

**HUMBOLDT COUNTY  
SCHOOL DISTRICT  
JUNE 30, 2022**

# HUMBOLDT COUNTY SCHOOL DISTRICT ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2022

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ANNUAL FINANCIAL REPORT  
FISCAL YEAR ENDED JUNE 30, 2022**

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**DRAKE ROSE & ASSOCIATES, LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

## Independent Auditor's Report

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

### *Report on the Financial Statements*

#### *Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, 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, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Humboldt County School District, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Responsibility of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5a through 5m, budgetary comparison information on pages 15 through 17, and the schedules related to other post-employment benefits and pensions and related notes on pages 54 through 57 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic

financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, the auditor's comments for the year ended June 30, 2022, 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. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the auditor's comments but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2022, 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 Rose : Associates, LLC*

Winnemucca, Nevada  
November 30, 2022

**Humboldt County School District  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2022**

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, 2022, Government-wide Net Position was at (\$7.1) million, up \$3.3 million from the beginning balance of (\$10.4) million.
- The District's total revenues were \$48.9 million. The greatest revenue sources included non-restricted state aid at 30.9 million, operating grants and contributions at \$14.1 million, and property tax (Ad Valorem) at \$2.2 million
- The District's total expenses decreased from \$48 million to \$45.7 million. The greatest expenses were in regular instruction at \$17.9 million, special education instruction at \$5.3 million, and operation and maintenance at \$5.1 million.
- Net capital assets stayed the same at \$32 million. The major additions to the District's capital assets were HVAC projects, lighting projects, 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 \$2.7 million is included in the government-wide statements.
- The District's General Fund ending balance is \$4,770,703, which represents a \$3.06 million decrease from the previous year's ending fund balance of \$7,832,613. This decrease in ending fund balance is primarily the result of transfers out to other funds and excess of expenditures over revenues.

## **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 14 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 ten 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 and worker's compensation 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 2022. 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

	2022	2021
<b>Assets</b>		
Current and other assets	\$14,037,122	\$17,348,454
Net capital assets	31,951,183	31,997,368
Total assets	45,988,305	49,345,822
 <b>Deferred Outflows of Resources</b>		
Related to pension liabilities	27,239,298	13,356,839
Other postemployment benefits related amounts	1,712,663	1,232,469
Total deferred outflows of resources	28,951,961	14,589,308
 <b>Liabilities</b>		
Current liabilities	3,576,640	5,004,937
Long-term liabilities	44,566,606	58,092,091
Total liabilities	48,143,246	63,097,028
 <b>Deferred Inflows of Resources</b>		
Related to pension liabilities	32,317,138	9,347,287
Other postemployment benefits related amounts	1,629,761	1,849,921
Total deferred inflows of resources	33,946,899	11,197,208
 <b>Net Position</b>		
Invested in capital assets, net of related debt	30,532,183	30,406,368
Restricted	4,763,234	8,627,475
Unrestricted	(42,445,296)	(49,392,949)
Total Net Position	(\$7,149,879)	(\$10,359,106)

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 \$7.1 million on June 30, 2022. 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 \$3.2 million. The details of the changes are noted in the following table:

## HUMBOLDT COUNTY SCHOOL DISTRICT CHANGE IN NET POSITION

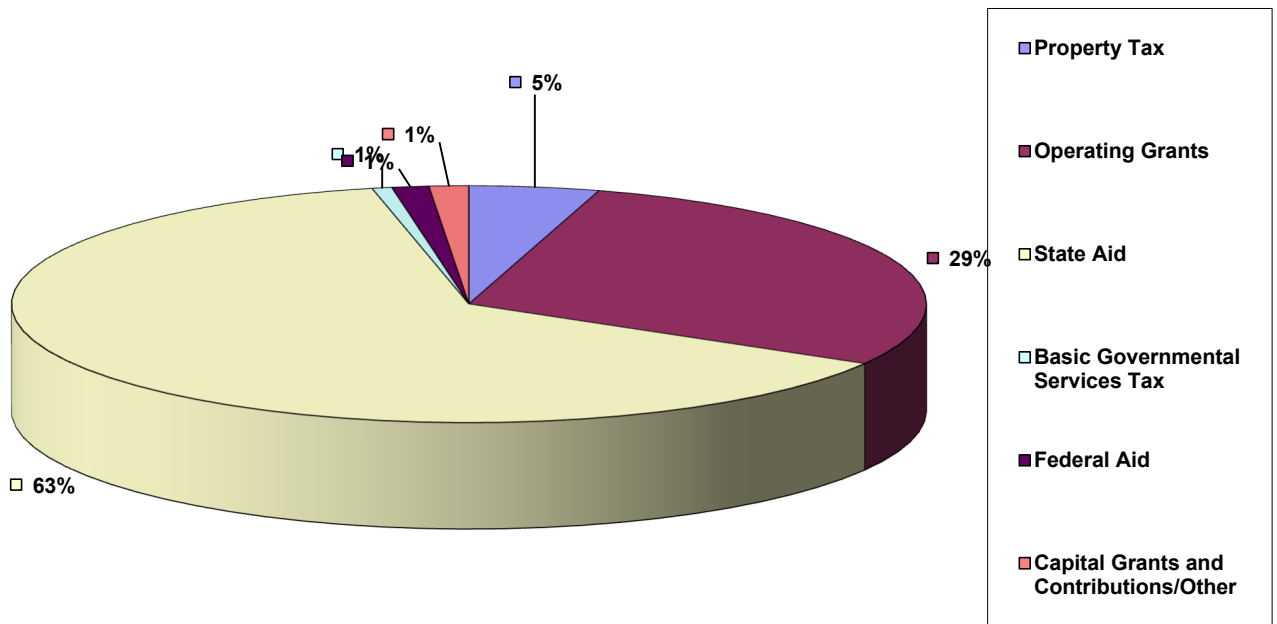
	<u>2022</u>	<u>2021</u>
<b>Revenues</b>		
Program revenues:		
Charges for services	\$ 429,355	\$ 256,834
Operating grants and contributions	14,092,063	12,190,067
Capital grants and contributions	166,450	303,051
General revenues:		
Property taxes	2,228,918	14,443,895
Local school support taxes	-	12,584,768
Government service taxes	340,044	1,931,700
Unrestricted investment earnings	15,664	21,401
State aid not restricted to specific purposes	30,892,018	7,854,679
Federal aid not restricted to specific purposes	640,828	657,622
Other	66,379	32,489
Total revenues	<u>\$ 48,871,719</u>	<u>\$ 50,276,506</u>
<b>Expenses</b>		
Instruction:		
Regular instruction	17,905,923	19,195,543
Special instruction	5,318,983	5,813,581
Vocational instruction	1,097,106	1,226,334
Other instruction	3,141,025	3,264,226
Co-curricular/athletics	866,624	531,659
Adult education	151,358	133,086
Community service	283,043	179,456
Support services:		
Student support	1,741,117	1,712,670
Instructional staff support	891,535	1,010,816
General administration	1,246,386	1,122,510
School administration	2,892,019	3,096,275
Administration support	863,811	859,722
Operation and maintenance	5,115,278	5,432,522
Student transportation	1,429,780	1,191,860
Community Support	-	791
Facilities acquisition and construction	1,271,448	1,778,419
Other support	46,610	54,954
Food services	1,358,007	1,305,758
Interest on long-term debt	42,439	47,417
Total expenses	<u>\$ 45,662,492</u>	<u>\$ 47,957,599</u>
Increase/(Decrease) in Net Position	\$ 3,209,227	\$ 2,318,907
Net Position July 1	<u>\$ (10,359,106)</u>	<u>\$ (13,225,707)</u>
Cumulative effect of a change in accounting principle	<u>-</u>	<u>547,694</u>
Net Position July 1, As Restated	<u>\$ (10,359,106)</u>	<u>\$ (12,678,013)</u>
Net Position June 30	<u>\$ (7,149,879)</u>	<u>\$ (10,359,106)</u>

**Total Revenues:** Total revenue decreased 2.8% when compared to the previous year’s revenue. General revenues mainly comprised of taxes, federal aid, unrestricted state aid, and local sources represented 69.9% 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 by 8.9% from the prior fiscal.

**Program Revenues:** Program revenues related to specific functions provided approximately 30.1% 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 state aid, property taxes (Ad Valorem), and Operating grants. These funds comprised 96.6% of total revenues.
- Property tax Ad Valorem decreased by 84.6% from \$14.4 million to \$2.2 million.

- Local School Support Taxes (LSST) allocated based on set rates were eliminated and replaced with the PCFP formula. This also resulted in a decrease in basic government service tax of 82.4% from \$1.9 million to \$.34 million.
- State revenue, as provided through the Pupil Centered Funding Plan, increased to \$30.9 million from \$7.9 million as a result from the State moving away from the DSA funding formula to the PCFP formula which reallocates tax revenues to each county based on a per-student basis.

## 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 \$8.9 million, down from \$10.9 million last year.

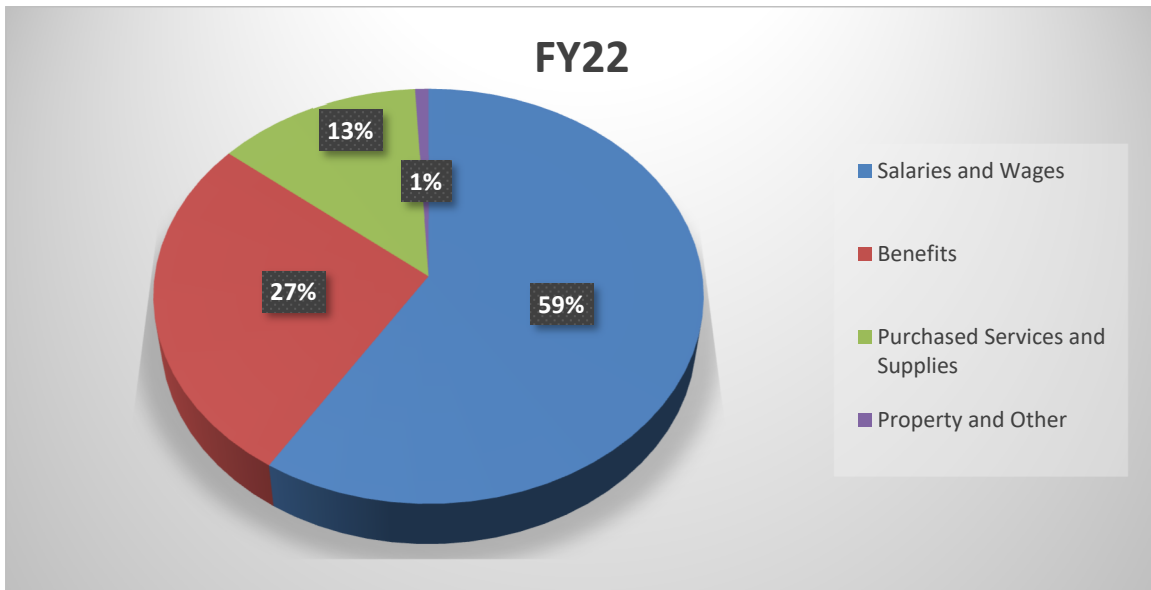
In 1993 the State Legislature enacted legislation that required the special education program (previously accounted within the general fund) to be accounted for in a separate special revenue fund. Because of its size and relationship to the general fund, it is included in the following analysis:

### GENERAL AND SPECIAL EDUCATION FUNDS EXPENDITURES BY TYPE

	<u>2022</u>	<u>2021</u>
Salaries	\$ 21,431,099	\$ 21,898,491
Benefits	9,784,156	9,935,249
Purchased Services	1,566,311	1,321,924
Supplies	3,236,840	2,239,417
Property	282,959	331,613
Other	28,383	108,189
Totals	<u>\$ 36,329,748</u>	<u>\$ 35,834,883</u>



## GENERAL AND SPECIAL EDUCATION FUNDS EXPENDITURES BY TYPE



- Salaries and wages comprise 59% of total expenditures. School Districts by their nature are labor intensive requiring a significant proportion of available funds.
- Employee benefits average 45.7% of salaries and wages and 26.9% 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 14.1% of total expenditures.

**The General Fund** is the primary operating fund of the District. At the conclusion of the 2022 fiscal year, the unassigned fund balance of the General Fund was \$4.2 million compared to \$2.6 million in the prior year and total fund balance was \$4.8 million compared to \$7.8 million in the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 13.4% of total fund expenditures while total fund balance represents 15% of that same amount.

The fund balance within the General Fund decreased by \$3.1 million because of expenditures exceeding revenues 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 \$4.6 million; expenditures totaled \$4.6 million. Transfers from the general fund in the amount of \$2.4 million accounted for 51.5% of the resources in the fund. State aid totaled \$2.2 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 \$8.97 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 \$0.7 million due to an increase in property tax revenue. A total of \$2 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 tenth year of operating the fund, revenues exceeded expenses, resulting in an ending net position of \$2,042,997.

The District's unemployment insurance fund finished the year with a net position of \$76,137.

## **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 PCFP 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 14, 2021 to reflect actual enrollment and other adjustments in anticipated resources. The District again amended/augmented the budget on June 15, 2022. 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 2021-2022, the district saw an overall decrease in weighted enrollment of 50.2 students from the projected enrollment figure used for budgetary purposes.

Beginning in the 2022 fiscal year, the State of Nevada changed their funding program from to the Pupil Centered Funding Plan. Throughout the year, as the actual numbers starting coming in for the PCFP program, the budgeted amounts for local sources were reduced and the budgeted amounts from state sources were increased. The result was net decrease in budgeted revenue of \$9,245,319.

Overall, actual revenue was more than the final budgeted resources in the general fund for all sources by \$417,145 or 1.3%. The general fund actual expenditures were 7.3% below appropriations compared to 7.7% last year.

### **Capital Assets and Debt Administration**

#### **Capital Assets**

The District enhanced its capital assets through purchases of tangible fixed assets comprised primarily of HVAC 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>2022</u>	<u>2021</u>
Land	\$ 1,215,700	\$ 1,215,700
Construction in progress	1,182,920	860,708
Buildings and improvements	20,768,989	21,141,938
Site improvements	1,840,262	1,981,033
Machinery and equipment	<u>6,943,312</u>	<u>6,797,989</u>
Total	<u>\$ 31,951,183</u>	<u>\$ 31,997,368</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>2022</u>	<u>2021</u>
General Obligation Bonds	<u>\$ 1,419,000</u>	<u>\$ 1,591,000</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 FY22, the District operated, for the first full year, under the Pupil Centered Funding Plan (PCFP); Nevada's updated formula for education funding. Under this plan, the District's primary funding comes from the State Education Fund, which operates as the flow through for all education related revenues. The district only continues to receive local funds as statutorily designed to support Capital Projects and Debt Service costs.

As noted above, one significant shift from the Nevada Plan to the Pupil Centered Funding Plan is the transition of prior local revenues which are now directed to the state education fund. Of particular importance is the transition of what was identified as Net Proceeds of Minerals (NPM), from the local revenue stream to the state. The NPM generally operated as a primary fiscal resource to create the annual Ending Fund Balance (EFB) in the current fiscal year, and subsequently, the Opening Fund Balance (OFB) in the subsequent year. As gold prices and the local economy has noted strong economic benefit, this has created a strong funding mechanism for the district. It was the district's understanding that the funding that was received in May of 2020 and encumbered as part of the FY22 final budget, would be the final NPM qualifying districts would receive. However, due to miscommunication from the state to districts with NPM, these encumbered funds were swept at the conclusion of FY22, creating a negative impact of \$4.9 million to HCSD. This created a significant reversion to what had been designed as a strong local budget.

Though NPM is no longer available directly to the district, the impacts of strong gold prices have a positive impact on our community. 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 during the first quarter of 2023, 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 community.

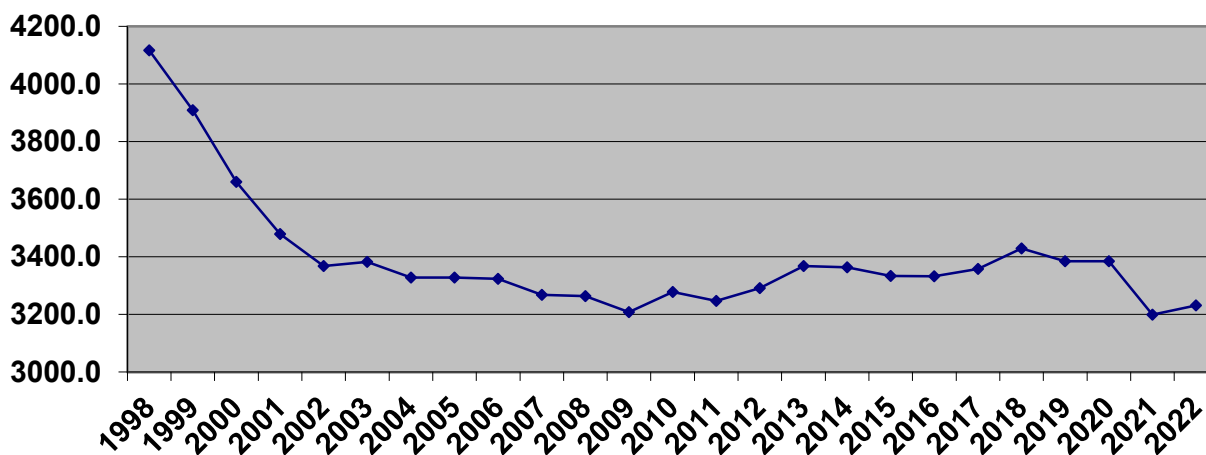
Despite the positive economic indicators locally, the continued impacts of the COVID-19 pandemic has caused continuing challenges at the local level. During the pandemic, the district saw a number of families opt to engage in Distance, Charter or Home School instruction. It was the hope that following the pandemic and a return to more "normal" conditions, that the number of students who had left the district for these options, would return to the traditional instructional model. Unfortunately, Humboldt County School District has continued to see a decrease in enrollment as parents have opted to utilize various modalities for their children's educational needs. As a result, the District has noted a decrease in enrollment which as fluctuated around the 5% threshold which qualifies the district for Hold Harmless based on FY20 enrollment figures.

