	-	17,785	84,854
Undistributed expenditures:				
Student support	401,468	-	401,468	39,189
Instructional staff support	57,045	-	57,045	-
General administration	239	146	385	4,781
School administration	5,764	-	5,764	-
Administrative support	-	94,900	94,900	92,700
Operation and maintenance	410,105	444,691	854,796	544,257
Student transportation	-	20,279	20,279	-
Food service programs	1,279,794	-	1,279,794	1,101,416
Facilities acquisition and construction service	-	1,778,419	1,778,419	966,158
Other support services	54,954	-	54,954	11,955
Total expenditures	<u>5,164,217</u>	<u>2,338,435</u>	<u>7,502,652</u>	<u>4,290,650</u>
Excess (deficiency) of revenues over (under) expenditures	<u>52,251</u>	<u>(1,953,073)</u>	<u>(1,900,822)</u>	<u>(1,212,027)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	1,715,000	1,715,000	1,927,700
Net change in fund balances	52,251	(238,073)	(185,822)	715,673
<b>FUND BALANCES, July 1</b>	<u>278,436</u>	<u>1,368,802</u>	<u>1,647,238</u>	<u>739,527</u>
Prior period adjustment	547,694	-	547,694	-
<b>FUND BALANCES, July 1, restated</b>	<u>826,130</u>	<u>1,368,802</u>	<u>2,194,932</u>	<u>739,527</u>
<b>FUND BALANCES, June 30</b>	<u>\$ 878,381</u>	<u>\$ 1,130,729</u>	<u>\$ 2,009,110</u>	<u>\$ 1,455,200</u>



## **SPECIAL REVENUE FUNDS**

Special Revenue funds account for the proceeds of specific revenue sources (other than major capital projects or private-purpose trusts) that are legally restricted to expenditures for specified purposes. Individual funds include the following:

**ADULT EDUCATION** – to account for funds received from the state for adults returning to school to receive their diploma.

**CLASS SIZE REDUCTION** – to account for state funds provided to reduce student-teacher ratios in kindergarten through grade three.

**FOOD AND NUTRITION** – to account for funds used to provide lunch and breakfast to schoolchildren.

**STATE GRANTS** - to account for the proceeds and specific state revenue sources that are legally restricted to expenditures for specified purposes.

**GIFTS AND DONATIONS** – to account for the proceeds of specific gifts and donations.

**STUDENT ACTIVITY** - to account for funds used account for the costs and operations of the student activity accounts at individual schools.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2021**  
*(With Comparative Totals for the Year Ended June 30, 2020)*

	<u>ADULT EDUCATION FUND</u>	<u>CLASS SIZE REDUCTION FUND</u>	<u>FOOD AND NUTRITION FUND</u>
<b>ASSETS</b>			
Cash and investments	\$ 48	\$ 83,945	\$ 288,249
Other receivables	-	-	9,995
Due from other funds	-	-	-
Intergovernmental receivable	30,215	-	72,836
Inventories	-	-	3,352
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 30,263</u>	<u>\$ 83,945</u>	<u>\$ 374,432</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 5,618	\$ -	\$ 46,818
Accrued liabilities	4,645	83,945	17,569
Due to other funds	20,000	-	-
Intergovernmental payable	-	-	-
Unearned revenues	-	-	27,699
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>30,263</u>	<u>83,945</u>	<u>92,086</u>
<b>FUND BALANCES</b>			
Nonspendable			
Inventory	-	-	3,352
Assigned to:			
Food service	-	-	278,994
Special projects	-	-	-
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>-</u>	<u>-</u>	<u>282,346</u>
Total liabilities and fund balances	<u>\$ 30,263</u>	<u>\$ 83,945</u>	<u>\$ 374,432</u>

STATE GRANT FUND	GIFTS AND DONATIONS FUND	STUDENT ACTIVITY FUND	TOTALS	
			2021	2020
\$ 12,534	\$ 37,972	\$ 580,835	\$ 1,003,583	\$ 417,982
-	-	-	9,995	4,766
10,092	-	-	10,092	12
335,050	-	-	438,101	76,831
-	-	-	3,352	9,697
<u>\$ 357,676</u>	<u>\$ 37,972</u>	<u>\$ 580,835</u>	<u>\$ 1,465,123</u>	<u>\$ 509,288</u>
\$ 32,989	\$ 268	\$ -	\$ 85,693	\$ 27,253
105,927	-	-	212,086	210,412
213,648	-	4,800	238,448	30,000
-	-	-	-	113,554
5,112	17,704	-	50,515	41,671
<u>357,676</u>	<u>17,972</u>	<u>4,800</u>	<u>586,742</u>	<u>422,890</u>
-	-	-	3,352	9,697
-	-	-	278,994	56,701
-	20,000	576,035	596,035	20,000
-	20,000	576,035	878,381	86,398
<u>\$ 357,676</u>	<u>\$ 37,972</u>	<u>\$ 580,835</u>	<u>\$ 1,465,123</u>	<u>\$ 509,288</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Totals for the Year Ended June 30, 2020)**

	<b>ADULT EDUCATION FUND</b>	<b>CLASS SIZE REDUCTION FUND</b>	<b>FOOD AND NUTRITION FUND</b>
<b>REVENUES</b>			
Local sources	\$ -	\$ -	\$ 2,756
State sources	136,000	1,002,620	3,505
Federal sources	-	-	1,489,481
	<u>136,000</u>	<u>1,002,620</u>	<u>1,495,742</u>
<b>EXPENDITURES</b>			
Regular programs	-	1,002,620	-
Special programs	-	-	-
Vocational programs	-	-	-
Other instructional programs	-	-	-
Co-curricular/athletic programs	-	-	-
Adult education programs	136,000	-	-
Community service programs	-	-	-
Undistributed expenditures:			
Student support	-	-	-
Instructional staff support	-	-	-
General administration	-	-	-
School administration	-	-	-
Operation and maintenance	-	-	-
Food service programs	-	-	1,279,794
Other support services	-	-	-
	<u>136,000</u>	<u>1,002,620</u>	<u>1,279,794</u>
Total expenditures	<u>136,000</u>	<u>1,002,620</u>	<u>1,279,794</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>215,948</u>
<b>OTHER FINANCING SOURCES (USES):</b>			
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	215,948
<b>FUND BALANCES, July 1</b>	<u>-</u>	<u>-</u>	<u>66,398</u>
Prior period adjustment	-	-	-
<b>FUND BALANCES, July 1, restated</b>	<u>-</u>	<u>-</u>	<u>66,398</u>
<b>FUND BALANCES, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,346</u>

