

Salmon River Joint School District No. 243

Year Ended June 30, 2023

Audited Financial Statements

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Independent Auditor's Report

Board of Trustees
Salmon River Joint School District No. 243

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Salmon River Joint School District No. 243 (the School) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School's basic financial statements as listed in the table of contents.

Qualified Opinion on the Governmental Activities

In our opinion, except for the effects of the matter described in the Matter Giving Rise to the Qualified Opinion on the Governmental Activities section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2023, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Unmodified Opinions on All Other Opinion Units Described Below

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the School and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules and schedule of employer's share of net pension asset and liability and schedule of employer contributions listed in the table of contents be presented to supplement the basic financial statements. Such information, although not 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, and 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.

Management has not included the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not 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, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or 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 are fairly stated in all material respects in relation to the basic financial statements as a whole.

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Statement of Net Position

June 30, 2023

	<u>Governmental Activities</u>
Assets	
Current Assets	
Cash & Investments	\$1,990,635
Receivables:	
Local Sources	140,101
State Sources	32,748
Federal Sources	28,996
Total Current Assets	<u>2,192,480</u>
Noncurrent Assets	
Nondepreciable Capital Assets	25,126
Depreciable Net Capital Assets	269,346
Total Noncurrent Assets	<u>294,472</u>
Total Assets	<u>2,486,952</u>
 Deferred Outflows of Resources	
Pension Items	918,720
Total Deferred Outflows of Resources	<u>918,720</u>
Total Assets and Deferred Outflows of Resources	<u><u>\$3,405,672</u></u>
 Liabilities	
Current Liabilities	
Accounts Payable	
Salaries & Benefits Payable	\$296,087
Unspent Grant Allocation	
Total Current Liabilities	<u>296,087</u>
Noncurrent Liabilities	
Long-Term Liabilities, Noncurrent	1,454,894
Total Liabilities	<u>1,750,981</u>
 Deferred Inflows of Resources	
Pension Items	6,494
Total Deferred Inflows of Resources	<u>6,494</u>
Total Liabilities and Deferred Inflows of Resources	<u>1,757,475</u>
 Net Position	
Net Investment in Capital Assets	294,472
Restricted:	
Special Programs	877,720
Capital Projects	188,971
Unrestricted	287,034
Total Net Position	<u>1,648,197</u>
Total Liabilities and Deferred Inflows of Resources and Net Position	<u><u>\$3,405,672</u></u>

See Accompanying Notes

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

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Balance Sheet - Governmental Funds

June 30, 2023

	General Fund	Forest Reserve Fund	Child Nutrition Fund
Assets			
Cash & Investments	\$918,117	\$738,626	\$6,629
Receivables:			
Local Sources	140,101		
State Sources	31,248		
Federal Sources			
Due From Other Funds	17,514		
Total Assets	\$1,106,980	\$738,626	\$6,629
Liabilities			
Accounts Payable			
Due To Other Funds			
Salaries & Benefits Payable	\$277,278		\$6,561
Unspent Grant Allocation			
Total Liabilities	277,278	\$0	6,561
Deferred Inflows of Resources			
Unavailable Tax Revenues	35,079		
Total Deferred Inflows of Resources	35,079	0	0
Fund Balances			
Restricted:			
Special Programs		738,626	68
Capital Projects			
Unassigned	794,623		
Total Fund Balances	794,623	738,626	68
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$1,106,980	\$738,626	\$6,629

Balance Sheet - Governmental Funds

June 30, 2023

**Reconciliation of Total Governmental Fund Balances to Net Position
of Governmental Activities**

Total Governmental Fund Balances	\$1,861,314
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	294,472
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Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	35,079
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Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(1,454,894)
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Pension deferred outflows/inflows are not due and payable in the current period and therefore are not reported in the funds.	912,226
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Net Position of Governmental Activities	<u>\$1,648,197</u>
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Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2023