Unfortunately, for FY22, the figure was under the 5% mark and led to an additional loss of revenue which further eroded our targeted EFB.

On a positive front, 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 have provided critical supports to the district and will continue to provide assistance into FY24. 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 above, despite a positive 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 continued to note a decreased enrollment trend. 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 2022 was 3,230.6. Over a 24-year period, this reflects a decrease in weighted student enrollment of 886.4 students.

WEIGHTED COUNT DAY COMPARISON BY YEAR



The sweep of the EFB, combined with the Hold Harmless provision of the PCFP has had a significant negative impact on Humboldt County School District. The current formula was designed to redistribute insufficient revenues, to the benefit of larger districts, and negatively impacting smaller districts, including HCSD. Recommendations from multiple agencies is being submitted to the Nevada Legislature as part of the 2023 session, with the hope of transitioning Nevada’s funding formula to one that meets the target of the PCFP, of Optimal funding. In order to meet this target, the state will need to commit 3 billion of new revenues annually to public education. Until additional revenues are committed, HCSD will remain in Hold Harmless status and will struggle to meet our fiscal needs.

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, 2022**

		<u><b>GOVERNMENTAL ACTIVITIES</b></u>
<b>ASSETS</b>		
Current assets:		
Cash and investments	\$	10,255,009
Receivables:		
Ad valorem taxes		6,962
Interest		4,533
Other		38,175
Intergovernmental receivable		3,457,691
Prepays		4,038
Inventories		128,814
Total current assets		<u>13,895,222</u>
Noncurrent assets:		
Restricted cash		141,900
Capital assets not being depreciated:		
Land		1,215,700
Construction in progress		1,182,920
Other capital assets, net of depreciation		29,552,563
Total noncurrent assets		<u>32,093,083</u>
Total assets		<u>45,988,305</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Pension-related amounts		27,239,298
Other postemployment benefits-related amounts		1,712,663
Total deferred outflows of resources		<u>28,951,961</u>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable		368,315
Claims liabilities		30,000
Accrued liabilities		2,465,604
Contract retainage payable		11,337
Interest payable		9,526
Intergovernmental payable		8,471
Unearned revenues		153,104
Current portion of long-term obligations		530,283
Total current liabilities		<u>3,576,640</u>
		<b>(CONTINUED)</b>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2022**

		<b><u>GOVERNMENTAL ACTIVITIES</u></b>
Noncurrent liabilities:		
General obligation bonds payable	\$	1,419,000
Accrued compensated absences		1,506,934
Net pension liability		31,952,646
Other postemployment benefits (OPEB) liability		10,218,309
Less: current portion of long-term obligations		<u>(530,283)</u>
Total noncurrent liabilities		<u>44,566,606</u>
Total liabilities		<u>48,143,246</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>		
Pension-related amounts		32,317,138
Other postemployment benefits-related amounts		<u>1,629,761</u>
Total deferred inflows of resources		<u>33,946,899</u>
 <b>NET POSITION</b>		
Net investment in capital assets		30,532,183
Restricted for:		
Capital projects		1,384,424
Debt service		1,130,862
Self-insured programs		2,119,134
Other purposes		128,814
Unrestricted (deficit)		<u>(42,445,296)</u>
Total net position (deficit)	\$	<u><u>(7,149,879)</u></u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

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	\$ 17,905,923	\$ 300,588	\$ 2,883,023	\$ 110,273	\$ (14,612,039)
Special instruction	5,318,983	-	3,563,882	-	(1,755,101)
Vocational instruction	1,097,106	16,454	164,045	30,722	(885,885)
Other instruction	3,141,025	-	2,848,046	-	(292,979)
Co-curricular	866,624	102,288	66,912	-	(697,424)
Adult education	151,358	-	169,928	-	18,570
Community service	283,043	-	303,246	-	20,203
<b>Total instruction</b>	<b>28,764,062</b>	<b>419,330</b>	<b>9,999,082</b>	<b>140,995</b>	<b>(18,204,655)</b>
Support services:					
Student support	1,741,117	-	566,187	-	(1,174,930)
Instructional staff support	891,535	-	15,323	-	(876,212)
General administration	1,246,386	-	458,327	-	(788,059)
School administration	2,892,019	-	782,770	-	(2,109,249)
Administrative support	863,811	-	30,147	-	(833,664)
Operation and maintenance	5,115,278	-	480,531	-	(4,634,747)
Student transportation	1,429,780	-	-	-	(1,429,780)
Facilities acquisition and construction	1,271,448	-	-	-	(1,271,448)
Other support	46,610	-	46,610	-	-
Food service operations	1,358,007	10,025	1,713,086	25,455	390,559
Interest on long-term debt	42,439	-	-	-	(42,439)
<b>Total support</b>	<b>16,898,430</b>	<b>10,025</b>	<b>4,092,981</b>	<b>25,455</b>	<b>(12,769,969)</b>
<b>Total governmental activities</b>	<b>\$ 45,662,492</b>	<b>\$ 429,355</b>	<b>\$ 14,092,063</b>	<b>\$ 166,450</b>	<b>(30,974,624)</b>
<b>General revenues:</b>					
Property taxes				\$	2,228,918
Government service taxes for capital purposes					340,044
Interest earnings					15,664
State aid not restricted to specific purposes					30,892,018
Other local sources - general					3,473
Other local sources - other					62,906
Federal aid not restricted to specific purposes					640,828
<b>Total general revenues</b>					<b>34,183,851</b>
<b>Change in Net Position</b>					<b>3,209,227</b>
<b>NET POSITION (DEFICIT) - JULY 1</b>					<b>(10,359,106)</b>
<b>NET POSITION (DEFICIT) - JUNE 30</b>				<b>\$</b>	<b>(7,149,879)</b>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2022**

	<b>GENERAL FUND</b>	<b>SPECIAL EDUCATION FUND</b>	<b>FEDERAL GRANTS FUND</b>
<b>ASSETS</b>			
Cash and investments	\$ 3,644,885	\$ 170,942	\$ 45,602
Receivables:			
Ad valorem taxes	-	-	-
Interest	-	-	-
Other	12,295	-	-
Due from other funds	2,694,473	208,470	27,751
Intergovernmental receivable	412,745	6,120	2,820,519
Inventories	123,805	-	-
Cash and investments - restricted	-	-	-
Total assets	\$ 6,888,203	\$ 385,532	\$ 2,893,872
<b>LIABILITIES</b>			
Accounts payable	\$ 76,121	\$ 51,035	\$ 35,045
Contract retainage payable	-	-	-
Accrued liabilities	1,803,754	334,497	206,883
Due to other funds	237,625	-	2,643,473
Intergovernmental payable	-	-	8,471
Unearned revenues	-	-	-
Total liabilities	2,117,500	385,532	2,893,872
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue - property taxes	-	-	-
<b>FUND BALANCES</b>			
Nonspendable:			
Inventories	123,805	-	-
Restricted for:			
NRS 350.020 - debt service	-	-	-
NRS 387.328 - capital projects	-	-	-
Committed to:			
Other capital purchases	211,697	-	-
Assigned to:			
Food service	-	-	-
2023 budget appropriations	190,136	-	-
Special projects	-	-	-
Other capital projects	-	-	-
Unassigned	4,245,065	-	-
Total fund balances	4,770,703	-	-
Total liabilities, deferred inflows, and fund balances	\$ 6,888,203	\$ 385,532	\$ 2,893,872

See accompanying notes.

<b>DEBT SERVICE FUND</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
\$ 990,581	\$ 3,289,656	\$ 8,141,666
6,962	-	6,962
945	3,588	4,533
-	30	12,325
-	1,404	2,932,098
-	212,404	3,451,788
-	5,009	128,814
141,900	-	141,900
<u>\$ 1,140,388</u>	<u>\$ 3,512,091</u>	<u>\$ 14,820,086</u>
\$ -	\$ 206,114	\$ 368,315
-	11,337	11,337
-	120,470	2,465,604
-	51,000	2,932,098
-	-	8,471
-	153,104	153,104
-	542,025	5,938,929
6,962	-	6,962
-	5,009	128,814
1,133,426	-	1,133,426
-	1,384,424	1,384,424
-	44,026	255,723
-	480,390	480,390
-	-	190,136
-	617,748	617,748
-	438,469	438,469
-	-	4,245,065
1,133,426	2,970,066	8,874,195
<u>\$ 1,140,388</u>	<u>\$ 3,512,091</u>	<u>\$ 14,820,086</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2022**

Total Fund Balances for Governmental Funds		\$ 8,874,195
<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	\$ 78,163,049	
Less accumulated depreciation	<u>(46,211,866)</u>	31,951,183
<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)		(10,218,309)
Net pension asset (liability)		(31,952,646)
<p>Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental</p>		
Governmental bonds payable	(1,419,000)	
Compensated absences	<u>(1,506,934)</u>	(2,925,934)
Interest payable		(9,526)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental</p>		
		6,962
<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		27,239,298
Deferred inflows of resources related to pensions		(32,317,138)
Deferred outflows of resources related to other postemployment benefits		1,712,663
Deferred inflows of resources related to other postemployment benefits		(1,629,761)
<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>2,119,134</u>
Total Net Position of Governmental Activities		\$ <u><u>(7,149,879)</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>FEDERAL GRANTS FUND</u>
<b>REVENUES</b>			
Local sources	\$ 70,489	\$ -	-
State sources	30,892,019	2,174,689	-
Federal sources	82,517	48,124	8,969,771
	<u>31,045,025</u>	<u>2,222,813</u>	<u>8,969,771</u>
Total revenues			
<b>EXPENDITURES</b>			
Current:			
Regular programs	17,594,951	-	2,407,100
Special programs	-	4,581,283	1,391,290
Vocational programs	940,382	-	64,683
Other instructional programs	490,724	-	1,997,556
Co-curricular/athletic programs	746,021	-	-
Adult education programs	-	-	-
Community services programs	-	-	303,115
Undistributed expenditures:			
Student support	1,407,229	-	565,935
Instructional staff support	908,145	-	5,219
General administration	933,543	-	454,238
School administration	2,513,817	-	775,266
Administrative support	809,105	-	30,149
Operation and maintenance	3,940,128	-	976,852
Student transportation	1,464,420	-	-
Food service programs	-	-	-
Facilities acquisition and construction service	-	-	-
Other support services	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
	<u>31,748,465</u>	<u>4,581,283</u>	<u>8,971,403</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>(703,440)</u>	<u>(2,358,470)</u>	<u>(1,632)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	-	2,358,470	-
Transfers out	<u>(2,358,470)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,358,470)</u>	<u>2,358,470</u>	<u>-</u>
Net change in fund balances	(3,061,910)	-	(1,632)
<b>FUND BALANCES, July 1</b>	<u>7,832,613</u>	<u>-</u>	<u>1,632</u>
<b>FUND BALANCES, June 30</b>	<u>\$ 4,770,703</u>	<u>\$ -</u>	<u>-</u>

See accompanying notes.

<b>DEBT SERVICE FUND</b>	<b>OTHER GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
\$ 2,285,504	\$ 1,060,319	\$ 3,416,312
-	1,608,041	34,674,749
-	1,730,643	10,831,055
<u>2,285,504</u>	<u>4,399,003</u>	<u>48,922,116</u>
-	810,116	20,812,167
-	8,112	5,980,685
-	147,137	1,152,202
-	850,621	3,338,901
-	158,170	904,191
-	169,928	169,928
-	-	303,115
-	252	1,973,416
-	10,104	923,468
-	4,161	1,391,942
-	7,503	3,296,586
-	96,000	935,254
-	350,898	5,267,878
-	5,500	1,469,920
-	1,501,487	1,501,487
-	1,271,448	1,271,448
-	46,610	46,610
172,000	-	172,000
43,593	-	43,593
<u>215,593</u>	<u>5,438,047</u>	<u>50,954,791</u>
<u>2,069,911</u>	<u>(1,039,044)</u>	<u>(2,032,675)</u>
-	2,000,000	4,358,470
(2,000,000)	-	(4,358,470)
<u>(2,000,000)</u>	<u>2,000,000</u>	<u>-</u>
69,911	960,956	(2,032,675)
<u>1,063,515</u>	<u>2,009,110</u>	<u>10,906,870</u>
\$ <u>1,133,426</u>	\$ <u>2,970,066</u>	\$ <u>8,874,195</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, 2022**

Net Change in Fund Balances - Governmental Funds		\$ (2,032,675)
Amounts reported for governmental activities in the statement of activities are different because:		
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.		
Expenditures for capital assets	\$ 2,682,541	
Less current year depreciation	<u>(2,729,690)</u>	(47,149)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statements.		
Donated capital assets		2,906
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.		
		172,000
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.		
		1,154
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.		
		(53,303)
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.		
District pension contributions	3,539,488	
Cost of pension benefits earned	895,263	
District OPEB contributions	485,537	
Cost of OPEB benefits earned	<u>168,143</u>	5,088,431
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.		
Obsolete assets	(1,942)	
Change in long-term compensated absences	<u>(199,980)</u>	(201,922)
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.		
		<u>279,785</u>
Change in Net Position of Governmental Activities		\$ <u><u>3,209,227</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2003)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Local sources	\$ 27,169,762	\$ 66,540	\$ 70,489	\$ 3,949
State sources	12,651,331	30,479,274	30,892,019	412,745
Federal sources	-	82,066	82,517	451
	<u>39,821,093</u>	<u>30,627,880</u>	<u>31,045,025</u>	<u>417,145</u>
<b>EXPENDITURES</b>				
Regular programs	17,346,102	18,580,349	17,594,951	985,398
Vocational programs	929,069	987,414	940,382	47,032
Other instructional programs	1,450,005	708,382	490,724	217,658
Co-curricular/athletic programs	791,919	868,962	746,021	122,941
Undistributed expenditures:				
Student support	1,869,762	1,459,414	1,407,229	52,185
Instructional staff support	996,246	993,044	908,145	84,899
General administration	1,205,989	1,048,955	933,543	115,412
School administration	3,204,125	2,568,123	2,513,817	54,306
Administrative support	764,931	848,380	809,105	39,275
Operation and maintenance	4,527,369	4,468,123	3,940,128	527,995
Student transportation	1,604,286	1,729,138	1,464,420	264,718
	<u>34,689,803</u>	<u>34,260,284</u>	<u>31,748,465</u>	<u>2,511,819</u>
Excess (deficiency) of revenues over (under) expenditures	5,131,290	(3,632,404)	(703,440)	2,928,964
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	(2,583,363)	(2,377,576)	(2,358,470)	19,106
Net change in fund balance	2,547,927	(6,009,980)	(3,061,910)	2,948,070
<b>FUND BALANCE, July 1</b>	<u>3,743,685</u>	<u>7,832,613</u>	<u>7,832,613</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 6,291,612</u>	<u>\$ 1,822,633</u>	<u>\$ 4,770,703</u>	<u>\$ 2,948,070</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
State sources	\$ 2,039,211	\$ 2,347,440	\$ 2,174,689	\$ (172,751)
Federal sources	36,511	36,511	48,124	11,613
Total revenues	<u>2,075,722</u>	<u>2,383,951</u>	<u>2,222,813</u>	<u>(161,138)</u>
<b>EXPENDITURES</b>				
Special programs	4,659,085	4,761,527	4,581,283	180,244
Total expenditures	<u>4,659,085</u>	<u>4,761,527</u>	<u>4,581,283</u>	<u>180,244</u>
Excess (deficiency) of revenues over expenditures	(2,583,363)	(2,377,576)	(2,358,470)	19,106
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	2,583,363	2,377,576	2,358,470	(19,106)
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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2011)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Federal sources	\$ 6,185,795	\$ 12,828,712	\$ 8,969,771	\$ (3,858,941)
Total revenues	<u>6,185,795</u>	<u>12,828,712</u>	<u>8,969,771</u>	<u>(3,858,941)</u>
<b>EXPENDITURES</b>				
Regular programs	2,802,934	2,724,983	2,407,100	317,883
Special programs	1,219,032	1,597,469	1,391,290	206,179
Vocational programs	35,676	67,573	64,683	2,890
Other instructional programs	1,105,304	4,162,656	1,997,556	2,165,100
Community services programs	185,556	339,499	303,115	36,384
Undistributed expenditures:				
Student support	-	1,051,850	565,935	485,915
Instructional staff support	35,490	5,219	5,219	-
General administration	148,530	787,296	454,238	333,058
School administration	11,000	799,941	775,266	24,675
Administrative support	82,032	30,160	30,149	11
Operation and maintenance	560,241	1,263,698	976,852	286,846
Total expenditures	<u>6,185,795</u>	<u>12,830,344</u>	<u>8,971,403</u>	<u>3,858,941</u>
Net change in fund balance	-	(1,632)	(1,632)	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>1,632</u>	<u>1,632</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET POSITION  
 JUNE 30, 2022**

