

# Willcox Unified School District No. 13

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Annual Comprehensive Financial Report

Fiscal Year Ended June 30, 2025



480 N. Bisbee Ave., Willcox, AZ 85643

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
WILLCOX, ARIZONA**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FISCAL YEAR ENDED JUNE 30, 2025**

**Issued by:  
Business and Finance Department**

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
TABLE OF CONTENTS  
JUNE 30, 2025**

**Page**

**INTRODUCTORY SECTION**

Letter of Transmittal.....	i
Organizational Chart.....	v
List of Principal Officials.....	vi
Association of School Business Officials International Certificate of Excellence.....	vii

**FINANCIAL SECTION**

<b>INDEPENDENT AUDITOR'S REPORT.....</b>	<b>1</b>
--	----------

<b>MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&amp;A).....</b>	<b>7</b>
---	----------

**BASIC FINANCIAL STATEMENTS**

**Government-Wide Financial Statements:**

Statement of Net Position.....	20
Statement of Activities.....	21

**Fund Financial Statements:**

**Governmental Funds:**

Balance Sheet - Governmental Funds.....	24
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Position.....	27
Statement of Revenues, Expenditures, and Changes In Fund Balances - Governmental Funds .....	28
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities.....	30

<b>Notes to the Financial Statements.....</b>	<b>31</b>
---	-----------

**REQUIRED SUPPLEMENTARY INFORMATION**

Budgetary Comparison Schedule - General Fund.....	58
Budgetary Comparison Schedule - Government Grants and Assistance.....	59

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
TABLE OF CONTENTS  
JUNE 30, 2025**

**Page**

**FINANCIAL SECTION**

**REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of the District's Proportionate Share of the Net Pension Liability and Schedule of District Pension Contributions.....	60
Schedule of the District's Proportionate Share of the Health Benefit Supplement Liability and Schedule of District Health Benefit Supplement Contributions.....	62
Schedule of the District's Proportionate Share of the Long Term Disability Liability and Schedule of District Long Term Disability Contributions.....	63
Notes to Required Supplementary Information.....	64

**COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS AND SCHEDULES**

**Governmental Funds:**

Fund Descriptions.....	69
Combining Balance Sheet - All Non-Major Governmental Funds.....	70
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances - All Non-Major Governmental Funds.....	72

**Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual:**

Classroom Site Funds.....	74
Instructional Improvement Funds.....	75
Food Service Fund.....	77
Other Special Revenue Funds.....	77
Adjacent Ways.....	78
Building Renewal Grant.....	79
Bond Building Fund.....	80
Debt Service Funds.....	81

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**TABLE OF CONTENTS**  
**JUNE 30, 2025**

**Page**

**STATISTICAL SECTION**

Statistical Section - Descriptions.....85

**Financial Trends:**

Net Position by Component.....87

Expenses, Program Revenues, and Net (Expense)/Revenue.....88

General Revenues and Total Changes in Net Position.....90

Fund Balances - Governmental Funds .....91

Revenues - Governmental Funds .....92

Expenditures and Debt Service Ratio - Governmental Funds .....94

Other Financing Sources and Uses and Net Changes in Fund  
Balances - Governmental Funds .....96

**Revenue Capacity:**

Property Tax Assessment Ratios.....97

Net Full Cash Assessed Value by Property Classification .....98

Net Limited Assessed Value and Full Cash Value of Taxable  
Property by Class .....99

Direct and Overlapping Property Tax Rates.....100

Principal Property Taxpayers.....101

Property Tax Levies and Collections .....102

**Debt Capacity:**

Outstanding Debt by Type .....103

Direct and Overlapping Governmental Activities Debt  
and General Bonded Debt Ratios .....104

Legal Debt Margin Information.....105

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
TABLE OF CONTENTS  
JUNE 30, 2025**

**Page**

**STATISTICAL SECTION (concluded)**

**Demographic and Economic Information:**

County-Wide Demographic and Economic Statistics .....	106
Principal Employers.....	107

**Operating Information:**

Full-Time Equivalent District Employees by Type.....	108
Operating Statistics .....	109
Capital Asset Information .....	110

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**INTRODUCTORY SECTION**

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## *Willcox Unified School District #13*

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Willcox, Arizona 85643

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March 13, 2026

Citizens and Governing Board  
Willcox Unified School District No. 13  
480 N. Bisbee Ave  
Willcox, AZ 85643

State law mandates that school districts required to undergo an annual single audit publish a complete set of financial statements presented in conformity with accounting principles generally accepted in the United States of America and audited in accordance with auditing standards generally accepted in the United States by a certified public accounting firm licensed in the State of Arizona. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of the Willcox Unified School District No. 13 (District) for the fiscal year ended June 30, 2025.

This report consists of management's representations concerning the finances of the District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed both to protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with accounting principles generally accepted in the United States of America. Because the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free of material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been audited by DRS CPA, PLLC, a certified public accounting firm. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2025, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditors concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for the fiscal year ended June 30, 2025, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the District was part of a broader, federally mandated Single Audit as required by the provisions of the Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the District's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in a separately issued Single Audit Report.

Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the report of the independent auditors.

### **Profile of the District**

The District is one of 23 public school districts located in Cochise County, Arizona. It provides a program of public education from preschool through grade twelve, with an estimated current enrollment of 1,050 students.

The District's Governing Board is organized under Section 15-321 of the Arizona Revised Statutes (A.R.S.). Management of the District is independent of other state or local governments. The County Treasurer collects taxes for the District, but exercises no control over its expenditures/expenses. Projected enrollment for the 2025-26 school year is 1,045. District schools cover 900 square miles of Southern Arizona and the average age of school structures is 35 years.

The membership of the Governing Board consists of five members elected by the public. Under existing statutes, the Governing Board's duties and powers include, but are not limited to, the acquisition, maintenance and disposition of school property; the development and adoption of a school program; and the establishment, organization and operation of schools in accordance with Board established policies. The Board, through its policies also has broad financial responsibilities, including the approval of the annual budget, and the establishment of a system of accounting and budgetary controls. The Board and administration evaluate the effects of the District's policies and revise them as necessary. There were no significant revisions of the District's financial policies that would impact the current period's financial statements.

The financial reporting entity consists of a primary government and its component units. A component unit is a legally separate entity that must be included in the reporting entity in conformity with generally accepted accounting principles. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and the District is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing board is financially accountable. The District's major operations include education, student transportation, construction and maintenance of District facilities and food services.

Willcox Unified School District No. 13 is located in the southeastern part of Arizona, about fifty miles from the border of New Mexico, 80 miles from Mexico, and 80 miles from the City of Tucson. The District was formed in the 1940s, by the unification of Willcox School District and Willcox Union High School.

The City of Willcox was founded in 1880 and incorporated in 1915. US Census 2010 reports show the population within the Willcox city limits at 3,200 residents. Willcox is the home of many businesses including Simflo Pumps, a large pump fabricator and manufacturer Pistachio Corporation and North Bowie Farming are large nut farms in the community. Riverview Farms LLC and Coronado Dairy are the largest employers in Willcox with approximately 400 employees. Willcox has also become home to vineyards, wineries, tasting rooms and the largest custom crush facility in Arizona, Aridus Wine Company. Coronado Vineyards, Keeling-Schafer Vineyards, Carlson Creek Vineyards, Flying Leap Vineyards, Passion Cellars, Golden Rule Vineyards, Strive Vineyard, Pillsbury Wine Company, and Zarapa Vineyard are all located in Willcox.

The District maintains budgetary controls as an integral part of its overall system of internal controls. The objective of these budgetary controls is to ensure compliance with legal provisions included in the annual expenditure budget adopted by the District's Governing Board. The annual expenditure budget also serves as the foundation for the District's financial planning and control. Activities of the general fund, special revenue funds, and capital projects funds are included in the annual appropriated budget. The level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is the total adopted expenditure budget. Arizona Revised Statutes permits the adopted expenditure budget to be revised annually. The District additionally exercises management control and oversight of the budget at the fund level. The District may have over expenditures of budgeted funds as long as the necessary revenue is earned. The District is not required to prepare an annual budget of revenue; therefore, a deficit budgeted fund balance may be presented.

### **Factors Affecting Financial Condition**

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the District operates.

Local Economy. Tourism plays an important role in the Willcox economy. Several large events are held throughout the year that benefit the community. For example, Wings Over Willcox brings birding enthusiasts from all over the world to Willcox each year to participate in events and view wildlife that can only be seen in the Willcox area. Rex Allen Days is also a large contributor to the tourism industry in Willcox and celebrates one of Willcox's native sons, a famous movie star from years past, Rex Allen. A professional rodeo is held as well as a concert, parade, and many other events. U-pick farms such as Apple Annie's Orchard brings visitors to Willcox to enjoy harvesting their own pumpkins, apples, peaches and numerous other local crops. They were recently recognized by Lonely Planet the leading international travel guide as, "the best place in the world to eat apple pie." The wine industry is also becoming a boon to the local tourism industry.

Wine tastings and tours of local vineyards are held year-round. Inde Motorsports Ranch draws driving enthusiasts from across the world to Willcox where drivers can test their skills on a professional 3-mile road course. Finally, there are several historic sites to visit near Willcox such as Chiricahua National Monument, Ft. Bowie National Historic Site and the historic towns of Bisbee and Tombstone.

While tourism is important, another major contributor to the local economy is the agricultural industry. Nut orchards and Riverview LLP are among the largest employers in the Willcox area, but other major farming and ranching companies also contribute substantially. A local livestock auction is held weekly, and cattle companies both large and small are all around the Willcox area and keep the ranching tradition alive and well. The impact of local farming has a huge impact on Willcox. Crops such as alfalfa, corn and cotton are grown in the area and orchards of apples, peaches, pecans, and pistachios can be found across the valley. We also cannot forget the newcomer to the area, grapes for the wine industry.

Several other established industries contribute to the local economy such as Valley Telecom, a communications firm with headquarters in Willcox; Sulphur Springs Valley Electric Co-operative, the major electricity supplier for all of Cochise County; Arizona Electric Power Co-operative a large power generation plant outside of Willcox; and Simflo Pumps a local manufacturer of water pumping equipment. There are also several hotels and restaurants in the area including a Holiday Inn and Carl's Jr. Restaurant. Willcox has one grocery store, two discount stores, two auto parts stores and two large truck stops, one opening this year. Finally, a large wind and solar farm is located just outside of Willcox and is a large contributor to the local economy.

Long-term Financial Planning. The District completed Phase I of a bond building project that saw approximately \$7.0 million in improvements to the District. These improvements included a new high school building, cafeteria expansion at the high and middle schools, and security measures such as fencing at all schools. These initiatives began in 2012 and were completed in 2013. Phase II of the bond offering began in November 2013 when approximately \$5.0 million in bonds were sold and improvements to the District began in early 2014. These improvements included a new high school gymnasium, improvements to the current gymnasium, additional security measures, and an addition to the agricultural science building. The major components of the bond upgrades have been completed, however, a new bus was acquired and various infrastructure improvements were completed during fiscal year 2016-17. Technology is always improving and measures were taken in fiscal year 2020-21 to ensure that the District is up to date in this critical area. Further improvements will also be made in campus security and additional facility needs will be addressed such as an improved transportation services building, parking lot improvements, and new buses.

The District's enrollment decreased during 2020-21 due to COVID, but has rebounded this year increasing to 1,050 students. The District has been rated a B school by the Arizona Department of Education and showed improvement at all of its schools, especially in the middle and high schools.

Awards. The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the District for its annual comprehensive financial report for the fiscal year ended June 30, 2024. This was the 27th consecutive year that the District has received this prestigious award. In order to be awarded this certificate, the District published an easily readable and efficiently organized annual comprehensive financial report. This report satisfied both accounting principles generally accepted in the United States of America and applicable legal requirements.

Acknowledgments. The preparation of the annual comprehensive financial report on a timely basis was made possible by the dedicated service of the entire staff of the business and finance department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report.

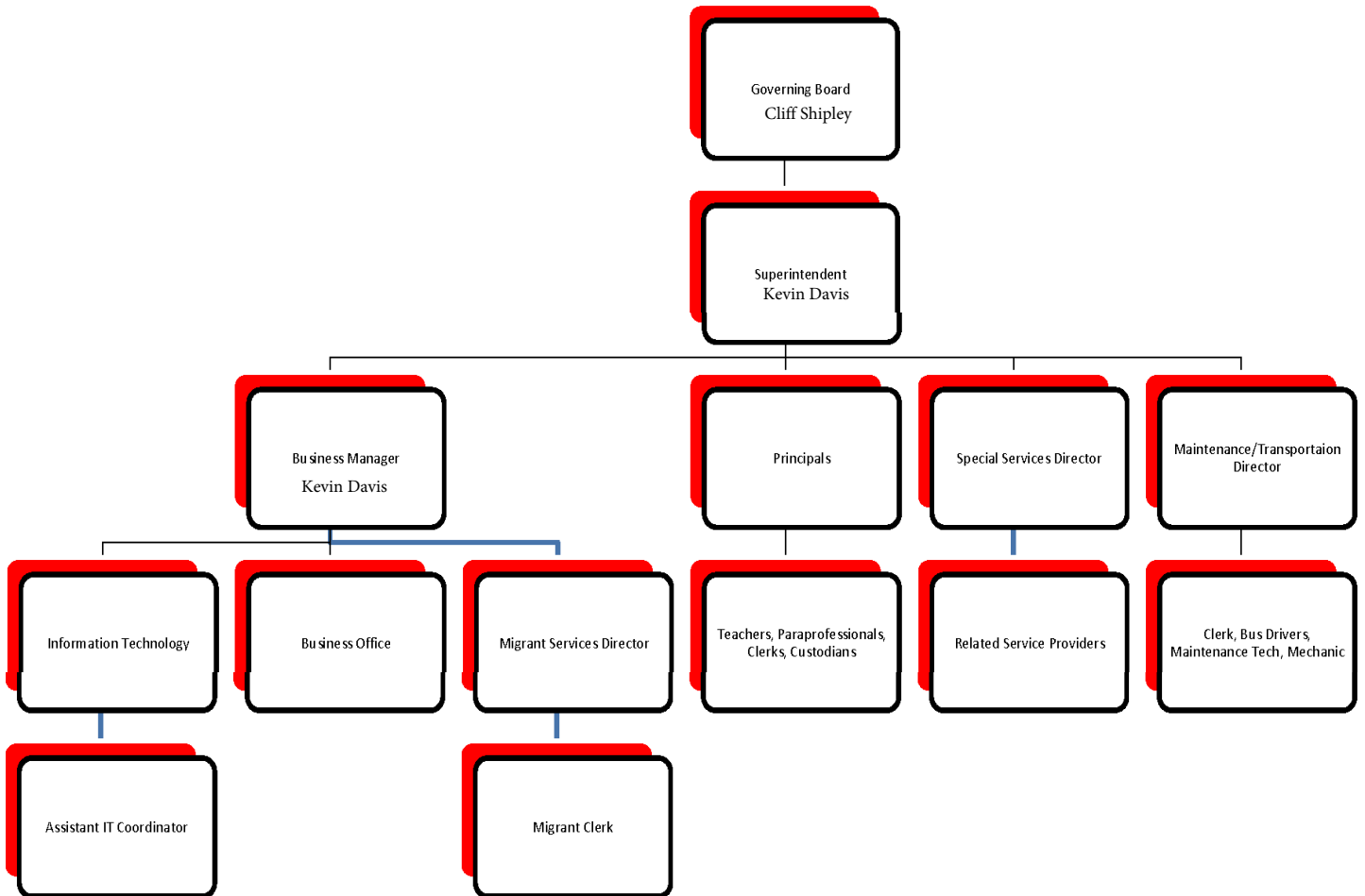
In closing, without the leadership and support of the Governing Board of the District, preparation of this report would not have been possible.

Respectfully submitted,

Kevin Davis  
Superintendent/Business Manager



# Organizational Chart



**WUSD Mission:** To Continuously Expand Opportunities for Every Student.

**WUSD Vision:** Our vision is to be a model rural school district that empowers students to reach their full potential through trust, collaboration, transformative learning, life skills, and work-based experiences, fostering responsible and engaged citizens.

**Willcox Unified School District No. 13**

**List of Principal Officials**

**Governing Board**

Homer Hansen, President

Bill Ryan, Vice-president

Steve Marlatt, Clerk

Terri Kibler, Member

James Allan, Member

**Administrative Staff**

Kevin Davis, Superintendent/Business Manager

Tammy Hall, High School Principal

Shane Couch, Middle School Principal

Erin Bowlby, Elementary School Principal

Farbod Safavi, Special Services Director

Todd DeBaun, Maintenance/Transportation Director

Darren Reno, IT Director



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

The Certificate of Excellence in Financial Reporting  
is presented to

**Willcox Unified School District #13**  
for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended June 30, 2024.

The district report meets the criteria established for  
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

**Ryan S. Stechschulte**  
President

A handwritten signature in black ink, reading 'James M. Rowan'.

**James M. Rowan, CAE, SFO**  
CEO/Executive Director

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**FINANCIAL SECTION**

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CPA, PLLC

## INDEPENDENT AUDITOR'S REPORT

Governing Board of  
Willcox Unified School District No. 13  
Willcox, Arizona

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Willcox Unified School District No. 13, (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the 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, 2025, and the respective changes in financial position, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***Emphasis of Matter***

As described in financial statement note 2 and 3, the District implemented new accounting guidance of the Government Accounting Standards Board (GASB) Statement 101, *Compensated Absences*, for the year ended June 30, 2025, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

#### ***Responsibilities of Management for the Financial Statements***

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

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



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

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

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

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

### **Supplementary Information**

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


### **Other Information**

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated March 13, 2026, 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.



*Certified Public Accountant  
Chandler, Arizona*

March 13, 2026

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**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**(Required Supplementary Information)**

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

As management of the Willcox Unified School District No. 13 (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2025. We encourage readers to consider the information presented here in conjunction with the audited financial statements included in this report.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for fiscal year June 30, 2025, were as follows:

- As of June 30, 2025, the District's total net position was \$18.0 million. This is an increase of \$1.8 million, or 11.0 percent, from fiscal year 2023-24.
- General revenues of \$12.1 million accounted for 72.9 percent of all fiscal year 2024-25 revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions of \$4.5 million accounted for 27.1 percent of total fiscal year 2024-25 revenues.
- The District had \$14.8 million in expenses related to governmental activities; of which \$4.5 million of these expenses were offset by program specific charges for services, operating grants and contributions, and capital grants and contributions. General revenues of \$12.1 million provided the resources for the remaining \$10.3 million of District costs. The excess between the general revenues and remaining District costs resulted in net position increasing \$1.8 million.
- The General Fund reported \$10.7 million in revenues and \$9.9 million in expenditures. The revenues consisted primarily of \$3.4 million in property taxes and \$6.8 million in state aid and grants. As a result of annual activity, the General Fund's fund balance increased \$653,226.
- The District's net capital assets increased \$3.6 million as a result of activity throughout the year including classroom remodels and landscaping projects. For additional information regarding the capital assets, see financial statement note 7.
- On July 1, 2024, the District made a \$478,175 principal payment on outstanding bonds reducing the principal owed to \$11.3 million as of June 30, 2025. For further information regarding bonds, see financial statement note 11.
- The District made a \$27,591 principal payment on an outstanding financed purchase reducing the principal balance to \$60,719 as of June 30, 2025. For further information regarding leases, see the financial statement notes.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**JUNE 30, 2025**

**OVERVIEW OF FINANCIAL STATEMENTS**

The District's basic financial statements are comprised of the government-wide financial statements, the fund financial statements and the notes to the financial statements. These sections provide a comprehensive overview of the District's finances.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad 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, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between them 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 related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused compensated absences).

