

**HUMBOLDT COUNTY
SCHOOL DISTRICT
JUNE 30, 2020**

HUMBOLDT COUNTY SCHOOL DISTRICT ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2020

TABLE OF CONTENTS

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

HUMBOLDT COUNTY SCHOOL DISTRICT ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2020

TABLE OF CONTENTS

Notes to Financial Statements	23-54
-------------------------------	-------

Required Supplementary Information:

Schedule of Changes in Total OPEB Liability and Related Ratios	55
Schedule of the District's Proportionate Share of the Net Pension Liability – Public Employees' Retirement System of Nevada	56
Schedule of the District's Contributions - Public Employees' Retirement System of Nevada	57
Notes to Required Supplementary Information	58

Other Supplementary Information:

Combining and Individual Fund Statements and Schedules:

Governmental Funds:

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for General Fund	59-63
Major Special Revenue Funds:	
Special Education Fund	64-65
Federal Grants Fund	66-70
State Grants Fund	71-74

Nonmajor Governmental Funds:

Combining Balance Sheet	75
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	76

Special Revenue Funds:

Nonmajor Special Revenue Funds:

Combining Balance Sheet	77-78
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	79-80
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual for	
Adult Education Fund	81
Class Size Reduction Fund	82
Food and Nutrition Fund	83
Gifts and Donations Fund	84-85
Nevada Education Funding Plan Fund	86-87

HUMBOLDT COUNTY SCHOOL DISTRICT ANNUAL FINANCIAL REPORT FISCAL YEAR ENDED JUNE 30, 2020

TABLE OF CONTENTS

Debt Service Funds:

Major Debt Service Fund:

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	88
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Capital Projects Funds:

Nonmajor Capital Projects Fund:

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

Proprietary Funds:

Internal Service Fund:

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

Fiduciary Funds:

Private Purpose Trust Fund

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

Student Activity Agency Funds

Combining Statement of Changes in Assets and Liabilities	104-105
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**HUMBOLDT COUNTY SCHOOL DISTRICT
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2020**

TABLE OF CONTENTS

COMPLIANCE SECTION

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

AUDITOR'S COMMENTS

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



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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Humboldt County School District, Humboldt County, Nevada (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Special Education Fund, Federal Grants Fund, and the State Grants Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4a through 4m, budgetary comparison information on pages 14 through 17, and the schedules related to other post-employment benefits and pensions beginning on page 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, the auditor's comments for the year ended June 30, 2020, and the schedule of expenditures of federal awards as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (*Uniform Guidance*), are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to, the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with

auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, including budgetary comparisons, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2020, 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 Ross & Associates, LLC

Winnemucca, Nevada
October 23, 2020

**Humboldt County School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020**

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, 2020, Government-wide Net Position was at (\$13.2) million, up \$2.9 million from the beginning balance of (\$16.1) million.
- The District's total revenues were \$48.6 million. The greatest revenue sources included property tax (Ad Valorem) at \$12.9 million, local school support taxes (sales tax) at \$12.7 million, non-restricted state aid at \$9.4 million, and operating grants and contributions at \$9.5 million. The Governmental Services taxes were \$1.7 million.
- The District's total expenses increased from \$44.5 million to \$45.7 million. The greatest expenses were in regular instruction at \$20 million, special education instruction at \$5.4 million, and operation and maintenance at \$5.5 million.
- Net capital assets increased from \$30.5 million to \$30.9 million. The major additions to the District's capital assets were HVAC projects, Electrical Upgrade projects, Exterior building resurfacing projects and Playground installations. 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 \$2.3 million is included in the government-wide statements.
- The District's General Fund ending balance is \$7,167,310, which represents a \$0.9 million increase from the previous year's ending fund balance of \$6,231,373. This increase in ending fund balance is the result of an increase in overall revenue of \$1.8 million and a slight decrease in expenses over the prior year.

Government-wide Financial Statements

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

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

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

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

Fund Financial Statements

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

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

The focus of the governmental fund statements is on major funds. The District has 13 individual governmental funds of which the General Fund, Special Education Fund, Federal Grants Fund, State 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 eight non-major governmental funds are combined into a single aggregated presentation in these statements. Individual fund data for each of these non-major funds is reported in combining statements in this report.

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

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

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

Notes to the Financial Statements

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

Other

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

The following table illustrates the changes in net position in the fiscal year ending in June 2020. 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

	2020	2019
Assets		
Current and other assets	\$17,275,317	\$15,270,957
Net capital assets	30,901,973	30,578,302
Total assets	48,177,290	45,789,259
Deferred Outflows of Resources		
Related to pension liabilities	12,582,947	11,705,998
Other postemployment benefits related amounts	1,226,248	457,656
Total deferred outflows of resources	13,809,195	12,163,654
Liabilities		
Current liabilities	6,499,068	6,536,386
Long-term liabilities	57,648,648	58,084,731
Total liabilities	64,147,716	64,621,117
Deferred Inflows of Resources		
Related to pension liabilities	8,994,395	9,060,167
Other postemployment benefits related amounts	2,070,081	372,777
Total deferred inflows of resources	11,064,476	9,432,944
Net Position		
Invested in capital assets, net of related debt	29,067,973	28,440,302
Restricted	7,251,227	5,077,597
Unrestricted	(49,544,907)	(49,619,047)
Total Net Position	(\$13,225,707)	(\$16,101,148)

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 \$13.2 million on June 30, 2020. 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 decreased the District's net position by \$2.9 million. The details of the changes are noted in the following table:

HUMBOLDT COUNTY SCHOOL DISTRICT CHANGE IN NET POSITION

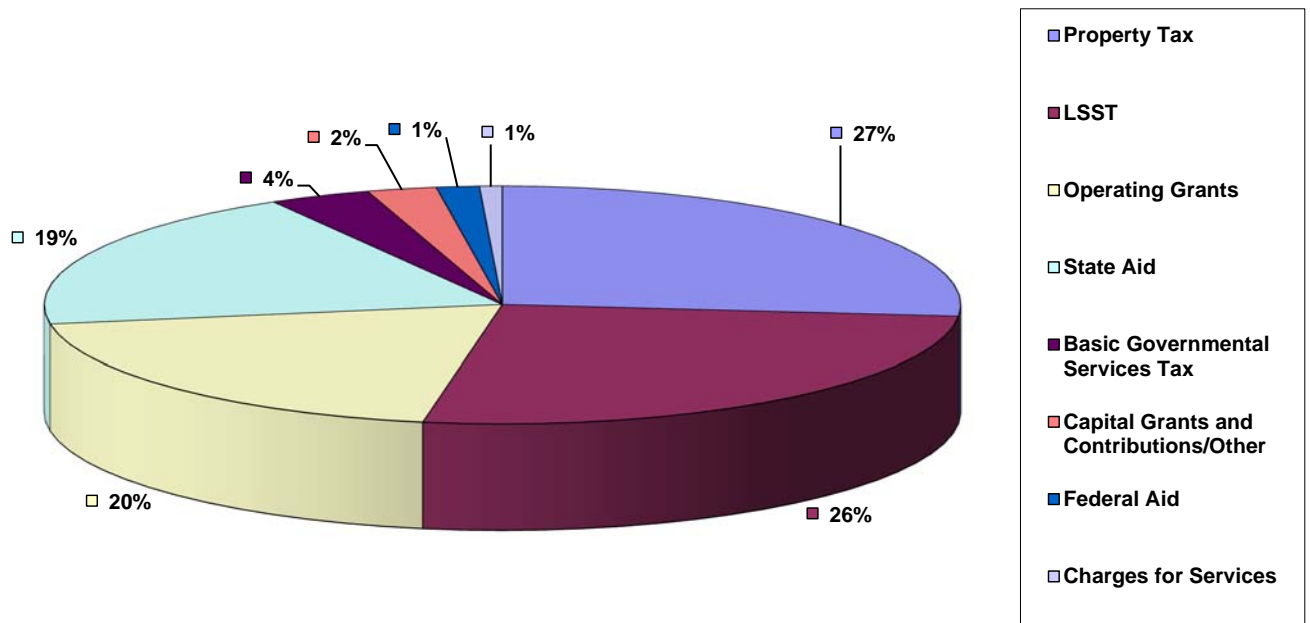
	<u>2020</u>	<u>2019</u>
Revenues		
Program revenues:		
Charges for services	\$ 272,632	\$ 366,969
Operating grants and contributions	9,513,484	10,520,160
Capital Grants and Contributions	1,122,951	65,606
General revenues:		
Property taxes	12,902,404	11,550,583
Local school support taxes	12,718,204	11,937,770
Government service taxes	1,740,036	1,810,427
Unrestricted investment earnings	118,739	148,262
State aid not restricted to specific purposes	9,368,153	9,186,736
Federal aid not restricted to specific purposes	734,750	826,498
Other	67,266	433,555
Total revenues	<u>\$ 48,558,619</u>	<u>\$ 46,846,566</u>
Expenses		
Instruction:		
Regular instruction	20,001,050	20,229,370
Special instruction	5,421,932	5,586,204
Vocational instruction	1,207,650	1,105,057
Other instruction	1,544,345	1,254,823
Co-curricular/athletics	676,262	690,982
Adult education	120,634	145,446
Community service	95,725	54,683
Support services:		
Student support	1,636,557	1,045,940
Instructional staff support	977,565	855,327
General administration	1,264,187	1,268,008
School administration	3,041,113	2,798,657
Administration support	905,212	730,368
Operation and maintenance	5,456,201	5,009,316
Student transportation	1,216,607	1,026,803
Facilities acquisition and construction	966,158	1,463,764
Other support	11,955	18,734
Food services	1,084,298	1,128,920
Interest on long-term debt	55,727	124,978
Total expenses	<u>\$ 45,683,178</u>	<u>\$ 44,537,380</u>
Increase/(Decrease) in Net Position	\$ 2,875,441	\$ 2,309,186
Net Position July 1	<u>\$ (16,101,148)</u>	<u>\$ (18,410,334)</u>
Net Position June 30	<u>\$ (13,225,707)</u>	<u>\$ (16,101,148)</u>

Total Revenues: Total revenue increased 3.7% when compared to the previous year’s revenue. General revenues mainly comprised of taxes, federal aid, unrestricted state aid, local sources and investment earnings, represented 77.5% of total revenue. Program revenues are revenues directly related to service activities of a function and include charges for services, grants and contributions, and related investment earnings, when restricted for use in programs.

General Revenues: General revenues increased by 4.9% from the prior fiscal year due mostly to increased taxes.

Program Revenues: Program revenues related to specific functions provided approximately 22.5% of the resources necessary to pay costs of providing program services. Program revenues are generally grant funding with limited longevity. The remaining program costs were financed from general revenues.

REVENUES BY SOURCE – GOVERNMENTAL ACTIVITIES



Governmental Activities

- The largest revenue sources for the District are property taxes (Ad Valorem), Local School Support Taxes (LSST) and Operating grants. These funds comprised 72.4% of total revenues.
- Combined Ad Valorem taxes increased by 11.7% from the prior year. Property tax Ad Valorem decreased by 3.9% while net mine proceeds increased from \$2.6 million to \$4 million.

- Local School Support Taxes (LSST) increased by 6.5% in response to increased taxable sales.
- State revenue, as provided through the Nevada Plan (State aid guaranteed funding), increased to \$9.4 million from \$9.2 million last year funding as a result of increased per pupil funding levels and the formula used to calculate DSA.

FINANCIAL ANALYSIS OF THE DISTRICT’S MAJOR FUNDS

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

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

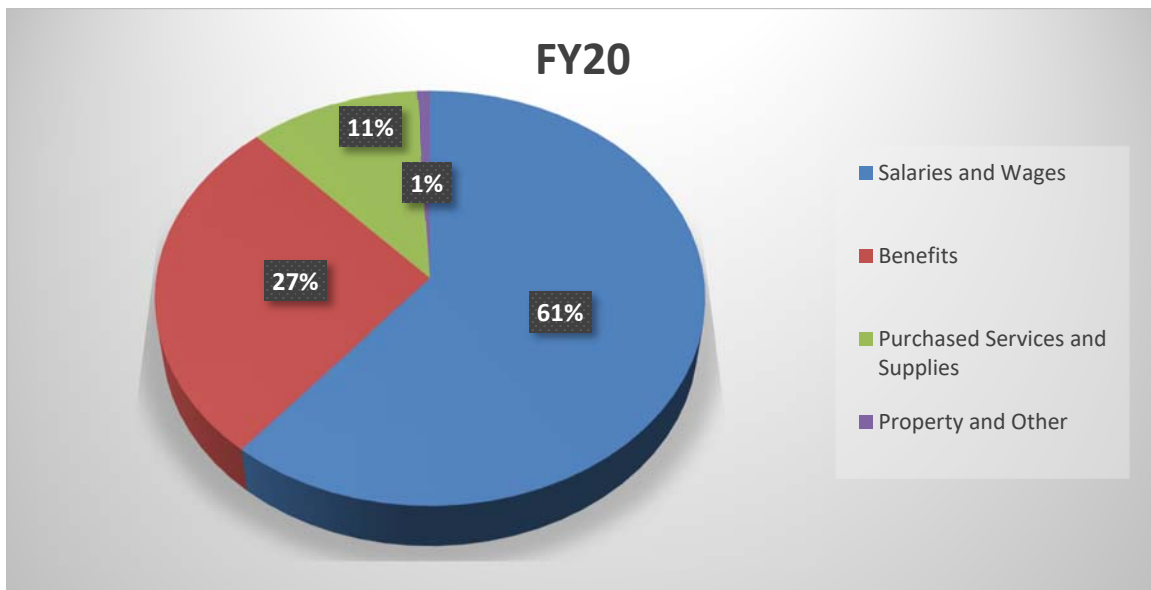
As of the current fiscal year, the District’s governmental funds provide combined ending fund balances of \$9.6 million, up from \$7.9 million last year.

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>2020</u>	<u>2019</u>
Salaries	\$ 21,629,665	\$ 21,123,878
Benefits	9,630,758	9,417,051
Purchased Services	1,511,748	1,645,117
Supplies	2,391,719	2,757,646
Property	191,666	283,256
Other	109,070	113,240
Totals	<u>\$ 35,464,626</u>	<u>\$ 35,340,188</u>

GENERAL AND SPECIAL EDUCATION FUNDS EXPENDITURES BY TYPE



- Salaries and wages comprise 61% of total expenditures. School Districts by their nature are labor intensive requiring a significant proportion of available funds.
- Employee benefits average 44.5% of salaries and wages and 27.2% of total expenditures. Benefits include contributions on the behalf of employees for retirement (Public Employees Retirement), health insurance, Medicare, life insurance and workers' compensation.
- Purchased services, supplies, other, and property comprise 11.9% of total expenditures.

The General Fund is the primary operating fund of the District. At the conclusion of the 2020 fiscal year, the unrestricted fund balance of the General Fund was \$3.1 million compared to \$3.6 million in the prior year and total fund balance was \$7.17 million compared to \$6.2 million in the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 9.9% of total fund expenditures while total fund balance represents 23.1% of that same amount.

The fund balance within the General Fund increased by \$0.9 million because of revenues exceeding expenditures and transfers out.

The Special Education Fund accounts for resources (state-aid, Medicaid, and transfers from the General Fund) used to provide special education to eligible students. Resources and transfers totaled \$4.4 million; expenditures totaled \$4.4 million. Transfers from the general fund in the amount of \$2.4 million accounted for 54.5% of the resources in the fund. State aid totaled \$1.9 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 \$3.2 million.

The State 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, Pre-K, Early Childhood, and special programs. The State Grants Fund had total revenue of just over \$3.8 million.

The Debt Service Fund has a total fund balance of \$0.8 million, all of which is restricted for the payment of debt service and use in capital projects. There was a slight decrease in the fund balance of \$0.1 million due to more transfers out for bond projects. A total of \$1.9 million was transferred to the District Bond Capital Projects fund for approved capital improvements and updates. The debt service fund's balance equals approximately four years' debt service requirement. The minimum fund balance required by state regulation is one year's requirement.

District Bond Initiative Fund is utilized in support of capital improvements and repairs. Funding is generated through the HC 1 bond proceeds. Funds are supported through voter approved property tax rate of 13.5 cents per \$100 of assessed valuation. This initiative has been approved by the voters through 2018 and extended to 2028 as a result of SB207 of the 2015 legislature session. Total expenditures were identified as \$1,340,264, with a fund balance of \$623,924 identified as of June 30th to support ongoing projects.

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 eighth year of operating the fund, revenues exceeded expenses, resulting in an ending net position of \$1,487,671.

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

GENERAL FUND BUDGETARY HIGHLIGHTS

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

The District augmented the budget on December 10, 2019 to reflect actual enrollment and other adjustments in anticipated resources. The District again amended/augmented the budget on June 23, 2020. 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 represents the first year in which a shift in this funding mechanism was implemented. In reviewing the impact for Humboldt County School District during 2019-2020, the district saw an overall decrease in weighted enrollment of 22.43 students from the projected enrollment figure used for budgetary purposes.

Upon completion of the Final Financial Audit, as well as with an understanding of enrollment figures under the ADE calculation, the district takes the opportunity to adjust the final budget as part of the December August. At this time, budgeted resources showed an increase by a net total of \$4.7 million from the original budget with the majority to reflect the anticipation of increased state revenue and adjust opening fund balances. Budgets were adjusted to reflect grant funding approved by grantor agencies and donations received from private parties.