		<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>ASSETS</b>		
Current assets:		
Cash and investments	\$	2,113,343
Accounts receivable		25,850
Intergovernmental receivable		5,903
Prepays		4,038
		2,149,134
Total assets		2,149,134
 <b>LIABILITIES</b>		
Current liabilities:		
Claims payable		30,000
		30,000
Total liabilities		30,000
 <b>NET POSITION</b>		
Restricted		2,119,134
		2,119,134
Total net position	\$	2,119,134

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET POSITION  
 FOR THE YEAR ENDED JUNE 30, 2022**

	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>OPERATING REVENUES:</b>	
Interfund charges	\$ <u>392,835</u>
<b>OPERATING EXPENSES:</b>	
Claims	42,589
Insurance premiums	52,674
Administrative expenses	17,787
Total operating expenses	113,050
Change in net position	279,785
<b>NET POSITION - July 1</b>	<b>1,839,349</b>
<b>NET POSITION - June 30</b>	<b>\$ 2,119,134</b>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2022**

		<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	\$	387,770
Cash payments for claims and services		<u>(117,503)</u>
Net cash provided (used) by operating activities		<u>270,267</u>
<b>Cash and cash equivalents, beginning of year</b>		<u>1,843,076</u>
<b>Cash and cash equivalents, end of year</b>	\$	<u><u>2,113,343</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$	<u>279,785</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		838
(Increase) decrease in intergovernmental receivable		(5,903)
(Increase) decrease in prepaids		(4,038)
Increase (decrease) in claims payable		<u>(415)</u>
Total adjustments		<u>(9,518)</u>
Net cash provided (used) by operating activities	\$	<u><u>270,267</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 FIDUCIARY FUNDS  
 STATEMENT OF FIDUCIARY NET POSITION  
 JUNE 30, 2022  
 (With Comparative Totals for June 30, 2012)**

	<b>PRIVATE- PURPOSE TRUST FUND</b>	<b>CUSTODIAL FUNDS</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash and investments	\$ 82,227	\$ 116,259	\$ 198,486
Interest receivable	69	-	69
Total assets	82,296	116,259	198,555
<b>LIABILITIES</b>			
Accounts payable	-	15,961	15,961
Total liabilities	-	15,961	15,961
<b>NET POSITION</b>			
Held in trust for scholarship payments	82,296	100,298	182,594

**HUMBOLDT COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>PRIVATE- PURPOSE TRUST FUND</u>	<u>CUSTODIAL FUNDS</u>
<b>ADDITIONS</b>		
Contributions:		
Interest	\$ 283	\$ -
Donations	-	62,709
	-	62,709
Total additions	283	62,709
<b>DEDUCTIONS</b>		
Scholarships	1,000	37,500
Other	-	38,040
	-	38,040
Total deductions	1,000	75,540
Change in net position	(717)	(12,831)
<b>NET POSITION, July 1</b>	83,013	113,129
<b>NET POSITION - June 30</b>	\$ 82,296	\$ 100,298

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022**

**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, 2022**

**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 funds distributed through the pupil centered funding plan.

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, 2022**

**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		
PUPIL CENTERED FUND PLAN	X		
INTEREST			X
GRANTS-IN-AID			X
MISCELLANEOUS REVENUE		X	
TUITION PAYMENTS			X

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**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.

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) Not sooner than the third Monday in May and not later than the last day in May 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. The public hearing on the tentative budget must be held by the governing body. 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.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

- (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.
- (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 custodial 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

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

various other funds in accordance with law, contract, District policy, or as the result of conditions related to grant awards.

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.
- Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations.
- Other securities expressly provided by the other statutes, including repurchase agreements.
- 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.
- State of Nevada Local Government Pooled Investment Fund.
- Negotiable notes or medium-term negotiable bonds issued by local governments of the State of Nevada.
- Certain bankers’ acceptances.
- Certain short-term corporate or depository institution commercial 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 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.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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 2020-2021 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.

Effective July 1, 2021, under the new Pupil-Centered Funding Plan property taxes collected for the General Fund are now remitted to the State of Nevada and included in the new funding formula. The funds are then returned to school districts under the new plan. Therefore, the District no longer shows property taxes revenues or receivable in the General Fund. Property taxes collected for the Debt Service Fund are retained in a custodial fund at Humboldt County to be used for debt payments or transferred to District accounts for approved capital bond projects.

**4. *Inventories and Prepaid Items:***

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.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

**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.

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, 2022, not paid as of that date.



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

**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.

**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.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

***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 \$75 a day of unused sick leave to certain eligible 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, except for 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 one year's accrual amount, 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 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.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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.

***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.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

- 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).
- 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.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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.

**15. Comparative Data:**

Comparative data for the year ended June 30, 2021 has been extracted from the fiscal year 2021 financial statements. It has been provided to add comparability, but is not considered full disclosure of transactions for fiscal year 2021. 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, with one exception:

- Expenditures in the regular program of the Student Activities Fund exceeded appropriations by \$36,410, an apparent violation of NRS 354.626.

**NOTE 3 – CASH AND INVESTMENTS**

The District maintains a cash and investment pool available for use by all funds. At June 30, 2022, 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, 2022:

Cash and Investment Balances Held By:	
Governmental Funds	\$ 8,283,566
Internal Service Funds	2,113,343
Fiduciary Funds	198,486
Total Cash and Investments	\$ 10,595,395

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

Investments are carried at fair value. The following is a listing of investments at June 30, 2022:

Investment Type	Maturities (Average Weighted Maturity)	Fair Value
LGIP	125 Days	\$ 4,370,649
Cash		5,094,536
Humboldt County Investment Pool		<u>1,130,210</u>
Total Cash and Investments		<u><u>\$ 10,595,395</u></u>

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.

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 the State of Nevada LGIP.

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.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

*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, 2022:

Investment Type	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
State of Nevada LGIP	\$ 4,370,649	\$ 1,291,964	\$ 3,078,685	\$ -

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, 2022 was as follows:

	July 01, 2021 Balance	Additions	Deletions	Transfers	June 30, 2022 Balance
Capital assets, not being depreciated:					
Land	\$ 1,215,700	\$ -	\$ -	\$ -	\$ 1,215,700
Construction in progress	860,708	946,126	-	(623,914)	1,182,920
Total capital assets, not being depreciated	2,076,408	946,126	-	(623,914)	2,398,620
Capital assets, being depreciated:					
Building and improvements	54,214,540	310,480	-	623,914	55,148,934
Site improvements	3,098,948	-	-	-	3,098,948
Equipment and vehicles	16,130,617	1,428,841	(42,911)	-	17,516,547
Total capital assets, being depreciated	73,444,105	1,739,321	(42,911)	623,914	75,764,429

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

	July 01, 2021 Balance	Additions	Deletions	Transfers	June 30, 2022 Balance
Less accumulated depreciation for:					
Building and improvements	\$ (33,072,602)	\$(1,307,343)	\$ -	\$ -	\$ (34,379,945)
Site improvements	(1,117,915)	(140,771)	-	-	(1,258,686)
Equipment and vehicles	(9,332,628)	(1,281,576)	40,969	-	(10,573,235)
 Total accumulated depreciation	 (43,523,145)	 (2,729,690)	 40,969	 -	 (46,211,866)
 Total net capital assets, being depreciated	 29,920,960	 (990,369)	 (1,942)	 623,914	 29,552,563
 Governmental activities capital assets, net	 \$ 31,997,368	 \$ (44,243)	 \$ (1,942)	 \$ -	 \$ 31,951,183

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

Regular Instruction	\$ 1,821,997
Special Instruction	15,903
Vocational Instructional	116,956
Other Instruction	82,963
Co-Curricular/Athletics	13,893
Adult Education	5,132
Community Service	2,325
Support Services:	
Student Support	2,083
Instructional Staff Support	102,114
General Administration	3,303
School Administration	3,265
Administrative Support	3,081
Operation and Maintenance	238,403
Student Transportation	280,853
Food Services	37,419
Total governmental activities depreciation expense	<u>\$ 2,729,690</u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**NOTE 5 – INTERFUND BALANCES AND TRANSFERS**

The composition of interfund balances as of June 30, 2022, is as follows:

Due to/from other funds:		
Receivable Fund	Payable Fund	Amount
General Fund	Major Federal Grants Fund	\$2,643,473
	Nonmajor Governmental Funds	51,000
		2,694,473
Major Federal Grants Fund	General Fund	27,751
Nonmajor Governmental Funds	General Fund	1,404
Major Special Education Fund	General Fund	208,470
		\$2,932,098

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, 2022, are as follows:

Transfers from:	Transfers to:	Amount
General Fund	Special Education Fund	\$ 2,358,470
Major Debt Service Fund	Nonmajor Governmental Funds	2,000,000
	Total interfund transfers	\$ 4,358,470

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.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**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, 2022, the District had outstanding construction contracts and asset purchases totaling \$1,506,504 that will be financed from operating funds. Other significant commitments include encumbrances outstanding for bus, passenger van, and walk in freezer purchases as shown below.

	<u>Construction Commitments</u>
Nonmajor Governmental Funds:	
WJHS HVAC upgrade	\$ 843,612
WGS Removal and Replacement of ADA Ramps	36,402
LHS HVAC Upgrade Study	9,350
LHS Storm Drain Improvement	37,875
LHS Shop Dust Collection System	22,123
LHS J.V. Field Storm Drain Pipe to Pond	72,434
LHS Industrial Building Restoration	55,413
LHS New Gym Repair	4,408
LHS Repair and Retop Track	123,620
McD Paving and Landscaping	17,475
McD Maintenance of South, North and Grass Area	236,292
Project management	32,000
HCSD Structural Engineering Services	15,500
	<u>\$ 1,506,504</u>
<u>Encumbrances</u>	
General Fund for capital assets	\$ 211,697
Nonmajor Governmental Funds for capital assets	44,026
	<u>\$ 255,723</u>

**NOTE 7 – LONG TERM DEBT**

Long-term liabilities at June 30, 2022 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, 2022</u>
2019	02/21/19	04/01/29	2.74%	\$ 1,964,000	\$ 1,419,000

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

Long-term liability activity for the year ended June 30, 2022 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	\$ 1,591,000	\$ -	\$ 172,000	\$ 1,419,000	\$ 180,000
Compensated absences	<u>1,306,954</u>	<u>617,078</u>	<u>417,098</u>	<u>1,506,934</u>	<u>350,283</u>
Total	<u>\$ 2,897,954</u>	<u>\$ 617,078</u>	<u>\$ 589,098</u>	<u>\$ 2,925,934</u>	<u>\$ 530,283</u>

Total interest paid on long-term debt for the year ended June 30, 2022 was \$43,593.

As of June 30, 2022, 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>
2023	\$ 180,000	\$ 38,881
2024	188,000	33,949
2025	196,000	28,797
2026	203,000	23,427
2027	210,000	17,865
2028 – 2029	<u>442,000</u>	<u>18,303</u>
Total requirements	<u>\$ 1,419,000</u>	<u>\$ 161,222</u>

The District was, in accordance with Nevada Revised Statutes 387.400, within the legal debt limit at June 30, 2022.

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, 2022, the amount required to fund the reserve account was \$141,900 and was fully funded by the District.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022, but not yet paid, and is based on actual claims filed subsequent to June 30, 2022, 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.

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, 2022 in that fund.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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, 2020	\$ -	\$ 30,000	\$ 30,000
Current year claims and changes in estimates	-	39,758	39,758
Claim payments	-	(39,758)	(39,758)
Claims liability, June 30, 2021	-	30,000	30,000
Current year claims and changes in estimates	6,197	36,392	42,589
Claim payments	(6,197)	(36,392)	(42,589)
Claims liability, June 30, 2022	\$ -	\$ 30,000	\$ 30,000

**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.

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.

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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.

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

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

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.

Although 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, 2021, 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 \$3,667,392 were paid during the fiscal year ended June 30, 2021 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, 2022.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2022, the District reported a liability of \$31,952,646 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2021, 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, 2021. The District's proportion was 0.35038%, as of June 30, 2021, which was an increase of 7.3172% from its proportion measured as of June 30, 2020.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,316,028	\$ 3,376,287
Changes of assumptions	14,508,464	-
Net difference between projected and actual earnings on pension plan investments	-	28,534,753
Changes in proportion and differences between actual and proportionate share of contributions	2,875,318	406,097
District contributions subsequent to the measurement date	3,539,488	-
Total	<u>\$27,239,298</u>	<u>\$32,317,138</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

For the year ended June 30, 2022, the District recognized pension expense of \$(895,263). At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

\$3,539,488 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, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended June 30:</u>	
2023	\$ (3,491,086)
2024	(3,132,652)
2025	(2,824,846)
2026	(2,867,130)
2027	3,250,010
Thereafter	448,376

Actuarial assumptions. The total pension liability in the June 30, 2021 actuarial valuation was determined using the following assumptions, applied to all periods including the measurement:

Inflation Rate	2.50%
Projected Salary Increases	Regular: 4.20% to 9.10%, depending on service Police/Fire: 4.60% to 14.50%, depending on service Rates include inflation and productivity increases
Investment Rate of Return	7.25%
Productivity Pay Increase	0.50%

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of the experience study for the period July 1, 2016 through June 30, 2020.

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.



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

The following was the Board-adopted policy target asset allocation as of June 30, 2021:

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, 2021, PERS' long-term inflation assumption was 2.50%.

Discount rate. The discount rate used to measure the total pension liability was 7.25% as of June 30, 2021. 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, 2021.

Pension liability sensitivity. The following presents the District's proportionate share of the net pension liability, calculated using the discount rate of 7.25%, 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 (6.25%) or 1 percentage point higher (8.25%) than the current discount rate:

	1% Decrease (6.25%)	Current Rate (7.25%)	1% Increase (8.25%)
District's proportionate share of the net pension liability	\$63,615,793	\$31,952,646	\$5,832,315

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in a separately-issued PERS' financial documents, available on the PERS website [www.nvpers.org](http://www.nvpers.org).

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**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, 2022, 93 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, 2022, 89 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, 2022**

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

Employees Covered by Benefit Terms. As of the January 2021 valuation date, the following employees were covered by benefit terms:

	HCSDEHBP	PEBP
Active members currently receiving benefit payments	353	N/A – no active employees in this plan
Active members entitled to but not currently receiving benefit payments	85	89
Inactive members currently receiving benefit payments	78	89
Total	516	89

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 2022 is \$257,415.

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 2022, the District contributed \$228,122 to the plan for current premiums. The District did not prefund any future benefits.

Total OPEB Liability. The District’s total OPEB liability of \$10,218,309 was measured as of June 30, 2021, and was determined by actuarial valuations of both plans as of that date.

Actuarial Assumptions. The total OPEB liability in the January 2021 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, 2021:

	HCSDEHBP	PEBP
Inflation	2.50% per year	2.50% per year
Salary Increase	3.0% 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, 2022**

**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>
2021	Actual	Actual
2022	Actual	6.00%
2023	5.80%	5.80%
2024	5.60%	5.60%
2025	5.40%	5.40%
2026-2027	5.20%	5.20%
2028-2029	5.10%	5.10%

Discount rate. A discount rate of 2.18% as of June 30, 2021 and 2.66% as of June 20, 2020 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 September 2021, 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 2022 applied generationally from 2010 forward.

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, 2021</b>	<b>\$ 5,582,450</b>	<b>\$ 4,589,185</b>	<b>\$ 10,171,635</b>
Changes for the year:			
Service cost	289,702	-	289,702
Interest	153,144	119,153	272,297
Changes in plan experience	241,349	(679,025)	(437,676)
Changes of assumptions	347,209	24,383	371,592
Benefit payments	(229,749)	(219,492)	(449,241)
Net changes	<u>801,655</u>	<u>(754,981)</u>	<u>46,674</u>
<b>Balance at June 30, 2022</b>	<b><u>\$ 6,384,105</u></b>	<b><u>\$ 3,834,204</u></b>	<b><u>\$ 10,218,309</u></b>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.66% in 2020 to 2.18% in 2021.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

**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 (1.18%) or 1-percentage-point higher (3.18%) than the current discount rate.