STATE GRANT FUND	GIFTS AND DONATIONS FUND	STUDENT ACTIVITY FUND	TOTALS	
			2021	2020
\$ -	\$ 139,352	\$ 319,649	\$ 461,757	\$ 297,314
2,123,105	-	-	3,265,230	1,472,203
-	-	-	1,489,481	875,117
<u>2,123,105</u>	<u>139,352</u>	<u>319,649</u>	<u>5,216,468</u>	<u>2,644,634</u>
864,360	63,454	152,054	2,082,488	1,129,948
3,248	-	729	3,977	12,954
54,123	49,898	31,834	135,855	1,456
507,081	25,000	-	532,081	173,282
-	-	46,662	46,662	10,807
-	-	-	136,000	116,893
17,785	-	-	17,785	84,854
401,468	-	-	401,468	39,189
56,734	-	311	57,045	-
239	-	-	239	4,781
-	-	5,764	5,764	-
410,105	-	-	410,105	-
-	-	-	1,279,794	1,101,416
-	1,000	53,954	54,954	11,955
<u>2,315,143</u>	<u>139,352</u>	<u>291,308</u>	<u>5,164,217</u>	<u>2,687,535</u>
<u>(192,038)</u>	<u>-</u>	<u>28,341</u>	<u>52,251</u>	<u>(42,901)</u>
-	-	-	-	53,259
(192,038)	-	28,341	52,251	10,358
<u>192,038</u>	<u>20,000</u>	<u>-</u>	<u>278,436</u>	<u>76,040</u>
-	-	547,694	547,694	-
<u>192,038</u>	<u>20,000</u>	<u>547,694</u>	<u>826,130</u>	<u>76,040</u>
<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 576,035</u>	<u>\$ 878,381</u>	<u>\$ 86,398</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
ADULT EDUCATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
State sources:					
High school diploma program	\$ 114,304	\$ 136,713	\$ 136,000	\$ (713)	\$ 116,893
<b>EXPENDITURES</b>					
Adult education programs:					
Instruction					
Salaries	21,238	22,125	22,125	-	18,838
Benefits	1,497	653	653	-	556
Purchased services	3,697	5,156	4,743	413	1,633
Supplies	-	38,259	37,990	269	1,435
Total instruction	<u>26,432</u>	<u>66,193</u>	<u>65,511</u>	<u>682</u>	<u>22,462</u>
Instructional staff support					
Purchased services	-	358	358	-	-
Administrative support					
Salaries	57,076	43,358	43,358	-	54,874
Benefits	30,796	23,312	23,286	26	29,883
Purchased services	-	629	629	-	7,588
Supplies	-	2,863	2,858	5	2,086
Total administrative support	<u>87,872</u>	<u>70,162</u>	<u>70,131</u>	<u>31</u>	<u>94,431</u>
Total expenditures	<u>114,304</u>	<u>136,713</u>	<u>136,000</u>	<u>713</u>	<u>116,893</u>
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
CLASS SIZE REDUCTION FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
State sources:					
Distributive school fund	\$ 1,035,502	\$ 1,002,620	\$ 1,002,620	\$ -	\$ 972,451
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	710,309	680,916	681,226	(310)	659,613
Benefits	325,193	321,704	321,394	310	312,838
Total expenditures	<u>1,035,502</u>	<u>1,002,620</u>	<u>1,002,620</u>	<u>-</u>	<u>972,451</u>
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FOOD AND NUTRITION FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
Local sources:					
Daily sales	\$ 266,555	\$ 4,000	\$ 2,756	\$ (1,244)	\$ 195,185
State sources:					
State lunch program	3,369	3,505	3,505	-	3,213
Federal sources:					
National school lunch program	646,989	978,517	973,725	(4,792)	571,135
School breakfast program	134,220	434,383	431,701	(2,682)	167,599
Commodity food program	84,284	70,744	76,723	5,979	81,988
Special snack program	5,687	-	-	-	2,935
Other grants	24,596	22,572	7,332	(15,240)	51,460
Total federal sources	895,776	1,506,216	1,489,481	(16,735)	875,117
Total revenues	1,165,700	1,513,721	1,495,742	(17,979)	1,073,515
<b>EXPENDITURES</b>					
Undistributed expenditures:					
Food service programs:					
Salaries	169,572	146,605	142,660	3,945	164,426
Benefits	65,300	58,562	57,512	1,050	64,044
Purchased services	857,256	1,224,205	963,053	261,152	732,269
Supplies	111,610	148,547	114,951	33,596	105,751
Property	-	-	-	-	33,276
Other	1,200	2,200	1,618	582	1,650
Total expenditures	1,204,938	1,580,119	1,279,794	300,325	1,101,416
Excess (deficiency) of revenues over expenditures	(39,238)	(66,398)	215,948	282,346	(27,901)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	39,238	-	-	-	53,259
Net change in fund balance	-	(66,398)	215,948	282,346	25,358
<b>FUND BALANCE, July 1</b>	-	66,398	66,398	-	41,040
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 282,346	\$ 282,346	\$ 66,398



**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATE GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
<b>REVENUES</b>					
State sources:					
Special appropriations	\$ 2,084,905	\$ 2,230,234	\$ 2,123,105	\$ (107,129)	\$ 3,827,944
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	388,748	316,461	316,248	213	511,695
Benefits	145,572	141,188	140,415	773	147,506
Purchased services	-	58,000	55,662	2,338	60,445
Supplies	-	160,043	141,027	19,016	170,040
Total instruction	<u>534,320</u>	<u>675,692</u>	<u>653,352</u>	<u>22,340</u>	<u>889,686</u>
Instructional staff support					
Salaries	424,417	142,942	127,162	15,780	440,969
Benefits	177,903	46,215	45,607	608	173,304
Purchased services	-	17,859	13,063	4,796	214,553
Supplies	-	18,898	18,898	-	7,782
Other	-	9,360	6,278	3,082	-
Total instructional staff support	<u>602,320</u>	<u>235,274</u>	<u>211,008</u>	<u>24,266</u>	<u>836,608</u>
Total regular programs	<u>1,136,640</u>	<u>910,966</u>	<u>864,360</u>	<u>46,606</u>	<u>1,726,294</u>
Special programs:					
Student support					
Salaries	-	4,434	3,248	1,186	4,555
Vocational programs:					
Instruction					
Salaries	-	672	240	432	816
Benefits	-	61	22	39	75
Supplies	56,525	46,534	45,544	990	63,606
Property	-	6,218	6,218	-	-
Total instruction	<u>56,525</u>	<u>53,485</u>	<u>52,024</u>	<u>1,461</u>	<u>64,497</u>