The government-wide financial statements of the District include the governmental activities. Most of the District's basic services are included here, such as instruction, extra-curricular activities, curriculum and staff development, and general administration. Property taxes, intergovernmental revenues and grants finance most of these activities.

**Fund financial statements.** 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 uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be presented within governmental funds.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows of expendable resources, as well as on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating the District's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. The governmental fund *Balance Sheet* and the governmental fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**OVERVIEW OF FINANCIAL STATEMENTS**

Information is presented separately in the governmental fund *Balance Sheet* and in the governmental fund *Statement of Revenues, Expenditures, and Changes in Fund Balances* for all major funds. Data from the other non-major governmental funds are combined into a single, aggregated presentation.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements.

**Required supplementary information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's budget process. The District adopts an annual expenditure budget for all governmental funds. A budgetary comparison schedule is provided for the General Fund and any major special revenue funds. Additionally, material pension and other postemployment benefits schedules detailing the District's proportionate share of liabilities and contributions are presented as required supplementary information.

**Other information.** The combining and individual fund statements and schedules in connection with nonmajor governmental funds are presented immediately following the required supplementary information other than the MD&A. Combining and individual fund statements and schedules can be found following the required supplementary information. The statistical section includes selected financial and demographic information, generally presented on a multiyear basis.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table presents a comparison of the District's net position for the fiscal years ended June 30, 2025 and 2024.

	As of <u>June 30, 2025</u>	(Restated) As of <u>June 30, 2024</u>	<u>Change</u>	<u>Percent Change</u>
<b>ASSETS</b>				
Current and other assets	\$ 14,919,133	\$ 17,016,921	\$ (2,097,788)	(12.3)%
Capital assets	<u>25,030,542</u>	<u>21,425,592</u>	<u>3,604,950</u>	<u>16.8 %</u>
<b>Total assets</b>	<u>39,949,675</u>	<u>38,442,513</u>	<u>1,507,162</u>	<u>3.9 %</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
	<u>1,434,762</u>	<u>1,519,997</u>	<u>(85,235)</u>	<u>(5.6)%</u>
<b>LIABILITIES</b>				
Current and other liabilities	2,138,124	1,202,383	935,741	77.8 %
Noncurrent liabilities	<u>20,087,542</u>	<u>22,145,941</u>	<u>(2,058,399)</u>	<u>(9.3)%</u>
<b>Total liabilities</b>	<u>22,225,666</u>	<u>23,348,324</u>	<u>(1,122,658)</u>	<u>(4.8)%</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
	<u>1,131,536</u>	<u>368,288</u>	<u>763,248</u>	<u>207.2 %</u>
<b>NET POSITION</b>				
Net investment in capital assets	16,003,311	15,756,213	247,098	1.6 %
Restricted	4,578,150	3,956,110	622,040	15.7 %
Unrestricted	<u>(2,554,226)</u>	<u>(3,466,425)</u>	<u>912,199</u>	<u>26.3 %</u>
<b>Total net position</b>	<u>\$ 18,027,235</u>	<u>\$ 16,245,898</u>	<u>\$ 1,781,337</u>	<u>11.0 %</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1.8 million as of June 30, 2025. The following represents significant information regarding changes and balances:

- The District's current assets decreased \$2.1 million primarily due to a decrease in cash due to the District expending available bond funds.
- The District had \$10.1 million of additions to capital assets and reclassifications of construction in progress including classroom remodels and track remodeling, and \$35,371 of net deletions to capital assets that were offset by depreciation expense of \$1.5 million, resulting in an overall net increase in capital assets of \$3.6 million.
- Current liabilities increased \$935,741 due to an increase in bond payable.
- Noncurrent liabilities decreased \$2.1 million, deferred outflows of resources decreased \$85,235, and deferred inflows of resources increased \$763,248 primarily due to the the repayment of bonds payable, and the results of investment activity and participant activity when compared to Arizona State Retirement System's estimates.
- By far, the largest portion of the District's net position, \$16.0 million, reflects its net investment in capital assets. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Additionally, \$4.6 million of the District's net position represents resources that are subject to external restrictions. The remaining deficit balance of net position, \$2.6 million, is considered unrestricted. For additional information regarding net position, see financial statement note 1.O.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table presents a comparison of the changes in net position for the fiscal years ended June 30, 2025 and 2024.

	Fiscal Year Ended <u>June 30, 2025</u>	Fiscal Year Ended <u>June 30, 2024</u>	<u>Change</u>	<u>Percent Change</u>
<b>Revenues:</b>				
Program revenues:				
Charges for services	\$ 280,729	\$ 602,705	\$ (321,976)	(53.4)%
Operating grants and contributions	3,693,286	1,900,212	1,793,074	94.4 %
Capital grants and contributions	528,099	1,571,692	(1,043,593)	(66.4)%
General revenues:				
Property taxes	4,830,468	4,743,354	87,114	1.8 %
State Aid	6,853,707	8,022,488	(1,168,781)	(14.6)%
Federal aid	-	121,815	(121,815)	(100.0)%
Investment income	262,336	263,757	(1,421)	(0.5)%
Miscellaneous	174,871	-	174,871	100.0 %
<b>Total revenues</b>	<u>16,623,496</u>	<u>17,226,023</u>	<u>(602,527)</u>	<u>(3.5)%</u>
<b>Expenses:</b>				
Instruction	7,623,641	8,619,843	(996,202)	(11.6)%
Support services - students and staff	1,661,254	1,926,667	(265,413)	(13.8)%
Support services - administration	1,792,516	1,754,534	37,982	2.2 %
Operation and maintenance of plant	2,641,902	2,496,276	145,626	5.8 %
Student transportation services	79,622	728,172	(648,550)	(89.1)%
Operation of non-instructional services	515,199	498,493	16,706	3.4 %
Interest on long-term liabilities	528,025	133,718	394,307	294.9 %
<b>Total expenses</b>	<u>14,842,159</u>	<u>16,157,703</u>	<u>(1,315,544)</u>	<u>(8.1)%</u>
<b>Change in net position</b>	1,781,337	1,068,320	713,017	66.7 %
<b>Beginning net position, restated</b>	<u>16,245,898</u>	<u>15,177,578</u>	<u>1,068,320</u>	<u>7.0 %</u>
<b>Ending net position</b>	<u>\$ 18,027,235</u>	<u>\$ 16,245,898</u>	<u>\$ 1,781,337</u>	<u>11.0 %</u>

Net position increased \$1.8 million; the following represents significant information regarding changes:

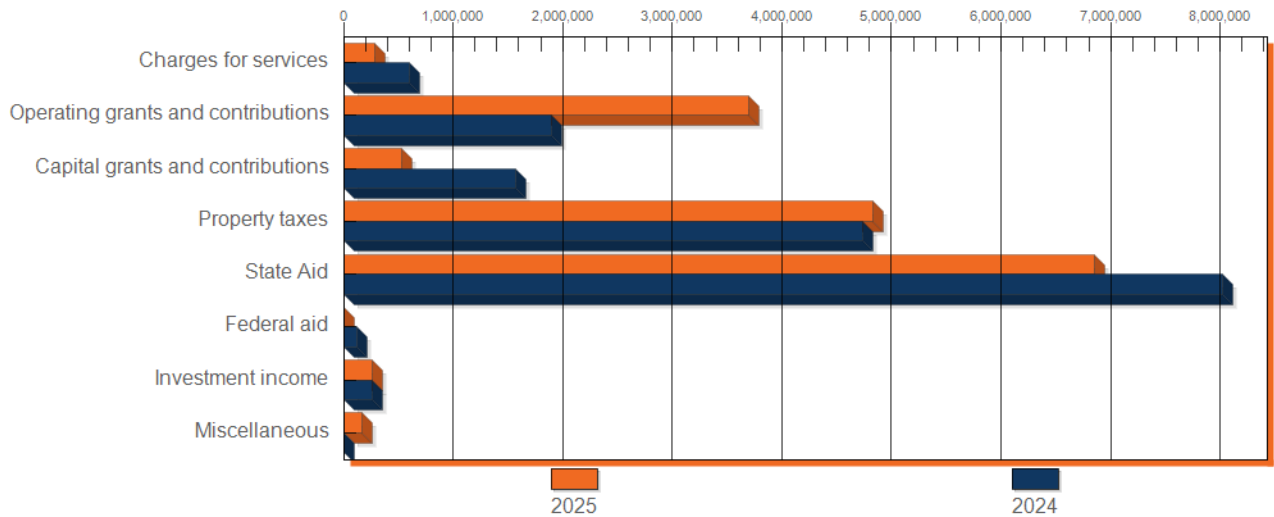
- Revenues decreased \$602,527 primarily due to an decrease in capital grants and contributions due to prior year School Facility Division payments.
- Expenses decreased \$1.3 million due to implementation of cost savings measures due to a decrease in student enrollment.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

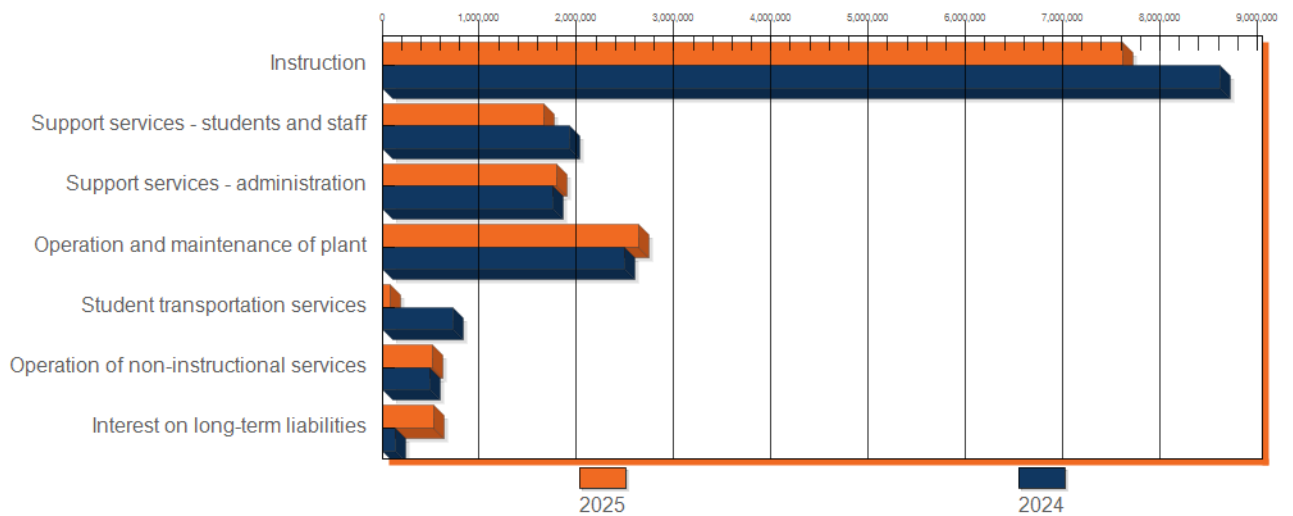
**District-Wide Revenues**

Comparison of Years Ending June 30:



**District-Wide Expenses**

Comparison of Years Ending June 30:



**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

The following table displays information from the *Statement of Activities* governmental activities and compares the net cost of services for the two years ended June 30, 2025 and 2024.

<b><u>Expense Function</u></b>	Net (Expense)	Net (Expense)	<b><u>Change</u></b>	Percent
	Revenue	Revenue		Change
	<u>June 30, 2025</u>	<u>June 30, 2024</u>		<u>Change</u>
Instruction	\$ (4,803,514)	\$ (6,871,890)	\$ 2,068,376	30.1 %
Support services - students and staff	(1,180,032)	(1,635,492)	455,460	27.8 %
Support services - administration	(1,757,842)	(1,754,534)	(3,308)	(0.2)%
Operation and maintenance of plant	(2,105,984)	(1,071,045)	(1,034,939)	(96.6)%
Student transportation services	(21,852)	(728,172)	706,320	97.0 %
Operation of non-instructional services	57,204	111,757	(54,553)	(48.8)%
Interest on long-term liabilities	(528,025)	(133,718)	(394,307)	(294.9)%
<b>Total</b>	<b><u>\$ (10,340,045)</u></b>	<b><u>\$ (12,083,094)</u></b>	<b><u>\$ 1,743,049</u></b>	<b><u>14.4 %</u></b>

The net cost of services decreased \$1.7 million, or 14.4 percent, due to overall expenses decreasing \$1.3 million while program revenues increased \$427,505. The following represents significant information regarding changes and balances:

- Program revenues of \$4.5 million subsidized the government-wide expenses.
- The remaining net costs of governmental activities of \$10.3 million were financed through general revenues.

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS**

The following table provides analysis of the District's major and other governmental funds' fund balances and the total change in fund balances for the two years ended June 30, 2025 and 2024.

<b><u>Fund</u></b>	<b><u>June 30, 2025</u></b>	<b><u>(Restated) June 30, 2024</u></b>	<b><u>Change</u></b>	<b><u>Percent Change</u></b>
General Fund	\$ 5,650,024	\$ 4,996,798	\$ 653,226	13.1 %
Government Grants and Assistance	(295,294)	(81,269)	(214,025)	(263.4)%
Bond Building Fund	2,915,407	6,786,575	(3,871,168)	(57.0)%
Debt Service Funds	332,588	356,111	(23,523)	(6.6)%
Other Governmental Funds	2,785,396	2,517,018	268,378	10.7 %
Total	<u>\$ 11,388,121</u>	<u>\$ 14,575,233</u>	<u>\$ (3,187,112)</u>	<u>(21.9)%</u>

The total governmental fund balances were \$11.4 million at June 30, 2025. It is not expected that the nature of the restrictions, commitments or other limitations on fund balances will significantly affect future operations. Specifically, overall governmental fund balance decreased \$3.2 million and the following represents significant information regarding changes:

- The General Fund's fund balance increased \$653,226, or 13.1 percent, primarily due to the District expending allowable capital funds from the Bond Building Fund that would have normally been paid from the General Fund in the current year. Of the General Fund's fund balance, \$5.7 million is unassigned which may serve as a useful measure of net resources available for spending at June 30, 2025.
- The Government Grants and Assistance's fund balance decreased \$214,025, or 263.4 percent, due to the District expending prior year unrestricted grant proceeds in the current year.
- The Bond Building Fund's fund balance decreased \$3.9 million, or 57.0 percent, primarily due to the District expending available bond funds on classroom and field remodels that were received in the prior year.
- The Debt Service Funds's fund balance decreased \$23,523, or 6.6 percent, primarily due to fluctuation of property tax payments for current year obligations.
- The Other Governmental Funds' fund balance increased \$268,378, or 10.7 percent, primarily due to reduced expenditures in capital project funds in the current fiscal year.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The District's budget is prepared annually according to Arizona law. The General Fund Budgetary Comparison Schedule presents the budgeted amounts, as well as the variances between the final budget and the actual expenditures incurred.

The State of Arizona does not require school districts to prepare a revenue budget. The District updates revenue amounts reported based on actual revenues; therefore, there were no variances from the amount budgeted for the final amended budget and actual revenues.

The following represents the significant budget variations during the fiscal year:

- The General Fund's adopted expenditure budget for the fiscal year ending June 30, 2025, was \$11.4 million.
- The actual amounts expended in the General Fund were \$9.1 million, which was \$2.4 million, or 20.7 percent, less than the final expenditure budget. This difference was primarily due to the District increasing carryforward funds for future projects and unforeseen expenditures.

**CAPITAL ASSETS**

As of June 30, 2025, the District had invested \$25.0 million in capital assets (net of accumulated depreciation) including school buildings, athletic facilities, buses, computers, and other equipment.

The following schedule presents a comparison of the capital asset balances for the years ended June 30, 2025 and 2024.

<u>Governmental activities:</u>	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Change</u>	<u>Percent Change</u>
Land	\$ 1,201,463	\$ 1,201,463	\$ -	- %
Construction in progress	4,157,286	4,930,557	(773,271)	(15.7)%
Land improvements	2,839,141	2,764,175	74,966	2.7 %
Buildings and improvements	30,363,998	25,240,042	5,123,956	20.3 %
Vehicles, furniture, and equipment	4,496,801	3,911,163	585,638	15.0 %
Total	<u>43,058,689</u>	<u>38,047,400</u>	<u>5,011,289</u>	<u>13.2 %</u>
Less: accumulated depreciation	<u>(18,028,147)</u>	<u>(16,621,808)</u>	<u>(1,406,339)</u>	<u>(8.5)%</u>
Capital assets, net	<u>\$ 25,030,542</u>	<u>\$ 21,425,592</u>	<u>\$ 3,604,950</u>	<u>16.8 %</u>

A more in-depth analysis of material activity within capital assets is presented within the analysis of the *Statement of Net Position* earlier in the Management's Discussion and Analysis. Detailed information on the District's capital assets can be found in financial statement note 7.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**LONG-TERM LIABILITIES**

The following schedule presents a comparison of long-term liabilities for the years ended June 30, 2025 and 2024.

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Change</u>	<u>Percent Change</u>
Bonds payable	\$ 11,315,000	\$ 11,793,175	\$ (478,175)	(4.1)%
Bond premium	566,919	618,314	(51,395)	(8)%
Net pension liability	8,418,392	9,170,025	(751,633)	(8.2)%
Other postemployment benefits - LTD	1,330	-	1,330	100.0 %
Financed purchases	60,719	88,310	(27,591)	(31.2)%
Compensated absences	505,182	476,117	29,065	6.1 %
Total	<u>\$ 20,867,542</u>	<u>\$ 22,145,941</u>	<u>\$ (1,278,399)</u>	<u>(5.8)%</u>

Overall long-term liabilities balance decreased \$1.3 million. The following represents significant information regarding changes:

- Bonds payable decreased \$478,175, or 4.1 percent, due to the required payments of principal in accordance with the terms of the debt agreements. The current constitutional debt limitation for the District is \$34.5 million and the statutory debt limit is \$23.0 million, both of which are more than the District's total outstanding general obligation and Class B debt, respectively. For more information, see note 11.
- The changes in the Net pension liability and Other postemployment benefits are due to the results of investment activity and participant activity when compared to anticipated results as determined by the Arizona State Retirement System's actuaries.
- The financed purchases decreased \$27,591, or 31.2 percent, due to the payment of principal as required by the purchase agreements.
- Compensated absences increased \$29,065, or 6.1 percent, due to the accrual and use of available leave balances by employees.

For additional information regarding long-term liabilities, see financial statement note 10 and related following notes.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)  
JUNE 30, 2025**

**ECONOMIC FACTORS AND NEXT YEAR'S GENERAL FUND BUDGET AND RATES**

Amounts available in the General Fund's fiscal year 2025-26 budget are \$11.4 million, an increase of 0.1 percent.

Many factors were considered by the District's administration during the process of developing the General Fund's budget for fiscal year 2025-26, the primary factors considered were:

- An estimation the District's student population will remain consistent for fiscal year 2025-26.
- Expected salaries will increase to plan for expected changes in inflation and state funding levels.
- The local economy and inflation of the surrounding area.
- Available budget balance carryforward is \$2.4 million.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the resources it receives. If you have questions about this report or need additional information, contact the Business and Finance Department, Willcox Unified School District No. 13, 480 N. Bisbee Ave., Willcox, Arizona 85643.