	<b>1% Decrease (1.18%)</b>	<b>Current Rate (2.18%)</b>	<b>1% Increase (3.18%)</b>
HCSDEHBP	\$ 7,266,061	\$ 6,384,105	\$ 5,655,071
PEBP	4,313,550	3,834,204	3,432,154
<b>Total OPEB Liability</b>	<b>\$ 11,579,611</b>	<b>\$ 10,218,309</b>	<b>\$ 9,087,225</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 assumed to start at 5.8% (effective July 1, 2023; known increases were applied prior to that date) and grade down to 3.9% by 2076. For the PEBP plan the actuary used the healthcare trend rate prior to eligibility for Medicare which was assumed to start at 6% (effective July 1, 2022) and grade down to 3.9% by 2076; medical cost inflation for those covered by Medicare is 4.5% per year.

	<b>1% Decrease</b>	<b>Healthcare Cost Trend Rates (Current)</b>	<b>1% Increase</b>
HCSDEHBP	\$ 5,631,341	\$ 6,384,105	\$ 7,355,099
PEBP	3,454,155	3,834,204	4,275,911
<b>Total OPEB Liability</b>	<b>\$ 9,085,496</b>	<b>\$ 10,218,309</b>	<b>\$ 11,631,010</b>

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2022, the HCSDEHBP recognized OPEB expense of \$367,346 and the PEBP plan recognized OPEB expense of \$(535,489) for a total OPEB expense of \$(168,143). At June 30, 2022, 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	\$ 407,286	\$ 1,629,761
Differences between expected and actual experience	819,840	-
Contributions Made Subsequent to the Measurement Date	257,415	-
<b>Total HCSDEHBP</b>	<b>\$ 1,484,541</b>	<b>\$ 1,629,761</b>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2022**

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

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
<b>PEBP</b>		
Changes in Assumptions	\$ -	\$ -
Differences between expected and actual experience	-	-
Contributions Made Subsequent to the Measurement Date	228,122	-
<b>Total PEBP</b>	<b>\$ 228,122</b>	<b>\$ -</b>
 <b>Total Combined</b>		
Changes in Assumptions	\$ 407,286	\$ 1,629,761
Differences between expected and actual experience	819,840	-
Contributions Made Subsequent to the Measurement Date	485,537	-
<b>Total Combined</b>	<b>\$ 1,712,663</b>	<b>\$ 1,629,761</b>

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>	
2023	\$(75,500)
2024	(75,500)
2025	(75,500)
2026	(75,500)
2027	(75,500)
Thereafter	(25,135)

**NOTE 12 – STATE OF NEVADA TAX ABATEMENTS**

For the fiscal year ended June 30, 2022, the District’s local school support tax revenues were reduced by a total of \$6,858, 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, 2022 was \$6,858.

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>PEBP</b>					
Service Cost	\$ -	\$ -	\$ -	\$ -	\$ -
Interest on the total OPEB Liability	119,153	125,938	118,207	124,454	116,577
Changes in benefits	-	-	-	-	-
Difference between expected and actual experience	(679,025)	-	528,540	-	-
Changes in assumptions	24,383	69,105	138,354	105,929	(237,840)
Benefit payments	(219,492)	(239,495)	(236,260)	(243,513)	(261,402)
<b>Net changes</b>	<b>(754,981)</b>	<b>(44,452)</b>	<b>548,841</b>	<b>(13,130)</b>	<b>(382,665)</b>
<b>Total OPEB liability - beginning</b>	<b>4,589,185</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>\$ 3,834,204</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	N/A
<b>Total OPEB liability as a percentage of covered-employee payroll</b>	N/A	N/A	N/A	N/A	N/A
<b>HCSDEHBP</b>					
Service Cost	\$ 289,702	\$ 271,088	\$ 386,412	\$ 349,407	\$ 383,598
Interest on the total OPEB Liability	153,144	151,923	186,699	182,961	160,153
Changes in benefits	-	-	-	-	-
Difference between expected and actual experience	241,349	-	833,614	-	-
Changes in assumptions	347,209	85,261	(1,917,464)	37,419	(457,021)
Benefit payments	(229,749)	(200,019)	(187,426)	(186,861)	(179,115)
<b>Net changes</b>	<b>801,655</b>	<b>308,253</b>	<b>(698,165)</b>	<b>382,926</b>	<b>(92,385)</b>
<b>Total OPEB liability - beginning</b>	<b>5,582,450</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>\$ 6,384,105</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>\$ 24,251,178</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>26%</b>	<b>24%</b>	<b>23%</b>	<b>30%</b>	<b>29%</b>
<b>Total Combined OPEB Liability</b>					
Service Cost	\$ 289,702	\$ 271,088	\$ 386,412	\$ 349,407	\$ 383,598
Interest on the total OPEB Liability	272,297	277,861	304,906	307,415	276,730
Changes in benefits	-	-	-	-	-
Difference between expected and actual experience	(437,676)	-	1,362,154	-	-
Changes in assumptions	371,592	154,366	(1,779,110)	143,348	(694,861)
Benefit payments	(449,241)	(439,514)	(423,686)	(430,374)	(440,517)
<b>Net changes</b>	<b>46,674</b>	<b>263,801</b>	<b>(149,324)</b>	<b>369,796</b>	<b>(475,050)</b>
<b>Total OPEB liability - beginning</b>	<b>10,171,635</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>\$ 10,218,309</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
2022	0.35038%	\$ 31,952,646	\$ 23,804,892	134.23%	~
2021	0.32649%	45,474,789	25,076,826	181.34%	86.50%
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%

\*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
2022	\$ 3,539,488	\$ 3,539,488	\$ -	\$ 23,804,892	14.87%
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%

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, 2022**

**OPEB - Changes of Assumptions.** Changes of assumptions and other inputs reflect a change in the discount rate from 2.66% in 2020 to 2.18% in 2021. Also, a change in the healthcare trend, decreases in assumed salary increases and updated demographic assumptions to the NVPERS 2021 Experience Study caused changes in assumptions for the fiscal year ending 6/30/22.

**OPEB - Differences Between Expected and Actual Experience.** Due to premiums and estimated claims other than expected, change in medicare status and demographic experience other than expected were the primary cause of the unexpected change in plan experience for the fiscal year ending 6/30/22.

**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 the 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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>REVENUES</b>					
Local sources:					
Ad valorem taxes	\$ 13,657,710	\$ -	\$ -	\$ -	\$ 12,261,933
School support taxes	11,934,763	-	-	-	12,584,768
Government services tax	1,480,789	-	-	-	1,591,933
Tuition	52,500	42,540	55,986	13,446	41,787
Private donations	5,000	-	-	-	2,000
Pay to play	12,000	12,000	11,030	(970)	6,825
Boat registration fees	7,000	7,000	-	(7,000)	10,758
Other	20,000	5,000	3,473	(1,527)	8,425
<b>Total local sources</b>	<b>27,169,762</b>	<b>66,540</b>	<b>70,489</b>	<b>3,949</b>	<b>26,508,429</b>
State sources:					
Pupil centered funding plan	12,651,331	30,479,274	30,892,019	412,745	-
Distributive school fund	-	-	-	-	7,854,679
<b>Total state sources</b>	<b>12,651,331</b>	<b>30,479,274</b>	<b>30,892,019</b>	<b>412,745</b>	<b>7,854,679</b>
Federal sources:					
Schools and roads - grants to counties	-	82,066	82,066	-	64,314
Forest reserve	-	-	451	451	455
<b>Total federal sources</b>	<b>-</b>	<b>82,066</b>	<b>82,517</b>	<b>451</b>	<b>64,769</b>
<b>Total revenues</b>	<b>39,821,093</b>	<b>30,627,880</b>	<b>31,045,025</b>	<b>417,145</b>	<b>34,427,877</b>
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	10,868,630	10,969,828	10,548,361	421,467	9,945,464
Benefits	5,252,854	5,268,822	5,121,082	147,740	4,905,682
Purchased services	89,570	117,840	103,399	14,441	57,470
Supplies	952,023	1,945,644	1,614,829	330,815	865,121
Property	-	33,400	32,609	791	-
Other	1,250	1,400	1,412	(12)	-
<b>Total instruction</b>	<b>17,164,327</b>	<b>18,336,934</b>	<b>17,421,692</b>	<b>915,242</b>	<b>15,773,737</b>
Instructional staff support					
Salaries	56,060	82,345	71,170	11,175	20,990
Benefits	4,705	5,055	4,475	580	2,894

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
Purchased services	\$ 34,800	\$ 49,315	\$ 33,020	\$ 16,295	\$ 38,039
Supplies	35,000	28,700	21,616	7,084	33,225
Total instructional staff support	130,565	165,415	130,281	35,134	95,148
Student transportation					
Salaries	15,660	20,000	11,712	8,288	4,476
Benefits	5,050	7,500	13,282	(5,782)	682
Purchased services	30,500	50,500	17,984	32,516	3,429
Total student transportation	51,210	78,000	42,978	35,022	8,587
Total regular programs	17,346,102	18,580,349	17,594,951	985,398	15,877,472
Vocational programs:					
Instruction					
Salaries	615,677	644,567	617,162	27,405	704,268
Benefits	260,140	264,022	256,578	7,444	290,906
Purchased services	14,500	25,000	23,429	1,571	14,000
Supplies	37,752	52,825	43,042	9,783	37,106
Property	-	-	-	-	3,799
Total instruction	928,069	986,414	940,211	46,203	1,050,079
Instructional staff support					
Supplies	-	-	-	-	420
Student transportation					
Purchased services	1,000	1,000	171	829	-
Total vocational programs	929,069	987,414	940,382	47,032	1,050,499
Other instructional programs:					
Instruction					
Salaries	936,295	424,917	315,201	109,716	978,569
Benefits	405,401	191,815	147,141	44,674	430,137
Purchased services	3,000	65,800	12,724	53,076	1,739
Supplies	12,500	6,350	5,369	981	23,972
Total instruction	1,357,196	688,882	480,435	208,447	1,434,417

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
Instructional staff support					
Purchased services	\$ 14,000	\$ 14,000	\$ 9,004	\$ 4,996	\$ 8,063
Supplies	1,500	1,500	910	590	157
Total instructional staff support	<u>15,500</u>	<u>15,500</u>	<u>9,914</u>	<u>5,586</u>	<u>8,220</u>
Administrative Support					
Salaries	51,887	1,500	-	1,500	40,661
Benefits	23,422	500	-	500	19,830
Total administrative support	<u>75,309</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>60,491</u>
Student transportation					
Salaries	1,500	1,500	-	1,500	771
Benefits	500	500	-	500	248
Total student transportation	<u>2,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>1,019</u>
Community support					
Supplies	-	-	375	(375)	-
Total other instructional programs	<u>1,450,005</u>	<u>708,382</u>	<u>490,724</u>	<u>217,658</u>	<u>1,504,147</u>
Co-curricular/athletic programs:					
Instruction					
Salaries	418,410	425,558	417,570	7,988	309,064
Benefits	40,314	40,425	38,254	2,171	18,533
Purchased services	55,325	47,205	39,890	7,315	36,330
Supplies	47,250	51,929	51,490	439	57,758
Property	-	-	15,248	(15,248)	29,151
Other	6,300	3,800	3,728	72	4,279
Total instruction	<u>567,599</u>	<u>568,917</u>	<u>566,180</u>	<u>2,737</u>	<u>455,115</u>
Student transportation					
Purchased services	<u>224,320</u>	<u>300,045</u>	<u>179,841</u>	<u>120,204</u>	<u>37,185</u>
Total co-curricular/athletic programs	<u>791,919</u>	<u>868,962</u>	<u>746,021</u>	<u>122,941</u>	<u>492,300</u>
Undistributed expenditures:					
Student support					
Salaries	1,241,234	982,706	968,119	14,587	918,224
Benefits	602,673	440,413	423,823	16,590	398,744
Purchased services	6,750	13,090	4,694	8,396	3,152

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Supplies	\$ 18,605	\$ 22,955	\$ 10,398	\$ 12,557	\$ 11,296
Other	500	250	195	55	495
<b>Total student support</b>	<b>1,869,762</b>	<b>1,459,414</b>	<b>1,407,229</b>	<b>52,185</b>	<b>1,331,911</b>
<b>Instructional staff support</b>					
Salaries	601,330	600,901	595,377	5,524	560,486
Benefits	276,179	281,009	274,346	6,663	246,785
Purchased services	41,000	29,000	6,895	22,105	15,775
Supplies	77,737	82,134	31,527	50,607	52,002
<b>Total instructional staff support</b>	<b>996,246</b>	<b>993,044</b>	<b>908,145</b>	<b>84,899</b>	<b>875,048</b>
<b>General administration</b>					
Salaries	624,125	499,220	485,800	13,420	633,038
Benefits	244,064	192,960	189,977	2,983	244,345
Purchased services	274,175	289,975	218,996	70,979	203,381
Supplies	36,625	39,800	22,336	17,464	26,459
Other	27,000	27,000	16,434	10,566	20,649
<b>Total general administration</b>	<b>1,205,989</b>	<b>1,048,955</b>	<b>933,543</b>	<b>115,412</b>	<b>1,127,872</b>
<b>School administration</b>					
Salaries	2,145,751	1,667,544	1,665,813	1,731	2,096,014
Benefits	909,690	705,989	703,375	2,614	853,337
Purchased services	131,324	131,440	110,379	21,061	119,744
Supplies	13,810	60,750	31,252	29,498	15,556
Other	3,550	2,400	2,998	(598)	1,200
<b>Total school administration</b>	<b>3,204,125</b>	<b>2,568,123</b>	<b>2,513,817</b>	<b>54,306</b>	<b>3,085,851</b>
<b>Administrative support</b>					
Salaries	409,746	399,486	390,662	8,824	391,204
Benefits	202,085	213,114	193,993	19,121	163,930
Purchased services	118,600	118,500	114,135	4,365	89,293
Supplies	33,000	117,280	110,235	7,045	40,053
Other	1,500	-	80	(80)	-
<b>Total administrative support</b>	<b>764,931</b>	<b>848,380</b>	<b>809,105</b>	<b>39,275</b>	<b>684,480</b>
<b>Operation and maintenance</b>					
Salaries	1,785,433	1,727,637	1,639,668	87,969	1,654,994
Benefits	850,637	823,812	782,591	41,221	785,723