	Nonmajor Governmental Funds	Total Governmental Funds
Revenues		
Local Taxes	\$0	\$482,890
Other Local Revenue	40,506	619,065
State Revenue	58,483	1,874,950
Federal Revenue	346,863	540,319
Total Revenues	445,852	3,517,224
Expenditures		
Instructional Programs		
Elementary School	82,210	588,325
Secondary School	16,804	555,494
Vocational-Technical	10,784	10,784
Special Education	57,988	257,393
Special Education Preschool	3,614	3,614
Gifted & Talented	0	48,656
Interscholastic	0	0
Summer School Program	0	0
Support Service Programs		
Attendance - Guidance - Health	52,045	74,448
Special Education Support Services	0	17,725
Instruction Improvement	24,447	112,963
Educational Media	0	28,551
Instruction-Related Technology	164,287	276,437
Board of Education	0	16,008
District Administration	0	152,104
School Administration	0	231,535
Business Operations	0	203,410
Administrative Technology Service	0	4,100
Buildings - Care	0	165,488
Maintenance - Non-Student Occupied	0	1,730
Maintenance - Student Occupied	0	634,416
Maintenance - Grounds	0	1,634
Security Program	0	0
Pupil-To-School Transportation	0	92,719
Pupil-Activity Transportation	0	0
General Transportation	0	1,644
Other Support Services	0	0
Non-Instructional Programs		
Child Nutrition	0	111,843
Community Services	1,926	1,926
Student Activity	33,326	33,326
Capital Assets - Student Occupied	0	0
Capital Assets - Non-Student Occupied	0	0
Total Expenditures	447,431	3,626,273
Excess (Deficiency) of Revenues Over Expenditures	(1,579)	(109,049)
Other Financing Sources (Uses)		
Transfers In	8,670	12,536
Transfers Out	0	(12,536)
Total Other Financing Sources (Uses)	8,670	0
Net Change in Fund Balances	7,091	(109,049)
Fund Balances - Beginning	320,906	1,970,363
Fund Balances - Ending	\$327,997	\$1,861,314

See Accompanying Notes

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SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Statement of Fiduciary Net Position

June 30, 2023

	<u>Private Purpose Trust Funds</u>
Assets	
Cash & Investments	<u>\$2,458</u>
Total Assets	<u><u>\$2,458</u></u>
 Net Position	
Restricted:	
Held in Trust	<u>\$2,458</u>
Total Net Position	<u><u>\$2,458</u></u>

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Salmon River Joint School District No. 243 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Adams and Idaho Counties.

These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to school districts. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the School are discussed below.

Basic Financial Statements - Government-Wide Statements – The School's basic financial statements include both government-wide (reporting the School as a whole) and fund financial statements (reporting the School's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business type. Currently, all the School's activities are categorized as governmental activities.

In the government-wide statement of net position, the activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the School's functions. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds (when two or more funds are involved) is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function) are normally covered by general revenues.

The School reports expenditures in accordance with the State Department of Education's "Idaho Financial Accounting Reporting Management System" (IFARMS). IFARMS categorizes all expenditures by function, program and object. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the School as an entity and the change in the School's net position resulting from the current year's activities. Fiduciary funds are not included in the government-wide statements.

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

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Notes to Financial Statements

the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method, except for certain transportation vehicles which use the declining balance method.

Leases/SBITAs and Amortization – Material long-term leases and subscription-based information technology arrangements (SBITAs) are reported in accordance with the provisions of GASB 87 *Leases* and GASB 96 *SBITAs*. When incurred, amortization over the appropriate lease or SBITA term is recorded using the straight-line method.

Compensated Absences – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded. Compensated absences will be paid by the fund in which the employee works.

Other Post-Employment Benefits – The School does not provide benefits to retired employees other than retirement benefits funded through the Public Employees Retirement System of Idaho. However, certain retired employees can remain on the School insurance policy after retirement if the retired employee pays the average monthly cost. The difference between the age-adjusted monthly cost and the average monthly cost is referred to as an “implicit subsidy” since the medical insurance rate of a retired employee is generally higher than the medical insurance rate of a younger employee. GASB 75 requires that employers have actuarial calculations performed for these other post-employment benefits so that an asset or liability, deferred outflows of resources, deferred inflows of resources, and expenses can be recorded in the government-wide financial statements and related notes and required supplementary information can be prepared. Management believes the costs of implementing GASB 75 cannot be justified at this time. Accordingly, the School accounts for the other-post employment benefits for retirees on the pay-as-you-go basis. Other post-employment benefits will be paid by the fund in which the employee works.

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

Deferred Outflows/Inflows of Resources – The School’s financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

Net Position – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Notes to Financial Statements

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	Governmental Funds	Fiduciary Funds	Total
Cash - Deposits	\$699,175		\$699,175
Investments - Local Gov't Investment Pool	1,291,460	\$2,458	1,293,918
Total	\$1,990,635	\$2,458	\$1,993,093

Deposits – At year end, the carrying amounts of the School's deposits were \$699,175 and the bank balances were \$763,648. Of the bank balances, \$307,500 was insured, and the balance was uninsured and uncollateralized.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

Interest rate risk:

Investment Type	Investment Maturity Schedule (In Years)	
	Less Than 1	Total
Local Gov't Invest Pool	\$1,293,918	\$1,293,918
Total	\$1,293,918	\$1,293,918

Credit rate risk:

Investment Type	Investment Rating Schedule	
	Not Rated	Total
Local Gov't Invest Pool	\$1,293,918	\$1,293,918
Total	\$1,293,918	\$1,293,918

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The School's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer's office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to \$10 million. Withdrawals of \$10 million or more require three business days' notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at www.sto.idaho.gov.