While most revenue is fairly predictable, net proceeds of minerals (NPM) for the preceding fiscal year is not certified by the Department of Taxation until April 20th of the subsequent year. In response, state statute (NRS 387.195) was enacted requiring school districts to restrict current year net proceeds revenue for subsequent year expenditures. This year the District received \$4 million in net mine proceeds, which accounted for 56% of the overall \$7.2 million ending fund balance.

State DSA reflected a budgeted increase of \$1,188,586. Overall, actual revenue was less than the final budgeted resources in the general fund for all sources by \$116,942 or 0.3%. The general fund actual expenditures were 9.3% below appropriations compared to 6.1% last year.

Capital Assets and Debt Administration

Capital Assets

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

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

	<u>2020</u>	<u>2019</u>
Land	\$ 1,215,700	\$ 1,215,700
Construction in progress	263,167	664,020
Buildings and improvements	21,715,139	21,720,921
Site improvements	1,649,154	1,697,696
Machinery and equipment	<u>6,058,813</u>	<u>5,219,965</u>
Total	<u>\$ 30,901,973</u>	<u>\$ 30,518,302</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>2020</u>	<u>2019</u>
General Obligation Bonds	\$ 1,759,000	\$ 1,931,000
Medium Term Bonds	\$ <u>75,000</u>	\$ <u>147,000</u>
Total	<u>\$ 1,834,000</u>	<u>\$ 2,078,000</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. The District's funding primarily comes from local ad valorem, sales and government services taxes. Additionally, the State provides a basic support guarantee through a per pupil funding basis. With this background, the following factors are provided:

The state of Nevada, and Humboldt County School District in particular, are in the middle of significant economic and pandemic impacts. At the local level, the recent merger of Newmont and Barrick, creating Nevada Gold Mines (NGM) has strengthened the local gold-producing ventures which support Humboldt County. Combined with increased gold prices (@\$1,900 per ounce), HCSD benefits from the Net Proceeds of Minerals portion of the Nevada Plan providing strong revenues.

In addition, progress is being made with the approval of Lithium Nevada, which once completed and approved, will create the largest Lithium Mine in the United States, supplying the nation's lithium needs for generations to come. This project, with anticipated construction starting in 2021, will ultimately bring over 300 high skill, high wage positions to our community. This will also directly impact support business and industry necessary to support this influx of employees. Not only does this project increase potential enrollment, but also tax revenues supporting the district and community.

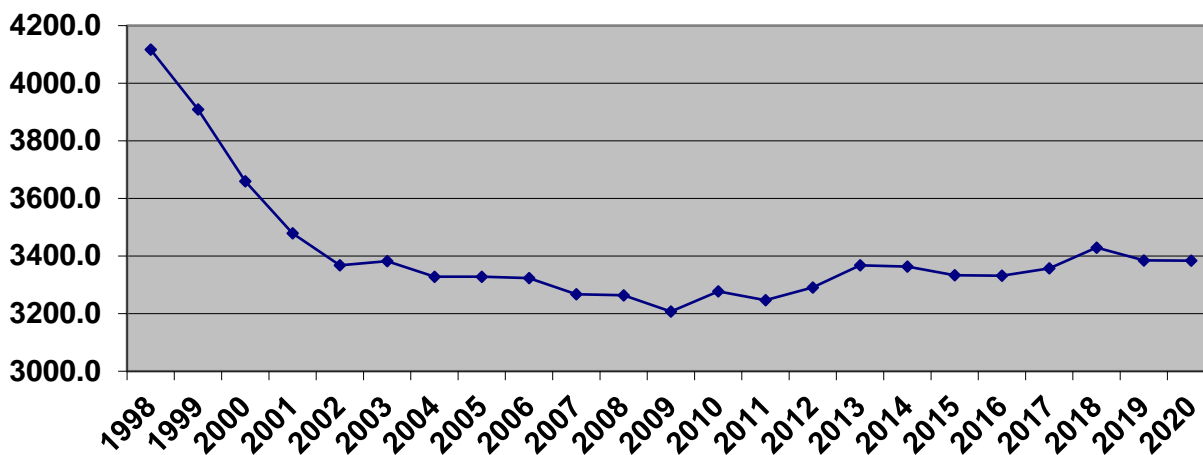
Despite the positive economic indicators locally, the COVID-19 pandemic has caused international and state challenges that could adversely affect state education funds. During the 4th quarter of FY20, HCSD reverted over \$400,000 of unexpended state grant funds to assist the state in closing a significant budget gap as a result of Nevada's economy closing down for several months. This fiscal impact continued into FY21 with a significant portion of state grant funds being eliminated from school district revenue streams. Though state grant funds were significantly

reduced, HCSD has been fortunate to be successful in securing various other state and federal grants which have eclipsed the amount reduced, covering the district’s needs. Many of the grants were approved for a two year period, providing critical assistance through the 21-22 school year.

As noted in the prior year’s MDA, the 2019 legislative session saw the approval of SB 543, which will significantly alter the current “Nevada Plan” and introduce what is known as the “Pupil Centered Funding Plan” (PCFP). The PCFP is scheduled to be effective July 1, 2021. The impact of the current economic down turn leaves a number of questions in regards to how the roll out of the new formula will occur and will be a discussion point during the 2021 legislative session. In the meantime, HCSD is preparing for a transition from the Nevada Plan to the PCFP. Final impacts of this new formula remain uncertain, however, the most recent analysis indicate positive impacts for the district.

Despite a general flat economic market in Humboldt County, HCSD is seeing a slight decreased trend in enrollment figures. The district closed out the 2019-2020 school year slightly lower than at the start, as previously noted, and the 2020-2021 school year has noted a continued slight reduction in enrollment figures. At the height of growth within the school district, a count day weighted enrollment of 4,117 was identified in 1998. By comparison, the average weighted enrollment during fiscal year 2020 was 3,383.77. Over a 22-year period, this reflects a decrease in weighted student enrollment of 733.23 students.

WEIGHTED COUNT DAY COMPARISON BY YEAR



The guaranteed basic support per pupil revenue amount as provided through the State’s Distributive School Account (DSA) was \$7,431 resulting in an increase of \$107 per pupil from the previous year final DSA allocation of \$7,324. The District was funded at an average weighted count of 3,383.77, a decrease of 0.81 in enrollment population from the prior year.

Presentation of final DSA numbers is of significance for several reasons: under NRS and in accordance with negotiated agreements with local bargaining groups, any reduction in personnel must be determined no later than May 1st; 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, 2020**

		<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS		
Current assets:		
Cash and investments	\$	12,738,862
Receivables:		
Ad valorem taxes		79,034
Interest		4,805
Other		64,457
Intergovernmental receivable		4,135,730
Inventories		76,529
Total current assets		<u>17,099,417</u>
Noncurrent assets:		
Restricted cash		175,900
Capital assets not being depreciated:		
Land		1,215,700
Construction in progress		263,167
Other capital assets, net of depreciation		29,423,106
Total noncurrent assets		<u>31,077,873</u>
Total assets		<u>48,177,290</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension-related amounts		12,582,947
Other postemployment benefits-related amounts		1,226,248
Total deferred outflows of resources		<u>13,809,195</u>
LIABILITIES		
Current liabilities:		
Accounts payable		459,487
Claims liabilities		30,000
Accrued liabilities		4,414,638
Interest payable		13,287
Intergovernmental payable		1,071,399
Unearned revenues		44,276
Current portion of long-term obligations		465,981
Total current liabilities		<u>6,499,068</u>
Noncurrent liabilities:		
General obligation bonds payable		1,834,000
Accrued compensated absences		1,335,979
Net pension liability		45,036,816
Other postemployment benefits (OPEB) liability		9,907,834
Less: current portion of long-term obligations		(465,981)
Total noncurrent liabilities		<u>57,648,648</u>
Total liabilities		<u>64,147,716</u>
		(CONTINUED)

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2020**

		<u>GOVERNMENTAL ACTIVITIES</u>
DEFERRED INFLOWS OF RESOURCES		
Pension-related amounts	\$	8,994,395
Other postemployment benefits-related amounts		2,070,081
Total deferred inflows of resources		<u>11,064,476</u>
NET POSITION		
Net investment in capital assets		29,067,973
Restricted for:		
Capital projects		797,484
Debt service		790,699
Self-insured programs		1,570,005
Other purposes		4,093,039
Unrestricted (deficit)		<u>(49,544,907)</u>
Total net position (deficit)	\$	<u><u>(13,225,707)</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2020**

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	
Governmental activities:					
Instruction:					
Regular instruction	\$ 20,001,050	\$ 66,652	\$ 3,661,947	\$ -	\$ (16,272,451)
Special instruction	5,421,932	-	3,131,454	-	(2,290,478)
Vocational instruction	1,207,650	-	101,953	-	(1,105,697)
Other instruction	1,544,345	-	534,675	-	(1,009,670)
Co-Curricular	676,262	10,795	10,807	-	(654,660)
Adult education	120,634	-	116,893	-	(3,741)
Community service	95,725	-	97,766	-	2,041
Total instruction	<u>29,067,598</u>	<u>77,447</u>	<u>7,655,495</u>	<u>-</u>	<u>(21,334,656)</u>
Support services:					
Student support	1,636,557	-	424,718	-	(1,211,839)
Instructional staff support	977,565	-	83,844	448,811	(444,910)
General administration	1,264,187	-	27,674	-	(1,236,513)
School administration	3,041,113	-	73,673	-	(2,967,440)
Admin support	905,212	-	25,517	-	(879,695)
Operation and maintenance	5,456,201	-	332,278	422,119	(4,701,804)
Student transportation	1,216,607	-	-	252,021	(964,586)
Facilities acquisition and construction	966,158	-	-	-	(966,158)
Other support	11,955	-	11,955	-	-
Food service operations	1,084,298	195,185	878,330	-	(10,783)
Interest on long-term debt	55,727	-	-	-	(55,727)
Total support	<u>16,615,580</u>	<u>195,185</u>	<u>1,857,989</u>	<u>1,122,951</u>	<u>(13,439,455)</u>
Total governmental activities	<u>\$ 45,683,178</u>	<u>\$ 272,632</u>	<u>\$ 9,513,484</u>	<u>\$ 1,122,951</u>	<u>(34,774,111)</u>

General revenues:

Property taxes, levied for general purposes	\$ 10,931,065
Property taxes, levied for debt service	1,971,339
Local school support taxes	12,718,204
Government service taxes for general purposes	1,433,938
Government service taxes for capital purposes	306,098
Interest earnings	118,739
State aid not restricted to specific purposes	9,368,153
Other local sources - general	51,729
Other local sources - other	15,537
Federal aid not restricted to specific purposes	734,750

Total general revenues 37,649,552

Change in Net Position 2,875,441

NET POSITION (DEFICIT) - JULY 1 (16,101,148)

NET POSITION (DEFICIT) - JUNE 30 \$ (13,225,707)

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2020**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>FEDERAL GRANTS FUND</u>
ASSETS			
Cash and investments	\$ 8,156,103	\$ 597,440	\$ 16,249
Receivables:			
Ad valorem taxes	66,978	-	-
Interest	-	-	-
Other	2,246	-	-
Due from other funds	880,689	41,487	34
Intergovernmental receivable	2,465,927	-	774,676
Inventories	66,832	-	-
Cash and investments - restricted	-	-	-
	<hr/>	<hr/>	<hr/>
Total assets	\$ <u>11,638,775</u>	\$ <u>638,927</u>	\$ <u>790,959</u>
LIABILITIES			
Accounts payable	\$ 296,326	\$ 3,434	\$ 39,742
Accrued liabilities	3,109,460	635,466	201,217
Due to other funds	43,415	27	550,000
Intergovernmental payable	955,286	-	-
Unearned revenues	-	-	-
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>4,404,487</u>	<u>638,927</u>	<u>790,959</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue - property taxes	<u>66,978</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Nonspendable:			
Inventories	66,832	-	-
Restricted for:			
NRS 387.1235 - net proceeds of mines	4,016,510	-	-
NRS 350.020 - debt service	-	-	-
NRS 387.328 - capital projects	-	-	-
Committed to:			
Other capital projects	328,277	-	-
Assigned to:			
Food service	-	-	-
Special projects	-	-	-
Other capital projects	-	-	-
Unassigned	<u>2,755,691</u>	<u>-</u>	<u>-</u>
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>7,167,310</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows, and fund balances	\$ <u>11,638,775</u>	\$ <u>638,927</u>	\$ <u>790,959</u>

See accompanying notes.

<u>STATE GRANTS FUND</u>	<u>DEBT SERVICE FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 8,263	\$ 604,849	\$ 1,803,398	\$ 11,186,302
-	12,056	-	79,034
-	-	4,805	4,805
10,000	-	4,766	17,012
1,909	-	12	924,131
762,957	11,181	120,989	4,135,730
-	-	9,697	76,529
-	175,900	-	175,900
<u>\$ 783,129</u>	<u>\$ 803,986</u>	<u>\$ 1,943,667</u>	<u>\$ 16,599,443</u>
\$ 27,155	\$ -	\$ 92,830	\$ 459,487
258,083	-	210,412	4,414,638
300,689	-	30,000	924,131
2,559	-	113,554	1,071,399
2,605	-	41,671	44,276
<u>591,091</u>	<u>-</u>	<u>488,467</u>	<u>6,913,931</u>
<u>-</u>	<u>12,056</u>	<u>-</u>	<u>79,034</u>
-	-	9,697	76,529
-	-	-	4,016,510
-	791,930	-	791,930
-	-	797,484	797,484
-	-	62,663	390,940
-	-	56,701	56,701
192,038	-	20,000	212,038
-	-	508,655	508,655
-	-	-	2,755,691
<u>192,038</u>	<u>791,930</u>	<u>1,455,200</u>	<u>9,606,478</u>
<u>\$ 783,129</u>	<u>\$ 803,986</u>	<u>\$ 1,943,667</u>	<u>\$ 16,599,443</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2020**

Total Fund Balances for Governmental Funds	\$	9,606,478
<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	\$ 71,889,601	
Less accumulated depreciation	<u>(40,987,628)</u>	30,901,973
<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)		(9,907,834)
Net pension asset (liability)		(45,036,816)
<p>Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.</p>		
Governmental bonds payable	(1,834,000)	
Compensated absences	<u>(1,335,979)</u>	(3,169,979)
Interest payable		(13,287)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.</p>		
		79,034
<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		12,582,947
Deferred inflows of resources related to pensions		(8,994,395)
Deferred outflows of resources related to other postemployment benefits		1,226,248
Deferred inflows of resources related to other postemployment benefits		(2,070,081)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds are reported with governmental activities.</p>		
		<u>1,570,005</u>
Total Net Position of Governmental Activities	\$	<u><u>(13,225,707)</u></u>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2020**

	GENERAL FUND	SPECIAL EDUCATION FUND	FEDERAL GRANTS FUND
REVENUES			
Local sources	\$ 25,205,750	\$ -	-
State sources	9,181,115	1,940,936	-
Federal sources	77,712	48,309	3,213,873
	<u>34,464,577</u>	<u>1,989,245</u>	<u>3,213,873</u>
Total revenues	<u>34,464,577</u>	<u>1,989,245</u>	<u>3,213,873</u>
EXPENDITURES			
Current:			
Regular programs	15,701,561	-	855,960
Special programs	-	4,380,732	1,195,614
Vocational programs	1,064,877	-	34,929
Other instructional programs	1,082,540	-	102,651
Co-curricular/athletic programs	650,375	-	-
Adult education programs	-	-	-
Community services programs	-	-	12,912
Undistributed expenditures:			
Student support	1,270,222	-	74,901
Instructional staff support	848,328	-	10,433
General administration	1,272,237	-	22,893
School administration	3,076,143	-	73,673
Administrative support	711,072	-	111,466
Operation and maintenance	4,103,674	-	466,420
Student transportation	1,225,528	-	252,021
Food service programs	-	-	-
Facilities acquisition and construction service	-	-	-
Other support services	-	-	-
Debt service:			
Principal	72,000	-	-
Interest	5,337	-	-
	<u>31,083,894</u>	<u>4,380,732</u>	<u>3,213,873</u>
Total expenditures	<u>31,083,894</u>	<u>4,380,732</u>	<u>3,213,873</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,380,683</u>	<u>(2,391,487)</u>	<u>-</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	2,391,487	-
Transfers out	(2,444,746)	-	-
	<u>(2,444,746)</u>	<u>2,391,487</u>	<u>-</u>
Total other financing sources (uses)	<u>(2,444,746)</u>	<u>2,391,487</u>	<u>-</u>
Net change in fund balances	935,937	-	-
FUND BALANCES, July 1	<u>6,231,373</u>	<u>-</u>	<u>-</u>
FUND BALANCES, June 30	<u>\$ 7,167,310</u>	<u>\$ -</u>	<u>-</u>

See accompanying notes.