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
Purchased services	\$ 824,860	\$ 552,880	\$ 401,936	\$ 150,944	\$ 437,003
Supplies	1,063,189	1,239,344	1,044,279	195,065	916,220
Property	-	123,200	70,102	53,098	127,196
Other	3,250	1,250	1,552	(302)	3,102
<b>Total operation and maintenance</b>	<b>4,527,369</b>	<b>4,468,123</b>	<b>3,940,128</b>	<b>527,995</b>	<b>3,924,238</b>
Student transportation					
Salaries	694,733	736,551	716,884	19,667	665,051
Benefits	295,453	316,112	318,099	(1,987)	284,694
Purchased services	87,050	86,200	53,918	32,282	48,968
Supplies	174,050	265,175	208,905	56,270	105,160
Property	350,000	323,600	165,000	158,600	171,467
Other	3,000	1,500	1,614	(114)	1,487
<b>Total student transportation</b>	<b>1,604,286</b>	<b>1,729,138</b>	<b>1,464,420</b>	<b>264,718</b>	<b>1,276,827</b>
<b>Total undistributed expenditures</b>	<b>14,172,708</b>	<b>13,115,177</b>	<b>11,976,387</b>	<b>1,138,790</b>	<b>12,306,227</b>
Debt service					
Principal	-	-	-	-	75,000
Interest	-	-	-	-	1,827
<b>Total debt service</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>76,827</b>
<b>Total expenditures</b>	<b>34,689,803</b>	<b>34,260,284</b>	<b>31,748,465</b>	<b>2,511,819</b>	<b>31,307,472</b>
Excess of revenues over expenditures	5,131,290	(3,632,404)	(703,440)	2,928,964	3,120,405
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	(2,583,363)	(2,377,576)	(2,358,470)	19,106	(2,455,102)
<b>Net change in fund balance</b>	<b>2,547,927</b>	<b>(6,009,980)</b>	<b>(3,061,910)</b>	<b>2,948,070</b>	<b>665,303</b>
<b>FUND BALANCE, July 1</b>	<b>3,743,685</b>	<b>7,832,613</b>	<b>7,832,613</b>	<b>-</b>	<b>7,167,310</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 6,291,612</b>	<b>\$ 1,822,633</b>	<b>\$ 4,770,703</b>	<b>\$ 2,948,070</b>	<b>\$ 7,832,613</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>REVENUES</b>					
State sources:					
Pupil centered funding plan	\$ 2,039,211	\$ 2,347,440	\$ 2,174,689	\$ (172,751)	\$ -
Distributive school fund	-	-	-	-	2,039,211
Total state sources	<u>2,039,211</u>	<u>2,347,440</u>	<u>2,174,689</u>	<u>(172,751)</u>	<u>2,039,211</u>
Federal sources:					
Medicaid	36,511	36,511	48,124	11,613	33,098
Total revenues	<u>2,075,722</u>	<u>2,383,951</u>	<u>2,222,813</u>	<u>(161,138)</u>	<u>2,072,309</u>
<b>EXPENDITURES</b>					
Special programs:					
Instruction					
Salaries	2,234,604	2,266,764	2,205,471	61,293	2,150,754
Benefits	913,554	999,538	979,997	19,541	931,058
Purchased services	50,000	32,000	41,918	(9,918)	47,818
Supplies	36,500	28,500	10,603	17,897	37,399
Other	500	500	370	130	150
Total instruction	<u>3,235,158</u>	<u>3,327,302</u>	<u>3,238,359</u>	<u>88,943</u>	<u>3,167,179</u>
Student support					
Salaries	597,023	611,330	610,099	1,231	631,587
Benefits	253,077	260,436	256,492	3,944	266,616
Purchased services	223,385	250,044	185,003	65,041	150,467
Supplies	6,000	6,000	4,699	1,301	5,228
Other	200	200	-	200	-
Total student support	<u>1,079,685</u>	<u>1,128,010</u>	<u>1,056,293</u>	<u>71,717</u>	<u>1,053,898</u>
Instructional staff support					
Salaries	58,573	15,000	14,936	64	56,525
Benefits	27,745	6,287	6,280	7	26,512
Purchased services	14,500	14,500	8,975	5,525	9,929
Supplies	17,890	13,165	5,831	7,334	7,029
Total instructional staff support	<u>118,708</u>	<u>48,952</u>	<u>36,022</u>	<u>12,930</u>	<u>99,995</u>
Administrative support					
Salaries	9,672	13,365	12,512	853	9,347
Benefits	3,164	4,905	4,335	570	3,010
Total administrative support	<u>12,836</u>	<u>18,270</u>	<u>16,847</u>	<u>1,423</u>	<u>12,357</u>
Operation and maintenance					
Supplies	-	-	-	-	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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Student transportation					
Salaries	\$ 135,889	\$ 147,039	\$ 144,582	\$ 2,457	\$ 127,004
Benefits	66,559	69,704	70,036	(332)	61,583
Purchased services	2,250	2,250	-	2,250	139
Supplies	8,000	20,000	19,144	856	4,735
	<u>212,698</u>	<u>238,993</u>	<u>233,762</u>	<u>5,231</u>	<u>193,461</u>
Total student transportation					
	<u>4,659,085</u>	<u>4,761,527</u>	<u>4,581,283</u>	<u>180,244</u>	<u>4,527,411</u>
Total expenditures					
Excess (deficiency) of revenues over expenditures	(2,583,363)	(2,377,576)	(2,358,470)	19,106	(2,455,102)
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>2,583,363</u>	<u>2,377,576</u>	<u>2,358,470</u>	<u>(19,106)</u>	<u>2,455,102</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  
FEDERAL GRANTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>REVENUES</b>					
Federal sources:					
Federal direct	\$ 578,882	\$ 527,234	\$ 527,234	\$ -	\$ 580,283
Federal indirect	5,505,423	12,105,706	8,271,439	(3,834,267)	5,106,797
E-Rate funds	101,490	195,772	171,098	(24,674)	292,095
	<u>6,185,795</u>	<u>12,828,712</u>	<u>8,969,771</u>	<u>(3,858,941)</u>	<u>5,979,175</u>
Total revenues					
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	33,280	368,621	351,372	17,249	71,019
Benefits	11,589	33,305	32,775	530	11,474
Purchased services	-	115,888	47,870	68,018	79,538
Supplies	1,390,632	584,476	536,001	48,475	390,237
Property	-	110,273	110,273	-	245,874
	<u>1,435,501</u>	<u>1,212,563</u>	<u>1,078,291</u>	<u>134,272</u>	<u>798,142</u>
Total instruction					
Student support					
Supplies	-	600	596	4	2,830
	<u>-</u>	<u>600</u>	<u>596</u>	<u>4</u>	<u>2,830</u>
Instructional staff support					
Salaries	284,858	399,269	314,984	84,285	196,449
Benefits	105,021	50,875	46,970	3,905	59,917
Purchased services	948,673	898,365	841,268	57,097	848,173
Supplies	28,881	131,629	111,344	20,285	30,343
Other	-	1,000	-	1,000	400
	<u>1,367,433</u>	<u>1,481,138</u>	<u>1,314,566</u>	<u>166,572</u>	<u>1,135,282</u>
Total instructional staff support					
Student transportation					
Purchased services	-	30,682	13,647	17,035	-
	<u>-</u>	<u>30,682</u>	<u>13,647</u>	<u>17,035</u>	<u>-</u>
Total regular programs	<u>2,802,934</u>	<u>2,724,983</u>	<u>2,407,100</u>	<u>317,883</u>	<u>1,936,254</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Special programs:					
Instruction					
Salaries	\$ 593,141	\$ 685,840	\$ 655,844	\$ 29,996	\$ 557,709
Benefits	261,948	278,754	273,175	5,579	233,856
Purchased services	-	10,300	10,167	133	-
Supplies	12,590	53,676	46,312	7,364	82,465
Property	-	8,650	8,650	-	-
Total instruction	<u>867,679</u>	<u>1,037,220</u>	<u>994,148</u>	<u>43,072</u>	<u>874,030</u>
Student support					
Salaries	40,000	6,000	4,500	1,500	44,000
Benefits	15,002	182	133	49	16,000
Purchased services	90,000	200,725	200,725	-	77,300
Supplies	-	12,720	6,512	6,208	4,160
Total student support	<u>145,002</u>	<u>219,627</u>	<u>211,870</u>	<u>7,757</u>	<u>141,460</u>
Instructional staff support					
Salaries	10,462	126,204	40,358	85,846	28,000
Benefits	323	3,972	1,342	2,630	826
Purchased services	102,544	105,615	44,718	60,897	49,854
Supplies	-	8,298	4,188	4,110	5,777
Other	-	130	130	-	130
Total instructional staff support	<u>113,329</u>	<u>244,219</u>	<u>90,736</u>	<u>153,483</u>	<u>84,587</u>
Administrative support					
Salaries	67,406	66,105	66,097	8	65,262
Benefits	25,616	24,917	24,918	(1)	24,466
Total administrative support	<u>93,022</u>	<u>91,022</u>	<u>91,015</u>	<u>7</u>	<u>89,728</u>
Student transportation					
Salaries	-	2,336	1,295	1,041	1,041
Benefits	-	765	272	493	335
Property	-	-	-	-	138,474
Total student transportation	<u>-</u>	<u>3,101</u>	<u>1,567</u>	<u>1,534</u>	<u>139,850</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Community service					
Purchased services	\$ -	\$ 2,280	\$ 1,954	\$ 326	\$ 2,242
Total special programs	<u>1,219,032</u>	<u>1,597,469</u>	<u>1,391,290</u>	<u>206,179</u>	<u>1,331,897</u>
Vocational programs:					
Instruction					
Purchased services	-	3,750	2,958	792	-
Supplies	15,000	1,110	1,110	-	11,644
Property	<u>20,676</u>	<u>32,820</u>	<u>30,722</u>	<u>2,098</u>	<u>13,839</u>
Total instruction	<u>35,676</u>	<u>37,680</u>	<u>34,790</u>	<u>2,890</u>	<u>25,483</u>
Student transportation					
Purchased services	<u>-</u>	<u>29,893</u>	<u>29,893</u>	<u>-</u>	<u>3,700</u>
Total vocational programs	<u>35,676</u>	<u>67,573</u>	<u>64,683</u>	<u>2,890</u>	<u>29,183</u>
Other instructional programs:					
Instruction					
Salaries	68,060	564,436	346,135	218,301	24,714
Benefits	36,665	159,611	61,442	98,169	3,126
Purchased services	-	113,737	44,970	68,767	49,032
Supplies	549,049	482,352	375,202	107,150	1,155,861
Other	<u>-</u>	<u>18,505</u>	<u>1,208</u>	<u>17,297</u>	<u>-</u>
Total instruction	<u>653,774</u>	<u>1,338,641</u>	<u>828,957</u>	<u>509,684</u>	<u>1,232,733</u>
Student support					
Salaries	14,508	14,795	14,795	-	14,020
Benefits	4,746	4,838	4,838	-	4,515
Purchased services	432,276	455,156	190,356	264,800	217,056
Supplies	<u>-</u>	<u>1,000</u>	<u>978</u>	<u>22</u>	<u>-</u>
Total student support	<u>451,530</u>	<u>475,789</u>	<u>210,967</u>	<u>264,822</u>	<u>235,591</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Instructional staff support					
Salaries	\$ -	\$ 1,165,156	\$ 410,707	\$ 754,449	\$ -
Benefits	-	484,445	170,995	313,450	-
Purchased services	-	632,090	344,869	287,221	43,930
Supplies	-	21,562	3,843	17,719	995
Total instructional staff support	-	2,303,253	930,414	1,372,839	44,925
School administration					
Salaries	-	29,969	21,979	7,990	7,989
Benefits	-	884	648	236	236
Total general administration	-	30,853	22,627	8,226	8,225
Student transportation					
Salaries	-	4,911	3,493	1,418	1,418
Benefits	-	1,608	1,098	510	457
Purchased services	-	901	-	901	-
Total student transportation	-	7,420	4,591	2,829	1,875
Community support					
Supplies	-	6,700	-	6,700	-
Total other instructional programs	1,105,304	4,162,656	1,997,556	2,165,100	1,523,349
Community services programs:					
Community service operations					
Salaries	46,699	2,750	2,750	-	17,134
Benefits	18,857	81	81	-	8,965
Purchased services	120,000	229,866	229,865	1	104,224
Supplies	-	106,802	70,419	36,383	31,498
Total community services programs	185,556	339,499	303,115	36,384	161,821

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Undistributed expenditures:					
Student support					
Salaries	\$ -	\$ 639,646	\$ 335,102	\$ 304,544	\$ -
Benefits	-	300,600	140,416	160,184	-
Purchased services	-	60,040	44,010	16,030	-
Supplies	-	50,664	46,407	4,257	-
Other	-	900	-	900	-
Total student support	<u>-</u>	<u>1,051,850</u>	<u>565,935</u>	<u>485,915</u>	<u>-</u>
Instructional staff support					
Salaries	-	5,219	5,219	-	-
Purchased services	8,000	-	-	-	8,000
Supplies	27,490	-	-	-	120
Total instructional staff support	<u>35,490</u>	<u>5,219</u>	<u>5,219</u>	<u>-</u>	<u>8,120</u>
General administration					
Salaries	105,441	557,734	319,929	237,805	-
Benefits	43,089	225,835	130,582	95,253	-
Purchased services	-	3,727	3,727	-	2,921
Total general administration	<u>148,530</u>	<u>787,296</u>	<u>454,238</u>	<u>333,058</u>	<u>2,921</u>
School administration					
Salaries	-	520,030	520,030	-	2,748
Benefits	-	200,516	200,516	-	885
Purchased services	11,000	79,395	54,720	24,675	33,252
Supplies	-	-	-	-	505
Total school administration	<u>11,000</u>	<u>799,941</u>	<u>775,266</u>	<u>24,675</u>	<u>37,390</u>
Administrative support					
Salaries	17,675	20,690	20,690	-	17,194
Benefits	9,357	9,470	9,459	11	8,992
Supplies	55,000	-	-	-	61,042
Total administrative support	<u>82,032</u>	<u>30,160</u>	<u>30,149</u>	<u>11</u>	<u>87,228</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Operation and maintenance					
Purchased services	\$ 560,241	\$ 1,085,078	\$ 853,528	\$ 231,550	\$ 490,222
Supplies	-	178,620	123,324	55,296	204,581
Total operation and maintenance	<u>560,241</u>	<u>1,263,698</u>	<u>976,852</u>	<u>286,846</u>	<u>694,803</u>
Student transportation					
Property	-	-	-	-	164,577
Total undistributed expenditures	<u>837,293</u>	<u>3,938,164</u>	<u>2,807,659</u>	<u>1,130,505</u>	<u>995,039</u>
Total expenditures	<u>6,185,795</u>	<u>12,830,344</u>	<u>8,971,403</u>	<u>3,858,941</u>	<u>5,977,543</u>
Net change in fund balance	-	(1,632)	(1,632)	-	1,632
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>1,632</u>	<u>1,632</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,632</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2022**  
*(With Comparative Totals for the Year Ended June 30, 2021)*

	<u>SPECIAL REVENUE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>	<u>TOTALS</u>	
			<u>2022</u>	<u>2021</u>
<b>ASSETS</b>				
Cash and investments	\$ 1,450,445	\$ 1,839,211	\$ 3,289,656	\$ 2,603,384
Receivables:				
Interest	-	3,588	3,588	609
Other	30	-	30	9,995
Due from other funds	1,404	-	1,404	10,092
Intergovernmental receivable	176,855	35,549	212,404	477,600
Inventories	5,009	-	5,009	3,352
	<u>1,633,743</u>	<u>1,878,348</u>	<u>3,512,091</u>	<u>3,105,032</u>
Total assets	\$ <u>1,633,743</u>	\$ <u>1,878,348</u>	\$ <u>3,512,091</u>	\$ <u>3,105,032</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 161,996	\$ 44,118	\$ 206,114	\$ 563,733
Contract retainage payable	-	11,337	11,337	31,140
Accrued liabilities	120,470	-	120,470	212,086
Due to other funds	51,000	-	51,000	238,448
Unearned revenues	153,104	-	153,104	50,515
	<u>486,570</u>	<u>55,455</u>	<u>542,025</u>	<u>1,095,922</u>
Total liabilities	<u>486,570</u>	<u>55,455</u>	<u>542,025</u>	<u>1,095,922</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Inventory	5,009	-	5,009	3,352
Restricted for:				
Construction of capital assets	-	1,384,424	1,384,424	664,291
Committed to:				
Other capital purchases	44,026	-	44,026	-
Assigned to:				
Food service	480,390	-	480,390	278,994
Special projects	617,748	-	617,748	596,035
Other capital projects	-	438,469	438,469	466,438
	<u>1,147,173</u>	<u>1,822,893</u>	<u>2,970,066</u>	<u>2,009,110</u>
Total fund balances	<u>1,147,173</u>	<u>1,822,893</u>	<u>2,970,066</u>	<u>2,009,110</u>
Total liabilities and fund balances	\$ <u>1,633,743</u>	\$ <u>1,878,348</u>	\$ <u>3,512,091</u>	\$ <u>3,105,032</u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	TOTALS	
			2022	2021
<b>REVENUES</b>				
Local sources	\$ 647,893	\$ 412,426	\$ 1,060,319	\$ 847,119
State sources	1,608,041	-	1,608,041	3,265,230
Federal sources	1,730,643	-	1,730,643	1,489,481
	<u>3,986,577</u>	<u>412,426</u>	<u>4,399,003</u>	<u>5,601,830</u>
<b>EXPENDITURES</b>				
Current:				
Regular programs	810,116	-	810,116	2,082,488
Special programs	8,112	-	8,112	3,977
Vocational programs	147,137	-	147,137	135,855
Other instructional programs	850,621	-	850,621	532,081
Co-curricular/athletic programs	158,170	-	158,170	46,662
Adult education programs	169,928	-	169,928	136,000
Community service programs	-	-	-	17,785
Undistributed expenditures:				
Student support	252	-	252	401,468
Instructional staff support	10,104	-	10,104	57,045
General administration	4,088	73	4,161	385
School administration	7,503	-	7,503	5,764
Administrative support	-	96,000	96,000	94,900
Operation and maintenance	3,657	347,241	350,898	854,796
Student transportation	-	5,500	5,500	20,279
Food service programs	1,501,487	-	1,501,487	1,279,794
Facilities acquisition and construction service	-	1,271,448	1,271,448	1,778,419
Other support services	46,610	-	46,610	54,954
	<u>3,717,785</u>	<u>1,720,262</u>	<u>5,438,047</u>	<u>7,502,652</u>
Excess (deficiency) of revenues over (under) expenditures	<u>268,792</u>	<u>(1,307,836)</u>	<u>(1,039,044)</u>	<u>(1,900,822)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	2,000,000	2,000,000	1,715,000
Net change in fund balances	268,792	692,164	960,956	(185,822)
<b>FUND BALANCES, July 1</b>	<u>878,381</u>	<u>1,130,729</u>	<u>2,009,110</u>	<u>1,647,238</u>
Prior period adjustment	-	-	-	547,694
<b>FUND BALANCES, July 1, restated</b>	<u>878,381</u>	<u>1,130,729</u>	<u>2,009,110</u>	<u>2,194,932</u>
<b>FUND BALANCES, June 30</b>	<u>\$ 1,147,173</u>	<u>\$ 1,822,893</u>	<u>\$ 2,970,066</u>	<u>\$ 2,009,110</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.