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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2025**

	Governmental Activities
<b>ASSETS</b>	
Cash and investments	\$ 12,839,860
Refundable deposit	18,058
Property taxes receivable	458,605
Due from other governments	1,300,435
Net OPEB asset - HBS	302,175
Capital assets:	
Capital assets not being depreciated	5,358,749
Capital assets being depreciated, net	19,671,793
<b>Total assets</b>	<b>39,949,675</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred outflows - pensions	1,394,121
Deferred outflows - OPEB - HBS	20,702
Deferred outflows - OPEB - LTD	19,939
<b>Total deferred outflows of resources</b>	<b>1,434,762</b>
<b>LIABILITIES</b>	
Accounts payable	347,017
Accrued payroll and benefits	644,398
Advances from grantors	97,334
Interest payable	269,375
Matured debt principal payable	780,000
Noncurrent liabilities:	
Due within one year	51,000
Due in more than one year	20,036,542
<b>Total liabilities</b>	<b>22,225,666</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred inflows - pensions	974,423
Deferred inflows - OPEB - HBS	102,251
Deferred inflows - OPEB - LTD	15,402
Deferred charge on refunding	39,460
<b>Total deferred inflows of resources</b>	<b>1,131,536</b>
<b>NET POSITION</b>	
Net investment in capital assets	16,003,311
Restricted for:	
Net OPEB asset	302,175
Debt service	432,691
Capital projects	847,661
Food service	7,681
Teacher compensation and other qualified purposes	950,097
Specified Instructional Purposes	1,769,140
Non-instructional purposes	140,014
Student activities	128,691
Unrestricted	(2,554,226)
<b>Total net position</b>	<b>\$ 18,027,235</b>

The accompanying notes are an integral part of these statements.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2025**

<b>Functions/Programs</b>	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Position
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities
Governmental activities:					
Instruction	\$ 7,623,641	\$ 39,718	\$ 2,780,409	\$ -	\$ (4,803,514)
Support services - students and staff	1,661,254	-	481,222	-	(1,180,032)
Support services - administration	1,792,516	-	34,674	-	(1,757,842)
Operation and maintenance of plant	2,641,902	-	7,819	528,099	(2,105,984)
Student transportation services	79,622	-	57,770	-	(21,852)
Operation of non-instructional services	515,199	241,011	331,392	-	57,204
Interest on long-term liabilities	528,025	-	-	-	(528,025)
Total governmental activities	\$ 14,842,159	\$ 280,729	\$ 3,693,286	\$ 528,099	(10,340,045)
General revenues:					
Property taxes					4,830,468
State Aid					6,853,707
Investment income					262,336
Miscellaneous					174,871
Total general revenues					12,121,382
Change in net position					1,781,337
Net position, July 1, 2024					16,424,598
Aggregate amount of adjustments to and restatements of beginning net position					(178,700)
Net position, July 1, 2024, restated					16,245,898
Net position, June 30, 2025					\$ 18,027,235

The accompanying notes are an integral part of these statements.

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**FUND FINANCIAL STATEMENTS**

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2025**

	General Fund	Government Grants and Assistance	Bond Building Fund	Debt Service Funds
<b>ASSETS</b>				
Cash and investments	\$ 5,891,254	\$ 34,362	\$ 2,917,407	\$ 1,367,045
Refundable deposit	18,058	-	-	-
Property taxes receivable	343,584	-	-	115,021
Due from other governments	282,321	667,607	-	-
Due from other funds	132,865	-	-	-
<b>Total assets</b>	<b>\$ 6,668,082</b>	<b>\$ 701,969</b>	<b>\$ 2,917,407</b>	<b>\$ 1,482,066</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES (DEFICITS)</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 147,887	\$ 29,668	\$ 2,000	\$ -
Accrued payroll and benefits	536,136	80,821	-	-
Bond Interest payable	-	-	-	269,375
Bonds payable	-	-	-	780,000
Advances from grantors	-	97,334	-	-
Due to other funds	-	132,865	-	-
<b>Total liabilities</b>	<b>684,023</b>	<b>340,688</b>	<b>2,000</b>	<b>1,049,375</b>
<b>Deferred inflows of resources:</b>				
Unavailable revenue - property tax	304,972	-	-	100,103
Unavailable revenue - time restrictions	29,063	656,575	-	-
<b>Total deferred inflows of resources</b>	<b>334,035</b>	<b>656,575</b>	<b>-</b>	<b>100,103</b>
<b>Total liabilities and deferred inflows of resources</b>	<b>1,018,058</b>	<b>997,263</b>	<b>2,000</b>	<b>1,149,478</b>
<b>Fund balances (deficits):</b>				
Restricted	-	369,929	2,915,407	332,588
Unassigned	5,650,024	(665,223)	-	-
<b>Total fund balances (deficits)</b>	<b>5,650,024</b>	<b>(295,294)</b>	<b>2,915,407</b>	<b>332,588</b>
<b>Total liabilities, deferred inflows of resources, and fund balances (deficits)</b>	<b>\$ 6,668,082</b>	<b>\$ 701,969</b>	<b>\$ 2,917,407</b>	<b>\$ 1,482,066</b>

The accompanying notes are an integral part of these statements.

Other Governmental Funds	Total Governmental Funds
\$ 2,629,792	\$ 12,839,860
-	18,058
-	458,605
350,507	1,300,435
-	132,865
\$ 2,980,299	\$ 14,749,823

\$ 167,462	\$ 347,017
27,441	644,398
-	269,375
-	780,000
-	97,334
-	132,865
194,903	2,270,989

-	405,075
-	685,638
-	1,090,713
194,903	3,361,702

2,785,396	6,403,320
-	4,984,801
2,785,396	11,388,121

\$ 2,980,299	\$ 14,749,823
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The accompanying notes are an integral part of these statements.

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
GOVERNMENT-WIDE STATEMENT OF NET POSITION  
JUNE 30, 2025**

<b>Fund balances - total governmental funds</b>	<b>\$ 11,388,121</b>
Amounts reported for governmental activities in the <i>Statement of Net Position</i> are different because:	
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental fund statements.	25,030,542
Revenues reported in the <i>Statement of Activities</i> that will be collected beyond the 60 day recognition period do not provide current financial resources and are deferred in the governmental fund statements.	
Property taxes	405,075
Receipts	685,638
Other Post Employment Benefit (OPEB) assets can only be used to provide OPEB benefits and therefore are not reported within the governmental funds.	
Net OPEB asset - HBS	302,175
Deferred outflows and inflows of resources and other postemployment benefits (OPEB) are applicable to future reporting periods and, therefore, are not reported in the governmental fund statements.	
Deferred outflows of resources related to pensions	1,394,121
Deferred outflows of resources related to OPEB - HBS	20,702
Deferred outflows of resources related to OPEB - LTD	19,939
Deferred inflows of resources related to pensions	(974,423)
Deferred inflows of resources related to OPEB - HBS	(102,251)
Deferred inflows of resources related to OPEB - LTD	(15,402)
Deferred items related to the refunding of bonds are amortized over the life of the associated bond issue in the government-wide statements but not reported in the funds.	(39,460)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental fund statements.	
Bonds payable	(10,535,000)
Bond premium	(566,919)
Net pension liability	(8,418,392)
OPEB - LTD	(1,330)
Financed purchases	(60,719)
Compensated absences	(505,182)
<b>Net position of governmental activities</b>	<b><u>\$ 18,027,235</u></b>

The accompanying notes are an integral part of these statements.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2025**

	General Fund	Government Grants and Assistance	Bond Building Fund	Debt Service Funds
<b>Revenues:</b>				
Property taxes	\$ 3,410,558	\$ -	\$ -	\$ 1,313,135
State aid and grants	6,834,127	234,566	-	-
Federal aid and grants	84,982	1,065,278	-	-
Other local revenue	340,770	19,999	-	21,811
<b>Total revenues</b>	<b>10,670,437</b>	<b>1,319,843</b>	<b>-</b>	<b>1,334,946</b>
<b>Expenditures:</b>				
Current:				
Instruction	5,192,548	870,248	3,832	-
Support services - students and staff	840,566	477,303	-	-
Support services - administration	1,707,586	39,218	-	500
Operation and maintenance of plant	1,342,626	8,843	112,911	-
Student transportation services	566,365	65,339	-	-
Operation of non-instructional services	51,260	-	-	-
Capital outlay	140,918	-	3,754,425	-
Debt service:				
Principal	27,591	-	-	780,000
Interest	5,836	-	-	577,969
<b>Total expenditures</b>	<b>9,875,296</b>	<b>1,460,951</b>	<b>3,871,168</b>	<b>1,358,469</b>
Excess (deficiency) of revenues over expenditures	795,141	(141,108)	(3,871,168)	(23,523)
<b>Other financing sources (uses):</b>				
Sale of capital assets	1,000	-	-	-
Transfers in	72,917	-	-	-
Transfers out	-	(72,917)	-	-
<b>Total other financing sources (uses)</b>	<b>73,917</b>	<b>(72,917)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances (deficits)</b>	869,058	(214,025)	(3,871,168)	(23,523)
<b>Fund balances (deficits), July 1, 2024</b>	4,546,272	(63,590)	6,786,575	356,111
Aggregate amount of adjustments to and restatements of beginning fund balances	450,526	(17,679)	-	-
<b>Fund balances (deficits), July 1, 2024, restated</b>	4,996,798	(81,269)	6,786,575	356,111
<b>Changes in nonspendable resources:</b>				
Prepaid items	(215,832)	-	-	-
<b>Fund balances (deficits), June 30, 2025</b>	<b>\$ 5,650,024</b>	<b>\$ (295,294)</b>	<b>\$ 2,915,407</b>	<b>\$ 332,588</b>

The accompanying notes are an integral part of these statements.

Other Capital Projects	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 8,906	\$ 4,732,599
-	1,689,602	8,758,295
-	331,676	1,481,936
-	767,720	1,150,300
-	2,797,904	16,123,130
-	1,547,755	7,614,383
-	141,039	1,458,908
-	41,017	1,788,321
-	112,248	1,576,628
-	-	631,704
-	454,508	505,768
-	232,959	4,128,302
-	-	807,591
-	-	583,805
-	2,529,526	19,095,410
-	268,378	(2,972,280)
-	-	1,000
-	-	72,917
-	-	(72,917)
-	-	1,000
-	268,378	(2,971,280)
(180,296)	3,130,161	14,575,233
180,296	(613,143)	-
-	2,517,018	14,575,233
-	-	(215,832)
<u>\$ -</u>	<u>\$ 2,785,396</u>	<u>\$ 11,388,121</u>

The accompanying notes are an integral part of these statements.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE  
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES  
YEAR ENDED JUNE 30, 2025**

**Net change in fund balances - total governmental funds** **\$ (2,971,280)**

Amounts reported for the governmental activities in the *Statement of Activities* are different because:

Governmental funds report capital outlays as expenditures. However, in the *Statement of Activities*, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	5,143,972
Depreciation	(1,503,651)
Net book value of disposed capital assets	(35,371)

Property taxes and other receipts in the *Statement of Activities* that do not provide current financial resources are not reported as revenues in the governmental funds.

Prior year unavailable property tax	(307,206)
Prior year receipts recognition period	(453,924)
Current year unavailable property tax	405,075
Current year receipts after recognition period	685,638

District pension and other postemployment benefits (OPEB) contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the *Statement of Net Position* because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the *Statement of Activities*.

Contribution - pension	903,556
Contribution - OPEB - HBS	4,917
Contribution - OPEB - LTD	10,820
Expense - pension	(927,779)
Expense - OPEB - HBS	215,709
Expense - OPEB - LTD	(7,613)

Repayments of principal on long-term liabilities are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the *Statement of Net Position*. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is issued, whereas these amounts are amortized in the statement of activities.

Bonds payable	780,000
Amortization of deferred bond related items	51,395
Amortization of deferred charge/credit on bond refunding	4,385
Financed purchases	27,591

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available resources. In the *Statement of Activities*, however, which is presented on the accrual basis of accounting, expenses are reported regardless of when the financial resources are available.

Compensated absences	(29,065)
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Some cash outlays are reported as expenditures in the governmental funds when purchased. In the *Statement of Activities*, however, they are reported as expenses when consumed.

Prepaid items using purchases method	(215,832)
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**Change in net position of governmental activities** **\$ 1,781,337**

The accompanying notes are an integral part of these statements.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

Willcox Unified School District No. 13 (District) has prepared the financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The more significant of the District's accounting policies are described below.

**A. Reporting Entity**

The District is a special-purpose government that a separately elected governing body governs. It is legally separate from and fiscally independent of other state and local governments. Furthermore, there are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements present only the activities of those organizational entities for which its elected governing board is financially accountable.

**B. Basis of Presentation**

The basic financial statements include both government-wide financial statements and fund financial statements. The government-wide financial statements focus on the District as a whole, while the fund financial statements focus on fund reporting. Each presentation provides valuable information that can be analyzed and compared between years and between governments to enhance the usefulness of the information.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**Government-Wide Financial Statements** - Provide information about the primary government (the District). The statements include a *Statement of Net Position* and a *Statement of Activities*. These statements report the overall government's financial activities, except for fiduciary activities. They also distinguish between the District's governmental and any business-type activities. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees charged to external parties. The District does not have any business type activities.

A *Statement of Activities* presents a comparison between direct expenses and program revenues for each function of the District's governmental activities and segments of any business-type activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. The District does not allocate indirect expenses to programs or functions. Program revenues include:

- Charges to customers for goods, services, or privileges provided
- Operating grants and contributions
- Capital grants and contributions

Revenues that are not classified as program revenues, including internally dedicated resources and all taxes, are reported as general revenues.

Generally, the effect of interfund activity has been eliminated from the government-wide financial statements to minimize the double-counting of internal activities. However, charges for interfund services provided and used are not eliminated if the prices approximate their external exchange values.

**Fund Financial Statements** - Provide information about the District's funds. Separate statements are presented for the governmental funds. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as other governmental funds. Because the focus of governmental fund financial statements differs from the focus of government-wide financial statements, a reconciliation is presented with each of the governmental fund financial statements.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

The District reports the following major governmental funds:

General Fund - to account for all resources used to finance District operations except those required to be accounted for in other funds. The General Fund as presented includes the District's Maintenance and Operation Fund and other special revenue funds that do not have a substantial restriction on expenditures.

Government Grants and Assistance - a special revenue fund that accounts for financial assistance received from other governments for specified projects.

Bond Building Fund - a capital projects fund that accounts for proceeds from district bond issues that are used for acquiring or leasing school sites; constructing or renovating school buildings; supplying school buildings with furniture, equipment, and technology; improving school grounds; purchasing pupil transportation vehicles; or paying existing bonded indebtedness in accordance with A.R.S. §15-491(A)(3).

Debt Service Funds - to account for the accumulation of resources from property taxes to be used for the payment of principal and interest on outstanding bonds.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**C. Basis of Accounting**

**Government-wide Financial Statements** - The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Property taxes are recognized as revenues in the year for which they are levied. Grants and donations are recognized as revenue as soon as all eligibility requirements the provider imposed have been met.

Under the terms of grant agreements, the District funds certain programs by a combination of grants and general revenues. Therefore, when program expenses are incurred, there are both restricted and unrestricted resources available to finance the program. The District applies grant resources to such programs before using general revenues.

**Governmental Fund Financial Statements** - Governmental funds in the fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when they become both measurable and available. The District considers all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. Major revenue sources that are susceptible to accrual are property taxes, tuition, intergovernmental grants and aids, and investment earnings. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments, and compensated absences, which are recognized as expenditures to the extent they are due and payable. As permitted by generally accepted accounting principles it is the District's policy to apply the "early recognition" option for debt service payments. Property tax resources are provided in the Debt Service Fund during the current year for the payment of any debt service principal and interest due early in the following year (usually one to several days, up to one month). Therefore, the expenditures and related liabilities have been recognized in the current period. General capital asset acquisitions are reported as expenditures in governmental funds. Issuances of general long-term debt and acquisitions under lease contracts and subscription-based information technology arrangements are reported as other financing sources.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**D. Cash and Investments**

The District's considers cash on hand, demand deposits, cash and investments held by the County Treasurer, investments in the State Treasurer's local government investment pool, and only those highly liquid investments with a maturity of 3 months or less when purchased to be cash and cash equivalents.

Arizona Revised Statutes require the District to deposit all cash with the County Treasurer, except as discussed below. Cash with the County Treasurer is pooled for investment purposes, except for cash in the bond building and debt service funds, which may be invested separately.

Statute authorizes the District to separately invest monies of the bond building and debt service funds in the State Treasurer's investment pool, obligations issued or guaranteed by the United States or any of its agencies or instrumentalities, specified state and local government bonds and notes, and interest-bearing savings accounts or certificates of deposit.

Statute authorizes the District to deposit monies of the auxiliary operations and student activities funds in bank accounts. The District may also invest these monies. In addition, statute authorizes the District to maintain various bank accounts such as clearing accounts to temporarily deposit receipts before they are transmitted to the County Treasurer, revolving accounts to pay minor disbursements, and withholdings accounts for taxes and employee insurance programs. Some of these bank accounts may be interest bearing.

Statute does not include any requirements for credit risk, concentration of credit risk, interest rate risk, or foreign currency risk.

**E. Property Taxes**

The County Treasurer is responsible for collecting property taxes for all governmental entities within the County. The County levies real and personal property taxes on or before the third Monday in August that become due and payable in two equal installments. The first installment is due on the first day of October and becomes delinquent after the first business day of November. The second installment is due on the first day of March of the next year and becomes delinquent after the first business day of May.

A lien assessed against real and personal property attaches on the first day of January preceding assessment and levy.

The District does not report a reserve for uncollectible property taxes as they are considered 100 percent collectible due to the County attaching a lien against all amounts past due as noted above.

**F. Interfund Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**G. Capital Assets**

Capital assets are reported in the government-wide financial statements. Such assets are recorded at historical cost, or estimated historical cost if actual historical cost is not available. Donated capital assets are recorded at acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. The capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts) are \$5,000 for all assets.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	10 - 30 years
Buildings and improvements	5 - 50 years
Vehicles, furniture, and equipment	1 - 20 years

**H. Deferred Outflows and Inflows of Resources**

The *Statement of Net Position and Balance Sheet* include separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net position that applies to future periods that will be recognized as an expense or expenditure in future periods. Deferred inflows of resources represent an acquisition of net position or fund balance that applies to future periods and will be recognized as a revenue in future periods. Delinquent property taxes that will not be collected within the 60 day availability period are reported as deferred inflows of resources in the governmental fund financial statements.

**I. Postemployment Benefits**

For purposes of measuring the net pension and other postemployment benefits (OPEB) asset and liabilities, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the plans' fiduciary net position and additions to/deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the 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.

**J. Advances from Grantors**

Advances from grantors arise when assets are received before revenue recognition criteria have been satisfied. Advances from grantors generally comprise of federal and state entitlement revenues received before eligibility requirements are met.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**K. Compensated Absences**

The District's employees earn leave benefits on the basis of length of service time and role within the District (classified, non-classified, etc.). Subject to certain restrictions, District employees are compensated (historically from the fund and function that the employee is assigned) for unused sick and vacation time upon leaving the District's employment. All sick pay and vacation leave is accrued, along with associated payroll related costs, when incurred in the government-wide and proprietary Funds financial statements. In governmental funds, a liability for these amounts is reported only as payments come due each period upon the occurrence of relevant events such as employee resignations and retirements.

**L. Federal Revenue Sources**

The District receives federal awards for the enhancement of various educational programs. Federal awards are generally received based on applications submitted to, and approved by, various granting agencies. For federal awards in which a claim to these grant proceeds is based on incurring eligible expenditures, revenue is recognized to the extent that eligible expenditures have been incurred.

**M. Investment Income**

Investment earnings is composed of interest, dividends, and net changes in the fair value of applicable investments. Investment income is included in other local revenue in the fund financial statements. Interest earned from investments purchased with pooled monies is allocated to each of the District's funds based on their average balances.