<u>STATE GRANTS FUND</u>	<u>DEBT SERVICE FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ -	\$ 1,974,778	\$ 731,303	\$ 27,911,831
3,827,944	-	1,472,203	16,422,198
-	-	875,117	4,215,011
<u>3,827,944</u>	<u>1,974,778</u>	<u>3,078,623</u>	<u>48,549,040</u>
1,726,294	-	1,129,948	19,413,763
4,555	-	12,954	5,593,855
65,568	-	1,456	1,166,830
258,742	-	173,282	1,617,215
-	-	10,807	661,182
-	-	116,893	116,893
-	-	84,854	97,766
310,628	-	39,189	1,694,940
522,222	-	-	1,380,983
-	-	4,781	1,299,911
-	-	-	3,149,816
-	-	92,700	915,238
752,897	-	544,257	5,867,248
-	-	-	1,477,549
-	-	1,101,416	1,101,416
-	-	966,158	966,158
-	-	11,955	11,955
-	172,000	-	244,000
-	52,910	-	58,247
<u>3,640,906</u>	<u>224,910</u>	<u>4,290,650</u>	<u>46,834,965</u>
<u>187,038</u>	<u>1,749,868</u>	<u>(1,212,027)</u>	<u>1,714,075</u>
-	-	1,927,700	4,319,187
-	(1,874,441)	-	(4,319,187)
-	(1,874,441)	1,927,700	-
187,038	(124,573)	715,673	1,714,075
5,000	916,503	739,527	7,892,403
<u>\$ 192,038</u>	<u>\$ 791,930</u>	<u>\$ 1,455,200</u>	<u>\$ 9,606,478</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, 2020**

Net Change in Fund Balances - Governmental Funds	\$	1,714,075
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.</p>		
Expenditures for capital assets	\$ 2,724,373	
Less current year depreciation	<u>(2,323,659)</u>	400,714
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statements.</p>		
Donated capital assets		1,751
<p>Repayment of debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.</p>		
		244,000
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due and thus requires current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.</p>		
		2,520
<p>Because some property taxes will not be collected in time to pay for obligations of the current period, they are not considered available revenues in the governmental funds and are instead reported as deferred revenues. These revenues are accounted for as revenue in the statement of activities.</p>		
		7,828
<p>Governmental funds report pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.</p>		
District pension contributions	3,402,457	
Cost of pension benefits earned	(2,280,382)	
District OPEB contributions	439,514	
Cost of OPEB benefits earned	<u>(1,218,902)</u>	342,687
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Obsolete assets	(18,794)	
Change in long-term compensated absences	<u>(87,535)</u>	(106,329)
<p>Internal service funds are used by management to charge the costs of certain insurance activities to individual funds. The net revenue of the internal service funds is reported with governmental activities.</p>		
		<u>268,195</u>
Change in Net Position of Governmental Activities	\$	<u><u>2,875,441</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
Local sources	\$ 22,495,052	\$ 24,190,943	\$ 25,205,750	\$ 1,014,807
State sources	9,124,278	10,312,864	9,181,115	(1,131,749)
Federal sources	-	77,712	77,712	-
	<u>31,619,330</u>	<u>34,581,519</u>	<u>34,464,577</u>	<u>(116,942)</u>
EXPENDITURES				
Regular programs	16,169,874	17,025,474	15,701,561	1,323,913
Vocational programs	970,167	1,086,152	1,064,877	21,275
Other instructional programs	907,817	1,111,160	1,082,540	28,620
Co-curricular/athletic programs	742,573	780,103	650,375	129,728
Undistributed expenditures:				
Student support	1,445,566	1,481,217	1,270,222	210,995
Instructional staff support	914,126	1,057,986	848,328	209,658
General administration	1,342,503	1,383,301	1,272,237	111,064
School administration	3,107,100	3,177,159	3,076,143	101,016
Administrative support	597,346	731,594	711,072	20,522
Operation and maintenance	4,450,304	4,572,661	4,103,674	468,987
Student transportation	1,392,540	1,782,086	1,225,528	556,558
Debt service:				
Principal	72,000	72,000	72,000	-
Interest	5,341	5,341	5,337	4
	<u>32,117,257</u>	<u>34,266,234</u>	<u>31,083,894</u>	<u>3,182,340</u>
Excess (deficiency) of revenues over (under) expenditures	(497,927)	315,285	3,380,683	3,065,398
OTHER FINANCING SOURCES (USES)				
Transfers out	(2,359,074)	(2,535,282)	(2,444,746)	90,536
Net change in fund balance	(2,857,001)	(2,219,997)	935,937	3,155,934
FUND BALANCE, July 1	<u>5,308,638</u>	<u>6,231,373</u>	<u>6,231,373</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ 2,451,637</u>	<u>\$ 4,011,376</u>	<u>\$ 7,167,310</u>	<u>\$ 3,155,934</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, 2020**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
State sources	\$ 1,773,408	\$ 1,941,039	\$ 1,940,936	\$ (103)
Federal sources	75,000	56,687	48,309	(8,378)
Total revenues	<u>1,848,408</u>	<u>1,997,726</u>	<u>1,989,245</u>	<u>(8,481)</u>
EXPENDITURES				
Special programs	<u>4,144,503</u>	<u>4,479,749</u>	<u>4,380,732</u>	<u>99,017</u>
Excess (deficiency) of revenues over expenditures	(2,296,095)	(2,482,023)	(2,391,487)	90,536
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>2,296,095</u>	<u>2,482,023</u>	<u>2,391,487</u>	<u>(90,536)</u>
Net change in fund balance	-	-	-	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<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, 2020**

	BUDGET		ACTUAL	VARIANCE TO FINAL BUDGET
	ORIGINAL	FINAL		
REVENUES				
Federal sources	\$ 3,654,328	\$ 3,855,552	\$ 3,213,873	\$ (641,679)
EXPENDITURES				
Regular programs	1,434,782	1,038,760	855,960	182,800
Special programs	1,247,089	1,391,098	1,195,614	195,484
Vocational programs	21,727	36,196	34,929	1,267
Other instructional programs	115,266	199,699	102,651	97,048
Community services programs	52,086	13,412	12,912	500
Undistributed expenditures:				
Student support	-	74,901	74,901	-
Instructional staff support	17,552	10,433	10,433	-
General administration	20,800	22,893	22,893	-
School administration	87,157	73,676	73,673	3
Administrative support	125,621	111,466	111,466	-
Operation and maintenance	454,981	466,420	466,420	-
Student transportation	73,848	416,598	252,021	164,577
Food services	3,419	-	-	-
Total expenditures	<u>3,654,328</u>	<u>3,855,552</u>	<u>3,213,873</u>	<u>641,679</u>
Net change in fund balance	-	-	-	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
STATE GRANTS FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
State sources	\$ 2,396,666	\$ 4,224,488	\$ 3,827,944	\$ (396,544)
EXPENDITURES				
Regular programs	1,510,382	2,075,631	1,726,294	349,337
Special programs	241,323	4,652	4,555	97
Vocational programs	140,117	72,984	65,568	7,416
Other instructional programs	283,358	346,430	258,742	87,688
Community services programs	7,430	-	-	-
Undistributed expenditures:				
Student support	146,411	340,864	310,628	30,236
Instructional staff support	59,395	576,475	522,222	54,253
Operations and maintenance	8,250	812,452	752,897	59,555
Total expenditures	<u>2,396,666</u>	<u>4,229,488</u>	<u>3,640,906</u>	<u>588,582</u>
Net change in fund balance	<u>-</u>	<u>(5,000)</u>	<u>187,038</u>	<u>192,038</u>
FUND BALANCE, July 1	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 192,038</u>	<u>\$ 192,038</u>

See accompanying notes.

**HUMBOLDT COUNTY SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF NET POSITION
 JUNE 30, 2020**

		GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
ASSETS		
Current assets:		
Cash and investments	\$	1,552,560
Accounts receivable		47,445
		47,445
Total assets		1,600,005
 LIABILITIES		
Current liabilities:		
Claims payable		30,000
		30,000
Total liabilities		30,000
 NET POSITION		
Restricted		1,570,005
Total net position	\$	1,570,005

**HUMBOLDT COUNTY SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2020**

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
OPERATING REVENUES:	
Interfund charges	\$ <u>377,943</u>
OPERATING EXPENSES:	
Claims	43,818
Insurance premiums	44,324
Administrative expenses	<u>21,606</u>
Total operating expenses	<u>109,748</u>
Operating income (loss)	268,195
NET POSITION - July 1	<u>1,301,810</u>
NET POSITION - June 30	\$ <u><u>1,570,005</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
 PROPRIETARY FUNDS
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2020**

	<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	
Cash flows from operating activities:	
Cash received for interfund services provided	\$ 377,784
Cash payments for claims and services	<u>(141,656)</u>
Net cash provided (used) by operating activities	<u>236,128</u>
Cash and cash equivalents, beginning of year	<u>1,316,432</u>
Cash and cash equivalents, end of year	<u><u>\$ 1,552,560</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income (loss)	\$ <u>268,195</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	(159)
Increase (decrease) in claims payable	<u>(31,908)</u>
Total adjustments	<u>(32,067)</u>
Net cash provided (used) by operating activities	<u><u>\$ 236,128</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2020**

	PRIVATE- PURPOSE TRUST FUND	AGENCY FUNDS	TOTAL
ASSETS			
Cash and investments	\$ 85,802	\$ 662,909	\$ 748,711
Interest receivable	66	-	66
	85,868	662,909	748,777
 LIABILITIES			
Due to student groups	-	662,909	662,909
	-	662,909	662,909
 NET POSITION			
Reserved for scholarships	\$ 85,868	\$ -	\$ 85,868
	85,868	-	85,868

**HUMBOLDT COUNTY SCHOOL DISTRICT
 FIDUCIARY FUNDS
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 FOR THE YEAR ENDED JUNE 30, 2020**

		<u>PRIVATE- PURPOSE TRUST FUND</u>
ADDITIONS		
Interest	\$	1,753
DEDUCTIONS		
Scholarships		<u>6,500</u>
Change in net position		(4,747)
NET POSITION - July 1		<u>90,615</u>
NET POSITION - June 30	\$	<u><u>85,868</u></u>

HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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, 2020

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, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The District reports the following major governmental funds:

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

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

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

The *State Grants Fund* is used to account for the proceeds of specific state 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.

HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Agency Funds are custodial in nature and do not involve measurement of results of operations. The funds account for assets held by the District in a trustee capacity or as an agent for students and student groups.

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.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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 are maintained on the economic resources measurement focus and accrual basis of accounting. The accounting records for the agency funds do not have a measurement focus and are maintained on the accrual basis of accounting.

E. Financial Statement Presentation

1. Budgets and Budgetary Accounting:

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

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

- (1) Prior to April 15, the Superintendent submits to the Board of Trustees and to both the Nevada Department of Taxation and Department of Education a tentative budget for the fiscal year commencing the following July 1. The tentative budget includes proposed expenditures and the means of financing them.
- (2) Prior to the third Wednesday in May, a minimum of seven days' notice of public hearing on the final budget is published in a local newspaper. Public hearings are conducted prior to the adoption of the budget to obtain taxpayer comments.
- (3) On or before June 8, the budget is legally adopted by a majority vote of the Board of Trustees.
- (4) On or before January 1, the Board of Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the completed count of students.
- (5) NRS 354.598005 provides that the Board of Trustees may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of intention to act in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
- (6) The legal level of budgetary control is at the program level for the General Fund, Special Revenue and Capital Projects Funds, and the sum of operating and non-operating expenses in the Internal Service Funds. State statute does not require that debt service payments be limited by the budget.
- (7) The Budget Officer and/or the Board of Trustees may transfer appropriations within and between funds if amounts do not exceed the original budget. Augmentations in excess of the original budgetary amounts may be made only with prior approval of the Board of Trustees, following a scheduled and noticed public hearing.
- (8) Formal budgetary integration in the financial records is employed to enhance management control during the year. The ensuing year's budget is augmented to provide for the payment of prior year encumbrances.
- (9) All budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds except agency funds, which do not require budgets.

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

HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

2. *Cash and Investments:*

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

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

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

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

- Bonds and debentures of the United States maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.
- Bills and notes of the United States Treasury maturing within ten (10) years from the date of purchase.
- Obligations of the United States or a corporation sponsored by the government, maturing within ten (10) years from the date of purchase.
- Obligations of state and local governments if:
 - (1) the interest is exempt for federal income tax purposes; and
 - (2) the obligation has been rated “A” or higher by a nationally recognized bond credit rating agency.
- Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations.
- State of Nevada Local Government Pooled Investment Fund.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- Certain securities issued by local governments of the State of Nevada.
- Other securities expressly provided by the other statutes, including repurchase agreements.
- Certain bankers' acceptances.
- Certain short-term paper issued by U.S. Corporations.
- Certain "AAA" rated mutual funds that invest in federal securities.

3. *Property Taxes Receivable:*

Humboldt County, Nevada, bills and collects property taxes for the District. All real property in Humboldt County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The valuation of the property and its improvements is being assessed at 35 percent of "taxable value" as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located. The maximum tax rate was established in the State Constitution at \$5 per hundred dollars of assessed valuation; however, as a result of legislative action the tax rate was further limited to \$3.64 per hundred dollars of assessed valuation except in cases of severe financial emergency as defined in NRS 354.705.

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

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

Secured roll property taxes receivable reflect only those taxes receivable from the last two delinquent roll years. Delinquent taxes from all roll years prior to fiscal year 2018-2019 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.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

4. Inventories:

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

5. Capital Assets:

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

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, 2020, not paid as of that date.

HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

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, 2020

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 \$60 a day of unused sick leave to certain eligible non-administration employees and \$75 a day to eligible administrator employees upon retirement. In governmental funds, the current portion is recorded as a payroll expenditure. Additionally, classified employees required to work overtime may accumulate a maximum of 40 hours compensatory time, with the exception of the maintenance and transportation supervisor, who can accumulate a maximum of 60 hours.

Personal leave is also accrued by all district employees at a rate of three days per year for those certified individuals on step 20 and classified individuals on step 16 of the salary schedule, and two days per year for all other employees. Employees can carry over three days of personal leave into the next year. The excess is paid out at \$40 per day for certified and \$30 per day for classified, or can be rolled to the sick leave bank in the case of certified employees and administrators. 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, 2020

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, 2020

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, 2020**

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, 2019 has been extracted from the fiscal year 2019 financial statements. It has been provided to add comparability, but is not considered full disclosure of transactions for fiscal year 2019. Such information can only be obtained by referring to the audited financial statements for that year.

NOTE 2 – COMPLIANCE

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

NOTE 3 – CASH AND INVESTMENTS

The District maintains a cash and investment pool available for use by all funds. At June 30, 2020, this pool is displayed by major and other governmental funds on the governmental funds balance sheet as "Cash and Investments."

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 3 – CASH AND INVESTMENTS (continued)

The following schedule summarizes cash and investments for the District at June 30, 2020:

Cash and Investment Balances Held By:	
Governmental Funds	\$ 11,362,202
Internal Service Funds	1,552,560
Fiduciary Funds	748,711
Total Cash and Investments	\$ 13,663,473
Balances at Fair Value Classified By:	
US Bank Checking	\$ 31,529
Wells Fargo Savings	119,703
Wells Fargo Checking	6,396,550
State of Nevada Investment Pool	6,337,213
Humboldt County Investment Pool	778,478
Total Cash and Investments	\$ 13,663,473

Investments are carried at fair value. The following is a listing of investments at June 30, 2020:

Investment Type	Maturities (Average Weighted Maturity)	Fair Value
State of Nevada Local Government Investment Pool	130 Days	\$ 6,337,213
Cash		6,547,782
Humboldt County Investment Pool		778,478
Total Cash and Investments		\$ 13,663,473

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

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

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 3 – CASH AND INVESTMENTS (continued)

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

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

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

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

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

Fair Value Measurements:

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

Investment Type	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
State of Nevada Local Government Investment Pool	<u>\$ 6,337,213</u>	<u>\$ 1,578,560</u>	<u>\$ 4,758,653</u>	<u>\$ -</u>

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.

HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 4 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2020 was as follows:

	July 01, 2019 Balance	Additions	Deletions	Transfers	June 30, 2020 Balance
Capital assets, not being depreciated:					
Land	\$ 1,215,700	\$ -	\$ -	\$ -	\$ 1,215,700
Construction in progress	664,020	146,176	-	(547,029)	263,167
Total capital assets, not being depreciated	<u>1,879,720</u>	<u>146,176</u>	<u>-</u>	<u>(547,029)</u>	<u>1,478,867</u>
Capital assets, being depreciated:					
Building and improvements	52,245,873	704,383	-	547,029	53,497,285
Site improvements	2,562,918	72,407	-	-	2,635,325
Equipment and vehicles	13,213,917	1,803,158	(738,951)	-	14,278,124
Total capital assets, being depreciated	<u>68,022,708</u>	<u>2,579,948</u>	<u>(738,951)</u>	<u>547,029</u>	<u>70,410,734</u>
Less accumulated depreciation for:					
Building and improvements	(30,524,952)	(1,257,194)	-	-	(31,782,146)
Site improvements	(865,222)	(120,949)	-	-	(986,171)
Equipment and vehicles	(7,993,952)	(945,516)	720,157	-	(8,219,311)
Total accumulated depreciation	<u>(39,384,126)</u>	<u>(2,323,659)</u>	<u>720,157</u>	<u>-</u>	<u>(40,987,628)</u>
Total net capital assets, being depreciated	<u>28,638,582</u>	<u>256,289</u>	<u>(18,794)</u>	<u>547,029</u>	<u>29,423,106</u>
Governmental activities capital assets, net	<u>\$ 30,518,302</u>	<u>\$ 402,465</u>	<u>\$ (18,794)</u>	<u>\$ -</u>	<u>\$ 30,901,973</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 4 – CAPITAL ASSETS (continued)

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

Regular Instruction	\$ 1,645,203
Special Instruction	11,939
Vocational Instructional	118,315
Other Instruction	13,822
Co-Curricular/Athletics	2,611
Adult Education	5,596
Support Services:	
Student Support	1,362
Instructional Staff Support	84,160
General Administration	4,918
School Administration	2,547
Administrative Support	15,349
Operation and Maintenance	198,444
Student Transportation	187,360
Food Services	32,033
Total governmental activities depreciation expense	<u><u>\$ 2,323,659</u></u>

NOTE 5 – INTERFUND BALANCES AND TRANSFERS

The composition of interfund balances as of June 30, 2020, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Major Federal Grants Fund	\$ 550,000
	Major State Grants Fund	300,689
	Nonmajor Governmental Funds	30,000
		<u>880,689</u>
Major Federal Grants Fund	General Fund	7
	Major Special Ed Fund	27
		<u>34</u>
Major State Grants Fund	General Fund	<u>1,909</u>
Major Special Ed Fund	General Fund	<u>41,487</u>
Nonmajor Governmental Funds	General Fund	<u>12</u>
		<u><u>\$ 924,131</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 5 – INTERFUND BALANCES AND TRANSFERS (continued)

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

Interfund transfers for the year ended June 30, 2020, are as follows:

Transfers from:	Transfers to:	Amount
General Fund	Major Special Education Fund Nonmajor Governmental Funds	\$ 2,391,487 <u>53,259</u> 2,444,746
Major Debt Service Fund	Nonmajor Governmental Funds	<u>1,874,441</u>
	Total interfund transfers	<u>\$ 4,319,187</u>

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

NOTE 6 – COMMITMENTS AND ENCUMBRANCES

The District entered into several construction and asset purchase contracts during the fiscal year for various site and facilities improvements and upgrades and other capital projects. As of June 30, 2020, the District had outstanding construction contracts and asset purchases totaling \$719,507 that will be financed from operating funds. Other significant commitments include encumbrances outstanding for bus and vehicle purchases and software licensing as shown below.