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Notes to Financial Statements

D. CAPITAL ASSETS

A summary of capital assets for the year is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	\$25,126			\$25,126
Total	<u>25,126</u>	<u>\$0</u>	<u>\$0</u>	<u>25,126</u>
Depreciable Capital Assets				
Buildings	1,240,373			1,240,373
Equipment	300,575			300,575
Transportation	454,341			454,341
Subtotal	<u>1,995,289</u>	<u>0</u>	<u>0</u>	<u>1,995,289</u>
Accumulated Depreciation				
Buildings	1,101,888	6,466		1,108,354
Equipment	207,795	15,376		223,171
Transportation	385,039	9,379		394,418
Subtotal	<u>1,694,722</u>	<u>31,221</u>	<u>0</u>	<u>1,725,943</u>
Total	<u>300,567</u>	<u>(31,221)</u>	<u>0</u>	<u>269,346</u>
Net Capital Assets	<u>\$325,693</u>	<u>(\$31,221)</u>	<u>\$0</u>	<u>\$294,472</u>

Depreciation expense of \$31,221 was charged to the capital assets – student occupied program.

E. LONG-TERM LIABILITIES

Changes in long-term liabilities are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Net Pension Liability	\$0	\$1,454,894		\$1,454,894	-
Total	<u>\$0</u>	<u>\$1,454,894</u>	<u>\$0</u>	<u>\$1,454,894</u>	<u>\$0</u>

F. PENSION PLAN

Plan description

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

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243

Notes to Financial Statements

For the year ended June 30, 2023, the School recognized pension revenue (expense) of (\$379,956). At June 30, 2023, the School 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	\$159,985	\$6,494
Changes in assumptions or other inputs	237,191	
Net difference between projected and actual earnings on pension plan investments	334,754	
Employer contributions subsequent to the measurement date	186,790	
Total	<u><u>\$918,720</u></u>	<u><u>\$6,494</u></u>

\$186,790 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) in the year ending June 30, 2024.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2022 the beginning of the measurement period ended June 30, 2021 is 4.6 and 4.6 for the measurement period June 30, 2022.

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

Year Ended	
6/30/24	(\$173,478)
6/30/25	(188,327)
6/30/26	(87,101)
6/30/27	<u>(276,530)</u>
Total	<u><u>(\$725,436)</u></u>

Actuarial assumptions

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

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Notes to Financial Statements

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	-0.25%
TIPS	10%	-0.30%
Real Estate	8%	3.75%
Private Equity	8%	6.00%

Discount rate

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

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

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 6.35 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	(5.35%)	(6.35%)	(7.35%)
School's proportionate share of the net pension liability	<u>\$2,567,745</u>	<u>\$1,454,894</u>	<u>\$544,054</u>

Pension plan fiduciary net position

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

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

Impact on the School's net position

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the School may periodically experience a deficit in its net position. This can occur as a result of recording the School's allocable portion of the net

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Budgetary Comparison Schedule - General and Major Special Revenue Funds
Year Ended June 30, 2023