**N. Interfund Activity**

Flows of cash from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers between governmental funds are eliminated in the *Statement of Activities*. Interfund transfers in the fund financial statements are reported as other financing sources/uses in governmental funds.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**O. Net Position**

In the government-wide financial statements, net position is reported in three components:

**Net investment in capital assets** - Net investment in capital assets consists of capital assets, net of accumulated depreciation reduced by any outstanding debt used to acquire, construct, or improve these assets.

**Restricted** - Restricted net position is reported when constraints placed on the net position use are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or by state legislation.

**Unrestricted** - Unrestricted net position is used to account for the net position balance that does not meet the definition of either of the first two categories of net position.

**P. Fund Balance Classifications**

In the fund financial statements, governmental funds report fund balance in classifications that disclose constraints for which amounts in those funds can be spent. These classifications are as follows:

**Nonspendable fund balance** - Amounts which cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. This would include items not expected to be converted to cash including inventories and prepaid items.

**Restricted fund balance** - Amounts with constraints placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or imposed by law through constitutional provisions or state legislation.

**Committed fund balance** - Amounts that can only be used for specific purposes pursuant to constraints imposed by the formal action of the Governing Board. These amounts cannot be used for any other purposes unless the Governing Board removes or changes the specific purpose by taking the same kind of formal action previously used to commit these amounts. Adoption of the annual budget does not constitute a commitment as appropriations lapse at year end without Governing Board action. This also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

**Assigned fund balance** - Amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. The intent should be expressed by the Governing Board or body or official to which the Governing Board has delegated the authority to assign amounts to be used for specific purposes. Assigned fund balance in governmental funds, other than the General Fund, includes all spendable amounts that are not restricted or committed, if that amount is positive. In the General Fund, assigned amounts represent intended uses established by the Governing Board or a management official delegated that authority by the formal Governing Board action. The District does not have a formal policy or procedures for the utilization of assigned fund balance, accordingly, no assigned fund balance amounts are reported.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

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

**P. Fund Balance Classifications**

***Unassigned fund balance*** - Spendable amounts in the General Fund that are not restricted, committed or assigned. The General Fund is the only fund that may report a positive unassigned fund balance amount. For governmental funds other than the General Fund, negative fund balances are reported here if restricted, committed, or assigned amounts exceed total spendable fund balance.

***Hierarchy for use of fund balances*** - When an expenditure is incurred that can be paid from either restricted or unrestricted fund balances, the District uses restricted fund balance first. For the disbursement of unrestricted fund balances, the District uses committed amounts first, followed by assigned amounts, and, lastly, unassigned amounts.

***Minimum fund balance policy*** - The District has not adopted a policy regarding maintenance of minimum fund balances.

**Q. Estimates**

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 2 - EFFECTS OF NEW PRONOUNCEMENTS**

During the year ended June 30, 2025, the District implemented Governmental Accounting Standards Board Statement 101 *Compensated Absences* and Statement 102 *Certain Risk Disclosures*.

**GASB 101** - The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This implementation is a significant change as is expected to provide material changes to balances recognized.

**GASB 102** - The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement defines a concentration as a lack of diversity related to an aspect of a significant inflow of resources or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. If a government determines that those criteria for disclosure have been met for a concentration or constraint, it should disclose information in notes to financial statements in sufficient detail to enable users of financial statements to understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The impact of this statements is expected to be minimal.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 3 - ACCOUNTING CHANGES AND ERROR CORRECTIONS**

**Change in Accounting Principle**

A) Implementation for GASB 101, See note 2.

**Change to or Within the Reporting Entity**

**B) Change in a fund's presentation as major or nonmajor** - Changes to and from major fund presentation based on the criteria to be reported as major funds.

**C) Change in major fund groupings** - The District periodically evaluates operations and will revise funds groupings as required by GASB Statement 54 *Fund Balance Reporting and Governmental Fund Type Definitions* and the Uniform System of Financial Records for Arizona School Districts as published by the Arizona Auditor General. In addition, presentation of funds will be adjusted if it is believed to provide more useful information to the District's stakeholders.

	Net position/ fund balance as previously reported at June 30, 2024	Change in accounting principle <u>See A above</u>	<u>Change to or within the reporting entity</u>		Net position/ fund balance as restated July 1, 2024
			<u>See B above</u>	<u>See C above</u>	
<b>Government-wide</b>					
Governmental activities	\$ 16,424,598	\$ (178,700)	\$ -	\$ -	\$ 16,245,898
<b>Total Primary Government</b>	<u>\$ 16,424,598</u>	<u>\$ (178,700)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,245,898</u>
<b>Governmental funds</b>					
Major funds:					
General Fund	\$ 4,546,272	\$ -	\$ -	\$ 450,526	\$ 4,996,798
Government Grants and Assistance	(63,590)	-	-	(17,679)	(81,269)
Bond Building Fund	6,786,575	-	-	-	6,786,575
Debt Service Funds	356,111	-	-	-	356,111
Other Capital Projects	(180,296)	-	180,296	-	-
Other Governmental Funds	3,130,161	-	(180,296)	(432,847)	2,517,018
<b>Total governmental funds</b>	<u>\$ 14,575,233</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,575,233</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 4 - CASH AND INVESTMENTS**

As of June 30, 2025, the District had the following cash balances:

Cash on hand		100
Cash in bank	\$	418,375
Cash on deposit with County Treasurer		<u>12,421,385</u>
 Total cash		 <u>\$ 12,839,860</u>

**Custodial Credit Risk - Deposits** - Custodial credit risk is the risk that in the event of a bank failure, the District's cash deposits may not be returned. The District does not have an adopted policy for custodial credit risk. As of June 30, 2025, the total bank balance was \$501,886, which was fully insured by the Federal Deposit Insurance Corporation (FDIC) and the collateral described in the paragraph below. The FDIC protects deposits in each bank the District uses against loss for the first \$250,000 of demand deposits and \$250,000 of time deposits. Any deposits of cash deposits in excess of \$250,000 are covered by collateral held by the pledging financial institution's trust department in the District's name.

Arizona statute requires eligible depositories that accept public monies to participate in the pooled collateral program for public deposits. The Statewide Collateral Pool Administrator (Administrator) is responsible for ensuring that eligible depositories have posted 102% collateral for each public depositor in excess of any federally insured deposits. The purpose of the pooled collateral program is to ensure that governmental entities' public deposits placed in participating depositories are secured against loss. An eligible depository may not retain or accept any public deposit unless it has deposited the required collateral with a qualified escrow agent or the Administrator. The Administrator manages the pooled collateral program, including reporting on each depository's compliance with the program.

**External Investment Pool** - A.R.S. §15-996, authorizes the County Treasurer to receive and hold all District monies and pool the monies with other school districts for investment purposes. The County Treasurer Investment Pool is an external investment pool with no regulatory oversight. The County Treasurer Investment Pool is not required to register (and is not registered) with the Securities and Exchange Commission. As of June 30, 2025, the County Treasurer Investment Pool did not receive a credit quality rating from a national rating agency. The County Treasurer invests the cash in a pool under policy guidelines established by the County. The County Treasurer accounts for the investment pool in their Fiduciary Investment Trust Fund. Interest rate risk, credit risk, custodial credit risk and concentration of credit risk regarding the County Treasurer Investment Pool are included in the Comprehensive Annual Financial Report of the County. The fair value of each participant's position in the County Treasurer Investment Pool approximates the value of the participant's shares in the pool and the District's shares are not identified with specific investments. Participants in the pool are not required to categorize the value of shares in accordance with the fair value hierarchy.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 4 - CASH AND INVESTMENTS**

**Interest Rate Risk** - Interest rate risk is the risk that changes in interest rate will adversely affect the fair value of an investment. The District does not have an adopted investment policy that limits investment maturities to one year or less as a means of managing its exposure to fair value losses arising from increasing interest rates.

**Credit Risk** - Credit risk is the risk that an insurer or other counterparty to an investment in a debt security will not fulfill its obligations. The District has no investment policy that would further limit its investment choices than what is allowable per A.R.S.

**NOTE 5 - DUE FROM OTHER GOVERNMENTS**

Receivable balances have been disaggregated by type and presented separately in the financial statements with the exception of the amounts due from other governments. as of June 30, 2025, the District's due from other governments are as follows:

	<u>General Fund</u>	<u>Government Grants and Assistance</u>	<u>Other Governmental Funds</u>	<u>Totals</u>
<b>Due from local governments:</b>				
Due from other districts	\$ -	\$ -	\$ 146,883	\$ 146,883
<b>Due from state government:</b>				
State aid	282,321	-	-	282,321
Instructional improvement	-	-	39,184	39,184
State grants	-	113,720	-	113,720
School Facilities Division	-	-	157,219	157,219
<b>Due from federal government:</b>				
Federal grants	-	553,887	7,221	561,108
<b>Total due from other governments</b>	<u>\$ 282,321</u>	<u>\$ 667,607</u>	<u>\$ 350,507</u>	<u>\$ 1,300,435</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 6 - ADVANCES FROM GRANTORS**

Governmental funds report advances from grantors for assets that are transferred to the District prior to the District fulfilling all program requirements that would entitle them to recognize the revenue. As of June 30, 2025, the advances from grantors reported in the governmental funds were as follows:

	Government Grants and Assistance
Advances from state grants	\$ 65,093
Advances from federal grants	32,241
<b>Total due from other governments</b>	<b>\$ 97,334</b>

**NOTE 7 - CAPITAL ASSETS**

Capital asset governmental activity for the year ended June 30, 2025, was as follows:

	Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025
<b>Governmental activities:</b>				
<b>Capital assets not being depreciated:</b>				
Land	\$ 1,201,463	\$ -	\$ -	\$ 1,201,463
Construction in progress	4,930,557	4,167,948	(4,941,219)	4,157,286
Total capital assets not being depreciated	6,132,020	4,167,948	(4,941,219)	5,358,749
<b>Capital assets being depreciated:</b>				
Land improvements	2,764,175	74,966	-	2,839,141
Buildings and improvements	25,240,042	5,123,956	-	30,363,998
Vehicles, furniture, and equipment	3,911,163	718,321	(132,683)	4,496,801
Total capital assets being depreciated	31,915,380	5,917,243	(132,683)	37,699,940
Less accumulated depreciation for:				
Land improvements	(1,689,395)	(127,108)	-	(1,816,503)
Buildings and improvements	(12,546,013)	(892,610)	-	(13,438,623)
Vehicles, furniture, and equipment	(2,386,400)	(483,933)	97,312	(2,773,021)
Total accumulated depreciation	(16,621,808)	(1,503,651)	97,312	(18,028,147)
Total capital assets being depreciated, net	15,293,572	4,413,592	(35,371)	19,671,793
<b>Total capital assets, net</b>	<b>\$ 21,425,592</b>	<b>\$ 8,581,540</b>	<b>\$ (4,976,590)</b>	<b>\$ 25,030,542</b>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 7 - CAPITAL ASSETS**

Depreciation was charged to governmental functions as follows:

Instruction	\$ 314,162
Support services - students and staff	203,198
Support services - administration	4,499
Operation and maintenance of plant	814,454
Student transportation services	161,211
Operations of non-instructional services	<u>6,127</u>
Total depreciation expense	<u>\$ 1,503,651</u>

**NOTE 8 - CONSTRUCTION AND OTHER COMMITMENTS**

As of June 30, 2025, the District had the following construction contract commitments:

<u>Project</u>	<u>Contract Amount</u>	<u>Amount Paid as of June 30, 2025</u>	<u>Contract Balance</u>
Elementary classroom remodels	\$ 505,310	\$ 421,093	\$ 84,217
Middle school classroom remodels	<u>456,000</u>	<u>380,000</u>	<u>76,000</u>
Totals	<u>\$ 961,310</u>	<u>\$ 801,093</u>	<u>\$ 160,217</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 9 - INTERFUND BALANCES AND ACTIVITY**

**Interfund receivables and payables** - The following is a summary of interfund receivables and payables reported as of June 30, 2025:

Funds	Interfund	
	Due From	Due To
General Fund	\$ 132,865	\$ -
Government Grants and Assistance	-	(132,865)
Total	<u>\$ 132,865</u>	<u>\$ (132,865)</u>

These interfund amounts primarily represent loans to cover temporary cash deficits in pooled accounts due to delayed revenues and grant expenditures that were incurred prior to reimbursements from outside parties. These amounts are expected to be repaid within one year.

**Interfund transfers** - The following is a summary of interfund transfers during the year ended June 30, 2025:

Funds	Interfund	
	Transfers In	Transfers Out
General Fund	\$ 72,917	\$ -
Government Grants and Assistance	-	(72,917)
Total	<u>\$ 72,917</u>	<u>\$ (72,917)</u>

The transfer was made to move indirect costs from federal grant funds to the Indirect Costs Fund, which is grouped within the General Fund.

**NOTE 10 - LONG-TERM LIABILITIES**

The following is a summary of changes in long-term liabilities of the District for the year ended June 30, 2025:

	Balance June 30, 2024	Additions	Reductions	Balance June 30, 2025	Due Within One Year
Bonds payable	\$ 11,793,175	\$ -	\$ (478,175)	\$ 11,315,000	\$ 780,000
Bond premium	618,314	-	(51,395)	566,919	-
Net pension liability	9,170,025	1,746,449	(2,498,082)	8,418,392	-
Other postemployment benefits - LTD	-	39,485	(38,155)	1,330	-
Financed purchases	88,310	-	(27,591)	60,719	-
Compensated absences*	476,117	29,065	-	505,182	51,000
Total	<u>\$ 22,145,941</u>	<u>\$1,814,999</u>	<u>\$ (3,093,398)</u>	<u>\$ 20,867,542</u>	<u>\$ 831,000</u>

\*The change in the compensated absences liability is presented as a net change.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 11 - BONDS PAYABLE**

The District's bonded debt consists of various issues of bonds which are generally noncallable with interest payable semiannually. Bond proceeds pay primarily for acquiring or constructing capital facilities. The District repays general obligation bonds from voter-approved property taxes.

As of June 30, 2025, bonds payable are as follows:

<u>Governmental activities:</u>	<u>Original Issue</u>		<u>Interest Rates</u>	<u>Final Maturity</u>	<u>Principal Outstanding</u>	<u>Due Within One Year</u>
	<u>Date</u>	<u>Amount</u>				
General obligation bonds:						
School improvement bonds:						
Project 2023, Series A (2024)	4/24/2024	\$ 6,815,000	5.0%	7/1/43	\$ 6,815,000	\$ 125,000
Refunding bonds:						
Series 2023	4/25/2023	\$ 4,550,000	5.0%	7/1/33	<u>4,500,000</u>	<u>\$ 655,000</u>
Total bonds payable					<u>\$ 11,315,000</u>	<u>\$ 780,000</u>

Annual requirements to amortize all bonded debt outstanding as of June 30, 2025, are as follows:

<u>Fiscal Year Ending June 30:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 780,000	\$ 519,250	\$ 1,299,250
2027	900,000	477,250	1,377,250
2028	1,000,000	429,750	1,429,750
2029	660,000	388,250	1,048,250
2030	325,000	363,625	688,625
2031-2035	2,360,000	1,518,250	3,878,250
2036-2040	2,680,000	868,450	3,548,450
2036-2040	<u>2,610,000</u>	<u>227,038</u>	<u>2,837,038</u>
Total	<u>\$ 11,315,000</u>	<u>\$ 4,791,863</u>	<u>\$ 16,106,863</u>

In prior years, the District defeased certain general obligation bonds by placing amounts in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's government activities of the *Statement of Net Position*. As of June 30, 2025, \$4,500,000 of general obligation bonds were considered defeased.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Plan description** - District employees participate in the Arizona State Retirement System (ASRS). The ASRS administers a cost-sharing multiple-employer defined benefit pension plan, a cost-sharing multiple-employer defined benefit health insurance premium benefit (OPEB) plan, and a cost-sharing multiple-employer defined benefit long-term disability (OPEB) plan. The Arizona State Retirement System Board governs the ASRS according to the provisions of A.R.S. Title 38, Chapter 5, Articles 2 and 2.1. The ASRS is a component unit of the State of Arizona. The ASRS issues a publicly available financial report that includes its financial statements and required supplementary information. The report is available on its website at [www.azasrs.gov](http://www.azasrs.gov).

**Benefits provided** - The ASRS provides retirement, health insurance premium supplement, long-term disability, and survivor benefits. State statute establishes benefit terms. Retirement benefits are calculated on the basis of age, average monthly compensation, and service credit as follows:

Retirement initial membership date:

	<b>Before July 1, 2011</b>	<b>On or after July 1, 2011</b>
Years of service and age required to receive benefit	Sum of years and ages equals 80 10 years, age 62 5 years, age 50* Any years, age 65	30 years after age 55 25 years, age 60 10 years, age 62 5 years, age 50* Any years, age 65
Final average salary is based on	Highest 36 consecutive months of last 120 months	Highest 60 consecutive months of last 120 months
Benefit percent per year of service	2.1% to 2.3%	2.1% to 2.3%

\*With actuarially reduced benefits.

Retirement benefits for members who joined the ASRS prior to September 13, 2013, are subject to automatic cost-of-living adjustments based on excess investment earning. Members with a membership date on or after September 13, 2013, are not eligible for cost-of-living adjustments. Survivor benefits are payable upon a member's death. For retired members, the retirement benefit option chosen determines the survivor benefit. For all other members, the beneficiary is entitled to the member's account balance that includes the member's contributions and employer's contributions, plus interest earned.

Health insurance premium benefits are available to retired or disabled members with 5 years of credited service. The benefits are payable only with respect to allowable health insurance premiums for which the member is responsible. For members with 10 or more years of service, benefits range from \$100 per month to \$260 per month depending on the age of the member and dependents. For members with 5 to 9 years of service, the benefits are the same dollar amounts as above multiplied by a vesting fraction based on completed years of service.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

Active members are eligible for a monthly long-term disability benefit equal to two-thirds of monthly earnings. Members receiving benefits continue to earn service credit up to their normal retirement dates. Members with long-term disability commencement dates after June 30, 1999, are limited to 30 years of service or the service on record as of the effective disability date if their service is greater than 30 years.

**Contributions** - In accordance with state statutes, annual actuarial valuations determine active member and employer contribution requirements. The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. For the year ended June 30, 2025, statute required active ASRS members to contribute at the actuarially determined rate of 12.27 percent (12.12 percent for retirement and 0.15 percent for long-term disability) of the members' annual covered payroll, and statute required the District to contribute at the actuarially determined rate of 12.27 percent (12.05 percent for retirement, 0.07 percent for health insurance premium benefit, and 0.15 percent for long-term disability) of the active members' annual covered payroll. In addition, the District is required by statute to contribute at the actuarially determined rate of 10.19 percent (10.14 percent for retirement and 0.05 percent for long-term disability) of annual covered payroll of retired members who may have worked for the District in positions an employee who contributes to the ASRS would typically fill. The District's contributions to the pension, health insurance premium benefit, and long-term disability plans for the year ended June 30, 2025, and for the two preceding years, all of which were equal to the required contributions, were as follows:

<u>Year ended June 30</u>	<u>Retirement Fund</u>	<u>Health Insurance Premium Benefit</u>	<u>Long-Term Disability Fund</u>	<u>Total Contributions</u>
2025	\$ 903,556	\$ 4,917	\$ 10,820	\$ 919,293
2024	881,823	7,496	10,553	899,872

During fiscal year ending June 30, 2025, the District paid for pension and OPEB contributions as follows:

<u>Fund:</u>	<u>Pension and OPEB Contribution</u>	<u>Percentage by Fund</u>
General Fund	\$ 691,987	75.27 %
Government Grants and Assistance	100,440	10.93 %
Other Governmental Funds	126,866	13.80 %
Total	<u>\$ 919,293</u>	<u>100.00 %</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Liability** - At June 30, 2025, the District reported the following asset and liabilities for its proportionate share of the ASRS' net pension and OPEB asset or liability.