	Construction Commitments
Nonmajor Governmental Funds:	
KRS playground project	\$ 21,617
LHS paving projects	353,706
LHS HVAC & electrical projects	108,293
Distance Ed electrical project	144,200
WJHS HVAC project	52,200
FFMS EIFS project	2,500
Project Management	<u>36,991</u>
	<u>\$ 719,507</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 6 – COMMITMENTS AND ENCUMBRANCES (continued)

	<u>Encumbrances</u>
General Fund for capital assets	\$ 298,588
Federal Fund for capital assets	303,050
Building and Sites Fund for capital assets	62,663
General Fund for supplies	29,689
	\$ 693,990

NOTE 7 – LONG TERM DEBT

Long-term liabilities at June 30, 2020 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, 2020</u>
2019	02/21/19	04/01/29	2.74%	\$ 1,964,000	\$ 1,759,000
<u>Medium Term Bonds</u>					
<u>Series</u>	<u>Date Issued</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Amount Issued</u>	<u>Balance June 30, 2020</u>
2010	11/18/10	02/01/21	3.16-4.87%	\$ 5,675,000	\$ 75,000

Long-term liability activity for the year ended June 30, 2020 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	\$ 2,078,000	\$ -	\$ 244,000	\$ 1,834,000	\$ 243,000
Compensated absences	1,248,444	300,275	212,740	1,335,979	222,981
Total	\$ 3,326,444	\$ 300,275	\$ 456,740	\$ 3,169,979	\$ 465,981

Total interest paid on long-term debt for the year ended June 30, 2020 was \$58,250.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 7 – LONG TERM DEBT (continued)

As of June 30, 2020, annual debt service requirements to maturity are as follows:

Year Ending June 30,	<u>General Obligation Bonds</u>	
	Principal	Interest
2021	\$ 243,000	\$ 50,023
2022	172,000	43,593
2023	180,000	38,881
2024	188,000	33,949
2025	196,000	28,797
2026 – 2029	855,000	59,595
Total requirements	\$ 1,834,000	\$ 254,838

The District was, in accordance with Nevada Revised Statutes 387.400, within the legal debt limit at June 30, 2020.

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, 2020, the amount required to fund the reserve account was \$175,900 and was fully funded by the District.

NOTE 8 – RISK MANAGEMENT

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

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

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

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

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 8 – RISK MANAGEMENT (continued)

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, 2020, but not yet paid, and is based on actual claims filed subsequent to June 30, 2020, 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, 2020 in that fund.

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

	Nevada Unemployment Compensation	Self-Insured Worker’s Compensation	Total
Claims liability, June 30, 2018	\$ 2,634	\$ 64,500	\$ 67,134
Current year claims and changes in estimates	10,058	87,441	97,499
Claim payments	(11,134)	(91,591)	(102,725)
Claims liability, June 30, 2019	1,558	60,350	61,908
Current year claims and changes in estimates	1,684	42,134	43,818
Claim payments	(3,242)	(72,484)	(75,726)
Claims liability, June 30, 2020	\$ -	\$ 30,000	\$ 30,000

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

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 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.

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

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 9 – PENSION PROGRAM (continued)

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 under the Employer-Pay Contribution plan. The contribution requirements of the District are established by Chapter 286 of the Nevada Revised Statutes. The funding mechanism may only be amended through legislation.

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

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

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

District contributions of \$3,179,487 were paid during the fiscal year ended June 30, 2019 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, 2020.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 9 – PENSION PROGRAM (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At June 30, 2020, the District reported a liability of \$45,036,816 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019, 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, 2019. The District’s proportion was 0.33028%, as of June 30, 2019, which was a decrease of 0.00127% from its proportion measured as of June 30, 2018.

For the year ended June 30, 2020, the District recognized pension expense of \$2,280,382. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,833,966	\$ 7,033,699
Changes of assumptions	5,546,255	-
Net difference between projected and actual earnings on pension plan investments	-	1,217,802
Changes in proportion and differences between actual and proportionate share of contributions	800,268	742,894
District contributions subsequent to the measurement date	3,402,458	-
Total	<u>\$ 12,582,947</u>	<u>\$ 8,994,395</u>

\$3,402,458 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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2021	\$ (6,898)
2022	(585,467)
2023	(110,172)
2024	248,257
2025	556,061
Thereafter	84,313

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 9 – PENSION PROGRAM (continued)

Actuarial assumptions. The total pension liability in the June 30, 2019 actuarial valuation was determined using the following assumptions, applied to all periods including the measurement:

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

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of the experience study for the period July 1, 2012 through June 30, 2016.

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

The following was the Board-adopted policy target asset allocation as of June 30, 2019:

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	<u>100%</u>	

*As of June 30, 2019, PERS' long-term inflation assumption was 2.75%.

Discount rate. The discount rate used to measure the total pension liability was 7.50% as of June 30, 2019. 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, 2019.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 9 – PENSION PROGRAM (continued)

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

	1% Decrease (6.50%)	Current Rate (7.50%)	1% Increase (8.50%)
District’s proportionate share of the net pension liability	\$69,734,127	\$45,036,816	\$24,507,164

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

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 – OTHER POSTEMPLOYMENT BENEFITS

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, 2020, 85 retirees were using this plan. The HCSDEHBP does not issue a publicly available financial report.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11 – OTHER POSTEMPLOYMENT BENEFITS (continued)

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, 2020, 90 school district retirees were utilizing this benefit. The PEBP issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employee’s Benefits Program, 901 S. Stewart Street, Suite 1001, Carson City, NV, 89701, by calling (775) 684-7000 or (800) 326-5496, or by accessing the website at www.pebp.state.nv.us/resources/fiscal-utilization-reports.

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

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

Contributions. For HCSDEHBP, contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the associations. Retirees pay 100% of the pay-as-you-go premiums based on a blended rate that blends active participants and retirees. The District’s contribution requirements for retirees relate to the implicit subsidy that results from using the blended rates and is determined in actuarial studies contracted for by the District. The implicit subsidy as determined by the actuary for fiscal year 2020 is \$200,019.

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 2020, the District contributed \$239,495 to the plan for current premiums. The District did not prefund any future benefits.

Total OPEB Liability. The District’s total OPEB liability of \$9,907,834 was measured as of June 30, 2019, and was determined by actuarial valuations of both plans as of that date.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

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

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

Healthcare Cost Trend Rates:

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

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

Mortality rates were based on the most recently published report of the Nevada Public Employees Retirement System, dated June 30, 2017, as being reasonably representative of mortality experience as of that measurement date.

These rates were derived from the Headcount-Weighted RP-2014 Employee Table set forward one year. Adjustments for mortality improvements were made by applying the MacLeod Watts Scale 2018.

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

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>
Balance at June 30, 2019	\$5,972,362	\$4,084,796	\$10,057,158
Changes for the year:			
Service cost	386,412	-	386,412
Interest	186,699	118,207	304,906
Difference between expected and actual experience	833,614	528,540	1,362,154
Changes of assumptions	(1,917,464)	138,354	(1,779,110)
Benefit payments	(187,426)	(236,260)	(423,686)
Net changes	<u>(698,165)</u>	<u>548,841</u>	<u>(149,324)</u>
Balance at June 30, 2020	<u>\$ 5,274,197</u>	<u>\$4,633,637</u>	<u>\$ 9,907,834</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 2.98% in 2018 to 2.79% in 2019. Additionally, due to the repeal of the Affordable Care Act the assumption the district would incur a liability for the excise tax on high cost retiree coverage has been eliminated. Due to a higher than expected percentage of new retirees taking District coverage as well as a change in the expected eligibility for Medicare resulted in an increase in plan experience

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 (1.79%) or 1-percentage-point higher (3.79%) than the current discount rate.

	<u>1% Decrease (1.79%)</u>	<u>Current Rate (2.79%)</u>	<u>1% Increase (3.79%)</u>
HCSDEHBP	\$ 5,963,912	\$ 5,274,197	\$ 4,702,176
PEBP	5,245,421	4,633,637	4,128,157
Total OPEB Liability	<u>\$ 11,209,333</u>	<u>\$ 9,907,834</u>	<u>\$ 8,830,333</u>

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

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

	1% Decrease (5% decreasing to 4%)	Healthcare Cost Trend Rates (6% decreasing to 5%)	1% Increase (7% decreasing to 6%)
HCSDEHBP	\$ 4,619,235	\$ 5,274,197	\$ 6,086,836
PEBP	4,131,831	4,633,637	5,227,387
Total OPEB Liability	\$ 8,751,066	\$ 9,907,834	\$ 11,314,223

OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB. For the year ended June 30, 2020, the HCSDEHBP recognized OPEB expense of \$433,801 and the PEBP plan recognized OPEB expense of \$785,101 for a total OPEB expense of \$1,218,902. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
HCSDEHBP		
Changes in Assumptions	\$ 30,521	\$ 2,070,081
Differences between expected and actual experience	756,213	
Contributions Made Subsequent to the Measurement Date	200,019	-
Total HCSDEHBP	\$ 986,753	\$ 2,070,081
PEBP		
Changes in Assumptions	\$ -	\$ -
Differences between expected and actual experience	-	-
Contributions Made Subsequent to the Measurement Date	239,495	-
Total PEBP	\$ 239,495	\$ -
Total Combined		
Changes in Assumptions	\$ 30,521	\$ 2,070,081
Differences between expected and actual experience	756,213	-
Contributions Made Subsequent to the Measurement Date	439,514	-
Total Combined	\$ 1,226,248	\$ 2,070,081

**HUMBOLDT COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (continued)

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:

Year Ended June 30,	
2021	\$(139,310)
2022	(139,310)
2023	(139,310)
2024	(139,310)
2025	(139,310)
Thereafter	(586,797)

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

Last 10 Fiscal Years

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

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
2020	0.33028%	\$ 45,036,816	\$ 23,288,022	193.39%	~
2019	0.33155%	45,216,170	22,712,347	199.08%	76.50%
2018	0.32207%	42,835,308	21,970,021	194.97%	75.24%
2017	0.33413%	44,964,894	20,665,924	217.58%	74.42%
2016	0.32288%	37,000,589	20,199,760	183.17%	72.23%
2015	0.33008%	34,400,719	19,360,490	177.69%	75.13%
2014	*	43,404,765	19,342,306	224.40%	76.31%
2013	*	*	18,492,720	*	68.68%
2012	*	*	18,286,862	*	*
2011	*	*	18,795,596	*	*

*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
2020	\$ 3,402,458	\$ 3,402,458	\$ -	\$ 23,288,022	14.61%
2019	3,179,487	3,179,487	-	22,712,347	14.00%
2018	3,075,804	3,075,804	-	21,970,021	14.00%
2017	2,892,684	2,892,684	-	20,665,924	14.00%
2016	2,832,851	2,832,851	-	20,199,760	14.02%
2015	4,985,328	4,985,328	-	19,360,490	25.75%
2014	4,972,386	4,972,386	-	19,342,306	25.71%
2013	4,391,758	4,391,758	-	18,492,720	23.75%
2012	4,333,270	4,333,270	-	18,286,862	23.70%
2011	4,006,455	4,006,455	-	18,795,596	21.32%

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, 2020**

OPEB - Changes of Assumptions. Changes of assumptions and other inputs reflect a change in the discount rate from 2.98% in 2018 to 2.79% in 2019. Additionally, due to the repeal of the Affordable Care Act the assumption the District would incur a liability for the excise tax on high cost retiree coverage has been eliminated.

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

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

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

**HUMBOLDT COUNTY SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
REVENUES					
Local sources:					
Ad valorem taxes	\$ 9,115,520	\$ 10,848,620	\$ 10,924,432	\$ 75,812	\$ 9,783,423
School support taxes	11,719,515	11,719,515	12,718,204	998,689	11,937,770
Government services tax	1,497,956	1,497,956	1,433,938	(64,018)	1,491,790
Franchise fees	-	-	4,137	4,137	10,785
Tuition	68,561	66,352	66,652	300	69,579
Private donations	5,000	18,000	18,154	154	5,420
Pay to play	21,000	11,000	10,795	(205)	15,825
Boat registration fees	7,500	7,500	8,310	810	8,578
Other	60,000	22,000	21,128	(872)	40,937
Total local sources	22,495,052	24,190,943	25,205,750	1,014,807	23,364,107
State sources:					
Distributive school fund	9,124,278	10,312,864	9,181,115	(1,131,749)	9,186,736
Federal sources:					
Schools and roads - grants to counties	-	77,228	77,228	-	69,711
Forest reserve	-	484	484	-	558
Total federal sources	-	77,712	77,712	-	70,269
Total revenues	31,619,330	34,581,519	34,464,577	(116,942)	32,621,112
EXPENDITURES					
Regular programs:					
Instruction					
Salaries	10,058,521	10,064,882	9,887,892	176,990	10,192,433
Benefits	4,606,921	5,127,689	4,653,971	473,718	4,919,026
Purchased services	109,700	109,700	61,507	48,193	74,706
Supplies	1,280,835	1,450,841	923,516	527,325	1,259,605
Property	-	9,964	9,964	-	-
Other	1,250	2,500	2,280	220	895
Total instruction	16,057,227	16,765,576	15,539,130	1,226,446	16,446,665

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
Instructional staff support					
Salaries	\$ 30,328	\$ 67,504	\$ 60,484	\$ 7,020	\$ 47,671
Benefits	1,269	34,859	12,006	22,853	21,104
Purchased services	10,500	60,437	27,067	33,370	7,579
Supplies	20,000	46,348	43,445	2,903	6,773
Total instructional staff support	<u>62,097</u>	<u>209,148</u>	<u>143,002</u>	<u>66,146</u>	<u>83,127</u>
Student transportation					
Salaries	15,000	15,000	6,811	8,189	20,480
Benefits	5,050	5,050	2,001	3,049	6,430
Purchased services	30,500	30,700	10,617	20,083	35,041
Total student transportation	<u>50,550</u>	<u>50,750</u>	<u>19,429</u>	<u>31,321</u>	<u>61,951</u>
Total regular programs	<u>16,169,874</u>	<u>17,025,474</u>	<u>15,701,561</u>	<u>1,323,913</u>	<u>16,591,743</u>
Vocational programs:					
Instruction					
Salaries	648,258	721,645	712,619	9,026	654,448
Benefits	280,184	303,717	300,397	3,320	273,982
Purchased services	3,280	20,680	19,591	1,089	767
Supplies	37,445	39,110	32,152	6,958	33,979
Total instruction	<u>969,167</u>	<u>1,085,152</u>	<u>1,064,759</u>	<u>20,393</u>	<u>963,176</u>
Student transportation					
Purchased services	1,000	1,000	118	882	625
Total vocational programs	<u>970,167</u>	<u>1,086,152</u>	<u>1,064,877</u>	<u>21,275</u>	<u>963,801</u>
Other instructional programs:					
Instruction					
Salaries	609,037	707,300	698,685	8,615	572,705
Benefits	264,564	327,875	321,815	6,060	244,306
Purchased services	750	4,250	2,111	2,139	-
Supplies	1,200	24,020	20,735	3,285	1,194
Other	-	-	-	-	150
Total instruction	<u>875,551</u>	<u>1,063,445</u>	<u>1,043,346</u>	<u>20,099</u>	<u>818,355</u>