PCFP ENGLISH LEARNER - to account for the costs and operations of programs to help support English Learner programs in the schools.

PCFP AT-RISK - to account for the costs and operations of programs in support of at-risk students.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	<u>ADULT EDUCATION FUND</u>	<u>FOOD AND NUTRITION FUND</u>	<u>STATE GRANT FUND</u>	<u>GIFTS AND DONATIONS FUND</u>
<b>ASSETS</b>				
Cash and investments	\$ 710	\$ 619,923	\$ 2,340	\$ 141,934
Other receivables	-	-	-	-
Due from other funds	-	1,404	-	-
Intergovernmental receivable	41,213	78,571	57,071	-
Inventories	-	5,009	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 41,923	\$ 704,907	\$ 59,411	\$ 141,934
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 137,655	\$ -	\$ -
Accrued liabilities	5,923	11,769	39,299	-
Due to other funds	36,000	-	15,000	-
Unearned revenues	-	26,058	5,112	121,934
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	41,923	175,482	59,411	121,934
	<hr/>	<hr/>	<hr/>	<hr/>
<b>FUND BALANCES</b>				
Nonspendable:				
Inventory	-	5,009	-	-
Committed to:				
Capital purchases	-	44,026	-	-
Assigned to:				
Food service	-	480,390	-	-
Special projects	-	-	-	20,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	-	529,425	-	20,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fun	\$ 41,923	\$ 704,907	\$ 59,411	\$ 141,934
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

STUDENT ACTIVITY FUND	PCFP ENGLISH LEARNER FUND	PCFP AT-RISK FUND	TOTALS	
			2022	2021
\$ 622,059	\$ 40,247	\$ 23,232	\$ 1,450,445	\$ 1,003,583
30	-	-	30	9,995
-	-	-	1,404	10,092
-	-	-	176,855	438,101
-	-	-	5,009	3,352
<u>\$ 622,089</u>	<u>\$ 40,247</u>	<u>\$ 23,232</u>	<u>\$ 1,633,743</u>	<u>\$ 1,465,123</u>
\$ 24,341	\$ -	\$ -	\$ 161,996	\$ 85,693
-	40,247	23,232	120,470	212,086
-	-	-	51,000	238,448
-	-	-	153,104	50,515
<u>24,341</u>	<u>40,247</u>	<u>23,232</u>	<u>486,570</u>	<u>586,742</u>
-	-	-	5,009	3,352
-	-	-	44,026	-
-	-	-	480,390	278,994
<u>597,748</u>	<u>-</u>	<u>-</u>	<u>617,748</u>	<u>596,035</u>
<u>597,748</u>	<u>-</u>	<u>-</u>	<u>1,147,173</u>	<u>878,381</u>
<u>\$ 622,089</u>	<u>\$ 40,247</u>	<u>\$ 23,232</u>	<u>\$ 1,633,743</u>	<u>\$ 1,465,123</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, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	<u>ADULT EDUCATION FUND</u>	<u>FOOD AND NUTRITION FUND</u>	<u>STATE GRANT FUND</u>	<u>GIFTS AND DONATIONS FUND</u>
<b>REVENUES</b>				
Local sources	\$ -	\$ 10,025	\$ -	\$ 98,553
State sources	169,928	7,898	579,594	-
Federal sources	-	1,730,643	-	-
	<u>169,928</u>	<u>1,748,566</u>	<u>579,594</u>	<u>98,553</u>
Total revenues	<u>169,928</u>	<u>1,748,566</u>	<u>579,594</u>	<u>98,553</u>
<b>EXPENDITURES</b>				
Regular programs	-	-	519,893	65,929
Special programs	-	-	-	6,080
Vocational programs	-	-	59,701	6,983
Other instructional programs	-	-	-	-
Co-curricular/athletic programs	-	-	-	460
Adult education programs	169,928	-	-	-
Community service programs	-	-	-	-
Undistributed expenditures:				
Student support	-	-	-	252
Instructional staff support	-	-	-	10,104
General administration	-	-	-	4,088
School administration	-	-	-	-
Operation and maintenance	-	-	-	3,657
Food service programs	-	1,501,487	-	-
Other support services	-	-	-	1,000
	<u>169,928</u>	<u>1,501,487</u>	<u>579,594</u>	<u>98,553</u>
Total expenditures	<u>169,928</u>	<u>1,501,487</u>	<u>579,594</u>	<u>98,553</u>
Net change in fund balances	-	247,079	-	-
<b>FUND BALANCES, July 1</b>	<u>-</u>	<u>282,346</u>	<u>-</u>	<u>20,000</u>
Prior period adjustment	-	-	-	-
<b>FUND BALANCES, July 1, restated</b>	<u>-</u>	<u>282,346</u>	<u>-</u>	<u>20,000</u>
<b>FUND BALANCES, June 30</b>	<u>\$ -</u>	<u>\$ 529,425</u>	<u>\$ -</u>	<u>\$ 20,000</u>

STUDENT ACTIVITY FUND	PCFP ENGLISH LEARNER FUND	PCFP AT-RISK FUND	TOTALS	
			2022	2021
\$ 539,315	\$ -	\$ -	\$ 647,893	\$ 461,757
-	488,403	362,218	1,608,041	3,265,230
-	-	-	1,730,643	1,489,481
<u>539,315</u>	<u>488,403</u>	<u>362,218</u>	<u>3,986,577</u>	<u>5,216,468</u>
224,294	-	-	810,116	2,082,488
2,032	-	-	8,112	3,977
80,453	-	-	147,137	135,855
-	488,403	362,218	850,621	532,081
157,710	-	-	158,170	46,662
-	-	-	169,928	136,000
-	-	-	-	17,785
-	-	-	252	401,468
-	-	-	10,104	57,045
-	-	-	4,088	239
7,503	-	-	7,503	5,764
-	-	-	3,657	410,105
-	-	-	1,501,487	1,279,794
<u>45,610</u>	<u>-</u>	<u>-</u>	<u>46,610</u>	<u>54,954</u>
<u>517,602</u>	<u>488,403</u>	<u>362,218</u>	<u>3,717,785</u>	<u>5,164,217</u>
21,713	-	-	268,792	52,251
<u>576,035</u>	<u>-</u>	<u>-</u>	<u>878,381</u>	<u>278,436</u>
-	-	-	-	547,694
<u>576,035</u>	<u>-</u>	<u>-</u>	<u>878,381</u>	<u>826,130</u>
<u>\$ 597,748</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,147,173</u>	<u>\$ 878,381</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>REVENUES</b>					
State sources:					
High school diploma program	\$ 129,674	\$ 175,033	\$ 169,928	\$ (5,105)	\$ 136,000
<b>EXPENDITURES</b>					
Adult education programs:					
Instruction					
Salaries	28,000	34,320	33,520	800	22,125
Benefits	826	1,355	1,331	24	653
Purchased services	3,355	3,622	3,430	192	4,743
Supplies	22,808	41,191	39,077	2,114	37,990
Total instruction	<u>54,989</u>	<u>80,488</u>	<u>77,358</u>	<u>3,130</u>	<u>65,511</u>
Instructional staff support					
Purchased services	-	-	-	-	358
Administrative support					
Salaries	40,000	57,470	57,421	49	43,358
Benefits	21,724	27,293	26,560	733	23,286
Purchased services	5,000	6,990	6,226	764	629
Supplies	7,961	2,747	2,363	384	2,858
Other	-	45	-	45	-
Total administrative support	<u>74,685</u>	<u>94,545</u>	<u>92,570</u>	<u>1,975</u>	<u>70,131</u>
Total expenditures	<u>129,674</u>	<u>175,033</u>	<u>169,928</u>	<u>5,105</u>	<u>136,000</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  
FOOD AND NUTRITION FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>REVENUES</b>					
Local sources:					
Daily sales	\$ 169,863	\$ 3,600	\$ 10,025	\$ 6,425	\$ 2,756
State sources:					
State lunch program	3,490	7,898	7,898	-	3,505
Federal sources:					
National school lunch program	646,237	1,165,766	1,286,273	120,507	973,725
School breakfast program	213,369	310,578	322,939	12,361	431,701
Commodity food program	95,464	72,084	64,600	(7,484)	76,723
Other grants	21,677	70,136	56,831	(13,305)	7,332
Total federal sources	976,747	1,618,564	1,730,643	112,079	1,489,481
Total revenues	1,150,100	1,630,062	1,748,566	118,504	1,495,742
<b>EXPENDITURES</b>					
Undistributed expenditures:					
Food service programs:					
Salaries	146,196	140,054	132,111	7,943	142,660
Benefits	58,370	44,331	43,786	545	57,512
Purchased services	830,284	1,253,936	1,038,209	215,727	963,053
Supplies	113,300	377,585	260,276	117,309	114,951
Property	-	94,552	25,455	69,097	-
Other	1,950	1,950	1,650	300	1,618
Total expenditures	1,150,100	1,912,408	1,501,487	410,921	1,279,794
Net change in fund balance	-	(282,346)	247,079	529,425	215,948
<b>FUND BALANCE, July 1</b>	-	282,346	282,346	-	66,398
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 529,425	\$ 529,425	\$ 282,346



**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, 2022**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2021)*

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>REVENUES</b>					
State sources:					
Special appropriations	\$ 532,420	\$ 591,726	\$ 579,594	\$ (12,132)	\$ 2,123,105
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	310,777	355,892	355,892	-	316,248
Benefits	150,624	152,518	152,518	-	140,415
Purchased services	-	-	-	-	55,662
Supplies	14,900	18,043	11,483	6,560	141,027
Total instruction	476,301	526,453	519,893	6,560	653,352
Instructional staff support					
Salaries	-	-	-	-	127,162
Benefits	-	-	-	-	45,607
Purchased services	-	3,581	-	3,581	13,063
Supplies	-	-	-	-	18,898
Other	-	-	-	-	6,278
Total instructional staff support	-	3,581	-	3,581	211,008
Total regular programs	476,301	530,034	519,893	10,141	864,360
Special programs:					
Student support					
Salaries	-	-	-	-	3,248
Vocational programs:					
Instruction					
Salaries	-	1,823	1,820	3	240
Benefits	-	167	167	-	22
Supplies	25,119	47,587	45,599	1,988	45,544
Property	16,000	10,210	10,210	-	6,218
Total instruction	41,119	59,787	57,796	1,991	52,024

(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, 2022**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2021)*

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Instructional staff support					
Supplies	\$ -	\$ 1,905	\$ 1,905	\$ -	\$ 2,099
Student transportation					
Purchased services	15,000	-	-	-	-
Total vocational programs	56,119	61,692	59,701	1,991	54,123
Other instructional programs:					
Instruction					
Salaries	-	-	-	-	187,496
Benefits	-	-	-	-	74,735
Supplies	-	-	-	-	198,313
Total instruction	-	-	-	-	460,544
Instructional staff support					
Salaries	-	-	-	-	3,000
Benefits	-	-	-	-	89
Purchased services	-	-	-	-	5,545
Total instructional staff support	-	-	-	-	8,634
Student transportation					
Purchased services	-	-	-	-	26,304
Supplies	-	-	-	-	7,300
Total student transportation	-	-	-	-	33,604
Community support					
Supplies	-	-	-	-	4,299
Total other instructional programs	-	-	-	-	507,081

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Community services programs:					
Community support					
Purchase services	\$ -	\$ -	\$ -	\$ -	9,941
Property	-	-	-	-	7,844
Total community service programs	-	-	-	-	17,785
Undistributed expenditures:					
Student support					
Salaries	-	-	-	-	280,257
Benefits	-	-	-	-	121,211
Total student support	-	-	-	-	401,468
Instructional staff support					
Salaries	-	-	-	-	36,644
Benefits	-	-	-	-	20,090
Total instructional staff support	-	-	-	-	56,734
General administration					
Other	-	-	-	-	239
Operation and maintenance					
Purchased services	-	-	-	-	410,105
Total undistributed expenditures	-	-	-	-	868,546
Total expenditures	532,420	591,726	579,594	12,132	2,315,143
Net change in fund balance	-	-	-	-	(192,038)
<b>FUND BALANCE, July 1</b>	-	-	-	-	192,038
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	-

**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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>REVENUES</b>					
Local sources:					
Private donations	\$ 71,282	\$ 235,904	\$ 95,571	\$ (140,333)	\$ 139,352
Other	-	4,000	2,982	(1,018)	-
Total revenues	<u>71,282</u>	<u>239,904</u>	<u>98,553</u>	<u>(141,351)</u>	<u>139,352</u>
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Supplies	45,000	61,132	34,579	26,553	54,814
Property	-	150,000	31,350	118,650	8,640
Total regular programs	<u>45,000</u>	<u>211,132</u>	<u>65,929</u>	<u>145,203</u>	<u>63,454</u>
Special programs:					
Instruction					
Supplies	-	6,094	6,080	14	-
Vocational programs:					
Instruction					
Supplies	-	8,300	6,983	1,317	-
Property	25,000	-	-	-	49,898
Total vocational programs	<u>25,000</u>	<u>8,300</u>	<u>6,983</u>	<u>1,317</u>	<u>49,898</u>
Other instructional programs:					
Instruction					
Supplies	-	-	-	-	25,000
Co-curricular/athletic programs:					
Instruction					
Supplies	-	5,460	460	5,000	-

(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Undistributed expenditures:					
Student support					
Supplies	\$ -	\$ 252	\$ 252	\$ -	\$ -
Instructional staff support					
Supplies	-	10,104	10,104	-	-
General administration					
Purchased services	1,282	3,382	-	3,382	-
Supplies	-	4,100	4,088	12	-
Total general administration	1,282	7,482	4,088	3,394	-
Operation and maintenance					
Purchased services	-	4,600	3,657	943	-
Other support services					
Other	-	6,480	1,000	5,480	1,000
Total undistributed expenditures	1,282	28,918	19,101	9,817	1,000
Total expenditures	71,282	259,904	98,553	161,351	139,352
Net change in fund balance	-	(20,000)	-	20,000	-
<b>FUND BALANCE, July 1</b>	-	20,000	20,000	-	20,000
<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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>REVENUES</b>					
Local sources:					
Private donations	\$ -	\$ 129,403	\$ 77,527	\$ (51,876)	\$ 54,612
Interest	-	700	83	(617)	223
Admissions	10,000	59,500	65,105	5,605	8,039
Membership and class fees	275,000	191,680	89,721	(101,959)	53,767
Pay to play	-	1,000	5,675	4,675	-
Sales activities	201,403	180,000	197,748	17,748	115,787
Other activity income	160,000	109,100	103,178	(5,922)	85,379
Other	30,000	5,020	278	(4,742)	1,842
	<u>676,403</u>	<u>676,403</u>	<u>539,315</u>	<u>(137,088)</u>	<u>319,649</u>
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Purchased services	-	4,100	4,100	-	40,773
Supplies	642,596	173,716	208,716	(35,000)	95,195
Other	-	8,100	10,568	(2,468)	14,196
	<u>642,596</u>	<u>185,916</u>	<u>223,384</u>	<u>(37,468)</u>	<u>150,164</u>
Student transportation					
Purchased services	-	1,968	910	1,058	390
Other support services					
Purchased services	-	-	-	-	1,500
	<u>642,596</u>	<u>187,884</u>	<u>224,294</u>	<u>(36,410)</u>	<u>152,054</u>
Special programs:					
Instruction					
Supplies	-	2,814	2,032	782	729

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
Vocational programs:					
Instruction					
Purchased services	\$ -	\$ 10,537	\$ 28,078	\$ (17,541)	\$ 300
Supplies	-	47,475	37,282	10,193	27,458
Other	-	5,000	4,802	198	-
Total instruction	-	63,012	70,162	(7,150)	27,758
Student transportation					
Purchased services	-	39,643	10,291	29,352	4,076
Total vocational programs	-	102,655	80,453	22,202	31,834
Other instructional programs:					
Instruction					
Supplies	-	2,500	-	2,500	-
Co-curricular programs:					
Instruction					
Purchased services	-	50,441	36,648	13,793	11,541
Supplies	-	74,642	82,135	(7,493)	19,611
Other	-	22,215	15,996	6,219	8,237
Total instruction	-	147,298	134,779	12,519	39,389
Student transportation					
Purchased services	-	156,298	22,931	133,367	7,273
Total co-curricular programs	-	303,596	157,710	145,886	46,662
Undistributed expenditures:					
Instructional staff support					
Supplies	-	7,112	-	7,112	311

(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
School administration					
Supplies	\$ -	\$ 19,532	\$ 6,448	\$ 13,084	\$ 5,764
Other	-	2,900	1,055	1,845	-
Total school administration	-	22,432	7,503	14,929	5,764
Other support services					
Purchased services	-	4,500	310	4,190	398
Supplies	-	-	-	-	10,356
Other	-	86,916	45,300	41,616	43,200
Total other support services	-	91,416	45,610	45,806	53,954
Total undistributed expenditures	-	120,960	53,113	67,847	60,029
Total expenditures	642,596	720,409	517,602	202,807	291,308
Net change in fund balance	33,807	(44,006)	21,713	65,719	28,341
<b>FUND BALANCE, July 1</b>	549,318	576,035	576,035	-	547,694
<b>FUND BALANCE, June 30</b>	\$ 583,125	\$ 532,029	\$ 597,748	\$ 65,719	\$ 576,035