	Net Pension /OPEB (Asset) Liability
Pension	\$ 8,418,392
OPEB	
Health insurance premium benefit	(302,175)
Long-term disability	1,330
	\$ (300,845)
Total OPEB	

The net asset and net liabilities was measured as of June 30, 2024. The total liability used to calculate the net asset or net liability was determined using update procedures to roll forward the total liability from an actuarial valuation as of June 30, 2023, to the measurement date of June 30, 2024.

The District's proportion of the net liability was based on the District's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2024, and the change from its proportions measured as of June 30, 2023, were:

	Proportion June 30, 2024	Increase (Decrease) From June 30, 2023
Pension	0.0526 %	(0.0041)%
Health Insurance premium benefit	0.0500 %	(0.0017)%
Long-term disability	0.0510 %	(0.0035)%

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Expense** - For the year ended June 30, 2025, the District recognized the following pension and OPEB expense.

	Pension /OPEB <u>Expense</u>
Pension	\$ 927,779
Health Insurance premium benefit	(43,365)
Long-term disability	6,052

**Deferred outflows/inflows of resources** - At June 30, 2025, the District reported deferred outflows and deferred inflows of resources related to the pension and OPEB from the following sources:

***Pension*** -

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 469,907	\$ -
Changes in assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	-	537,606
Changes in proportion and differences between District contributions and proportionate share of contributions	20,658	436,817
District contributions subsequent to the measurement date	<u>903,556</u>	<u>-</u>
Total	<u>\$ 1,394,121</u>	<u>\$ 974,423</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**OPEB -**

	Health insurance premium benefit		Long-term disability	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 8,744	\$ 72,963	\$ 4,891	\$ 3,543
Changes in assumptions or other inputs	-	3,134	963	7,964
Net difference between projected and actual earnings on pension plan investments	-	20,772	-	1,453
Changes in proportion and differences between District contributions and proportionate share of contributions	7,041	5,382	3,265	2,442
District contributions subsequent to the measurement date	4,917	-	10,820	-
Total	<u>\$ 20,702</u>	<u>\$ 102,251</u>	<u>\$ 19,939</u>	<u>\$ 15,402</u>

The amounts reported as deferred outflows of resources related to ASRS pensions and OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net liability in the year ending June 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to ASRS pensions will be recognized in expenses as follows:

Year ending June 30	Deferred Outflows (Inflows)	Health Insurance Premium Benefit	Long-Term Disability
2026	\$ (454,008)	\$ (56,319)	\$ (2,279)
2027	204,893	(13,242)	(116)
2028	136,086	(11,862)	(1,997)
2029	(98,657)	(4,408)	(1,855)
2030	-	(635)	(503)
Thereafter	-	-	467
Total	<u>\$ (211,686)</u>	<u>\$ (86,466)</u>	<u>\$ (6,283)</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Actuarial assumptions** - The significant actuarial assumptions used to measure the total pension and OPEB liability are as follows:

Actuarial valuation date	June 30, 2023
Actuarial roll forward date	June 30, 2024
Actuarial cost method	Entry age normal
Investment rate of return	7.0%
Projected salary increase	2.9 - 8.4% for pensions /not applicable for OPEB
Inflation	2.3%
Permanent benefit increase	Included for pensions /not applicable for OPEB
Mortality rates	2017 SRA Scale U-MP for pensions and health insurance premium benefit
Recovery rates	2012 GLTD for long-term disability
Healthcare cost trend rate	Not applicable

Actuarial assumptions used in the June 30, 2023, valuation were based on the results of an actuarial experience study for the 5-year period ended June 30, 2020.

The long-term expected rate of return on ASRS plan investments was determined to be 7.0 percent using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Geometric Real Rate of Return</u>
Public Equity	44.00 %	4.48 %
Credit	23.00 %	4.40 %
Real estate	17.00 %	6.05 %
Private equity	10.00 %	6.11 %
Interest rate sensitive	6.00 %	(0.45)%
Total	<u>100.00 %</u>	

**Discount rate** - At June 30, 2024, the discount rate used to measure the ASRS total pension and OPEB liability was 7.0 percent. The projection of cash flows used to determine the discount rate assumed that contributions from participating employers will be made based on the actuarially determined rates based on the ASRS Board’s funding policy, which establishes the contractually required rate under Arizona statute. Based on those assumptions, the plans’ 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 plan investments was applied to all periods of projected benefit payments to determine the total pension and OPEB liability.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 12 - PENSIONS AND OTHER POSTEMPLOYMENT BENEFITS**

**Sensitivity of the District's proportionate share of the ASRS net pension and OPEB liability to changes in the discount rate** - The following table presents the District's proportionate share of the net pension and OPEB liability calculated using the discount rate of 7.0 percent, as well as what the District's proportionate share of the net pension and OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.0 percent) or 1 percentage point higher (8.0 percent) than the current rate:

	1% Decrease <u>(6.0%)</u>	Current Discount Rate <u>(7.0%)</u>	1% Increase <u>(8.0%)</u>
District's proportionate share of the:			
Net pension liability	\$ 12,890,279	\$ 8,418,392	\$ 4,691,464
Net health insurance premium benefit liability (asset)	(219,679)	(302,175)	(372,312)
Net long-term disability liability	4,577	1,330	(1,864)

**Plan fiduciary net position** - Detailed information about the plan's fiduciary net position is available in the separately issued ASRS financial report.

**NOTE 13 - FINANCED PURCHASES**

The District has acquired a bus under contract agreements at a total purchase price of \$146,342. Contract provisions require periodic payments of principal and interest as specified in the individual agreements.

The following schedule details debt service requirements to maturity for the District's financed purchases at June 30, 2025:

<u>Year Ending June 30:</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 29,425	\$ 4,002
2027	<u>31,294</u>	<u>2,062</u>
Total	<u>\$ 60,719</u>	<u>\$ 6,064</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 14 - FUND BALANCE CLASSIFICATIONS**

The District's fund balance classifications at June 30, 2025, were as follows:

	<u>General Fund</u>	<u>Government Grants and Assistance</u>	<u>Bond Building Fund</u>	<u>Debt Service Funds</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Fund balances (deficits):</b>						
Restricted:						
Debt service	\$ -	\$ -	\$ -	\$ 332,588	\$ -	\$ 332,588
Capital projects	-	-	2,915,407	-	816,277	3,731,684
Food service	-	-	-	-	7,681	7,681
Career technical education	-	-	-	-	1,065,097	1,065,097
Teacher compensation and other qualified purposes	-	339,930	-	-	610,167	950,097
Community programs	-	-	-	-	35,662	35,662
Extracurricular activities	-	-	-	-	104,352	104,352
Student activities	-	-	-	-	128,691	128,691
Specialized instruction	-	29,999	-	-	-	29,999
Curriculum supplies	-	-	-	-	17,469	17,469
Unassigned	<u>5,650,024</u>	<u>(665,223)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,984,801</u>
<b>Total fund balances (deficits)</b>	<u>\$ 5,650,024</u>	<u>\$ (295,294)</u>	<u>\$ 2,915,407</u>	<u>\$ 332,588</u>	<u>\$ 2,785,396</u>	<u>\$ 11,388,121</u>

**NOTE 15 - RISK MANAGEMENT**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is a member of the Arizona School Risk Retention Trust, Inc (ASRRT), together with other school districts in the state. ASRRT is a public entity risk pool currently operating as a common risk management and insurance program for member school districts. The District pays an annual premium to ASRRT for its general insurance coverage. The agreement provides that ASRRT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

The District is a member of the Arizona School Alliance for Workers' Compensation, Inc. (the Alliance). The Alliance was established in 1996 and is structured as a self-insurance pool that is owned and governed by its members. The agreement provides that the Alliance will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts.

For insured programs, there have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior fiscal years.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2025**

**NOTE 16 - COMMITMENTS AND CONTINGENCIES**

**Federal grants** - In the normal course of operations, the District receives grant funds from various federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to insure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of audits of grant funds is not believed by District officials to be material.

**Litigation** - Each year the District receives notices of claims for damages occurring generally from negligence, bodily injury, breach of contract, and other legal matters. The filing of such claims commences a statutory period for initiating a lawsuit against the District arising there from. The District has comprehensive general liability insurance with the ASRRT. The District is not aware of any litigation that might result in a materially adverse outcome.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**BUDGETARY COMPARISON SCHEDULE - GENERAL FUND**  
**YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		(Non-GAAP)	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>	Actual Amounts	
<b>Revenues:</b>				
Property taxes	\$ -	\$ -	\$ 3,078,573	\$ 3,078,573
State aid and grants	-	-	6,450,664	6,450,664
Other local revenue	-	-	173,687	173,687
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>9,702,924</u>	<u>9,702,924</u>
<b>Expenditures:</b>				
<b>Regular education:</b>				
Instruction	6,002,254	5,750,369	3,361,971	2,388,398
Support services - students and staff	389,500	401,200	318,329	82,871
Support services - administration	1,648,500	1,723,500	1,518,910	204,590
Operation and maintenance of plant	1,525,000	1,600,000	1,558,641	41,359
Operation of non-instructional services	44,250	45,000	48,166	(3,166)
School-sponsored cocurricular activities	89,000	45,000	91,561	(46,561)
School-sponsored athletics	208,000	226,500	231,765	(5,265)
<b>Total regular education</b>	<u>9,906,504</u>	<u>9,791,569</u>	<u>7,129,343</u>	<u>2,662,226</u>
<b>Special education:</b>				
Instruction	601,941	757,267	994,846	(237,579)
Support services - students and staff	467,450	442,500	459,484	(16,984)
Support services - administration	4,800	4,800	-	4,800
<b>Total special education</b>	<u>1,074,191</u>	<u>1,204,567</u>	<u>1,454,330</u>	<u>(249,763)</u>
<b>Student transportation services:</b>				
Student transportation services	375,100	374,100	429,865	(55,765)
<b>K-3 reading program:</b>				
Instruction	53,398	53,138	42,571	10,567
<b>Total expenditures</b>	<u>11,409,193</u>	<u>11,423,374</u>	<u>9,056,109</u>	<u>2,367,265</u>
<b>Net changes in fund balances</b>	11,409,193)	11,423,374)	646,815	12,070,189
<b>Fund balance, July 1, 2024</b>	<u>3,334,666</u>	<u>3,334,666</u>	<u>3,334,666</u>	<u>-</u>
<b>Changes in nonspendable resources:</b>				
Change in prepaid items	-	-	(215,832)	(215,832)
<b>Fund balance(Non-GAAP), June 30, 2025</b>	<u><u>\$ (8,074,527)</u></u>	<u><u>\$ (8,088,708)</u></u>	<u><u>\$ 3,765,649</u></u>	<u><u>\$ 11,854,357</u></u>

See notes accompanying this schedule.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
BUDGETARY COMPARISON SCHEDULE - GOVERNMENT GRANTS AND ASSISTANCE  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		
	<u>Adopted and Final</u>	<u>Actual Amounts</u>	<u>Variance</u>
<b>Revenues:</b>			
State aid and grants	-	234,566	234,566
Federal aid and grants	-	1,065,278	1,065,278
Other local revenue	-	19,999	19,999
<b>Total revenues</b>	<u>-</u>	<u>1,319,843</u>	<u>1,319,843</u>
<b>Expenditures:</b>			
Instruction	953,076	870,248	82,828
Support services - students and staff	522,731	477,303	45,428
Support services - administration	42,951	39,218	3,733
Operation and maintenance of plant	9,685	8,843	842
Student transportation services	71,558	65,339	6,219
<b>Total expenditures</b>	<u>1,600,001</u>	<u>1,460,951</u>	<u>139,050</u>
Excess (deficiency) of revenues over expenditures	<u>(1,600,001)</u>	<u>(141,108)</u>	<u>1,458,893</u>
<b>Other financing uses:</b>			
Transfers out	-	(72,917)	(72,917)
<b>Net change in fund balances</b>	<u>(1,600,001)</u>	<u>(214,025)</u>	<u>1,385,976</u>
<b>Fund balance, July 1, 2024</b>	<u>(81,269)</u>	<u>(81,269)</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u>\$ (1,681,270)</u>	<u>\$ (295,294)</u>	<u>\$ 1,385,976</u>

See notes accompanying this schedule.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**AND**  
**SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS**  
**JUNE 30, 2025**

**Schedule of the District's Proportionate Share of the Net Pension Liability**

	Reporting Fiscal Year			
	2025	2024	2023	2022
Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
District's proportion of the net pension liability	0.05 %	0.06 %	0.05 %	0.05 %
District's proportionate share of the net pension liability	\$ 8,418,392	\$ 9,170,025	\$ 9,174,720	\$ 6,325,382
District's covered payroll	\$ 7,972,744	\$ 7,175,696	\$ 6,794,921	\$ 5,412,378
District's proportionate share of the net pension liability as a percentage of its covered payroll	105.59 %	127.79 %	135.02 %	116.87 %
Plan fiduciary net position as a percentage of the total pension liability	76.93 %	75.47 %	74.26 %	78.58 %

**Schedule of District Pension Contributions**

ASRS - Pension	Reporting Fiscal Year			
	2025	2024	2023	2022
Statutorily required contribution	\$ 903,556	\$ 881,823	\$ 855,343	\$ 816,070
District's contributions in relation to the statutorily required contribution	<u>903,556</u>	<u>881,823</u>	<u>855,343</u>	<u>816,070</u>
District's contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 8,056,130	\$ 7,972,744	\$ 7,175,696	\$ 6,794,921
District's contributions as a percentage of covered payroll	11.22 %	11.06 %	11.92 %	12.01 %

Reporting Fiscal Year

2021	2020	2019	2018	2017	2016
June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
0.05 %	0.05 %	0.05 %	0.05 %	0.05 %	0.06 %
\$ 8,772,417	\$ 7,454,561	\$ 7,008,107	\$ 8,366,971	\$ 8,503,081	\$ 8,837,393
\$ 5,895,554	\$ 5,747,219	\$ 4,816,183	\$ 5,230,761	\$ 4,931,244	\$ 5,212,084
148.80 %	129.71 %	145.51 %	159.96 %	172.43 %	169.56 %
69.33 %	73.24 %	73.40 %	69.92 %	67.06 %	68.35 %

Reporting Fiscal Year

2021	2020	2019	2018	2017	2016
\$ 630,542	\$ 632,460	\$ 603,522	\$ 524,964	\$ 563,876	\$ 535,040
<u>630,542</u>	<u>632,460</u>	<u>603,522</u>	<u>524,964</u>	<u>563,876</u>	<u>535,040</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 5,412,378	\$ 5,895,554	\$ 5,747,219	\$ 4,816,183	\$ 5,230,761	\$ 4,931,244
11.65 %	10.73 %	10.50 %	10.90 %	10.78 %	10.85 %

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE  
HEALTH BENEFIT SUPPLEMENT LIABILITY  
AND  
SCHEDULE OF DISTRICT HEALTH BENEFIT SUPPLEMENT CONTRIBUTIONS  
JUNE 30, 2025**

**Schedule of the District's Proportionate Share of the Health Benefit Supplement Liability**

	Reporting Fiscal Year			Reporting Fiscal Year
	2025	2024	2023	2022 Thru 2016
Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	
District's proportion of the net pension liability	0.05 %	0.06 %	0.05 %	Information is not available; additional information will be presented as it becomes available.
District's proportionate share of the net pension liability	\$ (302,175)	\$ (279,088)	\$ (296,629)	
District's covered payroll	\$ 7,972,744	\$ 7,175,696	\$ 6,794,921	
District's proportionate share of the net pension liability as a percentage of its covered payroll	(3.79)%	(3.89)%	(4.37)%	
Plan fiduciary net position as a percentage of the total pension liability	137.51 %	134.37 %	137.79 %	

**Schedule of District Health Benefit Supplement Contributions**

ASRS - Pension	Reporting Fiscal Year			Reporting Fiscal Year
	2025	2024	2023	2022 Thru 2016
Statutorily required contribution	\$ 4,917	\$ 7,496	\$ 7,246	Information is not available; additional information will be presented as it becomes available.
District's contributions in relation to the statutorily required contribution	4,917	7,496	7,246	
District's contribution deficiency (excess)	\$ -	\$ -	\$ -	
District's covered payroll	\$ 8,056,130	\$ 7,972,744	\$ 7,175,696	
District's contributions as a percentage of covered payroll	0.06 %	0.09 %	0.10 %	

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE  
LONG TERM DISABILITY LIABILITY  
AND  
SCHEDULE OF DISTRICT LONG TERM DISABILITY CONTRIBUTIONS  
JUNE 30, 2025**

**Schedule of the District's Proportionate Share of the Long Term Disability Liability**

	Reporting Fiscal Year			Reporting Fiscal Year
	2025	2024	2023	2022 Thru 2016
Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	
District's proportion of the net pension liability	0.05 %	0.06 %	0.05 %	Information is not available; additional information will be presented as it becomes available.
District's proportionate share of the net pension liability	\$ 1,330	\$ 7,148	\$ 5,058	
District's covered payroll	\$ 7,972,744	\$ 7,175,696	\$ 6,794,921	
District's proportionate share of the net pension liability as a percentage of its covered payroll	0.02 %	0.10 %	0.07 %	
Plan fiduciary net position as a percentage of the total pension liability	98.77 %	93.70 %	95.40 %	

**Schedule of District Long Term Liability Contributions**

ASRS - Pension	Reporting Fiscal Year			Reporting Fiscal Year
	2025	2024	2023	2022 Thru 2016
Statutorily required contribution	\$ 10,820	\$ 10,553	\$ 9,869	Information is not available; additional information will be presented as it becomes available.
District's contributions in relation to the statutorily required contribution	10,820	10,553	9,869	
District's contribution deficiency (excess)	\$ -	\$ -	\$ -	
District's covered payroll	\$ 8,056,130	\$ 7,972,744	\$ 7,175,696	
District's contributions as a percentage of covered payroll	0.13 %	0.13 %	0.14 %	

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**JUNE 30, 2025**

**NOTE 1 - BUDGETING AND BUDGETARY CONTROL**

The District adopts an annual operating budget for expenditures for all governmental fund types. The Governing Board presents a proposed budget to the Superintendent of Public Instruction and County School Superintendent on or by July 5. The Governing Board legally adopts the final budget by July 15, after a public hearing has been held. Once adopted, the budget can be increased or decreased only for specific reasons set forth in Arizona Revised Statutes.

**NOTE 2 - BUDGETARY COMPLIANCE AND ACCOUNTABILITY**

The District's budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America, except for the following items:

- The General Fund, as reported in the budgetary comparison schedule, includes the District's Maintenance and Operation Fund (M&O) in addition to several other District funds consistent with accounting principles generally accepted in the United States of America. In accordance with Arizona Revised Statutes, the District is required to budget expenditures at the individual fund level.
- Prepaid items are budgeted in the year prepaid.
- Net changes in the fair value of investments is not budgeted.
- Present value of net minimum lease or subscription-based information technology arrangement (SBITA) payments is not budgeted at the inception of the agreement.
- USDA-donated commodities are not budgeted as an expenditure.

Expenditures that are allowable for budget reporting but not allowable as expenditures within the scope of generally accepted accounting standards are detailed and reconciled at the bottom of the following table.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2025**

**NOTE 2 - BUDGETARY COMPLIANCE AND ACCOUNTABILITY**

The following schedule presents financial statement details of the District's M&O Fund, the main budgetary fund for the District per Arizona Revised Statutes, separately for analysis.