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General Fund	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
Revenues				
Local Taxes	\$504,416	\$504,416	\$482,890	(\$21,526)
Other Local Revenue	0	0	128,262	128,262
State Revenue	1,917,324	1,816,424	1,816,467	43
Federal Revenue	0	0	0	0
Total Revenues	2,421,740	2,320,840	2,427,619	106,779
Expenditures				
Instructional Programs				
Elementary School	534,230	508,895	506,115	2,780
Secondary School	600,646	561,655	538,690	22,965
Vocational-Technical	0	0	0	0
Special Education	201,702	181,755	199,405	(17,650)
Special Education Preschool	0	0	0	0
Gifted & Talented	0	0	0	0
Interscholastic	50,733	48,123	0	48,123
Summer School Program	0	0	0	0
Support Service Programs				
Attendance - Guidance - Health	79,200	73,512	22,403	51,109
Special Education Support Services	20,000	17,500	17,725	(225)
Instruction Improvement	29,900	59,455	88,516	(29,061)
Educational Media	43,480	27,634	28,551	(917)
Instruction-Related Technology	61,420	60,620	14,938	45,682
Board of Education	8,800	9,200	14,938	(5,738)
District Administration	81,705	134,100	138,243	(4,143)
School Administration	248,080	218,690	231,535	(12,845)
Business Operations	89,598	87,393	89,776	(2,383)
Administrative Technology Service	0	8,470	4,100	4,370
Buildings - Care	215,395	164,618	165,488	(870)
Maintenance - Non-Student Occupied	1,200	1,200	1,730	(530)
Maintenance - Student Occupied	63,305	66,320	82,365	(16,045)
Maintenance - Grounds	2,000	2,000	1,634	366
Security Program	0	0	0	0
Pupil-To-School Transportation	72,779	76,280	92,719	(16,439)
Pupil-Activity Transportation	0	0	0	0
General Transportation	2,000	1,500	1,644	(144)
Other Support Services	0	0	0	0
Non-Instructional Programs				
Child Nutrition	3,250	3,250	1,546	1,704
Community Services	0	0	0	0
Student Activity	0	0	0	0
Capital Assets - Student Occupied	0	0	0	0
Capital Assets - Non-Student Occupied	0	0	0	0
Total Expenditures	2,409,423	2,312,170	2,242,061	70,109 *
Excess (Deficiency) of Revenues				
Over Expenditures	12,317	8,670	185,558	176,888
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	(12,317)	(8,670)	(12,536)	(3,866) *
Total Other Financing Sources (Uses)	(12,317)	(8,670)	(12,536)	(3,866)
Net Change in Fund Balances	0	0	173,022	173,022
Fund Balances - Beginning	0	0	767,469	767,469
Fund Balances - Ending	\$0	\$0	\$940,491	\$940,491

*Total expenditures (over) under appropriations are: \$66,243

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
 Budgetary Comparison Schedule - General and Major Special Revenue Funds
 Year Ended June 30, 2023

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	Budgeted Amounts (GAAP Basis)		Actual Amounts	Final Budget Variance Positive (Negative)
	Original	Final		
Child Nutrition Fund				
Revenues				
Other Local Revenue	\$0	\$16,445	\$18,133	\$1,688
Federal Revenue	70,000	61,650	80,468	18,818
Total Revenues	<u>70,000</u>	<u>78,095</u>	<u>98,601</u>	<u>20,506</u>
Expenditures				
Non-Instructional Programs				
Child Nutrition	95,005	101,935	110,297	(8,362)
Total Expenditures	<u>95,005</u>	<u>101,935</u>	<u>110,297</u>	<u>(8,362) *</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(25,005)	(23,840)	(11,696)	12,144
Other Financing Sources (Uses)				
Transfers In	25,005	23,840	3,866	(19,974)
Transfers Out	0	0	0	0 *
Total Other Financing Sources (Uses)	<u>25,005</u>	<u>23,840</u>	<u>3,866</u>	<u>(19,974)</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>(7,830)</u>	<u>(7,830)</u>
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>7,898</u>	<u>7,898</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$68</u>	<u>\$68</u>

*Total expenditures (over) under appropriations are: (\$8,362)

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

Page 1 of 6

	Special Revenue Funds			
	Student Activity	Sources of Strength	Driver Education	Professional Technical
Assets				
Cash & Investments	\$55,807	\$5,820	\$75	
Receivables:				
Local Sources				
State Sources			1,500	
Federal Sources				
Due From Other Funds				
Total Assets	<u>\$55,807</u>	<u>\$5,820</u>	<u>\$1,575</u>	<u>\$0</u>
Liabilities				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs	55,807	5,820	1,575	
Capital Projects				
Unassigned				
Total Fund Balances	<u>55,807</u>	<u>5,820</u>	<u>1,575</u>	<u>0</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$55,807</u>	<u>\$5,820</u>	<u>\$1,575</u>	<u>\$0</u>

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

Page 3 of 6

	Special Revenue Funds			
	Title I-A ESSA IBP	ESSER I	ESSER II	IDEA Part B 611 School Age 3-21
Assets				
Cash & Investments				\$766
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$17,016			5,415
Due From Other Funds				
Total Assets	\$17,016	\$0	\$0	\$6,181
Liabilities				
Accounts Payable				
Due To Other Funds	\$10,949			
Salaries & Benefits Payable	6,067			\$6,181
Unspent Grant Allocation				
Total Liabilities	17,016	\$0	\$0	6,181
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				
Capital Projects				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	\$17,016	\$0	\$0	\$6,181