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
Instructional staff support					
Purchased services	\$ 15,500	\$ 15,500	\$ 9,486	\$ 6,014	\$ 10,763
Supplies	250	250	-	250	-
Total instructional staff support	<u>15,750</u>	<u>15,750</u>	<u>9,486</u>	<u>6,264</u>	<u>10,763</u>
Administrative Support					
Salaries	9,096	20,130	18,505	1,625	8,609
Benefits	5,210	10,555	10,085	470	4,727
Total administrative support	<u>14,306</u>	<u>30,685</u>	<u>28,590</u>	<u>2,095</u>	<u>13,336</u>
Student transportation					
Salaries	1,750	1,000	847	153	462
Benefits	460	280	271	9	143
Purchased Services	-	-	-	-	376
Total student transportation	<u>2,210</u>	<u>1,280</u>	<u>1,118</u>	<u>162</u>	<u>981</u>
Total other instructional programs	<u>907,817</u>	<u>1,111,160</u>	<u>1,082,540</u>	<u>28,620</u>	<u>843,435</u>
Co-curricular/athletic programs:					
Instruction					
Salaries	393,682	405,924	364,746	41,178	351,594
Benefits	31,440	33,228	19,983	13,245	19,258
Purchased services	46,600	54,350	41,599	12,751	35,546
Supplies	48,100	34,905	25,636	9,269	35,655
Property	-	18,695	18,695	-	-
Other	6,000	6,300	4,806	1,494	4,815
Total instruction	<u>525,822</u>	<u>553,402</u>	<u>475,465</u>	<u>77,937</u>	<u>446,868</u>
Student transportation					
Purchased services	<u>216,751</u>	<u>226,701</u>	<u>174,910</u>	<u>51,791</u>	<u>235,006</u>
Total co-curricular/athletic programs	<u>742,573</u>	<u>780,103</u>	<u>650,375</u>	<u>129,728</u>	<u>681,874</u>
Undistributed expenditures:					
Student support					
Salaries	896,066	920,592	832,701	87,891	690,096
Benefits	519,230	525,490	414,394	111,096	306,381

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
Purchased services	\$ 8,775	\$ 12,525	\$ 5,453	\$ 7,072	\$ 5,277
Supplies	21,345	22,460	17,539	4,921	14,217
Other	150	150	135	15	135
Total student support	1,445,566	1,481,217	1,270,222	210,995	1,016,106
Instructional staff support					
Salaries	548,180	572,907	547,320	25,587	500,115
Benefits	236,425	249,558	243,849	5,709	218,567
Purchased services	48,134	48,134	2,879	45,255	6,413
Supplies	81,387	87,387	54,280	33,107	48,995
Property	-	100,000	-	100,000	-
Total instructional staff support	914,126	1,057,986	848,328	209,658	774,090
General administration					
Salaries	730,611	742,209	736,140	6,069	699,171
Benefits	282,792	286,992	283,889	3,103	264,448
Purchased services	265,475	285,375	205,795	79,580	228,601
Supplies	36,625	41,725	30,786	10,939	26,259
Other	27,000	27,000	15,627	11,373	23,977
Total general administration	1,342,503	1,383,301	1,272,237	111,064	1,242,456
School administration					
Salaries	2,033,748	2,072,496	2,068,748	3,748	1,951,444
Benefits	861,870	881,330	850,401	30,929	780,900
Purchased services	194,122	204,748	143,883	60,865	117,316
Supplies	13,810	14,410	9,511	4,899	14,452
Other	3,550	4,175	3,600	575	2,280
Total school administration	3,107,100	3,177,159	3,076,143	101,016	2,866,392
Administrative support					
Salaries	337,735	424,923	424,884	39	313,656
Benefits	163,602	190,021	181,735	8,286	132,794
Purchased services	27,600	95,550	94,906	644	25,185
Supplies	67,909	20,600	9,547	11,053	59,716
Other	500	500	-	500	374
Total administrative support	597,346	731,594	711,072	20,522	531,725

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
Operation and maintenance					
Salaries	\$ 1,839,171	\$ 1,771,183	\$ 1,711,830	\$ 59,353	\$ 1,746,363
Benefits	845,002	820,342	803,474	16,868	800,932
Purchased services	718,905	738,996	549,786	189,210	629,836
Supplies	1,043,701	1,111,419	1,036,010	75,409	1,018,783
Property	-	127,196	-	127,196	283,256
Other	3,525	3,525	2,574	951	2,328
Total operation and maintenance	<u>4,450,304</u>	<u>4,572,661</u>	<u>4,103,674</u>	<u>468,987</u>	<u>4,481,498</u>
Student transportation					
Salaries	666,212	689,760	626,914	62,846	578,315
Benefits	268,978	274,545	262,234	12,311	232,311
Purchased services	157,100	157,100	45,060	112,040	94,953
Supplies	297,150	307,581	126,145	181,436	201,776
Property	-	350,000	163,007	186,993	-
Other	3,100	3,100	2,168	932	1,708
Total student transportation	<u>1,392,540</u>	<u>1,782,086</u>	<u>1,225,528</u>	<u>556,558</u>	<u>1,109,063</u>
Total undistributed expenditures	<u>13,249,485</u>	<u>14,186,004</u>	<u>12,507,204</u>	<u>1,678,800</u>	<u>12,021,330</u>
Debt service					
Principal	72,000	72,000	72,000	-	68,000
Interest	5,341	5,341	5,337	4	8,529
Total debt service	<u>77,341</u>	<u>77,341</u>	<u>77,337</u>	<u>4</u>	<u>76,529</u>
Total expenditures	<u>32,117,257</u>	<u>34,266,234</u>	<u>31,083,894</u>	<u>3,182,340</u>	<u>31,178,712</u>
Excess of revenues over expenditures	(497,927)	315,285	3,380,683	3,065,398	1,442,400
OTHER FINANCING SOURCES (USES)					
Transfers out	(2,359,074)	(2,535,282)	(2,444,746)	90,536	(2,358,642)
Net change in fund balance	(2,857,001)	(2,219,997)	935,937	3,155,934	(916,242)
FUND BALANCE, July 1	<u>5,308,638</u>	<u>6,231,373</u>	<u>6,231,373</u>	<u>-</u>	<u>7,147,615</u>
FUND BALANCE, June 30	<u>\$ 2,451,637</u>	<u>\$ 4,011,376</u>	<u>\$ 7,167,310</u>	<u>\$ 3,155,934</u>	<u>\$ 6,231,373</u>

**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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2019</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
REVENUES					
State grants	\$ 5,200	\$ -	\$ -	\$ -	\$ -
Distributive school fund	1,768,208	1,941,039	1,940,936	(103)	1,769,442
Total state sources	1,773,408	1,941,039	1,940,936	(103)	1,769,442
Federal sources:					
Medicaid	75,000	56,687	48,309	(8,378)	103,282
Total revenues	1,848,408	1,997,726	1,989,245	(8,481)	1,872,724
EXPENDITURES					
Special programs:					
Instruction					
Salaries	2,133,330	2,165,332	2,131,016	34,316	2,132,840
Benefits	923,260	931,248	918,312	12,936	891,918
Purchased services	50,000	50,000	36,194	13,806	46,316
Supplies	22,500	35,000	31,768	3,232	21,803
Other	200	500	355	145	-
Total instruction	3,129,290	3,182,080	3,117,645	64,435	3,092,877
Student support					
Salaries	483,048	625,140	615,515	9,625	487,739
Benefits	204,354	264,279	261,815	2,464	212,505
Purchased services	15,585	85,555	70,977	14,578	70,450
Supplies	3,550	6,050	5,516	534	3,609
Other	-	200	188	12	50
Total student support	706,537	981,224	954,011	27,213	774,353
Instructional staff support					
Salaries	51,101	53,810	53,810	-	49,939
Benefits	24,816	25,675	25,586	89	23,418
Purchased services	12,650	11,905	9,598	2,307	17,171
Supplies	6,240	18,294	17,030	1,264	10,093
Total instructional staff support	94,807	109,684	106,024	3,660	100,621
Administrative support					
Salaries	5,480	5,480	3,160	2,320	5,180
Benefits	1,766	1,766	1,018	748	1,609
Total administrative support	7,246	7,246	4,178	3,068	6,789

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>		<u>2019</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>		
Student transportation						
Salaries	\$ 129,073	\$ 127,168	\$ 127,038	\$ 130	\$	120,618
Benefits	68,300	63,597	63,522	75		62,292
Purchased services	2,250	750	211	539		3,189
Supplies	7,000	8,000	8,103	(103)		737
	<u>206,623</u>	<u>199,515</u>	<u>198,874</u>	<u>641</u>		<u>186,836</u>
Total student transportation						
Total expenditures	<u>4,144,503</u>	<u>4,479,749</u>	<u>4,380,732</u>	<u>99,017</u>		<u>4,161,476</u>
Excess (deficiency) of revenues over expenditures	(2,296,095)	(2,482,023)	(2,391,487)	90,536		(2,288,752)
OTHER FINANCING SOURCES						
Transfers in	<u>2,296,095</u>	<u>2,482,023</u>	<u>2,391,487</u>	<u>(90,536)</u>		<u>2,288,752</u>
Net change in fund balance	-	-	-	-		-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>		<u>-</u>
FUND BALANCE, June 30	<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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
Federal sources:					
Federal direct	\$ 697,908	\$ 629,363	\$ 629,363	\$ -	\$ 739,456
Federal indirect	2,879,787	3,148,919	2,507,240	(641,679)	3,618,229
E-Rate funds	76,633	77,270	77,270	-	111,002
Total revenues	<u>3,654,328</u>	<u>3,855,552</u>	<u>3,213,873</u>	<u>(641,679)</u>	<u>4,468,687</u>
EXPENDITURES					
Regular programs:					
Instruction					
Salaries	195,514	37,319	37,119	200	209,330
Benefits	89,115	14,684	14,678	6	85,389
Purchased services	1,324	-	-	-	1,685
Supplies	381,770	231,430	143,604	87,826	492,691
Total instruction	<u>667,723</u>	<u>283,433</u>	<u>195,401</u>	<u>88,032</u>	<u>789,095</u>
Student support					
Supplies	31,025	6,381	6,013	368	20,769
Instructional staff support					
Salaries	137,433	225,890	206,757	19,133	200,150
Benefits	50,715	64,885	63,401	1,484	53,064
Purchased services	470,677	418,846	351,831	67,015	601,979
Supplies	9,234	19,705	12,940	6,765	28,261
Total instructional staff support	<u>668,059</u>	<u>729,326</u>	<u>634,929</u>	<u>94,397</u>	<u>883,454</u>
Student transportation					
Purchased services	34,900	19,620	19,617	3	17,734
Supplies	33,075	-	-	-	33,075
Total student transportation	<u>67,975</u>	<u>19,620</u>	<u>19,617</u>	<u>3</u>	<u>50,809</u>
Total regular programs	<u>1,434,782</u>	<u>1,038,760</u>	<u>855,960</u>	<u>182,800</u>	<u>1,744,127</u>
Special programs:					
Instruction					
Salaries	620,159	557,438	543,591	13,847	567,272

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Benefits	\$ 272,180	\$ 262,974	\$ 248,694	\$ 14,280	\$ 246,874
Supplies	<u>30,756</u>	<u>77,275</u>	<u>66,003</u>	<u>11,272</u>	<u>34,438</u>
Total instruction	<u>923,095</u>	<u>897,687</u>	<u>858,288</u>	<u>39,399</u>	<u>848,584</u>
Student support					
Salaries	53,288	40,896	40,896	-	189,963
Benefits	25,007	19,104	19,104	-	128,629
Purchased services	61,507	66,151	64,793	1,358	91,526
Supplies	<u>3,940</u>	<u>4,646</u>	<u>4,647</u>	<u>(1)</u>	<u>6,629</u>
Total student support	<u>143,742</u>	<u>130,797</u>	<u>129,440</u>	<u>1,357</u>	<u>416,747</u>
Instructional staff support					
Salaries	-	34,134	29,900	4,234	29,424
Benefits	-	917	882	35	981
Purchased services	79,500	93,384	86,200	7,184	111,500
Supplies	<u>14,067</u>	<u>7,777</u>	<u>3,650</u>	<u>4,127</u>	<u>7,940</u>
Total instructional staff support	<u>93,567</u>	<u>136,212</u>	<u>120,632</u>	<u>15,580</u>	<u>149,845</u>
Administrative support					
Salaries	61,115	62,073	62,073	-	57,897
Benefits	<u>23,170</u>	<u>23,635</u>	<u>23,051</u>	<u>584</u>	<u>22,049</u>
Total administrative support	<u>84,285</u>	<u>85,708</u>	<u>85,124</u>	<u>584</u>	<u>79,946</u>
Student transportation					
Property	<u>-</u>	<u>138,474</u>	<u>-</u>	<u>138,474</u>	<u>131,207</u>
Community service					
Purchased services	<u>2,400</u>	<u>2,220</u>	<u>2,130</u>	<u>90</u>	<u>2,244</u>
Total special programs	<u>1,247,089</u>	<u>1,391,098</u>	<u>1,195,614</u>	<u>195,484</u>	<u>1,628,573</u>
Vocational programs:					
Instruction					
Purchased services	2,556	967	967	-	2,555

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Supplies	\$ 12,493	\$ 21,494	\$ 21,327	\$ 167	\$ 12,413
Property	6,226	-	-	-	6,226
Total instruction	<u>21,275</u>	<u>22,461</u>	<u>22,294</u>	<u>167</u>	<u>21,194</u>
Instructional staff support					
Purchased services	452	-	-	-	452
Student transportation					
Purchased services	-	13,735	12,635	1,100	-
Total vocational programs	<u>21,727</u>	<u>36,196</u>	<u>34,929</u>	<u>1,267</u>	<u>21,646</u>
Other instructional programs:					
Instruction					
Salaries	-	32,645	25,923	6,722	40,906
Benefits	-	3,948	2,676	1,272	2,333
Purchased services	861	497	497	-	492
Supplies	30,139	57,825	24,619	33,206	25,073
Total instruction	<u>31,000</u>	<u>94,915</u>	<u>53,715</u>	<u>41,200</u>	<u>68,804</u>
Student support					
Salaries	18,344	19,000	18,958	42	17,734
Benefits	5,352	6,105	6,105	-	5,035
Total student support	<u>23,696</u>	<u>25,105</u>	<u>25,063</u>	<u>42</u>	<u>22,769</u>
Instructional staff support					
Salaries	-	5,760	1,356	4,404	2,352
Benefits	-	528	124	404	215
Purchased services	37,126	70,564	20,349	50,215	21,745
Supplies	500	1,827	1,780	47	197
Total instructional staff support	<u>37,626</u>	<u>78,679</u>	<u>23,609</u>	<u>55,070</u>	<u>24,509</u>
Community support					
Salaries	12,524	-	-	-	6,484
Benefits	6,828	-	-	-	3,117

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Supplies	\$ 3,592	\$ 1,000	\$ 264	\$ 736	\$ 1,916
Total community support	<u>22,944</u>	<u>1,000</u>	<u>264</u>	<u>736</u>	<u>11,517</u>
Total other instructional programs	<u>115,266</u>	<u>199,699</u>	<u>102,651</u>	<u>97,048</u>	<u>127,599</u>
Community services programs:					
Community service operations					
Salaries	28,485	6,458	6,458	-	33,233
Benefits	15,119	3,454	3,454	-	16,363
Purchased services	-	3,000	3,000	-	-
Supplies	<u>8,482</u>	<u>500</u>	<u>-</u>	<u>500</u>	<u>8,101</u>
Total community services programs	<u>52,086</u>	<u>13,412</u>	<u>12,912</u>	<u>500</u>	<u>57,697</u>
Undistributed expenditures:					
Student support					
Supplies	<u>-</u>	<u>74,901</u>	<u>74,901</u>	<u>-</u>	<u>-</u>
Instructional staff support					
Purchased services	12,106	8,000	8,000	-	27,262
Supplies	5,446	2,433	2,433	-	5,585
Property	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>57,372</u>
Total instructional staff support	<u>17,552</u>	<u>10,433</u>	<u>10,433</u>	<u>-</u>	<u>90,219</u>
General administration					
Salaries	-	-	-	-	24,219
Benefits	-	-	-	-	7,671
Purchased services	20,800	8,193	8,193	-	19,991
Supplies	<u>-</u>	<u>14,700</u>	<u>14,700</u>	<u>-</u>	<u>27,500</u>
Total general administration	<u>20,800</u>	<u>22,893</u>	<u>22,893</u>	<u>-</u>	<u>79,381</u>
School administration					
Salaries	20,349	20,535	20,535	-	20,361
Benefits	6,555	6,615	6,612	3	10,444