	<u>General Fund</u>				
	<u>Revenues</u>	<u>Expenditures</u>	<u>Other Financing Sources</u>	<u>Beginning Fund Balance</u>	<u>Ending Fund Balance</u>
Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds - General Fund - GAAP	\$ 10,670,437	\$ 9,875,296	\$ 73,917	\$ 4,996,798	\$ 5,650,024
Less: non Maintenance and Operation funds budgeted within General Fund	967,513	1,080,801	73,917	1,662,132	1,622,761
Maintenance and Operation - GAAP	<u>\$ 9,702,924</u>	<u>\$ 8,794,495</u>	<u>\$ -</u>	<u>\$ 3,334,666</u>	<u>\$ 4,027,263</u>
Future cash outlays utilizing current fiscal years' budget capacity		261,164			(261,164)
Maintenance and Operation - Non-GAAP	<u>\$ 9,702,924</u>	<u>\$ 9,055,659</u>	<u>\$ -</u>	<u>\$ 3,334,666</u>	<u>\$ 3,766,099</u>

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**COMBINING AND INDIVIDUAL  
FUND FINANCIAL STATEMENTS AND SCHEDULES**

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### **Special Revenue Funds**

**Classroom Site** - a special revenue fund that accounts for the portion of State sales tax collections and permanent State school fund earnings districts receive. Districts can use monies for class size reduction; teacher compensation increases and other allowable expenditures.

**Instructional Improvement** - a special revenue fund that accounts for monies received from State gaming revenue. Districts may use up to 50 percent of the monies received for teacher compensation increases and class size reduction and remaining can be used for other allowable expenditures.

**Food Service** - a special revenue fund that accounts for monies received from State gaming revenue. Districts may use up to 50 percent of the monies received for teacher compensation increases and class size reduction and remaining can be used for other allowable expenditures.

**Other Special Revenue** - a special revenue fund to account for governmental and private revenue streams with legal or grantor restrictions on the use of proceeds.

### **Capital Project Funds**

**Adjacent Ways** - to account for transactions relating to special assessments to finance the improvement of public ways adjacent to school property, in accordance with A.R.S. §15-995.

**Building Renewal** - a capital projects fund that accounts for building renewal grant monies that districts may request from ADOA's School Facilities Division.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2025**

	Special Revenue Funds			
	Classroom Site Funds	Instructional Improvement Funds	Food Service Funds	Other Special Revenue
<b>ASSETS</b>				
Cash and investments	\$ 540,396	\$ 41,116	\$ 7,299	\$ 1,221,300
Due from other governments	-	39,184	7,221	146,883
<b>Total assets</b>	<u>\$ 540,396</u>	<u>\$ 80,300</u>	<u>\$ 14,520</u>	<u>\$ 1,368,183</u>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>Liabilities:</b>				
Accounts payable	\$ -	\$ -	\$ 6,839	\$ -
Accrued payroll and benefits	6,917	3,612	-	16,912
<b>Total liabilities</b>	<u>6,917</u>	<u>3,612</u>	<u>6,839</u>	<u>16,912</u>
<b>Fund balances:</b>				
Restricted	533,479	76,688	7,681	1,351,271
<b>Total fund balances</b>	<u>533,479</u>	<u>76,688</u>	<u>7,681</u>	<u>1,351,271</u>
<b>Total liabilities and fund balances</b>	<u>\$ 540,396</u>	<u>\$ 80,300</u>	<u>\$ 14,520</u>	<u>\$ 1,368,183</u>

<u>Capital Project Funds</u>		
<u>Adjacent Ways</u>	<u>Building Renewal</u>	<u>Total Governmental Funds</u>
\$ 813,681	\$ 6,000	\$ 2,629,792
<u>-</u>	<u>157,219</u>	<u>350,507</u>
<u>\$ 813,681</u>	<u>\$ 163,219</u>	<u>\$ 2,980,299</u>
\$ -	\$ 160,623	\$ 167,462
<u>-</u>	<u>-</u>	<u>27,441</u>
<u>-</u>	<u>160,623</u>	<u>194,903</u>
813,681	2,596	2,785,396
<u>813,681</u>	<u>2,596</u>	<u>2,785,396</u>
<u>\$ 813,681</u>	<u>\$ 163,219</u>	<u>\$ 2,980,299</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - NON-MAJOR GOVERNMENTAL FUNDS  
YEAR ENDED JUNE 30, 2025**

	Special Revenue Funds			
	Classroom Site Funds	Instructional Improvement Funds	Food Service Funds	Other Special Revenue
<b>Revenues:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State aid and grants	1,079,297	82,206	-	-
Federal aid and grants	-	-	331,676	-
Other local revenue	20,846	1,352	-	718,467
<b>Total revenues</b>	<u>1,100,143</u>	<u>83,558</u>	<u>331,676</u>	<u>718,467</u>
<b>Expenditures:</b>				
Current:				
Instruction	1,053,515	44,477	-	449,763
Support services - students and staff	107,188	744	-	33,107
Support services - administration	-	-	-	41,017
Operation and maintenance of plant	-	-	-	-
Operation of non-instructional services	-	-	454,508	-
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<u>1,160,703</u>	<u>45,221</u>	<u>454,508</u>	<u>523,887</u>
<b>Net change in fund balances</b>	(60,560)	38,337	(122,832)	194,580
<b>Fund balances, July 1, 2024</b>	594,039	38,351	130,513	1,589,538
Aggregate amount of adjustments to and restatements of beginning fund balances	-	-	-	(432,847)
<b>Fund balances, July 1, 2024, restated</b>	<u>594,039</u>	<u>38,351</u>	<u>130,513</u>	<u>1,156,691</u>
<b>Fund balances, June 30, 2025</b>	<u>\$ 533,479</u>	<u>\$ 76,688</u>	<u>\$ 7,681</u>	<u>\$ 1,351,271</u>

<u>Capital Project Funds</u>		
<u>Adjacent Ways</u>	<u>Building Renewal</u>	<u>Total Governmental Funds</u>
\$ 8,906	\$ -	\$ 8,906
-	528,099	1,689,602
-	-	331,676
27,055	-	767,720
<u>35,961</u>	<u>528,099</u>	<u>2,797,904</u>
-	-	1,547,755
-	-	141,039
-	-	41,017
-	112,248	112,248
-	-	454,508
-	232,959	232,959
<u>-</u>	<u>345,207</u>	<u>2,529,526</u>
35,961	182,892	268,378
777,720	-	3,130,161
<u>-</u>	<u>(180,296)</u>	<u>(613,143)</u>
<u>777,720</u>	<u>(180,296)</u>	<u>2,517,018</u>
<u>\$ 813,681</u>	<u>\$ 2,596</u>	<u>\$ 2,785,396</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL - CLASSROOM SITE FUND  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
<b>Revenues:</b>				
State aid and grants	\$ -	\$ -	\$ 1,079,297	\$ 1,079,297
Other local revenue	-	-	20,846	20,846
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>1,100,143</u>	<u>1,100,143</u>
<b>Expenditures:</b>				
Instruction	1,363,680	1,526,109	1,053,515	472,594
Support services - students and staff	<u>138,745</u>	<u>155,271</u>	<u>107,188</u>	<u>48,083</u>
<b>Total expenditures</b>	<u>1,502,425</u>	<u>1,681,380</u>	<u>1,160,703</u>	<u>520,677</u>
<b>Net change in fund balances</b>	<u>(1,502,425)</u>	<u>(1,681,380)</u>	<u>(60,560)</u>	<u>1,620,820</u>
<b>Fund balance, July 1, 2024</b>	<u>-</u>	<u>-</u>	<u>594,039</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u><u>\$ (1,502,425)</u></u>	<u><u>\$ (1,681,380)</u></u>	<u><u>\$ 533,479</u></u>	<u><u>\$ 1,620,820</u></u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL - INSTRUCTIONAL IMPROVEMENT FUND  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
<b>Revenues:</b>				
State aid and grants	\$ -	\$ -	\$ 82,206	\$ 82,206
Other local revenue	-	-	1,352	1,352
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>83,558</u>	<u>83,558</u>
<b>Expenditures:</b>				
Instruction	132,779	78,684	44,477	34,207
Support services - students and staff	2,221	1,316	744	572
<b>Total expenditures</b>	<u>135,000</u>	<u>80,000</u>	<u>45,221</u>	<u>34,779</u>
<b>Net change in fund balances</b>	<u>(135,000)</u>	<u>(80,000)</u>	<u>38,337</u>	<u>118,337</u>
<b>Fund balance, July 1, 2024</b>	<u>-</u>	<u>-</u>	<u>38,351</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u><u>\$ (135,000)</u></u>	<u><u>\$ (80,000)</u></u>	<u><u>\$ 76,688</u></u>	<u><u>\$ 118,337</u></u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - BUDGET AND ACTUAL - FOOD SERVICE FUNDS  
 YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		
	<u>Adopted and Final</u>	<u>Actual Amounts</u>	<u>Variance</u>
<b>Revenues:</b>			
Federal aid and grants	-	331,676	331,676
<b>Total revenues</b>	<u>-</u>	<u>331,676</u>	<u>331,676</u>
<b>Expenditures:</b>			
Operation of non-instructional services	550,000	454,508	95,492
<b>Total expenditures</b>	<u>550,000</u>	<u>454,508</u>	<u>95,492</u>
<b>Net change in fund balances</b>	<u>(550,000)</u>	<u>(122,832)</u>	<u>427,168</u>
<b>Fund balance, July 1, 2024</b>	<u>-</u>	<u>130,513</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u>\$ (550,000)</u>	<u>\$ 7,681</u>	<u>\$ 427,168</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL - OTHER SPECIAL REVENUE FUNDS  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
<b>Revenues:</b>				
Other local revenue	\$ -	\$ -	\$ 718,467	\$ 718,467
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>718,467</u>	<u>718,467</u>
<b>Expenditures:</b>				
Instruction	568,335	509,956	449,763	60,193
Support services - students and staff	41,835	37,538	33,107	4,431
Support services - administration	51,830	46,506	41,017	5,489
<b>Total expenditures</b>	<u>662,000</u>	<u>594,000</u>	<u>523,887</u>	<u>70,113</u>
<b>Net change in fund balances</b>	<u>(662,000)</u>	<u>(594,000)</u>	<u>194,580</u>	<u>788,580</u>
<b>Fund balance, July 1, 2024, restated</b>	-	-	1,589,538	-
Aggregate amount of adjustments to and restatements of beginning fund balances	-	-	(432,847)	-
<b>Fund balance, July 1, 2024, restated</b>	<u>-</u>	<u>-</u>	<u>1,156,691</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u>\$ (662,000)</u>	<u>\$ (594,000)</u>	<u>\$ 1,351,271</u>	<u>\$ 788,580</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL - ADJACENT WAYS  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		
	<u>Adopted and Final</u>	<u>Actual Amounts</u>	<u>Variance</u>
<b>Revenues:</b>			
Property taxes	\$ -	\$ 8,906	\$ 8,906
Other local revenue	-	27,055	27,055
<b>Total revenues</b>	<u>-</u>	<u>35,961</u>	<u>35,961</u>
<b>Expenditures:</b>			
Instruction	<u>750,000</u>	-	<u>750,000</u>
<b>Total expenditures</b>	<u>750,000</u>	<u>-</u>	<u>750,000</u>
<b>Net change in fund balances</b>	<u>(750,000)</u>	<u>35,961</u>	<u>785,961</u>
<b>Fund balance, July 1, 2024</b>	<u>-</u>	<u>777,720</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u><u>\$ (750,000)</u></u>	<u><u>\$ 813,681</u></u>	<u><u>\$ 785,961</u></u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL - BUILDING RENEWAL GRANT  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
<b>Revenues:</b>				
State aid and grants	\$ -	\$ -	\$ 528,099	\$ 528,099
Other local revenue	-	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>528,099</u>	<u>528,099</u>
<b>Expenditures:</b>				
Current:				
Operation and maintenance of plant	1,300,646	1,625,807	112,248	1,513,559
Capital outlay	<u>2,699,354</u>	<u>3,374,193</u>	<u>232,959</u>	<u>3,141,234</u>
<b>Total expenditures</b>	<u>4,000,000</u>	<u>5,000,000</u>	<u>345,207</u>	<u>4,654,793</u>
<b>Net change in fund balances</b>	<u>(4,000,000)</u>	<u>(5,000,000)</u>	<u>182,892</u>	<u>5,182,892</u>
<b>Fund balance, July 1, 2024</b>	-	-	-	-
Aggregate amount of adjustments to and restatements of beginning fund balances	-	-	(180,296)	-
<b>Fund balance, July 1, 2024, restated</b>	<u>-</u>	<u>-</u>	<u>(180,296)</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u>\$ (4,000,000)</u>	<u>\$ (5,000,000)</u>	<u>\$ 2,596</u>	<u>\$ 5,182,892</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
 IN FUND BALANCES - BUDGET AND ACTUAL - BOND BUILDING FUND  
 YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
<b>Revenues:</b>				
Other local revenue	\$ -	\$ -	\$ -	\$ -
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Instruction	6,815,000	-	-	6,815,000
<b>Total expenditures</b>	<u>6,815,000</u>	<u>-</u>	<u>-</u>	<u>6,815,000</u>
<b>Net change in fund balances</b>	<u>(6,815,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, July 1, 2024</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u><u>\$ (6,815,000)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUNDS  
YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance</u>
	<u>Adopted</u>	<u>Final</u>		
<b>Revenues:</b>				
Property taxes	\$ -	\$ -	\$ 1,313,135	\$ 1,313,135
Other local revenue	-	-	21,811	21,811
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>1,334,946</u>	<u>1,334,946</u>
<b>Current:</b>				
Support services - administration	501	460	500	(40)
<b>Debt service:</b>				
Principal	780,879	717,720	780,000	(62,280)
Interest	578,620	531,820	577,969	(46,149)
<b>Total expenditures</b>	<u>1,360,000</u>	<u>1,250,000</u>	<u>1,358,469</u>	<u>(108,469)</u>
<b>Net change in fund balances</b>	<u>(1,360,000)</u>	<u>(1,250,000)</u>	<u>(23,523)</u>	<u>1,226,477</u>
<b>Fund balance, July 1, 2024</b>	<u>-</u>	<u>-</u>	<u>356,111</u>	<u>-</u>
<b>Fund balance, June 30, 2025</b>	<u>\$ (1,360,000)</u>	<u>\$ (1,250,000)</u>	<u>\$ 332,588</u>	<u>\$ 1,226,477</u>

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**STATISTICAL SECTION**

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**STATISTICAL SECTION - DESCRIPTIONS**  
**JUNE 30, 2025**

The statistical section presents financial statement trends as well as detailed financial and operational information not available elsewhere in the report. The statistical section is intended to enhance the reader's understanding of the information presented in the financial statements, notes to the financial statements and other supplementary information presented in this report. The statistical section is comprised of the five categories of statistical information presented below.

**Financial Trends**

These schedules contain information on financial trends to help the reader understand how the District's financial position and financial activities have changed over time.

**Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the District's ability to generate property taxes.

**Debt Capacity**

These schedules present information to help the reader evaluate the District's current levels of outstanding debt as well as assess the District's ability to make debt payments and/or issue additional debt in the future.

**Demographic and Economic Information**

These schedules present various demographic and economic indicators to help the reader understand the environment in which the District's financial activities take place and to help make comparisons with other school districts.

**Operating Information**

These schedules contain information about the District's operations and various resources to help the reader draw conclusions as to how the District's financial information relates to the services provided by the District.

Due to cost considerations for the accumulation of data, the District has elected to present less than ten years of data, or data from less than nine years prior, for certain statistical schedules. This information will be accumulated and reported each year until the complete ten years of data is presented.

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**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
<b>Net position:</b>					
Net investment in capital assets	\$ 16,003,311	\$ 15,756,213	\$ 14,153,714	\$ 9,742,341	\$ 8,938,338
Restricted	4,578,150	3,956,110	3,080,686	3,347,574	2,986,604
Unrestricted	(2,554,226)	(3,287,725)	(2,056,822)	(2,355,185)	(2,170,979)
<b>Total net position</b>	<b>\$ 18,027,235</b>	<b>\$ 16,424,598</b>	<b>\$ 15,177,578</b>	<b>\$ 10,734,730</b>	<b>\$ 9,753,963</b>

	<b>Fiscal Year Ended June 30</b>				
	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<b>Net position:</b>					
Net investment in capital assets	\$ 8,898,739	\$ 8,637,251	\$ 7,581,659	\$ 7,596,494	\$ 7,606,504
Restricted	2,796,625	2,404,215	2,033,970	1,611,553	1,117,209
Unrestricted	(3,077,184)	(3,827,736)	(5,063,023)	(5,371,815)	(6,428,049)
<b>Total net position</b>	<b>\$ 8,618,180</b>	<b>\$ 7,213,730</b>	<b>\$ 4,552,606</b>	<b>\$ 3,836,232</b>	<b>\$ 2,295,664</b>

**Source:** The source of this information is the District's financial records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
<b>Expenses:</b>					
Instruction	\$ 7,623,641	\$ 8,524,658	\$ 7,888,586	\$ 7,495,951	\$ 6,618,823
Support services - students and staff	1,661,254	1,913,322	1,757,219	1,554,090	1,197,652
Support services - administration	1,792,516	1,691,229	1,876,771	1,630,659	1,275,926
Operation and maintenance of plant services	2,641,902	2,490,989	2,388,723	1,863,579	1,681,831
Student transportation services	79,622	727,382	558,994	690,036	422,802
Operation of non-instructional services	515,199	497,705	341,542	469,804	303,553
Interest on long-term debt	528,025	133,718	238,901	264,767	265,472
<b>Total expenses</b>	<b>14,842,159</b>	<b>15,979,003</b>	<b>15,050,736</b>	<b>13,968,886</b>	<b>11,766,059</b>
<b>Program revenues:</b>					
Charges for services:					
Instruction	39,718	375,098	646,623	361,133	433,614
Operation of non-instructional services	241,011	221,007	138,210	104,384	80,651
Other activities	-	6,600	-	8,000	27,934
Operating grants and contributions	3,693,286	1,900,212	3,281,898	2,818,715	2,981,485
Capital grants and contributions	528,099	1,571,692	3,716,336	1,356,278	32,195
<b>Total program revenues</b>	<b>4,502,114</b>	<b>4,074,609</b>	<b>7,783,067</b>	<b>4,648,510</b>	<b>3,555,879</b>
<b>Net expense</b>	<b>\$ (10,340,045)</b>	<b>\$ (11,904,394)</b>	<b>\$ (7,267,669)</b>	<b>\$ (9,320,376)</b>	<b>\$ (8,210,180)</b>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE)/REVENUE**  
**LAST TEN FISCAL YEARS**  
**(accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<b>Expenses:</b>					
Instruction	\$ 6,216,021	\$ 5,466,685	\$ 5,491,140	\$ 5,573,070	\$ 5,757,132
Support services - students and staff	996,223	823,832	810,440	826,147	823,448
Support services - administration	1,379,250	1,223,394	1,310,317	1,221,676	1,203,431
Operation and maintenance of plant services	1,571,040	1,452,194	1,084,720	1,030,177	1,033,391
Student transportation services	443,017	483,414	489,386	464,059	416,688
Operation of non-instructional services	415,719	405,445	466,462	465,965	456,237
Interest on long-term debt	285,005	329,753	384,810	423,727	455,980
<b>Total expenses</b>	<b>11,306,275</b>	<b>10,184,717</b>	<b>10,037,275</b>	<b>10,004,821</b>	<b>10,146,307</b>
<b>Program revenues:</b>					
Charges for services:					
Instruction	293,260	214,178	344,958	254,105	200,622
Operation of non-instructional services	134,157	174,761	83,994	150,487	147,106
Other activities	-	-	93,295	27,838	-
Operating grants and contributions	2,444,401	3,135,786	1,212,269	1,519,798	1,497,415
Capital grants and contributions	224,985	23,462	84,398	145,355	35,357
<b>Total program revenues</b>	<b>3,096,803</b>	<b>3,548,187</b>	<b>1,818,914</b>	<b>2,097,583</b>	<b>1,880,500</b>
<b>Net expense</b>	<b>\$ (8,209,472)</b>	<b>\$ (6,636,530)</b>	<b>\$ (8,218,361)</b>	<b>\$ (7,907,238)</b>	<b>\$ (8,265,807)</b>