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATE GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Instructional staff support					
Purchased services	\$ -	\$ 850	\$ -	\$ 850	\$ -
Supplies	-	2,099	2,099	-	1,071
Total instructional staff support	-	2,949	2,099	850	1,071
Student transportation					
Purchased services	7,593	-	-	-	-
Total vocational programs	64,118	56,434	54,123	2,311	65,568
Other instructional programs:					
Instruction					
Salaries	110,461	188,505	187,496	1,009	129,831
Benefits	35,576	74,907	74,735	172	39,054
Supplies	-	207,967	198,313	9,654	69,762
Total instruction	146,037	471,379	460,544	10,835	238,647
Instructional staff support					
Salaries	-	3,000	3,000	-	3,000
Benefits	-	89	89	-	89
Purchased services	-	5,545	5,545	-	2,470
Supplies	-	320	-	320	2,275
Total instructional staff support	-	8,954	8,634	320	7,834
Student transportation					
Purchased services	-	26,304	26,304	-	8,123
Supplies	-	7,300	7,300	-	-
Total student transportation	-	33,604	33,604	-	8,123
Community support					
Supplies	-	4,428	4,299	129	4,138
Total other instructional programs	146,037	518,365	507,081	11,284	258,742

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATE GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Community services programs:					
Community support					
Purchase services	\$ -	\$ 9,941	\$ 9,941	\$ -	\$ -
Supplies	-	20,000	-	20,000	-
Property	-	7,844	7,844	-	-
Total community service programs	-	37,785	17,785	20,000	-
Undistributed expenditures:					
Student support					
Salaries	306,700	293,741	280,257	13,484	250,616
Benefits	143,139	133,469	121,211	12,258	50,013
Supplies	-	-	-	-	9,999
Total student support	449,839	427,210	401,468	25,742	310,628
Instructional staff support					
Salaries	36,645	36,644	36,644	-	34,773
Benefits	20,076	20,090	20,090	-	19,450
Purchased services	-	-	-	-	19,188
Property	-	-	-	-	448,811
Total instructional staff support	56,721	56,734	56,734	-	522,222
General administration					
Other	-	239	239	-	-
Operation and maintenance					
Purchased services	231,550	410,105	410,105	-	242,982
Supplies	-	-	-	-	87,796
Property	-	-	-	-	422,119
Total operation and maintenance	231,550	410,105	410,105	-	752,897

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATE GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Total undistributed expenditures	\$ 738,110	\$ 894,288	\$ 868,546	\$ 25,742	\$ 1,585,747
Total expenditures	<u>2,084,905</u>	<u>2,422,272</u>	<u>2,315,143</u>	<u>107,129</u>	<u>3,640,906</u>
Net change in fund balance	-	(192,038)	(192,038)	-	187,038
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>192,038</u>	<u>192,038</u>	<u>-</u>	<u>5,000</u>
<b>FUND BALANCE, June 30</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 192,038</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GIFTS AND DONATIONS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
<b>REVENUES</b>					
Local sources:					
Private donations	\$ 25,000	\$ 187,055	\$ 139,352	\$ (47,703)	\$ 102,129
Total revenues	<u>25,000</u>	<u>187,055</u>	<u>139,352</u>	<u>(47,703)</u>	<u>102,129</u>
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Supplies	25,000	100,772	54,814	45,958	72,692
Property	-	8,640	8,640	-	-
Total instruction	<u>25,000</u>	<u>109,412</u>	<u>63,454</u>	<u>45,958</u>	<u>72,692</u>
Instructional staff support					
Purchased services	-	-	-	-	2,484
Total regular programs	<u>25,000</u>	<u>109,412</u>	<u>63,454</u>	<u>45,958</u>	<u>75,176</u>
Special programs:					
Instruction					
Supplies	-	-	-	-	12,954
Vocational programs:					
Instruction					
Supplies	-	-	-	-	1,456
Property	-	54,361	49,898	4,463	-
Total vocational programs	<u>-</u>	<u>54,361</u>	<u>49,898</u>	<u>4,463</u>	<u>1,456</u>
Other instructional programs:					
Instruction					
Supplies	-	25,000	25,000	-	-
Co-curricular/athletic programs:					
Instruction					
Supplies	-	-	-	-	10,807

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GIFTS AND DONATIONS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
Undistributed expenditures:					
General administration					
Purchased services	\$ -	\$ 6,282	\$ -	\$ 6,282	\$ -
Supplies	-	-	-	-	4,781
Total general administration	-	6,282	-	6,282	4,781
Other support services					
Other	-	12,000	1,000	11,000	11,955
Total undistributed expenditures	-	18,282	1,000	17,282	16,736
Total expenditures	25,000	207,055	139,352	67,703	117,129
Net change in fund balance	-	(20,000)	-	20,000	(15,000)
<b>FUND BALANCE, July 1</b>	-	20,000	20,000	-	35,000
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 20,000	\$ 20,000	\$ 20,000

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Local sources:				
Private donations	\$ -	\$ 195,215	\$ 54,612	\$ (140,603)
Interest	-	1,000	223	(777)
Admissions	-	10,000	8,039	(1,961)
Membership and class fees	-	275,000	53,767	(221,233)
Sales activities	-	200,000	115,787	(84,213)
Other activity income	-	100,000	85,379	(14,621)
Other	-	20,000	1,842	(18,158)
Total revenues	-	801,215	319,649	(481,566)
<b>EXPENDITURES</b>				
Regular programs:				
Instruction				
Purchased services	-	71,534	40,773	30,761
Supplies	-	560,666	95,195	465,471
Other	-	44,564	14,196	30,368
Total instruction	-	676,764	150,164	526,600
Student transportation				
Purchased services	-	4,617	390	4,227
Other support services				
Purchased services	-	-	1,500	(1,500)
Total regular programs	-	681,381	152,054	529,327
Special programs:				
Instruction				
Supplies	-	2,814	729	2,085

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
Vocational programs:				
Instruction				
Purchased services	\$ -	\$ 16,659	\$ 300	\$ 16,359
Supplies	-	96,163	27,458	68,705
Property	-	20,000	-	20,000
Total instruction	-	132,822	27,758	105,064
Student transportation				
Purchased services	-	39,643	4,076	35,567
Total vocational programs	-	172,465	31,834	140,631
Other instructional programs:				
Instruction				
Supplies	-	2,500	-	2,500
Co-curricular programs:				
Instruction				
Purchased services	-	4,941	11,541	(6,600)
Supplies	-	99,642	19,611	80,031
Other	-	42,215	8,237	33,978
Total instruction	-	146,798	39,389	107,409
Student transportation				
Purchased services	-	66,293	7,273	59,020
Total co-curricular programs	-	213,091	46,662	166,429
Undistributed expenditures:				
Instructional staff support				
Supplies	-	26,543	311	26,232

**(CONTINUED)**



**HUMBOLDT COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
School administration				
Supplies	\$ -	\$ 21,503	\$ 5,764	\$ 15,739
Other support services				
Purchased services	-	16,500	398	16,102
Supplies	-	-	10,356	(10,356)
Other	-	212,112	43,200	168,912
Total other support services	-	228,612	53,954	174,658
Total undistributed expenditures	-	276,658	60,029	216,629
Total expenditures	-	1,348,909	291,308	1,057,601
Net change in fund balance	-	(547,694)	28,341	576,035
<b>FUND BALANCE, July 1</b>	-	547,694	-	(547,694)
<b>Prior period adjustment</b>	-	-	547,694	547,694
<b>FUND BALANCE, July 1, RESTATED</b>	-	547,694	547,694	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 576,035	\$ 576,035