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Purchased services	\$ 52,196	\$ 46,236	\$ 46,236	\$ -	\$ 89,059
Supplies	<u>8,057</u>	<u>290</u>	<u>290</u>	<u>-</u>	<u>3,746</u>
Total school administration	<u>87,157</u>	<u>73,676</u>	<u>73,673</u>	<u>3</u>	<u>123,610</u>
Administrative support					
Salaries	16,233	16,388	16,388	-	15,455
Benefits	8,721	9,059	9,059	-	8,229
Purchased services	100,667	-	-	-	94,000
Supplies	<u>-</u>	<u>86,019</u>	<u>86,019</u>	<u>-</u>	<u>-</u>
Total administrative support	<u>125,621</u>	<u>111,466</u>	<u>111,466</u>	<u>-</u>	<u>117,684</u>
Operation and maintenance					
Purchased services	450,947	466,420	466,420	-	450,609
Supplies	<u>4,034</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total operation and maintenance	<u>454,981</u>	<u>466,420</u>	<u>466,420</u>	<u>-</u>	<u>450,609</u>
Student transportation					
Property	<u>73,848</u>	<u>416,598</u>	<u>252,021</u>	<u>164,577</u>	<u>-</u>
Food service programs					
Salaries	-	-	-	-	1,016
Benefits	-	-	-	-	313
Supplies	3,419	-	-	-	5,251
Property	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,909</u>
Total food service	<u>3,419</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,489</u>
Total undistributed expenditures	<u>783,378</u>	<u>1,176,387</u>	<u>1,011,807</u>	<u>164,580</u>	<u>889,992</u>
Total expenditures	<u>3,654,328</u>	<u>3,855,552</u>	<u>3,213,873</u>	<u>641,679</u>	<u>4,469,634</u>
Net change in fund balance	-	-	-	-	(947)
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>947</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
State sources:					
Special appropriations	\$ 2,396,666	\$ 4,224,488	\$ 3,827,944	\$ (396,544)	\$ 2,709,373
EXPENDITURES					
Regular programs:					
Instruction					
Salaries	258,632	548,222	511,695	36,527	300,701
Benefits	72,155	151,072	147,506	3,566	68,400
Purchased services	-	110,914	60,445	50,469	1,031
Supplies	335,790	271,263	170,040	101,223	672,880
Total instruction	666,577	1,081,471	889,686	191,785	1,043,012
Student support					
Other	-	-	-	-	5,800
Instructional staff support					
Salaries	393,836	544,590	440,969	103,621	438,659
Benefits	155,404	181,335	173,304	8,031	131,656
Purchased services	281,405	252,936	214,553	38,383	319,383
Supplies	13,160	15,299	7,782	7,517	8,281
Total instructional staff support	843,805	994,160	836,608	157,552	897,979
Total regular programs	1,510,382	2,075,631	1,726,294	349,337	1,946,791
Special programs:					
Student support					
Salaries	163,744	4,652	4,555	97	130,841
Benefits	77,579	-	-	-	-
Supplies	-	-	-	-	1,766
Total special programs	241,323	4,652	4,555	97	132,607

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
Vocational programs:					
Instruction					
Salaries	\$ -	\$ 2,688	\$ 816	\$ 1,872	\$ 1,632
Benefits	-	246	75	171	149
Purchased services	3,559	-	-	-	3,284
Supplies	58,356	66,941	63,606	3,335	57,940
Property	48,322	-	-	-	61,297
Total instruction	<u>110,237</u>	<u>69,875</u>	<u>64,497</u>	<u>5,378</u>	<u>124,302</u>
Instructional staff support					
Supplies	-	1,119	1,071	48	-
Student transportation					
Purchased services	29,880	1,990	-	1,990	32,659
Total vocational programs	<u>140,117</u>	<u>72,984</u>	<u>65,568</u>	<u>7,416</u>	<u>156,961</u>
Other instructional programs:					
Instruction					
Salaries	136,909	174,441	129,831	44,610	163,448
Benefits	49,084	58,430	39,054	19,376	46,843
Purchased services	76	-	-	-	77
Supplies	43,973	87,896	69,762	18,134	57,058
Total instruction	<u>230,042</u>	<u>320,767</u>	<u>238,647</u>	<u>82,120</u>	<u>267,426</u>
Instructional staff support					
Salaries	-	3,000	3,000	-	-
Benefits	-	89	89	-	-
Purchased services	11,495	4,871	2,470	2,401	3,555
Supplies	625	2,275	2,275	-	623
Total instructional staff support	<u>12,120</u>	<u>10,235</u>	<u>7,834</u>	<u>2,401</u>	<u>4,178</u>

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT
STATE GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Student transportation					
Purchased services	\$ 6,000	\$ 11,000	\$ 8,123	\$ 2,877	\$ 2,088
Community support					
Salaries	18,784	-	-	-	17,835
Benefits	11,288	-	-	-	9,825
Purchased services	624	-	-	-	547
Supplies	4,500	4,428	4,138	290	3,930
Total community support	35,196	4,428	4,138	290	32,137
Total other instructional programs	283,358	346,430	258,742	87,688	305,829
Community services programs:					
Community support					
Supplies	7,430	-	-	-	-
Undistributed expenditures:					
Student support					
Salaries	101,676	277,846	250,616	27,230	85,551
Benefits	44,735	53,019	50,013	3,006	15,481
Supplies	-	9,999	9,999	-	-
Total student support	146,411	340,864	310,628	30,236	101,032
Instructional staff support					
Salaries	34,175	69,546	34,773	34,773	32,261
Benefits	20,815	38,930	19,450	19,480	18,238
Purchased services	-	19,188	19,188	-	-
Supplies	4,405	-	-	-	4,384
Property	-	448,811	448,811	-	-
Total instructional staff support	59,395	576,475	522,222	54,253	54,883

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Operation and maintenance					
Purchased services	\$ 8,250	\$ 293,149	\$ 242,982	\$ 50,167	\$ 6,270
Supplies	-	88,724	87,796	928	-
Property	-	430,579	422,119	8,460	-
	<u>8,250</u>	<u>812,452</u>	<u>752,897</u>	<u>59,555</u>	<u>6,270</u>
Total operation and maintenance	<u>8,250</u>	<u>812,452</u>	<u>752,897</u>	<u>59,555</u>	<u>6,270</u>
Total undistributed expenditures	<u>214,056</u>	<u>1,729,791</u>	<u>1,585,747</u>	<u>144,044</u>	<u>162,185</u>
Total expenditures	<u>2,396,666</u>	<u>4,229,488</u>	<u>3,640,906</u>	<u>588,582</u>	<u>2,704,373</u>
Net change in fund balance	-	(5,000)	187,038	192,038	5,000
FUND BALANCE, July 1	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 192,038</u>	<u>\$ 192,038</u>	<u>\$ 5,000</u>

HUMBOLDT COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	<u>SPECIAL REVENUE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>	<u>TOTALS</u>	
			<u>2020</u>	<u>2019</u>
ASSETS				
Cash and investments	\$ 417,982	\$ 1,385,416	\$ 1,803,398	\$ 1,282,206
Receivables:				
Interest	-	4,805	4,805	12,619
Other	4,766	-	4,766	23,403
Due from other funds	12	-	12	122,946
Intergovernmental receivable	76,831	44,158	120,989	278,900
Inventories	9,697	-	9,697	13,202
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 509,288	\$ 1,434,379	\$ 1,943,667	\$ 1,733,276
	<hr/>	<hr/>	<hr/>	<hr/>
LIABILITIES				
Accounts payable	\$ 27,253	\$ 65,577	\$ 92,830	\$ 419,678
Contract retainage payable	-	-	-	17,584
Accrued liabilities	210,412	-	210,412	196,285
Due to other funds	30,000	-	30,000	329,596
Intergovernmental payable	113,554	-	113,554	-
Unearned revenues	41,671	-	41,671	30,606
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	422,890	65,577	488,467	993,749
	<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES				
Nonspendable:				
Inventory	9,697	-	9,697	13,202
Restricted for:				
Construction of capital assets	-	797,484	797,484	217,199
Committed to:				
Other capital projects	-	62,663	62,663	-
Assigned to:				
Food service	56,701	-	56,701	27,838
Special projects	20,000	-	20,000	35,000
Other capital projects	-	508,655	508,655	446,288
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	86,398	1,368,802	1,455,200	739,527
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities and fund balances	\$ 509,288	\$ 1,434,379	\$ 1,943,667	\$ 1,733,276
	<hr/>	<hr/>	<hr/>	<hr/>

**HUMBOLDT COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)**

	SPECIAL REVENUE FUNDS	CAPITAL PROJECTS FUNDS	TOTALS	
			2020	2019
REVENUES				
Local sources	\$ 297,314	\$ 433,989	\$ 731,303	\$ 1,142,050
State sources	1,472,203	-	1,472,203	1,234,136
Federal sources	875,117	-	875,117	852,803
	<u>2,644,634</u>	<u>433,989</u>	<u>3,078,623</u>	<u>3,228,989</u>
EXPENDITURES				
Current:				
Regular programs	1,129,948	-	1,129,948	1,197,038
Special programs	12,954	-	12,954	4,264
Vocational programs	1,456	-	1,456	-
Other instructional programs	173,282	-	173,282	35,545
Co-curricular/athletic programs	10,807	-	10,807	7,615
Adult education programs	116,893	-	116,893	150,319
Community service programs	84,854	-	84,854	-
Undistributed expenditures:				
Student support	39,189	-	39,189	150
General administration	4,781	-	4,781	7,726
Administrative support	-	92,700	92,700	92,874
Operation and maintenance	-	544,257	544,257	1,121,399
Food service programs	1,101,416	-	1,101,416	1,116,289
Facilities acquisition and construction service	-	966,158	966,158	1,463,764
Other support services	11,955	-	11,955	18,734
Debt service:				
Principal	-	-	-	37,063
Interest	-	-	-	2,937
	<u>2,687,535</u>	<u>1,603,115</u>	<u>4,290,650</u>	<u>5,255,717</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(42,901)</u>	<u>(1,169,126)</u>	<u>(1,212,027)</u>	<u>(2,026,728)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>53,259</u>	<u>1,874,441</u>	<u>1,927,700</u>	<u>1,592,871</u>
Net change in fund balances	10,358	705,315	715,673	(433,857)
FUND BALANCES, July 1	<u>76,040</u>	<u>663,487</u>	<u>739,527</u>	<u>1,173,384</u>
FUND BALANCES, June 30	<u>\$ 86,398</u>	<u>\$ 1,368,802</u>	<u>\$ 1,455,200</u>	<u>\$ 739,527</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.

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

NEVADA EDUCATION FUNDING PLAN - to account for state funds provided to assist with providing assistance to certain underperforming English Learners.

HUMBOLDT COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	<u>ADULT EDUCATION</u>	<u>CLASS SIZE REDUCTION</u>	<u>FOOD AND NUTRITION</u>
ASSETS			
Cash and investments	\$ 1,394	\$ 158,035	\$ 89,368
Other receivables	-	-	-
Due from other funds	-	12	-
Intergovernmental receivable	31,594	-	45,237
Inventories	-	-	9,697
	<hr/>	<hr/>	<hr/>
Total assets	\$ <u>32,988</u>	\$ <u>158,047</u>	\$ <u>144,302</u>
LIABILITIES			
Accounts payable	\$ -	\$ -	\$ 26,006
Accrued liabilities	2,988	158,047	30,135
Due to other funds	30,000	-	-
Intergovernmental payable	-	-	-
Unearned revenues	-	-	21,763
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>32,988</u>	<u>158,047</u>	<u>77,904</u>
FUND BALANCES			
Nonspendable			
Inventory	-	-	9,697
Assigned to:			
Food service	-	-	56,701
Special projects	-	-	-
	<hr/>	<hr/>	<hr/>
Total fund balances	<u>-</u>	<u>-</u>	<u>66,398</u>
Total liabilities and fund balances	\$ <u>32,988</u>	\$ <u>158,047</u>	\$ <u>144,302</u>

<u>GIFTS AND DONATIONS</u>	<u>NEVADA EDUCATION FUNDING PLAN</u>	<u>TOTALS</u>	
		<u>2020</u>	<u>2019</u>
\$ 36,389	\$ 132,796	\$ 417,982	\$ 349,083
4,766	-	4,766	23,403
-	-	12	-
-	-	76,831	225,524
-	-	9,697	13,202
<u>41,155</u>	<u>132,796</u>	<u>509,288</u>	<u>611,212</u>
\$ 1,247	\$ -	\$ 27,253	\$ 68,281
-	19,242	210,412	196,285
-	-	30,000	240,000
-	113,554	113,554	-
19,908	-	41,671	30,606
<u>21,155</u>	<u>132,796</u>	<u>422,890</u>	<u>535,172</u>
-	-	9,697	13,202
-	-	56,701	27,838
20,000	-	20,000	35,000
<u>20,000</u>	<u>-</u>	<u>86,398</u>	<u>76,040</u>
<u>41,155</u>	<u>132,796</u>	<u>509,288</u>	<u>611,212</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, 2020
(With Comparative Totals for the Year Ended June 30, 2019)**

	<u>ADULT EDUCATION</u>	<u>CLASS SIZE REDUCTION</u>	<u>FOOD AND NUTRITION</u>
REVENUES			
Local sources	\$ -	\$ -	\$ 195,185
State sources	116,893	972,451	3,213
Federal sources	-	-	875,117
	<hr/>	<hr/>	<hr/>
Total revenues	116,893	972,451	1,073,515
EXPENDITURES			
Regular programs	-	972,451	-
Special programs	-	-	-
Vocational programs	-	-	-
Other instructional programs	-	-	-
Co-curricular/athletic programs	-	-	-
Adult education programs	116,893	-	-
Community service programs	-	-	-
Undistributed expenditures:			
Student support	-	-	-
General administration	-	-	-
Administrative support	-	-	-
Operation and maintenance	-	-	-
Food service programs	-	-	1,101,416
Facilities acquisition and construction service	-	-	-
Other support services	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	116,893	972,451	1,101,416
Excess (deficiency) of revenues over (under) expenditures	<hr/>	<hr/>	<hr/>
	-	-	(27,901)
OTHER FINANCING SOURCES (USES):			
Transfers in	<hr/>	<hr/>	<hr/>
	-	-	53,259
Net change in fund balances	<hr/>	<hr/>	<hr/>
	-	-	25,358
FUND BALANCES, July 1	<hr/>	<hr/>	<hr/>
	-	-	41,040
FUND BALANCES, June 30	<hr/>	<hr/>	<hr/>
	\$ -	\$ -	\$ 66,398

<u>GIFTS AND DONATIONS</u>	<u>NEVADA EDUCATION FUNDING PLAN</u>	<u>TOTALS</u>	
		<u>2020</u>	<u>2019</u>
\$ 102,129	\$ -	\$ 297,314	\$ 649,448
-	379,646	1,472,203	1,234,136
-	-	875,117	852,803
<u>102,129</u>	<u>379,646</u>	<u>2,644,634</u>	<u>2,736,387</u>
75,176	82,321	1,129,948	1,197,038
12,954	-	12,954	4,264
1,456	-	1,456	-
-	173,282	173,282	35,545
10,807	-	10,807	7,615
-	-	116,893	150,319
-	84,854	84,854	-
-	39,189	39,189	150
4,781	-	4,781	7,653
-	-	-	174
-	-	-	146,379
-	-	1,101,416	1,116,289
-	-	-	27,052
11,955	-	11,955	18,734
-	-	-	37,063
-	-	-	2,937
<u>117,129</u>	<u>379,646</u>	<u>2,687,535</u>	<u>2,751,212</u>
<u>(15,000)</u>	<u>-</u>	<u>(42,901)</u>	<u>(14,825)</u>
<u>-</u>	<u>-</u>	<u>53,259</u>	<u>19,890</u>
(15,000)	-	10,358	5,065
<u>35,000</u>	<u>-</u>	<u>76,040</u>	<u>70,975</u>
<u>\$ 20,000</u>	<u>\$ -</u>	<u>\$ 86,398</u>	<u>\$ 76,040</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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
State sources:					
High school diploma program	\$ 142,809	\$ 133,669	\$ 116,893	\$ (16,776)	\$ 150,319
EXPENDITURES					
Adult education programs:					
Instruction					
Salaries	10,000	20,000	18,838	1,162	27,262
Benefits	295	590	556	34	804
Purchased services	7,350	3,350	1,633	1,717	2,262
Supplies	17,841	10,750	1,435	9,315	18,804
Total instruction	<u>35,486</u>	<u>34,690</u>	<u>22,462</u>	<u>12,228</u>	<u>49,132</u>
Administrative support					
Salaries	62,413	55,160	54,874	286	59,023
Benefits	36,060	30,086	29,883	203	32,711
Purchased services	5,675	8,068	7,588	480	5,496
Supplies	3,175	5,665	2,086	3,579	3,957
Total administrative support	<u>107,323</u>	<u>98,979</u>	<u>94,431</u>	<u>4,548</u>	<u>101,187</u>
Total expenditures	<u>142,809</u>	<u>133,669</u>	<u>116,893</u>	<u>16,776</u>	<u>150,319</u>
Net change in fund balance	-	-	-	-	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
CLASS SIZE REDUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
State sources:					
Distributive school fund	\$ 963,722	\$ 972,451	\$ 972,451	\$ -	\$ 917,042
EXPENDITURES					
Regular programs:					
Instruction					
Salaries	655,705	659,613	659,613	-	632,415
Benefits	308,017	312,838	312,838	-	284,627
Total expenditures	963,722	972,451	972,451	-	917,042
Net change in fund balance	-	-	-	-	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