**Source:** The source of this information is the District's financial records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**GENERAL REVENUES AND TOTAL CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(accrual basis of accounting)**

	Fiscal Year Ended June 30				
	2025	2024	2023	2022	2021
<b>Net expense</b>	\$ (10,340,045)	\$ (11,904,394)	\$ (7,267,669)	\$ (9,320,376)	\$ (8,210,180)
<b>General revenues:</b>					
Property taxes	4,830,468	4,743,354	4,637,553	4,300,521	3,984,697
Investment income	262,336	263,757	49,647	24,042	29,401
Unrestricted county aid	-	-	-	167,639	290,496
Unrestricted state aid	6,853,707	8,022,488	6,916,400	5,733,758	4,830,704
Unrestricted federal aid	-	121,815	106,917	75,183	-
Other	174,871	-	-	-	16,928
<b>Total general revenues</b>	<u>12,121,382</u>	<u>13,151,414</u>	<u>11,710,517</u>	<u>10,301,143</u>	<u>9,152,226</u>
<b>Changes in net position</b>	<u>\$ 1,781,337</u>	<u>\$ 1,247,020</u>	<u>\$ 4,442,848</u>	<u>\$ 980,767</u>	<u>\$ 942,046</u>

	Fiscal Year Ended June 30				
	2020	2019	2018	2017	2016
<b>Net expense</b>	\$ (8,209,472)	\$ (6,636,530)	\$ (8,218,361)	\$ (7,907,238)	\$ (8,265,807)
<b>General revenues:</b>					
Property taxes	4,229,317	4,172,849	3,950,370	4,542,800	4,999,178
Investment income	76,301	68,157	44,751	16,019	21,589
Unrestricted county aid	276,510	281,983	264,759	294,253	288,713
Unrestricted state aid	5,052,554	4,717,024	4,614,713	4,537,112	4,770,758
Unrestricted federal aid	-	-	58,848	57,622	63,337
Other	7,949	-	-	-	-
<b>Total general revenues</b>	<u>9,642,631</u>	<u>9,240,013</u>	<u>8,933,441</u>	<u>9,447,806</u>	<u>10,143,575</u>
<b>Changes in net position</b>	<u>\$ 1,433,159</u>	<u>\$ 2,603,483</u>	<u>\$ 715,080</u>	<u>\$ 1,540,568</u>	<u>\$ 1,877,768</u>

**Source:** The source of this information is the District's financial records.

**Note:** Beginning with fiscal year 2023, unrestricted county aid is now presented with property taxes.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
FUND BALANCES - GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(modified accrual basis of accounting)**

	Fiscal Year Ended June 30				
	2025	2024	2023	2022	2021
<b>General Fund:</b>					
Unassigned	\$ 5,650,024	\$ 4,546,272	\$ 3,965,824	\$ 3,790,850	\$ 4,323,386
<b>Total General Fund</b>	<u>5,650,024</u>	<u>4,546,272</u>	<u>3,965,824</u>	<u>3,790,850</u>	<u>4,323,386</u>
<b>All other governmental funds:</b>					
Nonspendable	-	-	-	15,352	-
Restricted	6,403,320	10,272,847	3,251,184	3,225,363	2,987,188
Unassigned	(665,223)	(243,886)	(395,724)	(743,493)	-
<b>Total all other governmental funds</b>	<u>5,738,097</u>	<u>10,028,961</u>	<u>2,855,460</u>	<u>2,497,222</u>	<u>2,987,188</u>
<b>Total all governmental funds</b>	<u>\$ 11,388,121</u>	<u>\$ 14,575,233</u>	<u>\$ 6,821,284</u>	<u>\$ 6,288,072</u>	<u>\$ 7,310,574</u>

	Fiscal Year Ended June 30				
	2020	2019	2018	2017	2016
<b>General Fund:</b>					
Nonspendable	\$ -	\$ 179,421	\$ 174,766	\$ 173,072	\$ -
Unassigned	3,403,147	2,354,474	2,161,641	2,048,267	1,738,026
<b>Total General Fund</b>	<u>3,403,147</u>	<u>2,533,895</u>	<u>2,336,407</u>	<u>2,221,339</u>	<u>1,738,026</u>
<b>All other governmental funds:</b>					
Nonspendable	-	-	-	-	-
Nonspendable	-	-	-	-	-
Restricted	2,796,625	2,404,365	1,991,884	1,689,889	1,232,089
Unassigned	(12,357)	-	(148,488)	(107,460)	(70,492)
<b>Total all other governmental funds</b>	<u>2,784,268</u>	<u>2,404,365</u>	<u>1,843,396</u>	<u>1,582,429</u>	<u>1,161,597</u>
<b>Total all governmental funds</b>	<u>\$ 6,187,415</u>	<u>\$ 4,938,260</u>	<u>\$ 4,179,803</u>	<u>\$ 3,803,768</u>	<u>\$ 2,899,623</u>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**REVENUES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
<b>Federal sources:</b>					
Federal aid and grants	\$ 1,150,260	\$ 1,895,258	\$ 2,565,266	\$ 2,464,014	\$ 1,847,349
National School Lunch Program	331,676	389,243	278,343	462,174	275,426
<b>Total federal sources</b>	<b>1,481,936</b>	<b>2,284,501</b>	<b>2,843,609</b>	<b>2,926,188</b>	<b>2,122,775</b>
<b>State sources:</b>					
State equalization assistance	6,536,452	6,895,215	5,906,046	4,393,947	4,785,762
State grants	234,566	323,107	489,453	259,356	250,210
School Facilities Division	528,099	1,382,286	3,451,833	300,698	32,195
Other revenues	1,459,178	1,127,273	1,010,354	1,346,062	609,104
<b>Total state sources</b>	<b>8,758,295</b>	<b>9,727,881</b>	<b>10,857,686</b>	<b>6,300,063</b>	<b>5,677,271</b>
<b>Local sources:</b>					
Property taxes	4,732,599	4,759,921	4,619,629	4,317,720	4,061,724
County aid	-	-	-	167,639	290,496
Food service sales	21,514	78,082	40,595	4,979	10,786
Investment income	262,336	263,757	49,647	24,042	29,401
Other revenues	866,450	616,624	685,191	513,255	592,679
<b>Total local sources</b>	<b>5,882,899</b>	<b>5,718,384</b>	<b>5,395,062</b>	<b>5,027,635</b>	<b>4,985,086</b>
<b>Total revenues</b>	<b>\$ 16,123,130</b>	<b>\$ 17,730,766</b>	<b>\$ 19,096,357</b>	<b>\$ 14,253,886</b>	<b>\$ 12,785,132</b>

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**REVENUES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(modified accrual basis of accounting)**

	<b>Fiscal Year Ended June 30</b>				
	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<b>Federal sources:</b>					
Federal aid and grants	\$ 1,125,498	\$ 1,154,774	\$ 799,834	\$ 1,008,794	\$ 1,102,419
National school lunch program	359,463	323,268	343,040	363,053	363,310
<b>Total federal sources</b>	<b>1,484,961</b>	<b>1,478,042</b>	<b>1,142,874</b>	<b>1,371,847</b>	<b>1,465,729</b>
<b>State sources:</b>					
State equalization assistance	4,723,037	4,671,387	3,958,941	4,016,172	4,024,763
State grants	277,620	-	106,865	17,813	15,819
School Facilities Division	4,985	-	114,910	-	-
Other revenues	1,147,247	855,667	604,454	520,940	745,995
<b>Total state sources</b>	<b>6,152,889</b>	<b>5,527,054</b>	<b>4,785,170</b>	<b>4,554,925</b>	<b>4,786,577</b>
<b>Local sources:</b>					
Property taxes	4,241,429	4,192,320	4,005,099	4,440,951	4,997,316
County aid	276,510	281,983	264,759	294,253	288,713
Food service sales	38,866	51,284	76,528	81,982	79,703
Investment income	76,301	68,157	48,917	16,019	11,005
Other revenues	480,590	1,386,311	491,886	526,926	393,170
<b>Total local sources</b>	<b>5,113,696</b>	<b>5,980,055</b>	<b>4,887,189</b>	<b>5,360,131</b>	<b>5,769,907</b>
<b>Total revenues</b>	<b>\$ 12,751,546</b>	<b>\$ 12,985,151</b>	<b>\$ 10,815,233</b>	<b>\$ 11,286,903</b>	<b>\$ 12,022,213</b>

**Source:** The source of this information is the District's financial records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**EXPENDITURES AND DEBT SERVICE RATIO - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2025	2024	2023	2022	2021
<b>Expenditures:</b>					
Current:					
Instruction	\$ 7,614,383	\$ 7,248,360	\$ 7,265,025	\$ 6,788,372	\$ 6,205,275
Support services - students and staff	1,458,908	1,592,473	1,499,404	1,353,627	1,028,806
Support services - administration	1,788,321	1,410,688	1,790,582	1,404,810	1,298,042
Operation and maintenance of plant services	1,576,628	1,754,425	1,839,328	1,389,875	1,280,208
Student transportation services	631,704	380,823	441,215	378,128	321,160
Operation of non-instructional services	505,768	452,604	334,877	419,024	300,051
Capital outlay	4,128,302	3,152,843	4,577,225	2,080,053	1,073,363
Debt service:	-				
Principal retirement	807,591	705,900	1,079,717	956,154	853,322
Interest and fiscal charges	583,805	229,061	264,050	289,920	290,621
Bond issuance costs	-	73,380	-	-	-
<b>Total expenditures</b>	<b>\$ 19,095,410</b>	<b>\$ 17,000,557</b>	<b>\$ 19,091,423</b>	<b>\$ 15,059,963</b>	<b>\$ 12,650,848</b>
Debt service as a percentage of noncapital expenditures	9.3%	6.8%	9.3%	9.6%	9.9%

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**EXPENDITURES AND DEBT SERVICE RATIO - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)

	Fiscal Year Ended June 30				
	2020	2019	2018	2017	2016
<b>Expenditures:</b>					
Current:					
Instruction	\$ 5,710,441	\$ 5,625,768	\$ 4,880,382	\$ 4,933,348	\$ 4,865,150
Support services - students and staff	973,610	898,660	823,151	819,371	797,486
Support services - administration	1,353,915	1,360,744	1,285,236	1,233,471	1,167,771
Operation and maintenance of plant services	1,014,999	1,125,628	940,838	1,063,958	879,197
Student transportation services	389,162	489,859	414,723	427,973	378,093
Operation of non-instructional services	412,584	405,423	447,465	457,555	448,561
Capital outlay	488,360	574,306	521,893	410,545	378,087
Debt service:					
Principal retirement	669,745	1,557,948	717,244	770,442	757,664
Interest and fiscal charges	310,154	354,902	409,960	439,167	471,420
<b>Total expenditures</b>	<b>\$ 11,322,970</b>	<b>\$ 12,393,238</b>	<b>\$ 10,440,892</b>	<b>\$ 10,555,830</b>	<b>\$ 10,143,429</b>
Debt service as a percentage of noncapital expenditures	9.0%	16.2%	11.4%	11.9%	12.6%

**Source:** The source of this information is the District's financial records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**OTHER FINANCING SOURCES AND USES AND NET CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(modified accrual basis of accounting)

	<b>Fiscal Year Ended June 30</b>				
	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ (2,972,280)	\$ 730,209	\$ 4,934	\$ (806,077)	\$ 134,284
<b>Other financing sources (uses):</b>					
Issuance of school improvement bonds	-	6,815,000	-	-	-
Premium on sale of bonds	-	208,730	-	-	-
Financed purchase agreement	-	-	146,342	-	-
Capital Lease agreements	-	-	-	-	784,865
Insurance recovery	-	-	150,159	-	-
Sale of capital assets	1,000	-	-	-	10,273
Transfers in	78,917	67,554	27,528	78,572	29,913
Transfers out	(78,917)	(67,554)	(27,528)	(78,572)	(29,913)
<b>Total other financing sources (uses)</b>	<u>1,000</u>	<u>7,023,730</u>	<u>296,501</u>	<u>-</u>	<u>795,138</u>
<b>Changes in fund balances</b>	<u>\$ (2,971,280)</u>	<u>\$ 7,753,939</u>	<u>\$ 301,435</u>	<u>\$ (806,077)</u>	<u>\$ 929,422</u>
	<b>Fiscal Year Ended June 30</b>				
	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<b>Excess (deficiency) of revenues over expenditures</b>	\$ 1,428,576	\$ 591,913	\$ 374,341	\$ 731,073	\$ 1,878,784
<b>Other financing sources (uses):</b>					
Capital Lease agreements	-	161,889	-	-	-
Transfers in	90,030	36,678	24,278	24,912	4,297
Transfers out	(90,030)	(36,678)	(24,278)	(24,912)	(4,297)
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>161,889</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Changes in fund balances</b>	<u>\$ 1,428,576</u>	<u>\$ 753,802</u>	<u>\$ 374,341</u>	<u>\$ 731,073</u>	<u>\$ 1,878,784</u>

**Source:** The source of this information is the District's financial records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
PROPERTY TAX ASSESSMENT RATIOS  
LAST TEN FISCAL YEARS**

<b>Property Classification</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
Mining, utilities, commercial and industrial	17%	17%	18%	18%	18%
Agriculture and vacant land	15%	15%	15%	15%	15%
Owner occupied residential	10%	10%	10%	10%	10%
Leased or rented residential	10%	10%	10%	10%	10%
Railroad, private car company, and airline flight property	14%	14%	15%	15%	15%

<b>Property Classification</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Mining, utilities, commercial and industrial	18%	18%	18%	18%	19%
Agriculture and vacant land	15%	15%	15%	15%	16%
Owner occupied residential	10%	10%	10%	10%	10%
Leased or rented residential	10%	10%	10%	10%	10%
Railroad, private car company, and airline flight property	15%	14%	15%	14%	15%

**Note:** Additional classes of property exist, but seldom amount to a significant portion of a municipal body's total valuation.

**Source:** The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NET FULL CASH ASSESSED VALUE BY PROPERTY CLASSIFICATION**  
**LAST TEN FISCAL YEARS**

<b>Class</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
Commercial, Industrial, Utilities & Mines	\$ 40,213,541	\$ 40,219,291	\$ 38,180,328	\$ 32,989,959	\$ 28,565,212
Agricultural and Vacant	41,618,484	39,006,082	19,869,290	20,291,120	19,519,836
Residential (Owner Occupied)	22,964,828	19,796,718	16,138,706	15,227,901	15,547,696
Residential (rental)	8,901,391	7,916,600	7,780,133	7,818,362	8,173,375
Railroad, Private Cars and Airlines	1,236,927	1,441,867	2,205,535	1,991,936	1,577,818
Historical Property	29,321	24,462	26,488	25,999	25,683
Totals	<u>\$ 114,964,492</u>	<u>\$ 108,405,020</u>	<u>\$ 84,200,480</u>	<u>\$ 78,345,277</u>	<u>\$ 73,409,620</u>
Gross Full Cash Value	\$ 907,775,542	\$ 831,393,909	\$ 653,058,227	\$ 609,461,530	\$ 579,424,067
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12.7%	13.0%	12.9%	12.9%	12.7%
Estimated Net Full Cash Value	\$ 854,216,785	\$ 780,919,782	\$ 603,673,228	\$ 562,114,031	\$ 553,606,042
Total Direct Rate	5.9%	6.0%	6.0%	6.0%	6.1%
<b>Class</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Commercial, Industrial, Utilities & Mines	\$ 27,134,373	\$ 25,624,354	\$ 26,466,171	\$ 25,363,583	\$ 25,452,518
Agricultural and Vacant	17,322,072	17,409,454	16,157,916	13,631,157	14,471,655
Residential (Owner Occupied)	15,068,739	14,411,964	14,229,907	14,744,708	14,391,813
Residential (rental)	8,027,311	7,662,371	7,493,603	7,482,075	7,752,660
Railroad, Private Cars and Airlines	1,687,870	1,781,494	1,694,954	1,326,586	1,269,498
Historical Property	26,691	25,728	22,839	19,900	19,900
Totals	<u>\$ 69,267,056</u>	<u>\$ 66,915,365</u>	<u>\$ 66,065,390</u>	<u>\$ 62,568,009</u>	<u>\$ 63,358,044</u>
Gross Full Cash Value	\$ 545,517,641	\$ 530,463,350	\$ 517,300,112	\$ 496,910,250	\$ 489,641,046
Ratio of Net Full Cash Assessed Value to Gross Full Cash Value	12.7%	12.6%	12.8%	12.6%	12.9%
Estimated Net Full Cash Value	\$ 507,304,341	\$ 490,458,357	\$ 481,976,033	\$ 461,919,437	\$ 455,632,262
Total Direct Rate	6.5%	0.0%	0.0%	0.0%	0.0%

**Source:** The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13**  
**NET LIMITED ASSESSED VALUE AND FULL CASH VALUE OF TAXABLE PROPERTY BY CLASS**  
**LAST TEN FISCAL YEARS**

<b>Class</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>
Commercial, Industrial, Utilities & Mines	\$ 37,982,118	\$ 39,172,746	\$ 37,481,361	\$ 32,410,686	\$ 28,364,485
Agricultural and Vacant	21,935,016	20,922,193	18,959,419	18,927,615	18,571,731
Residential (Owner Occupied)	18,768,267	18,346,476	15,878,028	15,044,022	15,148,684
Residential (rental)	7,060,482	6,977,751	7,566,327	7,599,941	7,659,548
Railroad, Private Cars and Airlines	881,807	1,144,363	1,711,255	1,563,660	1,270,169
Historical Property	20,720	19,734	24,971	24,157	23,432
Totals	<u>\$ 86,648,410</u>	<u>\$ 86,583,263</u>	<u>\$ 81,621,361</u>	<u>\$ 75,570,081</u>	<u>\$ 71,038,049</u>
Gross Full Cash Value	\$ 907,775,542	\$ 831,393,909	\$ 653,058,227	\$ 609,461,530	\$ 579,424,067
Ratio of Net Limited Assessed Value to Gross Full Cash Value	9.5%	10.4%	12.5%	12.4%	12.3%
Total Direct Rate	5.9%	6.0%	6.0%	6.0%	6.1%

<b>Class</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
Commercial, Industrial, Utilities & Mines	\$ 26,848,465	\$ 25,430,134	\$ 26,195,331	\$ 25,315,217	\$ 25,381,497
Agricultural and Vacant	16,918,204	17,101,086	15,876,326	13,494,098	14,285,642
Residential (Owner Occupied)	14,642,896	14,032,514	13,976,682	14,687,252	14,321,694
Residential (rental)	7,536,711	7,386,143	7,328,420	7,449,166	7,699,515
Railroad, Private Cars and Airlines	1,387,763	14,987,323	1,474,165	1,248,942	1,248,934
Historical Property	22,951	21,859	20,818	19,900	19,900
Totals	<u>\$ 67,356,990</u>	<u>\$ 78,959,059</u>	<u>\$ 64,871,742</u>	<u>\$ 62,214,575</u>	<u>\$ 62,957,182</u>
Gross Full Cash Value	\$ 545,517,641	\$ 530,463,350	\$ 517,300,112	\$ 496,910,250	\$ 489,641,046
Ratio of Net Limited Assessed Value to Gross Full Cash Value	12.3%	14.9%	12.5%	12.5%	12.9%
Total Direct Rate	6.5%	3.5%	6.6%	7.7%	8.5%