## **DEBT SERVICE FUND**

The debt service fund is a major fund which accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
Local sources:					
Ad valorem taxes	\$ 1,881,407	\$ 2,277,099	\$ 2,200,731	\$ (76,368)	\$ 1,970,144
Earnings on investments	1,910	1,910	2,051	141	4,634
Total revenues	<u>1,883,317</u>	<u>2,279,009</u>	<u>2,202,782</u>	<u>(76,227)</u>	<u>1,974,778</u>
<b>EXPENDITURES</b>					
Debt service:					
Principal	168,000	168,000	168,000	-	172,000
Interest	48,197	48,197	48,197	-	52,910
Other	750	750	-	750	-
Total expenditures	<u>216,947</u>	<u>216,947</u>	<u>216,197</u>	<u>750</u>	<u>224,910</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,666,370</u>	<u>2,062,062</u>	<u>1,986,585</u>	<u>(75,477)</u>	<u>1,749,868</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	<u>(1,715,000)</u>	<u>(1,715,000)</u>	<u>(1,715,000)</u>	<u>-</u>	<u>(1,874,441)</u>
Net change in fund balance	(48,630)	347,062	271,585	(75,477)	(124,573)
<b>FUND BALANCE, July 1</b>	<u>483,972</u>	<u>791,930</u>	<u>791,930</u>	<u>-</u>	<u>916,503</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 435,342</u>	<u>\$ 1,138,992</u>	<u>\$ 1,063,515</u>	<u>\$ (75,477)</u>	<u>\$ 791,930</u>

## **CAPITAL PROJECTS FUNDS**

Capital projects funds account for financial resources to be used for the construction and/or acquisition of major capital facilities. Individual funds include the following:

### **NONMAJOR CAPITAL PROJECT FUNDS**

BUILDING RESERVE (DMV) – to account for the portion of the governmental services tax in accordance with NRS 387.328. Expenditures are limited to the purposes described in NRS 387.335 and include site acquisition and improvement, building acquisition and construction, remodeling and repair, and furniture and equipment acquisition.

BUILDING AND SITES – to account for financial resources received and used for the acquisition, construction, major maintenance, remodeling or replacement of major capital facilities such as school buildings and related improvements. Expenditures are limited to the purposes described in NRS 387.335 and include site acquisition and improvement, building acquisition and construction, remodeling and repair, and furniture and equipment acquisition.

DISTRICT BOND INITIATIVE – to account for HC1 bond proceeds provided for district-wide capital improvements and repairs.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NONMAJOR CAPITAL PROJECTS FUND**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2021**  
*(With Comparative Totals for June 30, 2020)*

	<b>BUILDING RESERVE (DMV) FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>DISTRICT BOND INITIATIVE FUND</b>	<b>TOTALS</b>	
				<b>2021</b>	<b>2020</b>
<b>ASSETS</b>					
Cash and investments	\$ 315,515	\$ 487,524	\$ 796,762	\$ 1,599,801	\$ 1,385,416
Interest receivable	-	609	-	609	4,805
Intergovernmental receivable	39,499	-	-	39,499	44,158
	<u>39,499</u>	<u>-</u>	<u>-</u>	<u>39,499</u>	<u>44,158</u>
Total assets	<u>\$ 355,014</u>	<u>\$ 488,133</u>	<u>\$ 796,762</u>	<u>\$ 1,639,909</u>	<u>\$ 1,434,379</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 32,460	\$ 21,695	\$ 423,885	\$ 478,040	\$ 65,577
Contract retainage payable	-	-	31,140	31,140	-
	<u>-</u>	<u>-</u>	<u>31,140</u>	<u>31,140</u>	<u>-</u>
Total liabilities	<u>32,460</u>	<u>21,695</u>	<u>455,025</u>	<u>509,180</u>	<u>65,577</u>
<b>FUND BALANCES</b>					
Restricted for:					
Construction of capital assets	322,554	-	341,737	664,291	797,484
Committed to:					
Other capital projects	-	-	-	-	62,663
Assigned to:					
Other capital projects	-	466,438	-	466,438	508,655
	<u>-</u>	<u>466,438</u>	<u>-</u>	<u>466,438</u>	<u>508,655</u>
Total fund balances	<u>322,554</u>	<u>466,438</u>	<u>341,737</u>	<u>1,130,729</u>	<u>1,368,802</u>
Total liabilities and fund balances	<u>\$ 355,014</u>	<u>\$ 488,133</u>	<u>\$ 796,762</u>	<u>\$ 1,639,909</u>	<u>\$ 1,434,379</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECT FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Totals for the Year Ended June 30, 2020)**

	<b>BUILDING RESERVE (DMV) FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>DISTRICT BOND INITIATIVE FUND</b>	<b>TOTALS</b>	
				<b>2021</b>	<b>2020</b>
<b>REVENUES</b>					
Local sources	\$ 339,767	\$ 45,014	\$ 581	\$ 385,362	\$ 433,989
<b>EXPENDITURES</b>					
Undistributed expenditures:					
General administration	-	146	-	146	-
Administrative support	-	-	94,900	94,900	92,700
Operation and maintenance	67,338	149,748	227,605	444,691	544,257
Student transportation	20,279	-	-	20,279	-
Facilities acquisition and construction service	103,156	-	1,675,263	1,778,419	966,158
Total expenditures	190,773	149,894	1,997,768	2,338,435	1,603,115
Excess (deficiency) of revenues over (under) expenditures	148,994	(104,880)	(1,997,187)	(1,953,073)	(1,169,126)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	1,715,000	1,715,000	1,874,441
Net change in fund balances	148,994	(104,880)	(282,187)	(238,073)	705,315
<b>FUND BALANCES, July 1</b>	173,560	571,318	623,924	1,368,802	663,487
<b>FUND BALANCES, June 30</b>	\$ 322,554	\$ 466,438	\$ 341,737	\$ 1,130,729	\$ 1,368,802