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2023

Page 5 of 6

	Special Revenue Funds		Capital Project Funds	
	Title II-A	Title IV-A	Plant	Bus
	ESSA	ESSA	Facilities	Depreciation
	SEI	SS & AE	Fund	Fund
Assets				
Cash & Investments			\$40,667	\$148,304
Receivables:				
Local Sources				
State Sources				
Federal Sources	\$3,185			
Due From Other Funds				
Total Assets	<u>\$3,185</u>	<u>\$0</u>	<u>\$40,667</u>	<u>\$148,304</u>
Liabilities				
Accounts Payable				
Due To Other Funds	\$3,185			
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	<u>3,185</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Restricted:				
Special Programs				
Capital Projects			40,667	148,304
Unassigned				
Total Fund Balances	<u>0</u>	<u>0</u>	<u>40,667</u>	<u>148,304</u>
Total Liabilities and Deferred Inflows of Resources and Fund Balances	<u>\$3,185</u>	<u>\$0</u>	<u>\$40,667</u>	<u>\$148,304</u>

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

Page 1 of 6

	Special Revenue Funds			
	Student Activity	Sources of Strength	Driver Education	Professional Technical
Revenues				
Local Taxes				
Other Local Revenue	\$36,943		\$2,360	
State Revenue			1,500	\$10,784
Federal Revenue				
Total Revenues	<u>36,943</u>	<u>\$0</u>	<u>3,860</u>	<u>10,784</u>
Expenditures				
Instructional Programs				
Elementary School				
Secondary School			2,772	
Vocational-Technical				10,784
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
Summer School Program				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology		416		
Board of Education				
District Administration				
School Administration				
Business Operations				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security Program				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity	33,326			
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Total Expenditures	<u>33,326</u>	<u>416</u>	<u>2,772</u>	<u>10,784</u>
Excess (Deficiency) of Revenues				
Over Expenditures	3,617	(416)	1,088	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	3,617	(416)	1,088	0
Fund Balances - Beginning	52,190	6,236	487	0
Fund Balances - Ending	<u>\$55,807</u>	<u>\$5,820</u>	<u>\$1,575</u>	<u>\$0</u>

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

Page 3 of 6

	Special Revenue Funds			
	Title I-A ESSA IBP	ESSER I	ESSER II	IDEA Part B 611 School Age 3-21
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	\$57,350	\$2,648	\$1,926	\$45,756
Total Revenues	<u>57,350</u>	<u>2,648</u>	<u>1,926</u>	<u>45,756</u>
Expenditures				
Instructional Programs				
Elementary School	44,353			
Secondary School	12,997			
Vocational-Technical				
Special Education				45,756
Special Education Preschool				
Gifted & Talented				
Interscholastic				
Summer School Program				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology		2,648		
Board of Education				
District Administration				
School Administration				
Business Operations				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security Program				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services			1,926	
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Total Expenditures	<u>57,350</u>	<u>2,648</u>	<u>1,926</u>	<u>45,756</u>
Excess (Deficiency) of Revenues				
Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

SALMON RIVER JOINT SCHOOL DISTRICT NO. 243
Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2023

Page 5 of 6

	Special Revenue Funds		Capital Project Funds	
	Title II-A	Title IV-A	Plant	Bus
	ESSA	ESSA	Facilities	Depreciation
	SEI	SS & AE	Fund	Fund
Revenues				
Local Taxes				
Other Local Revenue			\$1,203	
State Revenue				
Federal Revenue	\$9,216	\$10,000		
Total Revenues	<u>9,216</u>	<u>10,000</u>	<u>1,203</u>	<u>\$0</u>
Expenditures				
Instructional Programs				
Elementary School	9,216	10,000		
Secondary School				
Vocational-Technical				
Special Education				
Special Education Preschool				
Gifted & Talented				
Interscholastic				
Summer School Program				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operations				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security Program				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Other Support Services				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Student Activity				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Total Expenditures	<u>9,216</u>	<u>10,000</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues				
Over Expenditures	0	0	1,203	0
Other Financing Sources (Uses)				
Transfers In				8,670
Transfers Out				
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,670</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>1,203</u>	<u>8,670</u>
Fund Balances - Beginning	<u>0</u>	<u>0</u>	<u>39,464</u>	<u>139,634</u>
Fund Balances - Ending	<u>\$0</u>	<u>\$0</u>	<u>\$40,667</u>	<u>\$148,304</u>



**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance With *Government Auditing Standards***

Board of Trustees
Salmon River Joint School District No. 243

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 Salmon River Joint School District No. 243 (the School), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated July 21, 2023. In our report, we expressed a qualified opinion on the governmental activities as management has elected not to adopt the provisions of GASB 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the School'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 School's internal control. Accordingly, we do not express an opinion on the effectiveness of the School'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 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 over financial reporting 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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

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