**HUMBOLDT COUNTY SCHOOL DISTRICT  
PCFP ENGLISH LEARNER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
State sources:				
PCFP English learners	\$ -	\$ 488,403	\$ 488,403	\$ -
<b>EXPENDITURES</b>				
Other instructional programs:				
Instruction				
Salaries	-	336,598	336,650	(52)
Benefits	-	151,674	151,622	52
Total instruction	-	488,272	488,272	-
Community services				
Other	-	131	131	-
Total expenditures	-	488,403	488,403	-
Net change in fund balance	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

**HUMBOLDT COUNTY SCHOOL DISTRICT  
PCFP AT-RISK FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
State sources:				
PCFP at-risk	\$ -	\$ 362,218	\$ 362,218	\$ -
<b>EXPENDITURES</b>				
Other instructional programs:				
Instruction				
Salaries	-	200,720	200,720	-
Benefits	-	86,228	88,808	(2,580)
Total instruction	-	286,948	289,528	(2,580)
Administrative support				
Salaries	-	50,297	49,237	1,060
Benefits	-	24,973	23,453	1,520
Total administrative support	-	75,270	72,690	2,580
Total expenditures	-	362,218	362,218	-
Net change in fund balance	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

## **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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2021</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>REVENUES</b>					
Local sources:					
Ad valorem taxes	\$ 2,517,520	\$ 2,517,520	\$ 2,282,221	\$ (235,299)	\$ 2,200,731
Earnings on investments	<u>2,692</u>	<u>2,692</u>	<u>3,283</u>	<u>591</u>	<u>2,051</u>
Total revenues	<u>2,520,212</u>	<u>2,520,212</u>	<u>2,285,504</u>	<u>(234,708)</u>	<u>2,202,782</u>
<b>EXPENDITURES</b>					
Debt service:					
Principal	172,000	172,000	172,000	-	168,000
Interest	<u>43,594</u>	<u>43,594</u>	<u>43,593</u>	<u>1</u>	<u>48,197</u>
Total expenditures	<u>215,594</u>	<u>215,594</u>	<u>215,593</u>	<u>1</u>	<u>216,197</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,304,618</u>	<u>2,304,618</u>	<u>2,069,911</u>	<u>(234,707)</u>	<u>1,986,585</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	<u>(2,511,400)</u>	<u>(2,831,615)</u>	<u>(2,000,000)</u>	<u>831,615</u>	<u>(1,715,000)</u>
Net change in fund balance	(206,782)	(526,997)	69,911	596,908	271,585
<b>FUND BALANCE, July 1</b>	<u>743,300</u>	<u>1,063,515</u>	<u>1,063,515</u>	<u>-</u>	<u>791,930</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 536,518</u>	<u>\$ 536,518</u>	<u>\$ 1,133,426</u>	<u>\$ 596,908</u>	<u>\$ 1,063,515</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, 2022  
(With Comparative Totals for June 30, 2021)**

	<b>BUILDING RESERVE (DMV) FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>DISTRICT BOND INITIATIVE FUND</b>	<b>TOTALS</b>	
				<b>2022</b>	<b>2021</b>
<b>ASSETS</b>					
Cash and investments	\$ 472,811	\$ 435,660	\$ 930,740	\$ 1,839,211	\$ 1,599,801
Interest receivable	-	2,809	779	3,588	609
Intergovernmental receivable	35,549	-	-	35,549	39,499
<b>Total assets</b>	<b>\$ 508,360</b>	<b>\$ 438,469</b>	<b>\$ 931,519</b>	<b>\$ 1,878,348</b>	<b>\$ 1,639,909</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 7,545	\$ -	\$ 36,573	\$ 44,118	\$ 478,040
Contract retainage payable	-	-	11,337	11,337	31,140
<b>Total liabilities</b>	<b>7,545</b>	<b>-</b>	<b>47,910</b>	<b>55,455</b>	<b>509,180</b>
<b>FUND BALANCES</b>					
Restricted for:					
Construction of capital assets	500,815	-	883,609	1,384,424	664,291
Assigned to:					
Other capital projects	-	438,469	-	438,469	466,438
<b>Total fund balances</b>	<b>500,815</b>	<b>438,469</b>	<b>883,609</b>	<b>1,822,893</b>	<b>1,130,729</b>
<b>Total liabilities and fund balances</b>	<b>\$ 508,360</b>	<b>\$ 438,469</b>	<b>\$ 931,519</b>	<b>\$ 1,878,348</b>	<b>\$ 1,639,909</b>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECT FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	<b>BUILDING RESERVE (DMV) FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>DISTRICT BOND INITIATIVE FUND</b>	<b>TOTALS</b>	
				<b>2022</b>	<b>2021</b>
<b>REVENUES</b>					
Local sources	\$ 340,045	\$ 10,746	\$ 61,635	\$ 412,426	\$ 385,362
<b>EXPENDITURES</b>					
Undistributed expenditures:					
General administration	-	73	-	73	146
Administrative support	-	-	96,000	96,000	94,900
Operation and maintenance	156,284	33,417	157,540	347,241	444,691
Student transportation	5,500	-	-	5,500	20,279
Facilities acquisition and construction service	-	5,225	1,266,223	1,271,448	1,778,419
Total expenditures	161,784	38,715	1,519,763	1,720,262	2,338,435
Excess (deficiency) of revenues over (under) expenditures	178,261	(27,969)	(1,458,128)	(1,307,836)	(1,953,073)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	-	2,000,000	2,000,000	1,715,000
Net change in fund balances	178,261	(27,969)	541,872	692,164	(238,073)
<b>FUND BALANCES, July 1</b>	322,554	466,438	341,737	1,130,729	1,368,802
<b>FUND BALANCES, June 30</b>	\$ 500,815	\$ 438,469	\$ 883,609	\$ 1,822,893	\$ 1,130,729

**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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>REVENUES</b>					
Local sources:					
Governmental service tax	\$ 315,902	\$ 315,902	\$ 340,045	\$ 24,143	\$ 339,767
Total revenues	<u>315,902</u>	<u>315,902</u>	<u>340,045</u>	<u>24,143</u>	<u>339,767</u>
<b>EXPENDITURES</b>					
Undistributed expenditures:					
Operation and maintenance					
Purchased services	150,000	282,701	119,255	163,446	34,070
Supplies	72,000	82,000	9,103	72,897	26,712
Property	<u>25,000</u>	<u>30,000</u>	<u>27,926</u>	<u>2,074</u>	<u>6,556</u>
Total operation and maintenance	<u>247,000</u>	<u>394,701</u>	<u>156,284</u>	<u>238,417</u>	<u>67,338</u>
Student transportation					
Supplies	<u>33,755</u>	<u>33,755</u>	<u>5,500</u>	<u>28,255</u>	<u>20,279</u>
Facilities acquisition and construction service					
Site improvement					
Property	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>60,000</u>	<u>-</u>
Building acquisition					
Property	<u>150,000</u>	<u>75,000</u>	<u>-</u>	<u>75,000</u>	<u>103,156</u>
Total facilities acquisition and construction service	<u>210,000</u>	<u>135,000</u>	<u>-</u>	<u>135,000</u>	<u>103,156</u>
Total expenditures	<u>490,755</u>	<u>563,456</u>	<u>161,784</u>	<u>401,672</u>	<u>190,773</u>
Net change in fund balance	(174,853)	(247,554)	178,261	425,815	148,994
<b>FUND BALANCE, July 1</b>	<u>249,853</u>	<u>322,554</u>	<u>322,554</u>	<u>-</u>	<u>173,560</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 500,815</u>	<u>\$ 425,815</u>	<u>\$ 322,554</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ 15,000	\$ 5,000	\$ 10,746	\$ 5,746	\$ 18,769
Private donations	-	-	-	-	10,000
Other	-	-	-	-	16,245
Total revenues	<u>15,000</u>	<u>5,000</u>	<u>10,746</u>	<u>5,746</u>	<u>45,014</u>
<b>EXPENDITURES</b>					
Undistributed expenditures:					
General administration					
Other	<u>150</u>	<u>150</u>	<u>73</u>	<u>77</u>	<u>146</u>
Operation and maintenance					
Purchased services	154,000	54,000	19,937	34,063	80,267
Supplies	28,303	129,474	13,480	115,994	6,818
Property	<u>126,000</u>	<u>95,000</u>	<u>-</u>	<u>95,000</u>	<u>62,663</u>
Total operation and maintenance	<u>308,303</u>	<u>278,474</u>	<u>33,417</u>	<u>245,057</u>	<u>149,748</u>
Facilities acquisition and construction service					
Building improvement					
Supplies	6,567	-	5,225	(5,225)	-
Property	<u>126,247</u>	<u>132,814</u>	<u>-</u>	<u>132,814</u>	<u>-</u>
Total facilities acquisition and construction service	<u>132,814</u>	<u>132,814</u>	<u>5,225</u>	<u>127,589</u>	<u>-</u>
Total expenditures	<u>441,267</u>	<u>411,438</u>	<u>38,715</u>	<u>372,723</u>	<u>149,894</u>
Excess (Deficiency) of Revenues					
Over Expenditures	<u>(426,267)</u>	<u>(406,438)</u>	<u>(27,969)</u>	<u>378,469</u>	<u>(104,880)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds from sale of assets	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>(15,000)</u>	<u>-</u>
Net change in fund balance	(411,267)	(391,438)	(27,969)	363,469	(104,880)
<b>FUND BALANCE, July 1</b>	<u>486,267</u>	<u>466,438</u>	<u>466,438</u>	<u>-</u>	<u>571,318</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 75,000</u>	<u>\$ 75,000</u>	<u>\$ 438,469</u>	<u>\$ 363,469</u>	<u>\$ 466,438</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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ 500	\$ 500	\$ 1,635	\$ 1,135	\$ 581
Private Donations	-	60,000	60,000	-	-
Total revenues	500	60,500	61,635	1,135	581
<b>EXPENDITURES</b>					
Undistributed expenditures:					
Administrative support					
Purchased services	105,000	96,000	96,000	-	94,900
Operation and maintenance					
Purchased services	250,000	229,146	157,540	71,606	226,101
Supplies	57,943	57,943	-	57,943	1,504
Property	50,000	50,000	-	50,000	-
Total operation and maintenance	357,943	337,089	157,540	179,549	227,605
Facilities acquisition and construction service					
Architecture and engineering					
Purchased services	-	-	18,720	(18,720)	-
Site improvement					
Property	150,000	385,548	44,200	341,348	414,408
Building improvement					
Property	1,960,000	2,405,215	1,203,303	1,201,912	1,260,855
Total facilities acquisition and construction service	2,110,000	2,790,763	1,266,223	1,524,540	1,675,263
Total expenditures	2,572,943	3,223,852	1,519,763	1,704,089	1,997,768
Excess (deficiency) of revenues over expenditures	(2,572,443)	(3,163,352)	(1,458,128)	1,705,224	(1,997,187)

**(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, 2022  
(With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	\$ 2,511,400	\$ 2,831,615	\$ 2,000,000	\$ (831,615)	\$ 1,715,000
Net change in fund balance	(61,043)	(331,737)	541,872	873,609	(282,187)
<b>FUND BALANCE, July 1</b>	<u>71,043</u>	<u>341,737</u>	<u>341,737</u>	<u>-</u>	<u>623,924</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ 883,609</u>	<u>\$ 873,609</u>	<u>\$ 341,737</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, 2022  
(With Comparative Totals for June 30, 2021)**

	<b>NEVADA UNEMPLOYMENT COMPENSATION FUND</b>	<b>SELF-INSURED WORKERS' COMPENSATION FUND</b>	<b>TOTAL</b>	
			<b>2022</b>	<b>2021</b>
<b>ASSETS</b>				
Current assets:				
Cash and investments	\$ 72,099	\$ 2,041,244	\$ 2,113,343	\$ 1,843,076
Accounts receivable	-	25,850	25,850	26,688
Intergovernmental receivable	-	5,903	5,903	-
Prepays	4,038	-	4,038	-
	<u>76,137</u>	<u>2,072,997</u>	<u>2,149,134</u>	<u>1,869,764</u>
Total assets				
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	-	-	-	415
Claims payable	-	30,000	30,000	30,000
	<u>-</u>	<u>30,000</u>	<u>30,000</u>	<u>30,415</u>
Total liabilities				
<b>NET POSITION</b>				
Restricted	<u>76,137</u>	<u>2,042,997</u>	<u>2,119,134</u>	<u>1,839,349</u>
Total net position	<u>\$ 76,137</u>	<u>\$ 2,042,997</u>	<u>\$ 2,119,134</u>	<u>\$ 1,839,349</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	NEVADA UNEMPLOYMENT COMPENSATION FUND	SELF-INSURED WORKERS' COMPENSATION FUND	TOTAL	
			2022	2021
<b>OPERATING REVENUES</b>				
Interfund charges	\$ -	\$ 392,835	\$ 392,835	\$ 373,740
<b>OPERATING EXPENSES</b>				
Claims	6,197	36,392	42,589	39,758
Insurance premiums	-	52,674	52,674	49,895
Administrative expenses	-	17,787	17,787	14,743
Total operating expenses	6,197	106,853	113,050	104,396
Change in net position	(6,197)	285,982	279,785	269,344
<b>NET POSITION - July 1</b>	82,334	1,757,015	1,839,349	1,570,005
<b>NET POSITION - June 30</b>	\$ 76,137	\$ 2,042,997	\$ 2,119,134	\$ 1,839,349

**HUMBOLDT COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	<b>NEVADA UNEMPLOYMENT COMPENSATION FUND</b>	<b>SELF-INSURED WORKERS' COMPENSATION FUND</b>	<b>TOTAL</b>	
			<b>2022</b>	<b>2021</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>				
Cash flows from operating activities:				
Cash received for interfund services provided	\$ -	\$ 387,770	\$ 387,770	\$ 394,497
Cash payments for claims and services	(10,235)	(107,268)	(117,503)	(103,981)
Net increase (decrease) in cash and cash equivalents	(10,235)	280,502	270,267	290,516
<b>Cash and cash equivalents, July 1</b>	82,334	1,760,742	1,843,076	1,552,560
<b>Cash and cash equivalents, June 30</b>	\$ 72,099	\$ 2,041,244	\$ 2,113,343	\$ 1,843,076
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating income (loss)	\$ (6,197)	\$ 285,982	\$ 279,785	\$ 269,344
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	-	838	838	20,757
Increase (decrease) in intergovernmental receivable	-	(5,903)	(5,903)	-
Increase (decrease) in prepaids	(4,038)	-	(4,038)	-
Increase (decrease) in claims payable	-	(415)	(415)	415
Total adjustments	(4,038)	(5,480)	(9,518)	21,172
Net cash provided (used) by operating activities	\$ (10,235)	\$ 280,502	\$ 270,267	\$ 290,516

**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, 2022**

*(With Comparative Actual Amounts for the Year Ended June 30, 2021)*

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2021</u>
<b>OPERATING REVENUES</b>					
Interfund charges	\$ -	\$ -	\$ -	\$ -	\$ -
<b>OPERATING EXPENSES</b>					
Unemployment claims	12,000	12,000	6,197	5,803	-
Change in net position	(12,000)	(12,000)	(6,197)	5,803	-
<b>NET POSITION - July 1</b>	<u>70,334</u>	<u>82,334</u>	<u>82,334</u>	<u>-</u>	<u>82,334</u>
<b>NET POSITION - June 30</b>	<u>\$ 58,334</u>	<u>\$ 70,334</u>	<u>\$ 76,137</u>	<u>\$ 5,803</u>	<u>\$ 82,334</u>



**HUMBOLDT COUNTY SCHOOL DISTRICT  
NEVADA UNEMPLOYMENT COMPENSATION FUND  
SCHEDULE OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2022  
(With Comparative Totals for the Year Ended June 30, 2021)**