**HUMBOLDT COUNTY SCHOOL DISTRICT  
BUILDING RESERVE (DMV) FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
Local sources:					
Governmental service tax	\$ 312,090	\$ 312,090	\$ 339,767	\$ 27,677	\$ 306,098
Total revenues	<u>312,090</u>	<u>312,090</u>	<u>339,767</u>	<u>27,677</u>	<u>306,098</u>
<b>EXPENDITURES</b>					
Undistributed expenditures:					
Operation and maintenance					
Purchased services	213,000	162,221	34,070	128,151	205,024
Supplies	112,392	72,650	26,712	45,938	28,220
Property	<u>25,000</u>	<u>25,000</u>	<u>6,556</u>	<u>18,444</u>	<u>27,396</u>
Total operation and maintenance	<u>350,392</u>	<u>259,871</u>	<u>67,338</u>	<u>192,533</u>	<u>260,640</u>
Student transportation					
Supplies	<u>-</u>	<u>25,779</u>	<u>20,279</u>	<u>5,500</u>	<u>-</u>
Building acquisition					
Property	<u>-</u>	<u>125,000</u>	<u>103,156</u>	<u>21,844</u>	<u>-</u>
Total expenditures	<u>350,392</u>	<u>410,650</u>	<u>190,773</u>	<u>219,877</u>	<u>260,640</u>
Net change in fund balance	(38,302)	(98,560)	148,994	247,554	45,458
<b>FUND BALANCE, July 1</b>	<u>113,302</u>	<u>173,560</u>	<u>173,560</u>	<u>-</u>	<u>128,102</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 322,554</u>	<u>\$ 247,554</u>	<u>\$ 173,560</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
BUILDING AND SITES FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2020</u>
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ 77,200	\$ 20,000	\$ 18,769	\$ (1,231)	\$ 113,455
Private donations	-	10,000	10,000	-	-
Other	-	16,245	16,245	-	13,786
	<u>77,200</u>	<u>46,245</u>	<u>45,014</u>	<u>(1,231)</u>	<u>127,241</u>
<b>EXPENDITURES</b>					
Undistributed expenditures:					
General administration					
Other	75	150	146	4	-
	<u>75</u>	<u>150</u>	<u>146</u>	<u>4</u>	<u>-</u>
Operation and maintenance					
Purchased services	100,287	156,529	80,267	76,262	-
Supplies	95,140	190,405	6,818	183,587	978
Property	-	62,665	62,663	2	-
	<u>195,427</u>	<u>409,599</u>	<u>149,748</u>	<u>259,851</u>	<u>978</u>
Building improvement					
Supplies	132,814	132,814	-	132,814	1,233
	<u>132,814</u>	<u>132,814</u>	<u>-</u>	<u>132,814</u>	<u>1,233</u>
Total facilities acquisition and construction service					
	<u>132,814</u>	<u>132,814</u>	<u>-</u>	<u>132,814</u>	<u>1,233</u>
Total expenditures	<u>328,316</u>	<u>542,563</u>	<u>149,894</u>	<u>392,669</u>	<u>2,211</u>
Net change in fund balance	(251,116)	(496,318)	(104,880)	391,438	125,030
<b>FUND BALANCE, July 1</b>	<u>490,807</u>	<u>571,318</u>	<u>571,318</u>	<u>-</u>	<u>446,288</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 239,691</u>	<u>\$ 75,000</u>	<u>\$ 466,438</u>	<u>\$ 391,438</u>	<u>\$ 571,318</u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
DISTRICT BOND INITIATIVE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ 250	\$ 300	\$ 581	\$ 281	\$ 650
Total revenues	<u>250</u>	<u>300</u>	<u>581</u>	<u>281</u>	<u>650</u>
<b>EXPENDITURES</b>					
Undistributed expenditures:					
Administrative support					
Purchased services	<u>92,700</u>	<u>102,900</u>	<u>94,900</u>	<u>8,000</u>	<u>92,700</u>
Operation and maintenance					
Purchased services	290,000	315,800	226,101	89,699	183,082
Supplies	-	10,000	1,504	8,496	43,003
Property	<u>86,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,554</u>
Total operation and maintenance	<u>376,000</u>	<u>325,800</u>	<u>227,605</u>	<u>98,195</u>	<u>282,639</u>
Facilities acquisition and construction service					
Architecture and engineering					
Purchased services	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>41,959</u>
Site improvement					
Property	<u>252,100</u>	<u>452,100</u>	<u>414,408</u>	<u>37,692</u>	<u>121,622</u>
Building improvement					
Property	<u>1,268,409</u>	<u>1,448,424</u>	<u>1,260,855</u>	<u>187,569</u>	<u>801,344</u>
Total facilities acquisition and construction service	<u>1,520,509</u>	<u>1,900,524</u>	<u>1,675,263</u>	<u>225,261</u>	<u>964,925</u>
Total expenditures	<u>1,989,209</u>	<u>2,329,224</u>	<u>1,997,768</u>	<u>331,456</u>	<u>1,340,264</u>
Excess (deficiency) of revenues over expenditures	<u>(1,988,959)</u>	<u>(2,328,924)</u>	<u>(1,997,187)</u>	<u>331,737</u>	<u>(1,339,614)</u>

**(CONTINUED)**

**HUMBOLDT COUNTY SCHOOL DISTRICT  
DISTRICT BOND INITIATIVE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	\$ 1,715,000	\$ 1,715,000	\$ 1,715,000	\$ -	\$ 1,874,441
Net change in fund balance	(273,959)	(613,924)	(282,187)	331,737	534,827
<b>FUND BALANCE, July 1</b>	<u>283,959</u>	<u>623,924</u>	<u>623,924</u>	<u>-</u>	<u>89,097</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 341,737</u>	<u>\$ 331,737</u>	<u>\$ 623,924</u>

## **INTERNAL SERVICE FUNDS**

Internal service funds account for transactions relating to risk management services provided to other departments of the District on a cost-reimbursement basis. The funds in this category are:

NEVADA UNEMPLOYMENT COMPENSATION – to account for funds accumulated to pay unemployment claims as they arise.

SELF-INSURED WORKERS' COMPENSATION – to account for the self insured worker's compensation plan. The District charges the other funds a predetermined rate per payroll, per employee and payments of employee medical worker's compensation claims and related costs are made from these funds.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2021  
(With Comparative Totals for June 30, 2020)**

	<b>NEVADA UNEMPLOYMENT COMPENSATION FUND</b>	<b>SELF-INSURED WORKERS' COMPENSATION FUND</b>	<b>TOTAL</b>	
			<b>2021</b>	<b>2020</b>
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 82,334	\$ 1,760,742	\$ 1,843,076	\$ 1,552,560
Accounts receivable	-	26,688	26,688	47,445
Total assets	82,334	1,787,430	1,869,764	1,600,005
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	-	415	415	-
Claims payable	-	30,000	30,000	30,000
Total liabilities	-	30,415	30,415	30,000
<b>NET POSITION</b>				
Restricted	82,334	1,757,015	1,839,349	1,570,005
Total net position	\$ 82,334	\$ 1,757,015	\$ 1,839,349	\$ 1,570,005

**HUMBOLDT COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Totals for the Year Ended June 30, 2020)**

	NEVADA UNEMPLOYMENT COMPENSATION FUND	SELF-INSURED WORKERS' COMPENSATION FUND	TOTAL	
			2021	2020
<b>OPERATING REVENUES</b>				
Interfund charges	\$ -	\$ 373,740	\$ 373,740	\$ 377,943
<b>OPERATING EXPENSES</b>				
Claims	-	39,758	39,758	43,818
Insurance premiums	-	49,895	49,895	44,324
Administrative expenses	-	14,743	14,743	21,606
Total operating expenses	-	104,396	104,396	109,748
Operating income (loss)	-	269,344	269,344	268,195
<b>NET POSITION - July 1</b>	82,334	1,487,671	1,570,005	1,301,810
<b>NET POSITION - June 30</b>	\$ 82,334	\$ 1,757,015	\$ 1,839,349	\$ 1,570,005