**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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
REVENUES					
Local sources:					
Daily sales	\$ 284,617	\$ 191,037	\$ 195,185	\$ 4,148	\$ 281,565
State sources:					
State lunch program	3,120	3,213	3,213	-	3,072
Federal sources:					
National school lunch program	551,551	571,891	571,135	(756)	639,826
School breakfast program	128,000	167,599	167,599	-	129,011
Commodity food program	56,469	81,988	81,988	-	78,405
Special snack program	5,600	2,935	2,935	-	5,161
Other grants	-	59,278	51,460	(7,818)	400
Total federal sources	741,620	883,691	875,117	(8,574)	852,803
Total revenues	1,029,357	1,077,941	1,073,515	(4,426)	1,137,440
EXPENDITURES					
Undistributed expenditures:					
Food service programs:					
Salaries	155,952	178,323	164,426	13,897	148,810
Benefits	61,728	65,267	64,044	1,223	57,641
Purchased services	817,250	772,902	732,269	40,633	819,518
Supplies	56,206	121,022	105,751	15,271	87,789
Property	-	32,776	33,276	(500)	-
Other	1,200	1,950	1,650	300	2,531
Total food service programs	1,092,336	1,172,240	1,101,416	70,824	1,116,289
Debt service					
Principal	-	-	-	-	37,063
Interest	-	-	-	-	2,937
Total debt service	-	-	-	-	40,000
Total expenditures	1,092,336	1,172,240	1,101,416	70,824	1,156,289
Excess (deficiency) of revenues over expenditures	(62,979)	(94,299)	(27,901)	66,398	(18,849)
OTHER FINANCING SOURCES (USES)					
Transfers in	62,979	53,259	53,259	-	19,890
Net change in fund balance	-	(41,040)	25,358	66,398	1,041
FUND BALANCE, July 1	-	41,040	41,040	-	39,999
FUND BALANCE, June 30	\$ -	\$ -	\$ 66,398	\$ 66,398	\$ 41,040

**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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
Local sources:					
Private donations	\$ 61,771	\$ 126,375	\$ 102,129	\$ (24,246)	\$ 204,271
Other	-	10,000	-	(10,000)	163,612
	<u>61,771</u>	<u>136,375</u>	<u>102,129</u>	<u>(34,246)</u>	<u>367,883</u>
EXPENDITURES					
Regular programs:					
Instruction					
Supplies	55,000	102,777	72,692	30,085	113,678
Instructional staff support					
Salaries	-	-	-	-	3,188
Benefits	-	-	-	-	185
Purchased services	-	2,484	2,484	-	36,571
Supplies	-	-	-	-	2,480
	<u>-</u>	<u>2,484</u>	<u>2,484</u>	<u>-</u>	<u>42,424</u>
Total regular programs	<u>55,000</u>	<u>105,261</u>	<u>75,176</u>	<u>30,085</u>	<u>156,102</u>
Special programs:					
Instruction					
Supplies	-	13,782	12,954	828	-
Vocational programs:					
Instruction					
Supplies	5,489	1,465	1,456	9	-
Co-curricular/athletic programs:					
Instruction					
Supplies	-	21,385	10,807	10,578	7,615
	<u>-</u>	<u>21,385</u>	<u>10,807</u>	<u>10,578</u>	<u>7,615</u>

(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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Undistributed expenditures:					
Student support					
Supplies	\$ -	\$ -	\$ -	\$ -	\$ 150
General administration					
Purchased services	1,282	1,282	-	1,282	5,216
Supplies	-	5,200	4,781	419	2,437
Total general administration	<u>1,282</u>	<u>6,482</u>	<u>4,781</u>	<u>1,701</u>	<u>7,653</u>
Administrative support					
Supplies	-	-	-	-	174
Operation and maintenance					
Purchased services	-	10,000	-	10,000	-
Supplies	-	-	-	-	8,020
Property	-	-	-	-	138,359
Total operation and maintenance	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>146,379</u>
Facilities acquisition and construction					
Site improvement					
Property	-	-	-	-	27,052
Other support services					
Other	-	13,000	11,955	1,045	18,734
Total undistributed expenditures	<u>1,282</u>	<u>29,482</u>	<u>16,736</u>	<u>12,746</u>	<u>200,142</u>
Total expenditures	<u>61,771</u>	<u>171,375</u>	<u>117,129</u>	<u>54,246</u>	<u>363,859</u>
Net change in fund balance	-	(35,000)	(15,000)	20,000	4,024
FUND BALANCE, July 1	<u>-</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>30,976</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,000</u>	<u>\$ 20,000</u>	<u>\$ 35,000</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
NEVADA EDUCATION FUNDING PLAN FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
State sources:					
Nevada Education					
Funding Plan - SB178	\$ 149,918	\$ 493,200	\$ 379,646	\$ (113,554)	\$ 163,703
EXPENDITURES					
Regular programs:					
Instruction					
Salaries	18,115	8,554	8,554	-	15,675
Benefits	5,834	2,754	2,754	-	4,869
Supplies	75,671	66,965	40,987	25,978	88,519
Total instruction	99,620	78,273	52,295	25,978	109,063
Student support					
Supplies	7,800	-	-	-	7,548
Instructional staff support					
Salaries	-	19,761	11,574	8,187	6,672
Benefits	-	1,424	690	734	611
Purchased services	-	20,799	17,299	3,500	-
Supplies	-	463	463	-	-
Total instructional staff support	-	42,447	30,026	12,421	7,283
Total regular programs	107,420	120,720	82,321	38,399	123,894
Special programs:					
Student support					
Purchased services	7,909	-	-	-	4,264
Other instructional programs:					
Instruction					
Salaries	26,163	64,105	47,898	16,207	28,684
Benefits	8,426	15,633	14,000	1,633	6,861
Supplies	-	112,861	111,384	1,477	-
Total other instructional programs	34,589	192,599	173,282	19,317	35,545

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT
NEVADA EDUCATION FUNDING PLAN FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
Community services programs:					
Community services					
Salaries	\$ -	\$ 44,702	\$ 32,910	\$ 11,792	\$ -
Benefits	-	21,733	17,937	3,796	-
Purchased services	-	39,572	32,560	7,012	-
Supplies	-	34,103	1,447	32,656	-
Total community services programs	-	140,110	84,854	55,256	-
Undistributed expenditures:					
Student support					
Salaries	-	24,050	24,036	14	-
Benefits	-	15,721	15,153	568	-
Total undistributed expenditures	-	39,771	39,189	582	-
Total expenditures	149,918	493,200	379,646	113,554	163,703
Net change in fund balance	-	-	-	-	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
Local sources:					
Ad valorem taxes	\$ 1,663,472	\$ 1,896,287	\$ 1,970,144	\$ 73,857	\$ 1,763,646
Earnings on investments	2,750	3,250	4,634	1,384	4,676
Total revenues	<u>1,666,222</u>	<u>1,899,537</u>	<u>1,974,778</u>	<u>75,241</u>	<u>1,768,322</u>
EXPENDITURES					
Debt service:					
Principal	172,000	172,000	172,000	-	173,000
Interest	52,910	52,910	52,910	-	90,861
Refunding bond issuance costs	-	-	-	-	56,388
Other	750	750	-	750	500
Total expenditures	<u>225,660</u>	<u>225,660</u>	<u>224,910</u>	<u>750</u>	<u>320,749</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,440,562</u>	<u>1,673,877</u>	<u>1,749,868</u>	<u>75,991</u>	<u>1,447,573</u>
OTHER FINANCING SOURCES (USES)					
Refunding bonds issued	-	-	-	-	1,964,000
Payment to refunded bond escrow agent	-	-	-	-	(1,865,000)
Transfers out	(1,415,000)	(1,874,441)	(1,874,441)	-	(1,572,981)
Total other financing sources (uses)	<u>(1,415,000)</u>	<u>(1,874,441)</u>	<u>(1,874,441)</u>	<u>-</u>	<u>(1,473,981)</u>
Net change in fund balance	25,562	(200,564)	(124,573)	75,991	(26,408)
FUND BALANCE, July 1	<u>457,062</u>	<u>916,503</u>	<u>916,503</u>	<u>-</u>	<u>942,911</u>
FUND BALANCE, June 30	<u>\$ 482,624</u>	<u>\$ 715,939</u>	<u>\$ 791,930</u>	<u>\$ 75,991</u>	<u>\$ 916,503</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 FUND

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 FUND – 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, 2020
(With Comparative Totals for June 30, 2019)**

	BUILDING RESERVE (DMV)	BUILDING AND SITES FUND	DISTRICT BOND INITIATIVE FUND	TOTALS	
				2020	2019
ASSETS					
Cash and investments	\$ 135,802	\$ 567,038	\$ 682,576	\$ 1,385,416	\$ 933,123
Interest receivable	-	4,280	525	4,805	12,619
Due from other funds	-	-	-	-	122,946
Intergovernmental receivable	44,158	-	-	44,158	53,376
Total assets	\$ 179,960	\$ 571,318	\$ 683,101	\$ 1,434,379	\$ 1,122,064
LIABILITIES					
Accounts payable	\$ 6,400	\$ -	\$ 59,177	\$ 65,577	\$ 351,397
Contract retainage payable	-	-	-	-	17,584
Due to other funds	-	-	-	-	89,596
Total liabilities	6,400	-	59,177	65,577	458,577
FUND BALANCES					
Restricted for:					
Construction of capital assets	173,560	-	623,924	797,484	217,199
Committed to:					
Other capital projects	-	62,663	-	62,663	-
Assigned to:					
Other capital projects	-	508,655	-	508,655	446,288
Total fund balances	173,560	571,318	623,924	1,368,802	663,487
Total liabilities and fund balances	\$ 179,960	\$ 571,318	\$ 683,101	\$ 1,434,379	\$ 1,122,064

**HUMBOLDT COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)**

	BUILDING RESERVE (DMV)	BUILDING AND SITES FUND	DISTRICT BOND INITIATIVE FUND	TOTALS	
				2020	2019
REVENUES					
Local sources	\$ 306,098	\$ 127,241	\$ 650	\$ 433,989	\$ 492,602
EXPENDITURES					
Undistributed expenditures:					
General administration	-	-	-	-	73
Administrative support	-	-	92,700	92,700	92,700
Operation and maintenance	260,640	978	282,639	544,257	975,020
Facilities acquisition and construction service	-	1,233	964,925	966,158	1,436,712
Total expenditures	260,640	2,211	1,340,264	1,603,115	2,504,505
Excess (deficiency) of revenues over (under) expenditures	45,458	125,030	(1,339,614)	(1,169,126)	(2,011,903)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	1,874,441	1,874,441	1,572,981
Net change in fund balances	45,458	125,030	534,827	705,315	(438,922)
FUND BALANCES, July 1	128,102	446,288	89,097	663,487	1,102,409
FUND BALANCES, June 30	\$ 173,560	\$ 571,318	\$ 623,924	\$ 1,368,802	\$ 663,487

**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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
Local sources:					
Governmental service tax	\$ 319,564	\$ 319,564	\$ 306,098	\$ (13,466)	\$ 318,635
Other	-	-	-	-	4,103
Total revenues	<u>319,564</u>	<u>319,564</u>	<u>306,098</u>	<u>(13,466)</u>	<u>322,738</u>
EXPENDITURES					
Undistributed expenditures:					
Operation and maintenance					
Purchased services	152,225	250,881	205,024	45,857	174,398
Supplies	139,059	75,352	28,220	47,132	77,537
Property	<u>15,762</u>	<u>27,396</u>	<u>27,396</u>	<u>-</u>	<u>-</u>
Total operation and maintenance	<u>307,046</u>	<u>353,629</u>	<u>260,640</u>	<u>92,989</u>	<u>251,935</u>
Student transportation					
Supplies	<u>24,000</u>	<u>19,037</u>	<u>-</u>	<u>19,037</u>	<u>-</u>
Facilities acquisition and construction service					
Site improvement					
Property	<u>32,230</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Building acquisition					
Property	<u>48,729</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,490</u>
Architecture and engineering					
Purchased services	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Building improvement					
Property	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>101,804</u>
Total facilities acquisition and construction service	<u>85,959</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>150,294</u>
Total expenditures	<u>417,005</u>	<u>422,666</u>	<u>260,640</u>	<u>162,026</u>	<u>402,229</u>
Net change in fund balance	(97,441)	(103,102)	45,458	148,560	(79,491)
FUND BALANCE, July 1	<u>172,441</u>	<u>128,102</u>	<u>128,102</u>	<u>-</u>	<u>207,593</u>
FUND BALANCE, June 30	<u>\$ 75,000</u>	<u>\$ 25,000</u>	<u>\$ 173,560</u>	<u>\$ 148,560</u>	<u>\$ 128,102</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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
Local sources:					
Earnings on investments	\$ 125,000	\$ 137,742	\$ 113,455	\$ (24,287)	\$ 141,496
Private donations	-	-	-	-	26,278
Other	-	13,786	13,786	-	-
Total revenues	<u>125,000</u>	<u>151,528</u>	<u>127,241</u>	<u>(24,287)</u>	<u>167,774</u>
EXPENDITURES					
Undistributed expenditures:					
General administration					
Other	<u>75</u>	<u>75</u>	<u>-</u>	<u>75</u>	<u>73</u>
Operation and maintenance					
Purchased services	100,287	35,287	-	35,287	-
Supplies	89,000	95,140	978	94,162	-
Property	-	65,000	-	65,000	-
Total operation and maintenance	<u>189,287</u>	<u>195,427</u>	<u>978</u>	<u>194,449</u>	<u>-</u>
Facilities acquisition and construction service					
Building acquisition					
Property	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>49,822</u>
Building improvement					
Supplies	<u>140,187</u>	<u>134,047</u>	<u>1,233</u>	<u>132,814</u>	<u>8,640</u>
Total facilities acquisition and construction service	<u>140,187</u>	<u>134,047</u>	<u>1,233</u>	<u>132,814</u>	<u>58,462</u>
Total expenditures	<u>329,549</u>	<u>329,549</u>	<u>2,211</u>	<u>327,338</u>	<u>58,535</u>
OTHER FINANCING SOURCES (USES)					
Net change in fund balance	(204,549)	(178,021)	125,030	303,051	109,239
FUND BALANCE, July 1	<u>472,816</u>	<u>446,288</u>	<u>446,288</u>	<u>-</u>	<u>337,049</u>
FUND BALANCE, June 30	<u>\$ 268,267</u>	<u>\$ 268,267</u>	<u>\$ 571,318</u>	<u>\$ 303,051</u>	<u>\$ 446,288</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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
REVENUES					
Local sources:					
Earnings on investments	\$ 5,000	\$ 200	\$ 650	\$ 450	\$ 2,090
Total revenues	<u>5,000</u>	<u>200</u>	<u>650</u>	<u>450</u>	<u>2,090</u>
EXPENDITURES					
Undistributed expenditures:					
Administrative support					
Purchased services	<u>100,000</u>	<u>100,000</u>	<u>92,700</u>	<u>7,300</u>	<u>92,700</u>
Operation and maintenance					
Purchased services	709,000	203,073	183,082	19,991	170,763
Supplies	10,000	140,000	43,003	96,997	-
Property	<u>-</u>	<u>56,732</u>	<u>56,554</u>	<u>178</u>	<u>552,322</u>
Total operation and maintenance	<u>719,000</u>	<u>399,805</u>	<u>282,639</u>	<u>117,166</u>	<u>723,085</u>
Facilities acquisition and construction service					
Architecture and engineering					
Purchased services	<u>2,000</u>	<u>45,000</u>	<u>41,959</u>	<u>3,041</u>	<u>-</u>
Site improvement					
Property	<u>50,069</u>	<u>339,000</u>	<u>121,622</u>	<u>217,378</u>	<u>627,319</u>
Building acquisition and construction					
Property	<u>65,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Building improvement					
Property	<u>560,156</u>	<u>1,069,933</u>	<u>801,344</u>	<u>268,589</u>	<u>600,637</u>
Total facilities acquisition and construction service	<u>677,225</u>	<u>1,453,933</u>	<u>964,925</u>	<u>489,008</u>	<u>1,227,956</u>
Total expenditures	<u>1,496,225</u>	<u>1,953,738</u>	<u>1,340,264</u>	<u>613,474</u>	<u>2,043,741</u>
Excess (deficiency) of revenues over expenditures	<u>(1,491,225)</u>	<u>(1,953,538)</u>	<u>(1,339,614)</u>	<u>613,924</u>	<u>(2,041,651)</u>

(CONTINUED)

**HUMBOLDT COUNTY SCHOOL DISTRICT
DISTRICT BOND INITIATIVE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	<u>2019</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	\$ 1,415,000	\$ 1,874,441	\$ 1,874,441	\$ -	\$ 1,572,981
Net change in fund balance	(76,225)	(79,097)	534,827	613,924	(468,670)
FUND BALANCE, July 1	<u>186,225</u>	<u>89,097</u>	<u>89,097</u>	<u>-</u>	<u>557,767</u>
FUND BALANCE, June 30	<u>\$ 110,000</u>	<u>\$ 10,000</u>	<u>\$ 623,924</u>	<u>\$ 613,924</u>	<u>\$ 89,097</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, 2020
(With Comparative Totals for June 30, 2019)**

	NEVADA UNEMPLOYMENT COMPENSATION FUND	SELF-INSURED WORKERS' COMPENSATION FUND	TOTAL	
			2020	2019
ASSETS				
Current assets:				
Cash and investments	\$ 82,334	\$ 1,470,226	\$ 1,552,560	\$ 1,316,432
Accounts receivable	-	47,445	47,445	47,286
Total assets	82,334	1,517,671	1,600,005	1,363,718
LIABILITIES				
Current liabilities:				
Claims payable	-	30,000	30,000	61,908
Total liabilities	-	30,000	30,000	61,908
NET POSITION				
Restricted	82,334	1,487,671	1,570,005	1,301,810
Total net position	\$ 82,334	\$ 1,487,671	\$ 1,570,005	\$ 1,301,810