	<u>2022</u>	<u>2021</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities:		
Cash payments for claims and services	\$ <u>(10,235)</u>	\$ <u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(10,235)</u>	<u>-</u>
<b>Cash and cash equivalents, July 1</b>	<u>82,334</u>	<u>82,334</u>
<b>Cash and cash equivalents, June 30</b>	<u>\$ 72,099</u>	<u>\$ 82,334</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ <u>(6,197)</u>	\$ <u>-</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
(Increase) decrease in prepaids	<u>(4,038)</u>	<u>-</u>
Total adjustments	<u>(4,038)</u>	<u>-</u>
Net cash provided (used) by operating activities	<u>\$ (10,235)</u>	<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, 2022  
 (With Comparative Actual Amounts for the Year Ended June 30, 2021)**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO</b>	
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>	<b>2021</b>
<b>OPERATING REVENUES</b>					
Interfund charges	\$ 360,000	\$ 360,000	\$ 392,835	\$ 32,835	\$ 373,740
<b>OPERATING EXPENSES</b>					
Workers compensation claims	150,000	150,000	36,392	113,608	39,758
Insurance premiums	50,000	52,674	52,674	-	49,895
Administrative expenses	40,000	56,014	17,787	38,227	14,743
Total operating expenses	240,000	258,688	106,853	151,835	104,396
Change in net position	120,000	101,312	285,982	184,670	269,344
<b>NET POSITION - July 1</b>	<u>1,738,327</u>	<u>1,757,015</u>	<u>1,757,015</u>	<u>-</u>	<u>1,487,671</u>
<b>NET POSITION - June 30</b>	<u>\$ 1,858,327</u>	<u>\$ 1,858,327</u>	<u>\$ 2,042,997</u>	<u>\$ 184,670</u>	<u>\$ 1,757,015</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
 SELF-INSURED WORKERS' COMPENSATION FUND  
 SCHEDULE OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2022  
 (With Comparative Totals for the Year ended June 30, 2021)**

	<u>2022</u>	<u>2021</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities:		
Cash received for interfund services provided	\$ 387,770	\$ 394,497
Cash payments for claims and services	<u>(107,268)</u>	<u>(103,981)</u>
Net increase (decrease) in cash and cash equivalents	<u>280,502</u>	<u>290,516</u>
<b>Cash and cash equivalents, July 1</b>	<u>1,760,742</u>	<u>1,470,226</u>
<b>Cash and cash equivalents, June 30</b>	<u>\$ 2,041,244</u>	<u>\$ 1,760,742</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ <u>285,982</u>	\$ <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	838	20,757
(Increase) decrease in intergovernmental receivable	(5,903)	-
Increase (decrease) in claims payable	<u>(415)</u>	<u>415</u>
Total Adjustments	<u>(5,480)</u>	<u>21,172</u>
Net cash provided (used) by operating activities	<u>\$ 280,502</u>	<u>\$ 290,516</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, 2022  
 (With Comparative Totals for June 30, 2021)**

	<b>2022</b>	<b>2021</b>
<b>ASSETS</b>		
Cash and investments	\$ 82,227	\$ 83,001
Interest receivable	69	12
Total assets	82,296	83,013
<b>NET POSITION</b>		
Reserved for scholarships	\$ 82,296	\$ 83,013

**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, 2022**  
*(With Comparative Actual Amounts for the Year Ended June 30, 2021)*

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2021</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
<b>ADDITIONS</b>					
Interest	\$ 430	\$ 325	\$ 283	\$ (42)	\$ 454
<b>DEDUCTIONS</b>					
Scholarships	5,000	4,000	1,000	3,000	3,309
Change in net position	(4,570)	(3,675)	(717)	2,958	(2,855)
<b>NET POSITION - July 1</b>	<u>84,320</u>	<u>83,013</u>	<u>83,013</u>	<u>-</u>	<u>85,868</u>
<b>NET POSITION - June 30</b>	<u>\$ 79,750</u>	<u>\$ 79,338</u>	<u>\$ 82,296</u>	<u>\$ 2,958</u>	<u>\$ 83,013</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
CUSTODIAL FUNDS  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>JOSHUA ROSE MEMORIAL SCHOLARSHIP FUND</b>	<b>LYMAN SHWARTZ MEMORIAL SCHOLARSHIP FUND</b>	<b>SOBER GRAD PARTY FUND</b>	<b>TOTALS</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>				
Cash	\$ <u>103,341</u>	\$ <u>2,493</u>	\$ <u>10,425</u>	\$ <u>116,259</u>
<b>LIABILITIES</b>				
Accounts payable	\$ <u>9,000</u>	\$ <u>750</u>	\$ <u>6,211</u>	\$ <u>15,961</u>
<b>NET POSITION</b>				
Held in trust for others	\$ <u><u>94,341</u></u>	\$ <u><u>1,743</u></u>	\$ <u><u>4,214</u></u>	\$ <u><u>100,298</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
CUSTODIAL FUNDS  
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2022**

	<b>JOSHUA ROSE MEMORIAL SCHOLARSHIP FUND</b>	<b>LYMAN SHWARTZ MEMORIAL SCHOLARSHIP FUND</b>	<b>SOBER GRAD PARTY FUND</b>	<b>TOTALS</b>
<b>ADDITIONS</b>				
Donations	\$ 28,232	\$ -	\$ 34,477	\$ 62,709
<b>DEDUCTIONS</b>				
Scholarships	36,000	1,500	-	37,500
Other	-	-	38,040	38,040
Total deductions	<u>36,000</u>	<u>1,500</u>	<u>38,040</u>	<u>75,540</u>
Change in net position	(7,768)	(1,500)	(3,563)	(12,831)
<b>NET POSITION, July 1</b>	<u>102,109</u>	<u>3,243</u>	<u>7,777</u>	<u>113,129</u>
<b>NET POSITION, June 30</b>	<u>\$ 94,341</u>	<u>\$ 1,743</u>	<u>\$ 4,214</u>	<u>\$ 100,298</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, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 30, 2022.

**Report on 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-001 that we consider to be a significant deficiency. However, material weaknesses may exist that were not identified.

## **Report on 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and which are described in the accompanying schedule of findings and questioned costs as item 2022-002.

## **Humboldt County School District's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

## **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 Row* : Associates, LLC

Winnemucca, Nevada  
November 30, 2022





**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**

***Opinion on 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, 2022. 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.

In our opinion, Humboldt County School District, Humboldt County, Nevada complied, in all material respects, with the 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, 2022.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Humboldt County School District, Humboldt County, Nevada and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the

requirements of laws statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Other Matters**

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2022-001 and 2022-002. Our opinion on each major federal program is not modified with respect to these matters. *Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

## Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

*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 a 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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2022-001 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed. *Government Auditing Standards* requires the auditor to perform limited procedures on the District's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 Row : Associates, LLC*

Winnemucca, Nevada  
November 30, 2022

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022  
(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-2022-3000	\$ <u>508,555</u>
DIRECT - Indian Education - Grants to Local Educational Agencies	84.060	S060A220118	<u>18,679</u>
<i>Passed through the State of Nevada Department of Education</i>			
<b>Special Education Cluster (IDEA)</b>			
Special Education - Grants to States,			
Local Plan	84.027	22-639-07000	741,086
Special Education DIG	84.027	22-641-07000	33,415
Special Education Teacher Transition Specialist	84.027	22-667-07000	60,000
Physical and Occupational Therapy	84.027	22-667-07001	60,000
IDEA Implementation	84.027	22-667-07005	107,283
COVID-19 - ARP ESSER III - Special Education Part B	84.027X	22-757-07000	53,073
COVID-19 - ARP ESSER III - Special Education ECH	84.027X	22-764-07000	<u>1,186</u>
			<u>1,056,043</u>
Special Education - Preschool Grants,			
Early Childhood Aide Time	84.173	22-675-07003	162,500
Early Childhood Speech Therapy	84.173	22-675-07002	60,000
Early Childhood Program	84.173	22-665-07000	<u>7,633</u>
			<u>230,133</u>
<b>Total Special Education Cluster (IDEA)</b>			
			<u>1,286,176</u>
Title I Grants to Local Education Agencies			
Title I - Part A, Helping Disadvantaged Students			
Meet High Standards	84.010	22-633-07000	511,382
Title I - Part A, Helping Disadvantaged Students			
Meet High Standards	84.010	21-633-07000	<u>12,631</u>
			<u>524,013</u>
Title I - Section 1003(a) School Improvement Grant	84.010A	22-624-07001	566,503
Title I - Section 1003(a) School Improvement Grant	84.010A	21-624-07001	101,680
Title I, Part C - Migrant Education Summer School			
State Grant Program	84.010A	22-628-07000	<u>60</u>
			<u>668,243</u>
			<u>1,192,256</u>
Career and Technical Education - Carl D Perkins, Basic	84.048	22-631-07000	<u>47,935</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022  
(Page 2 of 3)**

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
Nevada Indian Education Enhancement	84.299A	22-618-07000	\$ 54,140
Nevada Indian Education Enhancement	84.299A	21-618-07000	<u>38,084</u>
			<u>92,224</u>
<b>Title III, Part A</b>			
English Language Acquisition State Grants	84.365A	22-658-07000	<u>3,339</u>
<b>Title II-A, Supporting Effective Instruction, State Grants,</b>			
Teacher/Principal Training & Recruiting	84.367	22-709-07000	107,418
Teacher/Principal Training & Recruiting	84.367	21-709-07000	<u>6,250</u>
			<u>113,668</u>
<b>Title I, Part C - Migrant Education State Grant Program</b>	84.011A	22-629-07000	<u>20,723</u>
<b>Title IV School Based Mental Health Services</b>	84.184H	22-732-07000	<u>17,858</u>
<b>Title IV A Student Support and Academic Enrichment</b>	84.424A	22-715-07000	20,111
<b>Title IV A Student Support and Academic Enrichment</b>	84.424A	21-715-07000	<u>61,050</u>
			<u>81,161</u>
<b>Title IV B, 21st Century Learning Communities</b>	84.287	22-769-07000	109,175
<b>Title IV B, 21st Century Learning Communities</b>	84.287	21-769-07000	<u>73,217</u>
			<u>182,392</u>
<b>EDUCATION STABILIZATION FUND</b>			
COVID-19 - CARES Act ESSER I (Elementary and Secondary School Emergency Relief Fund) Allocation	84.425D	21-741-07000	1,178,567
COVID-19 - ARP ESSER III (Elementary and Secondary School Emergency Relief Fund) Allocation	84.425U	21-742-07000	1,490,718
COVID-19 - CARES Act ESSER Competitive - High Quality Professional Development	84.425D	21-744-07000	137,579
COVID-19 - CARES Act ESSER Competitive - Digital Instructional Materials	84.425D	21-745-07000	448,757
COVID-19 - CARES Act ESSER Competitive - Wrap Around Services	84.425D	21-746-07000	524,744
COVID-19 - ESSER II School Based Mental Health Professionals	84.425D	22-748-07000	92,390
COVID-19 - ESSER II MTSS Coaching	84.425D	22-773-07000	<u>51,848</u>
			<u>3,924,603</u>
<b>Total U.S. Department of Education</b>			<u>7,489,569</u>
<b><u>U.S. Federal Communications Commission:</u></b>			
DIRECT - Emergency Connectivity Fund Program	32.009	N/A	<u>143,909</u>
<b>Total U.S. Federal Communications Commission</b>			<u>143,909</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2022  
(Page 3 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 the Treasury:</u></b>			
<i>Passed through the State of Nevada Department of Education</i>			
<b>Coronavirus Relief Fund (CRF)</b>			
COVID-19 - Supplemental Coronavirus Relief Funding for School Districts	21.019	21-340-07000	\$ <u>949,791</u>
<b>Total U.S. Department of the Treasury</b>			<u>949,791</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>82,066</u>
<b>Total Forest Service Schools and Roads Cluster</b>			<u>82,066</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	225,543
National School Lunch Program	10.555	N-07-13	904,204
National School Lunch Program Summer Food Service Program (SFSP)	10.559	N-07-13	16,437
Fresh Fruit and Vegetable Program	10.582	22-808	29,464
National School Lunch Program - Commodities (Noncash)	10.555	E001	<u>64,600</u>
<b>Total Child Nutrition Cluster</b>			<u>1,240,248</u>
NSLP Equipment Assistance Grant	10.579	7NV300AG7	<u>27,367</u>
			<u>1,267,615</u>
<b>Total U.S. Department of Agriculture</b>			<u>1,349,681</u>
<b><u>U.S. Department of Health and Human Services:</u></b>			
<i>Passed through the State of Nevada Department of Education</i>			
COVID-19 - Epidemiology and Laboratory Capacity	93.323	22-798-07000	\$ <u>215,405</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>215,405</u>
<b>TOTAL</b>			<u>\$ <u>10,148,355</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, 2022**

**(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, 2022. 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	\$ 82,066
Major Special Revenue Funds	8,798,673
Nonmajor Special Revenue Funds	<u>1,267,616</u>
Total	<u>\$10,148,355</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, 2022 was \$1,192,256.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

***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, 2022.
- 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.
- One significant deficiency in internal control over major federal award programs was 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 unmodified 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, 2022 included:

<u>CFDA</u>	<u>Program</u>
84.425D, 84.425U	COVID-19 Education Stabilization Fund
21.019	COVID-19 Coronavirus Relief Fund
84.027, 84.173	Special Education Cluster (IDEA)
84.041	Impact Aid

- The dollar threshold used for distinguishing between Type A and Type B programs for the year ended June 30, 2022, was \$750,000.
- Humboldt County School District qualified as a low-risk auditee for the year ended June 30, 2022 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, 2022**

***Financial Statement Findings:***

None

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

**2022-001: U.S. Department of Education**

**Special Education Cluster (IDEA):**

**Special Education - Grants to States, CFDA 84.027**

**Special Education - Preschool Grants, CFDA 84.173**

**Allowable Costs/Cost Principles**

**Significant Deficiency in Internal Control Over Compliance**

*Grant Award Number:* Affects all grant awards included in the Special Education Cluster (IDEA) under CFDA 84.027 and 84.173 on the Schedule of Expenditure of Federal Awards passed through the State of Nevada Department of Education.

*Criteria:* Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform guidance) requires that charges to federal awards for salaries and wages be based on records that accurately reflect the work performed and that the system of internal controls include processes to ensure that time was spent consistent with the planned allocation.

*Condition, Cause, and Effect/ Potential Effect:* The District did not maintain evidence of internal control procedures related to ensuring that time actually spent on Local Plan, grant award 22-639-07000, was consistent with the planned activities for those individuals who started work on the project *during* the school year, which could result in unallowable costs being charged to the grant.

*Questioned Costs:* None noted.

*Context:* Based on a nonstatistical sample of all 24 employees whose salary and wage costs were charge to the Local Plan, we found that the District did not maintain documentation to support their review of actual time spent on the program for four of the employees. In all such cases, the employee began work on the program at some point after the first payroll of the year.

*Repeat Finding from Prior Year:* No

*Recommendation:* We recommend the District enhance control procedures to ensure that all payroll charges to federal grants are reviewed and documented to ensure that time charged to grants was consistent with the planned allocation.

*Views of Responsible Officials:* Management agrees with this finding and will review the internal controls over payroll charge documentation.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

*Findings and Questioned Costs for Major Federal Awards Programs (continued):*

**2022-002: U.S. Department of the Treasury  
Coronavirus Relief Fund (CRF)  
COVID-19 – Supplemental Coronavirus Relief Funding for School Districts,  
CFDA 21.019**

**Period of Performance - Noncompliance**

*Grant Award*

*Number:* 21-340-07000 passed through the State of Nevada Department of Education.

*Criteria:* The *OMB Compliance Supplement* requires that charges to federal awards consist of only allowable costs incurred during the approved budget period of a federal award's period of performance and any costs incurred before the federal awarding agency or pass-through entity made the federal award that were authorized by the federal awarding agency or pass-through entity (2 CFR sections 200.308 and 200.309).

*Condition, Cause, and Effect/  
Potential Effect:* While the District's expenditures for the program are consistent with the March 1, 2020 through December 31, 2021 Period of Performance for this federal program, the expenditures charged occurred prior to the date of sub-grant award provided by the State of Nevada Department of Education. The subgrant award states that the Period of Performance for the Sub-grant award would be December 10, 2021 – December 31, 2021, and was signed by the pass-through entity on December 21, 2021. Prior to acceptance, the District informed the pass-through entity that they intended to use the funds as reimbursement for costs incurred during July through October of 2021, and pass-through entity personnel verbally assured District management that this would be acceptable. However, the pass-through entity did not amend the sub-grant period of performance, resulting in non-compliance with the sub-grant award.

*Questioned Costs:* None noted.

*Context:* Based on a nonstatistical sample of all costs charged to the program, it was found that all costs were incurred prior to the sub-grant award period. This was an isolated instance resulting from a unique situation that arose and was out of the District's control, and is not the result of a systematic problem.

*Repeat Finding from Prior Year:* No

*Recommendation:* We recommend that the District obtain written documentation of any promised revisions to sub-grant awards prior to expending funds from the pass-through entity in the future.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2022**

***Findings and Questioned Costs for Major Federal Awards Programs (continued):***

*Views of  
Responsible  
Officials:*

Management agrees with this finding, however, since this was an un-corrected administrative error on the part of the pass-through entity, and not due to actions of District management, we were not able to avoid spending outside the narrow sub-grant's period of performance.

**HUMBOLDT COUNTY SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2022**

***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, 2022, 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, 2021.

PRIOR YEAR RECOMMENDATIONS

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

CURRENT YEAR RECOMMENDATIONS

Current year audit recommendations are included in the Schedule of Findings and Questioned Costs.

*Drake Rose & Associates, LLC*

Winnemucca, Nevada  
November 30, 2022