**HUMBOLDT COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Totals for the Year Ended June 30, 2020)**

	<b>NEVADA UNEMPLOYMENT COMPENSATION FUND</b>	<b>SELF-INSURED WORKERS' COMPENSATION FUND</b>	<b>TOTAL</b>	
	<u>          </u>	<u>          </u>	<u>2021</u>	<u>2020</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>				
Cash flows from operating activities:				
Cash received for interfund services provided	\$ -	\$ 394,497	\$ 394,497	\$ 377,784
Cash payments for claims and services	<u>-</u>	<u>(103,981)</u>	<u>(103,981)</u>	<u>(141,656)</u>
Net increase (decrease) in cash and cash equivalents	-	290,516	290,516	236,128
<b>Cash and cash equivalents, July 1</b>	<u>82,334</u>	<u>1,470,226</u>	<u>1,552,560</u>	<u>1,316,432</u>
<b>Cash and cash equivalents, June 30</b>	<u>\$ 82,334</u>	<u>\$ 1,760,742</u>	<u>\$ 1,843,076</u>	<u>\$ 1,552,560</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ -	\$ 269,344	\$ 269,344	\$ 268,195
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	-	20,757	20,757	(159)
Increase (decrease) in claims payable	<u>-</u>	<u>415</u>	<u>415</u>	<u>(31,908)</u>
Total adjustments	<u>-</u>	<u>21,172</u>	<u>21,172</u>	<u>(32,067)</u>
Net cash provided (used) by operating activities	<u>\$ -</u>	<u>\$ 290,516</u>	<u>\$ 290,516</u>	<u>\$ 236,128</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NEVADA UNEMPLOYMENT COMPENSATION FUND  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2021**

*(With Comparative Actual Amounts for the Year Ended June 30, 2020)*

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>OPERATING REVENUES</b>					
Interfund charges	\$ -	\$ -	\$ -	\$ -	\$ -
<b>OPERATING EXPENSES</b>					
Unemployment claims	12,000	50,000	-	50,000	1,684
Operating income (loss)	(12,000)	(50,000)	-	50,000	(1,684)
<b>NET POSITION - July 1</b>	<u>72,018</u>	<u>82,334</u>	<u>82,334</u>	<u>-</u>	<u>84,018</u>
<b>NET POSITION - June 30</b>	<u>\$ 60,018</u>	<u>\$ 32,334</u>	<u>\$ 82,334</u>	<u>\$ 50,000</u>	<u>\$ 82,334</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NEVADA UNEMPLOYMENT COMPENSATION FUND  
SCHEDULE OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2021  
(With Comparative Totals for the Year Ended June 30, 2020)**

	<u>2021</u>	<u>2020</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities:		
Cash payments for claims and services	\$ <u>          -</u>	\$ <u>      (3,242)</u>
Net cash provided (used) by operating activities	<u>                  -</u>	<u>              (3,242)</u>
Net increase (decrease) in cash and cash equivalents	-	(3,242)
<b>Cash and cash equivalents, July 1</b>	<u>          82,334</u>	<u>          85,576</u>
<b>Cash and cash equivalents, June 30</b>	\$ <u><u>          82,334</u></u>	\$ <u><u>          82,334</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ <u>                  -</u>	\$ <u>          (1,684)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
Increase (decrease) in claims payable	<u>                  -</u>	<u>          (1,558)</u>
Total adjustments	<u>                  -</u>	<u>          (1,558)</u>
Net cash provided (used) by operating activities	\$ <u><u>                  -</u></u>	\$ <u><u>          (3,242)</u></u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
 SELF-INSURED WORKERS' COMPENSATION FUND  
 SCHEDULE OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2021  
 (With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2020</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>OPERATING REVENUES</b>					
Interfund charges	\$ 340,600	\$ 340,600	\$ 373,740	\$ 33,140	\$ 377,943
<b>OPERATING EXPENSES</b>					
Workers compensation claims	150,000	150,000	39,758	110,242	42,134
Insurance premiums	50,000	50,000	49,895	105	44,324
Administrative expenses	40,000	40,000	14,743	25,257	21,606
Total operating expenses	<u>240,000</u>	<u>240,000</u>	<u>104,396</u>	<u>135,604</u>	<u>108,064</u>
Operating income (loss)	<u>100,600</u>	<u>100,600</u>	<u>269,344</u>	<u>168,744</u>	<u>269,879</u>
<b>NET POSITION - July 1</b>	<u>1,407,725</u>	<u>1,487,671</u>	<u>1,487,671</u>	<u>-</u>	<u>1,217,792</u>
<b>NET POSITION - June 30</b>	<u><u>\$ 1,508,325</u></u>	<u><u>\$ 1,588,271</u></u>	<u><u>\$ 1,757,015</u></u>	<u><u>\$ 168,744</u></u>	<u><u>\$ 1,487,671</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 SELF-INSURED WORKERS' COMPENSATION FUND  
 SCHEDULE OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2021  
 (With Comparative Totals for the Year ended June 30, 2020)**

	<u>2021</u>	<u>2020</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities:		
Cash received for interfund services provided	\$ 394,497	\$ 377,784
Cash payments for claims and services	<u>(103,981)</u>	<u>(138,414)</u>
Net cash provided (used) by operating activities	<u>290,516</u>	<u>239,370</u>
<b>Cash and cash equivalents, July 1</b>	<u>1,470,226</u>	<u>1,230,856</u>
<b>Cash and cash equivalents, June 30</b>	<u>\$ 1,760,742</u>	<u>\$ 1,470,226</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ <u>269,344</u>	\$ <u>269,879</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	20,757	(159)
Increase (decrease) in claims payable	<u>415</u>	<u>(30,350)</u>
Total Adjustments	<u>21,172</u>	<u>(30,509)</u>
Net cash provided (used) by operating activities	<u>\$ 290,516</u>	<u>\$ 239,370</u>

## **FIDUCIARY FUNDS**

Fiduciary funds account for activities in which the District acts in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Custodial funds are used to account for funds held in custody by the District (assets equal liabilities) and do not involve measurement of results of operations. Individual funds include the following:

**PRIVATE – PURPOSE TRUST FUND** – to account for the revenue received from the investment of the Julian Montero, John Nouque, and Tom Ormachea memorial scholarship trust funds and the related scholarship expenses.