**HUMBOLDT COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)**

	NEVADA UNEMPLOYMENT COMPENSATION FUND	SELF-INSURED WORKERS' COMPENSATION FUND	TOTAL	
			2020	2019
OPERATING REVENUES				
Interfund charges	\$ -	\$ 377,943	\$ 377,943	\$ 372,237
OPERATING EXPENSES				
Claims	1,684	42,134	43,818	97,499
Insurance premiums	-	44,324	44,324	45,792
Administrative expenses	-	21,606	21,606	42,032
Total operating expenses	1,684	108,064	109,748	185,323
Operating income (loss)	(1,684)	269,879	268,195	186,914
TRANSFERS IN (OUT)				
Transfers in	-	-	-	50,000
Change in net position	(1,684)	269,879	268,195	236,914
NET POSITION - July 1	84,018	1,217,792	1,301,810	1,064,896
NET POSITION - June 30	\$ 82,334	\$ 1,487,671	\$ 1,570,005	\$ 1,301,810

**HUMBOLDT COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)**

	NEVADA UNEMPLOYMENT COMPENSATION FUND	SELF-INSURED WORKERS' COMPENSATION FUND	TOTAL	
			2020	2019
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
Cash flows from operating activities:				
Cash received for interfund services provided	\$ -	\$ 377,784	\$ 377,784	\$ 380,145
Cash payments for claims and services	(3,242)	(138,414)	(141,656)	(190,549)
Net cash provided (used) by operating activities	(3,242)	239,370	236,128	189,596
Cash flows from noncapital financing activities:				
Transfers in	-	-	-	50,000
Net cash provided (used) by noncapital financing activities	-	-	-	50,000
Net increase (decrease) in cash and cash equivalents	(3,242)	239,370	236,128	239,596
Cash and cash equivalents, July 1	85,576	1,230,856	1,316,432	1,076,836
Cash and cash equivalents, June 30	\$ 82,334	\$ 1,470,226	\$ 1,552,560	\$ 1,316,432
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	\$ (1,684)	\$ 269,879	\$ 268,195	\$ 186,914
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable	-	(159)	(159)	7,908
Increase (decrease) in claims payable	(1,558)	(30,350)	(31,908)	(5,226)
Total adjustments	(1,558)	(30,509)	(32,067)	2,682
Net cash provided (used) by operating activities	\$ (3,242)	\$ 239,370	\$ 236,128	\$ 189,596

**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, 2020
(With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
OPERATING REVENUES					
Interfund charges	\$ -	\$ -	\$ -	\$ -	\$ -
OPERATING EXPENSES					
Unemployment claims	12,000	40,000	1,684	38,316	10,058
Operating income (loss)	(12,000)	(40,000)	(1,684)	38,316	(10,058)
TRANSFERS IN (OUT)					
Transfers in	-	-	-	-	50,000
Change in net position	(12,000)	(40,000)	(1,684)	38,316	39,942
NET POSITION - July 1	<u>86,933</u>	<u>84,018</u>	<u>84,018</u>	<u>-</u>	<u>44,076</u>
NET POSITION - June 30	<u>\$ 74,933</u>	<u>\$ 44,018</u>	<u>\$ 82,334</u>	<u>\$ 38,316</u>	<u>\$ 84,018</u>

HUMBOLDT COUNTY SCHOOL DISTRICT
NEVADA UNEMPLOYMENT COMPENSATION FUND
SCHEDULE OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	<u>2020</u>	<u>2019</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
Cash flows from operating activities:		
Cash payments for claims and services	\$ <u>(3,242)</u>	\$ <u>(11,134)</u>
Net cash provided (used) by operating activities	<u>(3,242)</u>	<u>(11,134)</u>
Cash flows from noncapital financing activities:		
Transfers in	<u>-</u>	<u>50,000</u>
Net cash provided (used) by noncapital financing activities	<u>-</u>	<u>50,000</u>
Net increase (decrease) in cash and cash equivalents	(3,242)	38,866
Cash and cash equivalents, July 1	<u>85,576</u>	<u>46,710</u>
Cash and cash equivalents, June 30	<u><u>\$ 82,334</u></u>	<u><u>\$ 85,576</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	\$ <u>(1,684)</u>	\$ <u>(10,058)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
Increase (decrease) in claims payable	<u>(1,558)</u>	<u>(1,076)</u>
Total adjustments	<u>(1,558)</u>	<u>(1,076)</u>
Net cash provided (used) by operating activities	<u><u>\$ (3,242)</u></u>	<u><u>\$ (11,134)</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, 2020
 (With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	BUDGET		ACTUAL	VARIANCE TO	
	ORIGINAL	FINAL		FINAL BUDGET	2019
OPERATING REVENUES					
Interfund charges	\$ 369,257	\$ 369,257	\$ 377,943	\$ 8,686	\$ 372,237
OPERATING EXPENSES					
Workers compensation claims	150,000	150,000	42,134	107,866	87,441
Insurance premiums	50,000	50,000	44,324	5,676	45,792
Administrative expenses	40,000	40,000	21,606	18,394	42,032
Total operating expenses	240,000	240,000	108,064	131,936	175,265
Operating income (loss)	129,257	129,257	269,879	140,622	196,972
NET POSITION - July 1	1,168,373	1,217,792	1,217,792	-	1,020,820
NET POSITION - June 30	\$ 1,297,630	\$ 1,347,049	\$ 1,487,671	\$ 140,622	\$ 1,217,792

**HUMBOLDT COUNTY SCHOOL DISTRICT
 SELF-INSURED WORKERS' COMPENSATION FUND
 SCHEDULE OF CASH FLOWS
 FOR THE YEAR ENDED JUNE 30, 2020
 (With Comparative Totals for the Year ended June 30, 2019)**

	<u>2020</u>	<u>2019</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS		
Cash flows from operating activities:		
Cash received for interfund services provided	\$ 377,784	\$ 380,145
Cash payments for claims and services	<u>(138,414)</u>	<u>(179,415)</u>
Net cash provided (used) by operating activities	<u>239,370</u>	<u>200,730</u>
Cash and cash equivalents, July 1	<u>1,230,856</u>	<u>1,030,126</u>
Cash and cash equivalents, June 30	<u>\$ 1,470,226</u>	<u>\$ 1,230,856</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	\$ <u>269,879</u>	\$ <u>196,972</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	(159)	7,908
Increase (decrease) in claims payable	<u>(30,350)</u>	<u>(4,150)</u>
Total Adjustments	<u>(30,509)</u>	<u>3,758</u>
Net cash provided (used) by operating activities	<u>\$ 239,370</u>	<u>\$ 200,730</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. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Individual funds include the following:

PRIVATE – PURPOSE TRUST FUND

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.

AGENCY FUNDS

STUDENT ACTIVITY FUNDS – to account for student activity funds under the control of the respective schools in the District.

**HUMBOLDT COUNTY SCHOOL DISTRICT
 FIDUCIARY FUNDS
 PRIVATE-PURPOSE TRUST FUND
 STATEMENT OF FIDUCIARY NET POSITION
 JUNE 30, 2020
 (With Comparative Totals for June 30, 2019)**

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and investments	\$ 85,802	\$ 90,430
Interest receivable	<u>66</u>	<u>185</u>
Total assets	<u>85,868</u>	<u>90,615</u>
NET POSITION		
Reserved for scholarships	<u><u>\$ 85,868</u></u>	<u><u>\$ 90,615</u></u>

**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, 2020
 (With Comparative Actual Amounts for the Year Ended June 30, 2019)**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO</u>	<u>2019</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>	
ADDITIONS					
Interest	\$ 2,400	\$ 1,788	\$ 1,753	\$ (35)	\$ 2,277
Donations	-	-	-	-	800
Total Additions	<u>2,400</u>	<u>1,788</u>	<u>1,753</u>	<u>(35)</u>	<u>3,077</u>
DEDUCTIONS					
Scholarships	<u>9,000</u>	<u>9,500</u>	<u>6,500</u>	<u>3,000</u>	<u>4,000</u>
Change in net position	(6,600)	(7,712)	(4,747)	2,965	(923)
NET POSITION - July 1	<u>90,593</u>	<u>90,615</u>	<u>90,615</u>	<u>-</u>	<u>91,538</u>
NET POSITION - June 30	<u><u>\$ 83,993</u></u>	<u><u>\$ 82,903</u></u>	<u><u>\$ 85,868</u></u>	<u><u>\$ 2,965</u></u>	<u><u>\$ 90,615</u></u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2020**

(Page 1 of 2)

	<u>BALANCE</u> <u>JUNE 30, 2019</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2020</u>
<u>ALBERT LOWRY HIGH SCHOOL</u>				
<u>SCHOLARSHIP FUND</u>				
ASSETS				
Cash	\$ 4,742	\$ 1	\$ 750	\$ 3,993
LIABILITIES				
Due to graduates	\$ 4,742	\$ 1	\$ 750	\$ 3,993
 <u>ALBERT LOWRY HIGH SCHOOL</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 395,394	\$ 531,431	\$ 481,669	\$ 445,156
LIABILITIES				
Due to student groups	\$ 395,394	\$ 531,431	\$ 481,669	\$ 445,156
 <u>WINNEMUCCA JUNIOR HIGH</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 67,006	\$ 68,817	\$ 47,143	\$ 88,680
LIABILITIES				
Due to student groups	\$ 67,006	\$ 68,817	\$ 47,143	\$ 88,680
 <u>WINNEMUCCA GRAMMAR SCHOOL</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 10,484	\$ 3,467	\$ 2,393	\$ 11,558
LIABILITIES				
Due to student groups	\$ 10,484	\$ 3,467	\$ 2,393	\$ 11,558
 <u>SONOMA HEIGHTS SCHOOL</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 19,677	\$ 14,689	\$ 12,677	\$ 21,689
LIABILITIES				
Due to student groups	\$ 19,677	\$ 14,689	\$ 12,677	\$ 21,689

**HUMBOLDT COUNTY SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2020**

(Page 2 of 2)

	<u>BALANCE</u> <u>JUNE 30, 2019</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2020</u>
<u>GRASS VALLEY SCHOOL</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 11,785	\$ 22,271	\$ 15,019	\$ 19,037
LIABILITIES				
Due to student groups	\$ 11,785	\$ 22,271	\$ 15,019	\$ 19,037
<u>MCDERMITT COMBINED SCHOOLS</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 19,189	\$ 49,567	\$ 37,227	\$ 31,529
LIABILITIES				
Due to student groups	\$ 19,189	\$ 49,567	\$ 37,227	\$ 31,529
<u>FRENCH FORD MIDDLE SCHOOL</u>				
<u>STUDENT ACTIVITIES FUND</u>				
ASSETS				
Cash	\$ 40,424	\$ 23,916	\$ 23,073	\$ 41,267
LIABILITIES				
Due to student groups	\$ 40,424	\$ 23,916	\$ 23,073	\$ 41,267
<u>TOTAL - AGENCY FUNDS</u>				
ASSETS				
Cash	\$ 568,701	\$ 714,159	\$ 619,951	\$ 662,909
LIABILITIES				
Due to students and student groups	\$ 568,701	\$ 714,159	\$ 619,951	\$ 662,909



**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, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 23, 2020.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have direct

and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Blake Row : Associates, LLC

Winnemucca, Nevada
October 23, 2020



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

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

Report on Compliance for Each Major Federal Program

We have audited the Humboldt County School District, Humboldt County, Nevada's (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

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

Blake Rowe & Associates, LLC

Winnemucca, Nevada
October 23, 2020

HUMBOLDT COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020
(Page 1 of 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
<u>U.S. Department of Education:</u>			
DIRECT - Impact Aid	84.041	S041B-2020-3000	\$ 608,729
DIRECT - Indian Education - Grants to Local Educational Agencies	84.060	S060A190118	20,635
<i><u>Passed through the State of Nevada Department of Education</u></i>			
Special Education Cluster (IDEA)			
Special Education - Grants to States,			
Local Plan	84.027	20-639-07000	649,194
Special Education DIG	84.027	20-641-07000	50,557
Special Education Teacher Transition Specialist	84.027	20-667-07000	60,000
Physical and Occupational Therapy	84.027	20-667-07001	60,000
IDEA Implementation	84.027	20-667-07005	125,825
			<u>945,576</u>
Special Education - Preschool Grants,			
Early Childhood Aide Time	84.173	20-675-07003	162,500
Early Childhood Speech Therapy	84.173	20-675-07002	60,000
Early Childhood Program	84.173	20-665-07000	3,080
			<u>225,580</u>
Total Special Education Cluster (IDEA)			<u>1,171,156</u>
Title I Grants to Local Education Agencies			
Title I - Part A, Helping Disadvantaged Students			
Meet High Standards	84.010	20-633-07000	553,468
Title I - Section 1003(a) School Improvement Grant	84.010A	20-624-07001	174,521
			<u>727,989</u>
School Safety National Activities			
School Climate Transformation Grant	84.184F	20-682-07000	2,464
School Climate Transformation Grant Round II	84.184F	20-682-07000	5,451
			<u>7,915</u>
Career and Technical Education - Carl D Perkins, Basic	84.048	20-631-07000	<u>34,929</u>
Nevada Indian Education Enhancement	84.299A	20-618-07000	<u>8,299</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020
(Page 2 of 3)**

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
Title III,			
English Language Acquisition State Grants	84.365A	20-658-07000	\$ 15,229
Immigrant	84.365A	20-658-07000	6,950
English Language Acquisition, Consortium, State Grants	84.365A	20-658-07000	<u>1,727</u>
			<u>23,906</u>
Title II-A, Supporting Effective Instruction, State Grants, Teacher/Principal Training & Recruiting	84.367	20-709-07000	75,146
Title I, Part A - Migrant Education State Grant Program	84.011A	20-629-07000	33,103
Title I, Part A - Migrant Education Coordination Program	84.144A	20-628-07000	11,485
Title IV A Student Support and Academic Enrichment	84.424A	20-715-07000	68,239
Title IV B, 21st Century Learning Communities	84.287	20-769-07000	<u>82,250</u>
Total U.S. Department of Education			<u>2,873,781</u>
<u>U.S. Department of Agriculture:</u>			
<i>Passed through Humboldt County, Nevada</i>			
Forest Service Schools and Roads Cluster			
Schools and Roads, Grants to States	10.665	n/a	<u>77,228</u>
Total Forest Service Schools and Roads Cluster			<u>77,228</u>
Child Nutrition Cluster			
<i>Passed through the State of Nevada Department of Agriculture</i>			
School Breakfast Program	10.553	n/a	167,600
National School Lunch Program	10.555	n/a	571,134
National School Lunch Program - Special Snack Program	10.555	n/a	2,935
National School Lunch Program - Commodities (Noncash)	10.555	n/a	<u>81,988</u>
Total Child Nutrition Cluster			<u>823,657</u>

**HUMBOLDT COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

(Page 3 of 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH IDENTIFYING NUMBER	TOTAL FEDERAL EXPENDITURES
<i>Passed through the State of Nevada Department of Agriculture</i>			
Fresh Fruit and Vegetable Program	10.582	20-808	\$ 16,692
NSLP Equipment Assistance Grant	10.579	7NV300AG7	34,768
			<u>51,460</u>
Total U.S. Department of Agriculture			<u>952,345</u>
<u>U.S. Environmental Protection Agency:</u>			
<i>Passed through the State of Nevada Division of Environmental Protection</i>			
Diesel Emissions Reduction Act (DERA) State Grants			
DERA School Bus Replacement Program	66.040	NVDEMF 20-10	252,021
			<u>252,021</u>
Total U.S. Environmental Protection Agency			<u>252,021</u>
<u>U.S. Department of Health and Human Services:</u>			
<i>Passed through the State of Nevada Department of Education</i>			
Substance Abuse and Mental Health Services - Projects of Regional and National Significance, Project Aware	93.243	19-698-07000	10,801
Total U.S. Department of Health and Human Services			<u>10,801</u>
	TOTAL		<u>\$ 4,088,948</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, 2020**

(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, 2020. 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	\$ 77,228
Major Special Revenue Funds	3,136,603
Nonmajor Special Revenue Funds	<u>875,117</u>
Total	<u>\$ 4,088,948</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, 2020 was \$727,989.

**HUMBOLDT COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2020**

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, 2020.
- No significant deficiencies relating to the audit of the financial statements are reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*. No material weaknesses are reported.
- No instances of noncompliance material to the financial statements of the Humboldt County School District, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
- No deficiencies in internal control over major federal award programs were disclosed during the audit as reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). No material weaknesses are reported.
- Drake Rose & Associates, LLC issued an unqualified opinion on compliance for the major federal award program of the Humboldt County School District.
- Audit findings that are required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
- The programs tested as major programs for the year ended June 30, 2020 included:

<u>CFDA</u>	<u>Program</u>
10.553, 10.555	Child Nutrition Cluster
84.041	Impact Aid

- The dollar threshold used for distinguishing between Type A and Type B programs for the year ended June 30, 2020, was \$750,000.
- Humboldt County School District qualified as a low risk auditee for the year ended June 30, 2020 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, 2020**

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

None

Findings and Questioned Costs for Major Federal Awards Programs:

None

**HUMBOLDT COUNTY SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2020**

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

Audit Finding Reference: 2019-001

Status of Prior Finding: Planned corrective action was completed this fiscal year.



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, 2020, 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

As noted in their corrective action plan to the Nevada Department of Taxation, the Humboldt County School District implemented processes to comply with NRS 338.13864 related to the preparation of an attestation statement for public works projects performed internally.

PRIOR YEAR RECOMMENDATIONS

Management implemented prior year recommendations related to internal controls over compliance with federal procurement for federal disbursements per the District policy adopted.

CURRENT YEAR RECOMMENDATIONS

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

Drake Rose & Associates, LLC

Winnemucca, Nevada
October 23, 2020