**Note:** The source of this information is the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
DIRECT AND OVERLAPPING PROPERTY TAX RATES  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>District Direct Rates</b>			<b>Overlapping Rates</b>						
	<b>Primary</b>	<b>Secondary</b>	<b>Total</b>	<b>State Equalization</b>	<b>County</b>	<b>County Free Library</b>	<b>Flood Control District</b>	<b>Community College District</b>	<b>Fire District Assistance</b>	<b>City of Willcox</b>
2025	3.39%	2.55%	5.94%	0.00%	2.73%	0.15%	0.26%	2.44%	0.10%	0.38%
2024	3.89%	2.06%	5.95%	0.00%	2.67%	0.15%	0.26%	2.41%	2.64%	0.39%
2023	3.86%	2.11%	5.97%	0.00%	2.67%	0.15%	0.26%	2.43%	2.68%	0.41%
2022	4.10%	1.93%	6.03%	0.43%	2.67%	0.15%	0.26%	2.44%	2.75%	0.41%
2021	3.75%	2.35%	6.10%	0.44%	2.67%	0.15%	0.26%	2.40%	3.53%	0.41%
2020	3.93%	2.52%	6.45%	0.46%	2.67%	0.15%	0.26%	2.45%	3.72%	0.41%
2019	1.10%	2.39%	3.49%	0.47%	2.67%	0.15%	0.26%	2.40%	3.83%	1.27%
2018	4.43%	2.17%	6.60%	0.49%	2.67%	0.15%	0.26%	2.37%	3.99%	1.27%
2017	4.79%	2.87%	7.66%	0.50%	2.63%	0.15%	0.26%	2.29%	3.97%	1.25%
2016	6.10%	2.36%	8.46%	0.51%	2.63%	0.15%	0.26%	2.18%	3.97%	1.21%

**Source:** The Property Tax Rates and Assessed Values, Arizona Tax Research Foundation.

**Note:** There was not state equalization for the years ended June 30, 2023 through June 30, 2025.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
PRINCIPAL PROPERTY TAXPAYERS  
PRIOR FISCAL YEAR AND NINE YEARS PRIOR**

<b>Taxpayer</b>	<b>2025</b>		<b>Taxpayer</b>	<b>2016</b>	
	<b>Limited Property Valuation</b>	<b>Percentage of Total Limited Property Valuation</b>		<b>Net Limited Assessed Valuation</b>	<b>Percentage of Net Limited Assessed Valuation</b>
El Paso Natural Gas Company	\$ 11,871,314	13.71%	Sulphur Springs Valley Electric Co-op	\$ 30,951,189	49.16%
Riverview LLP DBA Coronado Farms LLP	8,282,782	9.57%	Kinder Morgan	5,563,151	8.84%
Sulphur Springs Valley Electric Co-Op Inc (T&D)	5,785,300	6.68%	Riverview LLP DBA Coronado Farms	1,472,843	2.34%
Pharm LLC	1,643,215	1.90%	Union Pacific	1,148,760	1.82%
Red Horse Wind 2 Holdings, LLC	1,203,826	1.39%	Valley Telephone Co-Op	895,055	1.42%
IIP AZ 1 LLC	1,198,173	1.38%	Unisource Energy Corporation	707,903	1.12%
Riverview LLP	1,178,001	1.36%	Valley Connections LLC	674,471	1.07%
Union Pacific Railroad	1,144,364	1.32%	Chase Farms	655,259	1.04%
Unisource Energy Corporation	908,686	1.05%	HPT TA Properties	695,171	1.10%
Valley Telephone Co-Op	781,660	0.90%	Emerald Hotel One LLC	564,983	0.90%
	<b>\$ 33,997,321</b>	<b>39.26%</b>		<b>\$ 43,328,785</b>	<b>68.82%</b>

**Source:** The source of this information is the Maricopa County Assessor's records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Collected to the End of the Current Fiscal Year	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2025	\$ 4,826,524	\$ 4,552,567	94.32%	N/A	\$ 4,552,567	94.32%
2024	4,467,294	4,302,964	96.32%	\$ 157,189	4,460,153	99.84%
2023	4,376,448	4,209,937	96.20%	147,101	4,357,038	99.56%
2022	4,084,563	3,929,273	96.20%	138,482	4,067,755	99.59%
2021	4,000,740	3,855,802	96.38%	128,857	3,984,659	99.60%
2020	4,242,973	4,052,131	95.50%	173,219	4,225,350	99.58%
2019	4,110,858	3,880,817	94.40%	212,817	4,093,634	99.58%
2018	4,064,124	3,389,186	83.39%	659,601	4,048,787	99.62%
2017	4,478,088	4,167,018	93.05%	293,760	4,460,778	99.61%
2016	5,016,075	4,670,678	93.11%	327,398	4,998,076	99.64%

**Source:** The source of this information is the Maricopa County Treasurer's records.

**Note 1:** Amounts collected are on a cash basis.

**Note 2:** Unsecured personal property taxes are not included in this schedule because the dates of the monthly rolls vary each year. On the average, 90% of unsecured property taxes are collected within 90 days after the due date.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30	General Obligation Bonds						Total Outstanding Debt			
	General Obligation Bonds	Less: Amount Restricted for Principal	Total	As Percentage of Estimated Actual Value of Property	Per Capita	Financed Purchases and Leases	Total	Percentage of Estimated Actual Value (Full Cash Value)	Per Capita	Percentage of Personal Income
2025	\$ 11,315,000	\$ 432,691	\$ 10,882,309	1.2%	\$ 1,485	\$ 60,719	\$ 11,375,719	1.3%	\$ 88.70	0.17%
2024	11,793,175	417,863	11,375,312	1.4%	1,637	88,310	11,881,485	1.4%	93.33	0.18%
2023	5,885,000	406,198	5,478,802	0.8%	785	114,210	5,999,210	0.9%	47.37	0.10%
2022	6,979,589	434,678	6,544,911	1.1%	816	392,585	7,372,174	1.2%	57.44	0.12%
2021	7,659,742	287,590	7,372,152	1.3%	904	683,739	8,343,481	1.4%	66.26	0.14%
2020	8,324,891	278,619	8,046,272	1.5%	993	97,196	8,422,087	1.5%	66.44	0.16%
2019	8,970,040	184,767	8,785,273	1.7%	1,063	126,941	9,096,981	1.7%	71.31	0.19%
2018	9,595,189	269,680	9,325,509	1.8%	1,130	903,000	10,498,189	2.0%	81.80	0.22%
2017	10,275,339	246,632	10,028,707	2.0%	1,209	1,020,244	11,295,583	2.3%	88.01	0.23%
2016	10,935,779	95,556	10,840,223	2.2%	1,282	1,135,686	12,071,465	2.5%	94.06	0.25%

**Source:** The source of this information is the District's financial records.

**Note:** The provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87 were adopted in fiscal year 2022. The standard replaces the previous capital and operating lease designations with financed purchases or leases depending on the substance of the transactions. The fiscal year 2014-2021 information within this column relates to the transactions previously designated as capital leases.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
JUNE 30, 2025**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable to School District</u>	<u>Estimated Amount Applicable to School District</u>
Overlapping:			
City of Willcox	\$ 440,627	100.00%	440,627
Direct:			
Willcox Unified School District No. 13	11,375,719		<u>11,315,000</u>
Total direct and overlapping debt			<u><u>\$ 11,755,627</u></u>

**DIRECT AND OVERLAPPING GENERAL BONDED DEBT RATIOS**

Net Direct General Obligation Bonded Debt			
Per capita			\$ 1,485
As a percentage of net assessed property value for secondary tax purposes			13.06%
As a percentage of net full cash value			1.25%
Net Direct and Overlapping General Bonded Debt			
Per capita			\$ 1,542
As a percentage of net assessed property value for secondary tax purposes			13.57%
As a percentage of net full cash value			1.29%

**Source:** The District's records and the State and County Abstract of the Assessment Roll, Arizona Department of Revenue.

**Note:** Estimated percentage of debt outstanding applicable to the District is calculated based on a portion of the District's net limited assessed valuation as a percentage of the net limited assessed valuation of the overlapping jurisdiction.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

**Class B Bond Legal Debt Margin Calculation for Fiscal Year 2025:**

Net Full Cash Assessed Value	\$ 114,964,492
	20%
Debt limit (20% of assessed value)	<u>22,992,898</u>
Less: Net debt applicable to limit	<u>(11,315,000)</u>
Legal debt margin	<u><u>\$ 11,677,898</u></u>

**Total Legal Debt Margin Calculation for Fiscal Year 2024:**

Net Full Cash Assessed Value	\$ 114,964,492
	30%
Debt limit (30% of assessed value)	<u>34,489,348</u>
Less: Net debt applicable to limit	<u>(11,315,000)</u>
Legal debt margin	<u><u>\$ 23,174,348</u></u>

	Fiscal Year Ended June 30				
	2025	2024	2023	2022	2021
Debt limit	\$ 34,489,348	\$ 32,521,506	\$ 25,260,144	\$ 23,503,583	\$ 22,022,886
Less: Net debt applicable to limit	<u>(11,315,000)</u>	<u>(12,180,922)</u>	<u>(6,090,000)</u>	<u>(6,755,000)</u>	<u>(7,410,000)</u>
Legal debt margin	<u><u>\$ 23,174,348</u></u>	<u><u>\$ 20,340,584</u></u>	<u><u>\$ 19,170,144</u></u>	<u><u>\$ 16,748,583</u></u>	<u><u>\$ 14,612,886</u></u>
Total debt applicable to the limit as a percentage of debt limit.	32.8%	37.5%	24.1%	28.7%	33.6%

	Fiscal Year Ended June 30				
	2020	2019	2018	2017	2016
Debt limit	\$ 20,780,117	\$ 20,074,610	\$ 19,819,617	\$ 18,770,403	\$ 19,007,413
Less: Net debt applicable to limit	<u>(8,050,000)</u>	<u>(8,670,000)</u>	<u>(9,270,000)</u>	<u>(9,925,000)</u>	<u>(10,570,000)</u>
Legal debt margin	<u><u>\$ 12,730,117</u></u>	<u><u>\$ 11,404,610</u></u>	<u><u>\$ 10,549,617</u></u>	<u><u>\$ 8,845,403</u></u>	<u><u>\$ 8,437,413</u></u>
Total debt applicable to the limit as a percentage of debt limit.	38.7%	43.2%	46.8%	52.9%	55.6%

**Source:** The source of this information is the District's financial records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
COUNTY-WIDE DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>Cochise County</b>					
<b>Year</b>	<b>Population</b>	<b>Personal Income (thousands)</b>	<b>Per Capita Income</b>	<b>Unemployment Rate</b>	<b>Estimated District Population</b>
2024	128,253	\$ 6,643,755	\$ 53,304	5.3%	7,622
2023	127,305	6,643,755	53,304	4.5%	7,206
2022	126,648	6,307,666	50,195	4.4%	7,500
2021	128,343	6,188,571	49,096	4.8%	8,554
2020	125,922	5,835,484	45,786	6.6%	8,469
2019	126,770	5,109,813	40,308	6.3%	8,385
2018	127,577	4,895,203	38,371	5.7%	8,439
2017	128,343	4,732,071	36,859	5.6%	8,492
2016	128,343	4,900,244	38,962	6.1%	8,500
2015	128,343	4,821,097	38,133	7.4%	8,533

**Source:** The source of this information is the Bureau of Economic Analysis and the Arizona Office of Employment and Population Statistics.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
PRINCIPAL EMPLOYERS  
CURRENT FISCAL YEAR AND NINE YEARS PRIOR**

		<b>2025</b>	
<u>Employer</u>	<u>Description</u>	<u>Approximate Number of Employees</u>	<u>Percentage of Total Employment</u>
United States Department of the Army	Government	11,720	27.21%
Aegis Communications Group Llc	Technology	1,130	2.62%
Bureau of Customs and Border Protection	Government	1,070	2.48%
Cochise County	Government	880	2.04%
Wal-Mart Stores, Inc.	Retail	820	1.90%
State of Arizona	Government	720	1.67%
Rchpsierra Vista Inc	Healthcare	650	1.51%
Sierra Vista Public Schools Unified District No. 68	Government	580	1.35%
Advanced Call Center Technologies	Technology	500	1.16%
Joyson Safety Systems Acquisitions LLC	Technology	500	1.16%
		18,570	43.10%

		<b>2016</b>	
<u>Employer</u>	<u>Description</u>	<u>Approximate Number of Employees</u>	<u>Percentage of Total Employment</u>
Nature Sweet	Retail	793	49.56%
Willcox Unified School District	Education	183	11.44%
US Customs & Border Patrol	Government	117	7.31%
Northern Cochise Community Hospital	Healthcare	117	7.31%
Valley Telecom Group	Technology	99	6.19%
City of Willcox	Government	69	4.31%
Sulpher Springs Valley Electric Co-Op	Government	60	3.75%
Safeway Stores	Retail	55	3.44%
Cochise County	Government	40	2.50%
Simflo	Retail	30	1.88%
		1,563	97.69%

1600

**Source:** The source of this information is the Cochise Association of Governments Employer Database.

**Note:** The principal employers were not available for the District alone, therefore, the principal employers for Cochise County are presented.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE  
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
<b>Supervisory</b>										
Superintendent	1	1	1	1	1	1	1	1	1	1
Consultants/supervisors of instruction	-	-	1	-	-	-	-	-	-	-
Principals	3	3	3	3	3	3	3	3	3	3
Assistant principals	-	-	1	1	1	1	1	1	1	1
<b>Total supervisory</b>	<u>4</u>	<u>4</u>	<u>6</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>
<b>Instruction</b>										
Teachers	65	80	73	75	75	72	79	67	66	66
Other professionals (instructional)	13	-	3	-	-	2	1	2	2	2
Aides	38	39	30	27	27	24	28	30	32	32
<b>Total instruction</b>	<u>116</u>	<u>119</u>	<u>106</u>	<u>102</u>	<u>102</u>	<u>98</u>	<u>108</u>	<u>99</u>	<u>100</u>	<u>100</u>
<b>Student services</b>										
Nurses	1	2	1	1	1	1	1	1	1	1
Counselors/Advisors	3	4	4	1	1	1	3	1	1	1
Librarians	-	-	-	-	-	1	1	1	2	2
Technicians	-	-	2	3	3	2	3	2	2	2
<b>Total student services</b>	<u>4</u>	<u>6</u>	<u>7</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>8</u>	<u>5</u>	<u>6</u>	<u>6</u>
<b>Support and administration</b>										
Clerical workers	13	3	17	16	16	15	16	20	20	20
Maintenance workds	15	15	14	13	13	14	12	11	11	11
Bus drivers	4	4	8	8	8	7	6	10	10	10
Food service	1	1	1	1	1	1	-	1	1	1
Other classified	3	-	2	2	2	2	2	2	2	2
<b>Total support and administration</b>	<u>36</u>	<u>23</u>	<u>42</u>	<u>40</u>	<u>40</u>	<u>39</u>	<u>36</u>	<u>44</u>	<u>44</u>	<u>44</u>
<b>Total full-time equivalent employees</b>	<u><u>160</u></u>	<u><u>152</u></u>	<u><u>161</u></u>	<u><u>152</u></u>	<u><u>152</u></u>	<u><u>147</u></u>	<u><u>157</u></u>	<u><u>153</u></u>	<u><u>155</u></u>	<u><u>155</u></u>

**Source:** The source of this information is District personnel records.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
OPERATING STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year Ended June 30</b>	<b>Average Daily Membership</b>	<b>Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>% Change Cost per Pupil</b>	<b>District-wide Expenses</b>	<b>Cost per Pupil</b>	<b>% Change</b>	<b>Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>% of Free &amp; Reduced Students</b>
2025	1,039	\$ 13,575,712	\$ 13,066	4.5%	\$ 14,842,159	\$ 14,285	-8.2%	65	16.0	53.2%
2024	1,027	12,839,373	12,502	-1.8%	15,979,003	15,559	7.0%	80	12.8	63.0%
2023	1,035	13,170,431	12,725	8.7%	15,050,736	14,542	4.3%	73	14.2	60.0%
2022	1,002	11,733,836	11,710	8.2%	13,968,886	13,941	14.2%	75	13.4	69.6%
2021	964	10,433,542	10,823	11.0%	11,766,059	12,205	9.1%	75	12.9	62.1%
2020	1,011	9,854,711	9,747	2.8%	11,306,275	11,183	14.7%	72	14.0	62.1%
2019	1,045	9,906,082	9,480	14.2%	10,184,717	9,746	2.8%	79	13.2	61.7%
2018	1,059	8,791,795	8,302	1.6%	10,037,275	9,478	3.6%	67	15.8	78.2%
2017	1,094	8,935,676	8,168	3.7%	10,004,821	9,145	-2.3%	66	16.6	80.0%
2016	1,084	8,536,258	7,875	10.1%	10,146,307	9,360	-0.6%	66	16.4	78.0%

**Note 1:** Operating expenditures are total expenditures less debt service and capital outlay.

**Source:** The source of this information is the District's financial records.

**Note:** Operating expenditures are total expenditures less debt service and capital outlay.

**WILLCOX UNIFIED SCHOOL DISTRICT NO. 13  
CAPITAL ASSET INFORMATION  
LAST TEN FISCAL YEARS**

**Fiscal Year Ended June 30**

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<b><u>Schools:</u></b>										
<b>Elementary</b>										
Buildings	7	7	7	7	7	7	7	7	7	7
Square feet	54,896	54,896	54,896	54,896	54,896	54,896	54,896	54,896	54,896	54,896
Capacity	646	646	646	646	646	646	646	646	646	646
Enrollment	325	330	330	347	347	347	347	347	414	457
<b>Middle</b>										
Buildings	8	8	8	8	8	8	8	8	8	8
Square feet	51,143	51,143	51,143	51,143	51,143	51,143	51,143	51,143	51,143	51,143
Capacity	553	553	553	553	553	553	553	553	553	553
Enrollment	308	308	308	316	316	316	316	316	621	353
<b>High</b>										
Buildings	21	21	21	21	21	21	21	21	21	21
Square feet	110,470	110,470	110,470	110,470	110,470	110,470	110,470	110,470	110,470	110,470
Capacity	852	852	852	852	852	852	852	852	852	852
Enrollment	404	396	396	395	395	395	395	395	377	435
<b>Other</b>										
Buildings	7	7	7	7	7	7	7	7	7	7
Square feet	28,931	28,931	28,931	28,931	28,931	28,931	28,931	28,931	28,931	28,931
Capacity	150	150	150	150	150	150	150	150	150	150
<b><u>Administrative</u></b>										
Buildings	1	1	1	1	1	1	1	1	1	1
Square feet	4,340	4,340	4,340	4,340	4,340	4,340	4,340	4,340	4,340	4,340
<b><u>Transportation</u></b>										
Garages	1	1	1	1	1	1	1	1	1	1
Buses	20	20	20	20	20	20	20	20	18	14
<b><u>Athletic</u></b>										
Fields	6	4	4	4	4	4	4	4	4	4
Tracks	1	1	1	1	1	1	1	1	1	1
Playgrounds	3	2	2	2	2	2	2	2	2	2
Gyms	3	3	3	3	3	3				

**Source:** The source of this information is the District's facilities records.