**CUSTODIAL FUNDS** – to account for student activity funds under the control of external groups.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 FIDUCIARY FUNDS  
 PRIVATE-PURPOSE TRUST FUND  
 STATEMENT OF FIDUCIARY NET POSITION  
 JUNE 30, 2021  
 (With Comparative Totals for June 30, 2020)**

	<b>2021</b>	<b>2020</b>
<b>ASSETS</b>		
Cash and investments	\$ 83,001	\$ 85,802
Interest receivable	12	66
Total assets	83,013	85,868
<b>NET POSITION</b>		
Reserved for scholarships	\$ 83,013	\$ 85,868

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 FIDUCIARY FUNDS  
 PRIVATE-PURPOSE TRUST FUND  
 SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2021  
 (With Comparative Actual Amounts for the Year Ended June 30, 2020)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2020</b>
<b>ADDITIONS</b>					
Interest	\$ 861	\$ 467	\$ 454	\$ (13)	\$ 1,753
<b>DEDUCTIONS</b>					
Scholarships	4,000	5,309	3,309	2,000	6,500
Change in net position	(3,139)	(4,842)	(2,855)	1,987	(4,747)
<b>NET POSITION - July 1</b>	<u>87,333</u>	<u>85,868</u>	<u>85,868</u>	<u>-</u>	<u>90,615</u>
<b>NET POSITION - June 30</b>	<u>\$ 84,194</u>	<u>\$ 81,026</u>	<u>\$ 83,013</u>	<u>\$ 1,987</u>	<u>\$ 85,868</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
CUSTODIAL FUNDS  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2021**

	<u>JOSHUA ROSE MEMORIAL SCHOLARSHIP FUND</u>	<u>LYMAN SHWARTZ MEMORIAL SCHOLARSHIP FUND</u>	<u>SOBER GRAD PARTY FUND</u>	<u>TOTALS</u>
<b>ASSETS</b>				
Cash	\$ <u>102,109</u>	\$ <u>3,243</u>	\$ <u>7,777</u>	\$ <u>113,129</u>
 <b>NET POSITION</b>				
Held in trust for others	\$ <u><u>102,109</u></u>	\$ <u><u>3,243</u></u>	\$ <u><u>7,777</u></u>	\$ <u><u>113,129</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
CUSTODIAL FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2021**

	JOSHUA ROSE MEMORIAL SCHOLARSHIP FUND	LYMAN SHWARTZ MEMORIAL SCHOLARSHIP FUND	SOBER GRAD PARTY FUND	TOTALS
<b>ADDITIONS</b>				
Donations	\$ 22,934	\$ -	\$ 31,700	\$ 54,634
Miscellaneous	-	-	2,480	2,480
Total additions	<u>22,934</u>	<u>-</u>	<u>34,180</u>	<u>57,114</u>
<b>DEDUCTIONS</b>				
Scholarships	26,083	750	-	26,833
Other	-	-	32,367	32,367
Total deductions	<u>26,083</u>	<u>750</u>	<u>32,367</u>	<u>59,200</u>
Change in net position	<u>(3,149)</u>	<u>(750)</u>	<u>1,813</u>	<u>(2,086)</u>
<b>NET POSITION, July 1</b>	-	-	-	-
Prior period adjustment	<u>105,258</u>	<u>3,993</u>	<u>5,964</u>	<u>115,215</u>
<b>NET POSITION, July 1, RESTATED</b>	<u>105,258</u>	<u>3,993</u>	<u>5,964</u>	<u>115,215</u>
<b>NET POSITION, June 30</b>	<u>\$ 102,109</u>	<u>\$ 3,243</u>	<u>\$ 7,777</u>	<u>\$ 113,129</u>



**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***

To the Board of Trustees of the  
Humboldt County School District  
Humboldt County, Nevada

We 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 the Humboldt County School District, Humboldt County, Nevada (the "District"), 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, and have issued our report thereon dated December 30, 2021.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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.

Our 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have direct and material effect on the financial statements. 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 our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **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.

*Blake Rose & Associates, LLC*

Winnemucca, Nevada  
December 30, 2021



**Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance**

To the Board of Trustees of the  
Humboldt County School District  
Humboldt County, Nevada

**Report on Compliance for Each Major Federal Program**

We have audited the Humboldt County School District, Humboldt County, Nevada's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District'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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our 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* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we 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 the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the District's compliance.

### ***Opinion on Each Major Federal Program***

In our opinion, the District 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 District 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 District'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 District'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.

Our 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. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. 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.

*Blake Rose & Associates, LLC*

Winnemucca, Nevada  
December 30, 2021

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021**

(Page 1 of 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
<b><u>U.S. Department of Education:</u></b>			
DIRECT - Impact Aid	84.041	S041B-2021-3000	\$ 559,755
DIRECT - Indian Education - Grants to Local Educational Agencies	84.060	S060A200118	18,901
<i><u>Passed through the State of Nevada Department of Education</u></i>			
<b>Special Education Cluster (IDEA)</b>			
Special Education - Grants to States, Local Plan	84.027	21-639-07000	664,747
Special Education DIG	84.027	21-641-07000	35,538
Special Education Teacher Transition Specialist	84.027	21-667-07000	60,000
Physical and Occupational Therapy	84.027	21-667-07001	60,000
IDEA Implementation	84.027	21-667-07005	109,437
			<u>929,722</u>
Special Education - Preschool Grants, Early Childhood Aide Time	84.173	21-675-07003	149,649
Early Childhood Speech Therapy	84.173	21-675-07002	60,000
Early Childhood Program	84.173	21-665-07000	15,506
			<u>225,155</u>
			<u>1,154,877</u>
<b>Total Special Education Cluster (IDEA)</b>			
Title I Grants to Local Education Agencies			
Title I - Part A, Helping Disadvantaged Students Meet High Standards	84.010	21-633-07000	498,826
Title I - Part A, Helping Disadvantaged Students Meet High Standards	84.010	20-633-07000	28,402
			<u>527,228</u>
Title I - Section 1003(a) School Improvement Grant	84.010A	21-624-07001	717,192
			<u>1,244,420</u>
School Safety National Activities			
COVID-19 - School Climate Transformation Grant	84.184F	21-782-07000	4,230
Career and Technical Education - Carl D Perkins, Basic	84.048	21-631-07000	29,183
Nevada Indian Education Enhancement	84.299A	21-618-07000	144,883

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021**

(Page 2 of 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
Title III, Part A			
English Language Acquisition State Grants	84.365A	21-658-07000	\$ 46,903
Immigrant	84.365A	21-659-07000	14,412
English Language Acquisition, Consortium, State Grants	84.365A	21-658-07000	<u>6,876</u>
			<u>68,191</u>
Title II-A, Supporting Effective Instruction, State Grants,			
Teacher/Principal Training & Recruiting	84.367	21-709-07000	73,702
Teacher/Principal Training & Recruiting	84.367	21-709-07000	<u>8,330</u>
			<u>82,032</u>
Title I, Part C - Migrant Education State Grant Program	84.011A	21-629-07000	<u>30,440</u>
Title IV A Student Support and Academic Enrichment	84.424A	21-715-07000	49,087
Title IV A Student Support and Academic Enrichment	84.424A	20-715-07000	<u>26,138</u>
			<u>75,225</u>
Title IV B, 21st Century Learning Communities	84.287	21-769-07000	124,391
Title IV B, 21st Century Learning Communities	84.287	20-769-07000	<u>11,518</u>
			<u>135,909</u>
<b>EDUCATION STABILIZATION FUND</b>			
COVID-19 - CARES Act ESSER I (Elementary and Secondary			
School Emergency Relief Fund) Allocation	84.425D	20-740-07000	346,988
COVID-19 - ARP ESSER III (Elementary and Secondary			
School Emergency Relief Fund) Allocation	84.425U	21-742-07000	137,566
COVID-19 - CARES Act ESSER Competitive - High Quality			
Professional Development	84.425D	21-744-07000	27,550
COVID-19 - CARES Act ESSER Competitive - Digital			
Instructional Materials	84.425D	21-745-07000	256,021
COVID-19 - CARES Act ESSER Competitive - Wrap Around			
Services	84.425D	21-746-07000	346,365
COVID-19 - GEER I (Governor's Emergency Education			
Relief Fund)	84.425C	21-749-07000	<u>60,495</u>
			<u>1,174,985</u>
<b>Total U.S. Department of Education</b>			<u>4,723,031</u>
<b><u>U.S. Department of the Treasury:</u></b>			
<i>Passed through the State of Nevada Department of Education</i>			
<b>Coronavirus Relief Fund (CRF)</b>			
COVID-19 - Coronavirus Relief Fund	21.019	21-340-07000	282,926
COVID-19 - Coronavirus Relief Fund Cohort 2	21.019	21-760-07000	<u>68,141</u>
			<u>351,067</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021**

(Page 3 of 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
<i>Passed through the City of Winnemucca, Nevada</i>			
COVID-19 - Coronavirus Relief Fund through Local County	21.019	21-747-07000	\$ <u>308,306</u>
<b>Total U.S. Department of the Treasury</b>			<u>659,373</u>
<b><u>U.S. Department of Agriculture:</u></b>			
<i>Passed through Humboldt County, Nevada</i>			
<b>Forest Service Schools and Roads Cluster</b>			
Schools and Roads, Grants to States	10.665	n/a	<u>64,314</u>
<b>Total Forest Service Schools and Roads Cluster</b>			<u>64,314</u>
<b>Child Nutrition Cluster</b>			
<i>Passed through the State of Nevada Department of Agriculture</i>			
School Breakfast Program (SFSP)	10.553	N-07-13	365,369
National School Lunch Program Summer Food Service Program (SFSP)	10.555	N-07-13	824,108
National School Lunch Program - Commodities (Noncash)	10.555	E001	<u>76,723</u>
<b>Total Child Nutrition Cluster</b>			<u>1,266,200</u>
Fresh Fruit and Vegetable Program	10.582	21-808	<u>7,332</u>
			<u>1,273,532</u>
<b>Total U.S. Department of Agriculture</b>			<u>1,337,846</u>
<b><u>U.S. Environmental Protection Agency:</u></b>			
<i>Passed through the State of Nevada Division of Environmental Protection</i>			
DEMF School Bus Replacement Program	66.040	NVDEMF 18-08	<u>303,051</u>
<b>Total U.S. Environmental Protection Agency</b>			<u>303,051</u>
<b>TOTAL</b>			<u>\$ <u>7,023,301</u></u>

See accompanying notes to schedule of expenditures of federal awards.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2021**

**(1) Basis of Presentation**

The accompanying schedule of expenditures of federal awards (the Schedule) presents the expenditure activity of all federal awards programs of the Humboldt County School District (the District) for the year ended June 30, 2021. The District's reporting entity is defined in Note 1 to its basic financial statements. All expenditures of federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule. 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 Humboldt County School District, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the District.

**(2) Summary of Significant Accounting Policies**

The accompanying schedule of expenditures of federal awards is prepared on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Humboldt County School District has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance. The amounts shown as expenditures of the Food Distribution Program represent the fair value of commodity food received by the District.

**(3) Relationship to Basic Financial Statements**

Expenditures of federal awards have been included in the individual funds of the District as follows:

General Fund	\$ 64,314
Major Special Revenue Funds	5,685,454
Nonmajor Special Revenue Funds	<u>1,273,533</u>
Total	<u>\$ 7,023,301</u>

**(4) Schoolwide Programs**

Title I, Part A allows for the use of its funds in schoolwide programs. The amount used by the District in schoolwide programs during the year ended June 30, 2021 was \$1,244,420.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2021**

***Summary of Auditor's Results:***

- Drake Rose & Associates, LLC issued an unqualified opinion on the financial statements of the Humboldt County School District for the year ended June 30, 2021.
- No significant deficiencies relating to the audit of the financial statements are reported in the 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*. No material weaknesses are reported.
- No instances of noncompliance material to the financial statements of the Humboldt County School District, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- No deficiencies in internal control over major federal award programs were disclosed during the audit as reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). No material weaknesses are reported.
- Drake Rose & Associates, LLC issued an unqualified opinion on compliance for the major federal award program of the Humboldt County School District.
- Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
- The programs tested as major programs for the year ended June 30, 2021 included:

<u>CFDA</u>	<u>Program</u>
84.010, 84.010A	Title I Grants to Local Education Agencies
84.425D, 84.425U, 84.425C	COVID-19 Education Stabilization Fund
84.041	Impact Aid

- The dollar threshold used for distinguishing between Type A and Type B programs for the year ended June 30, 2021, was \$750,000.
- Humboldt County School District qualified as a low-risk auditee for the year ended June 30, 2021 under the criteria set forth in 2 CFR section 200.520.



**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2021**

*Findings Relating to the Financial Statements Reported in Accordance with Generally Accepted Governmental Auditing Standards (GAGAS):*

None

*Findings and Questioned Costs for Major Federal Awards Programs:*

None

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2021**

***Prior Year Findings and Questioned Costs for Major Federal Awards Programs:***

None



**Independent Auditor's Comments**

To the Board of Trustees of the  
Humboldt County School District  
Humboldt County, Nevada

In connection with our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Humboldt County School District (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, nothing came to our attention that caused us to believe that the District failed to comply with the specific requirements of the Nevada Revised Statutes cited below.

**CURRENT YEAR STATUTE COMPLIANCE**

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

**PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE**

The District conformed to all significant statutory constraints on its financial administration for the year ended June 30, 2020.

**PRIOR YEAR RECOMMENDATIONS**

There were no formal recommendations made in the prior year report.

**CURRENT YEAR RECOMMENDATIONS**

We did not find any financial weaknesses of a magnitude to justify inclusion within our report.

*Drake Rose & Associates, LLC*

Winnemucca, Nevada  
December 30, 2021