

Regular Board Meeting

Tuesday, November 10, 2020 5:30 PM

NES Commons /Zoom, 1057 E 5th Ave, Nome, Alaska 99762

A. **Call to Order**

1. Pledge of Allegiance
2. Nome Public Schools Mission Statement
3. Roll Call
4. Approval of Agenda

B. **Consent Agenda**

(Routine matter considered for approval as one motion. Any item can be pulled for separate consideration).

1. Approval of Minutes: Regular Meeting: October 13, 2020
2. Approval of October 2020 Disbursements
3. Personnel Report

C. **Awards and Presentations**

1. Introductions of Guests & Visitors
2. Students of the Month
3. Teacher of the Month
4. Support Staff of the Month
5. FY20 Audit Presentation by Altman, Rogers & Company

D. **Opportunity for Public Comments on Agenda/Non-agenda Items**

(3 minutes per speaker, 30 minutes aggregate)

E. **Superintendent Report**

F. **Information & Reports**

1. Student Representative Report
2. Principal Reports
3. Director Reports
4. Business Manager Report

G. **Second Public Comment Opportunity**

(Individuals are limited to three minutes each.)

H. **Action Item**

1. Approval of FY20 Audit
2. Approval of FY21 Board of Education Priorities
3. Approval of District Wide Re-Keying Project

I. **Board and Superintendent's Comments & Committee Reports**

J. **Upcoming Events:**

- Tuesday, November 24, Work Session, 5:30 pm, NES Commons/Zoom
- Tuesday, December 8, Regular Meeting, 5:30 pm, NES Commons/Zoom
- Tuesday, December 22, Work Session, 5:30 pm, NES Commons/Zoom

K. **Adjournment**



Our Mission

We inspire and empower students to be culturally grounded responsible citizens who are deeply connected to our community and world.

Our Vision

Together, strong in identity, purpose, potential

Board and Superintendent Guiding Principles

- ✦ Works to ensure academic success for all students
- ✦ Works to promote positive community partnerships
- ✦ Provides leadership and support to ensure reading proficiency by 3rd Grade
- ✦ Supports the recruitment and retention of effective staff

Board and Superintendent Goals

- ✦ Provide the resources for the development and adoption of curriculum as per Board Policy (BP 6141).
- ✦ Support the integration of a student's culture in the curriculum within the context of the community through implementation of the Alaska standards for culturally responsive schools.
- ✦ Work to ensure all students feel connected to their peers and the adults in their schools by improving school climate.



**Personnel Report
November 10, 2020
Cynthia Gray, HR Manager**

PERSONNEL ACTIONS (October 2020)

Certified Employees: New Hires/Change of Assignment/End of Employment
NONE

Classified Employees: New Hires/Change of Assignment/End of Employment

1. Jeanette Evan – New Hire-Classroom Paraprofessional (Title I-C)/NES
2. Sharon Olanna – New Hire-Classroom Paraprofessional (Title I-C)/NES
3. Janeen Barr – New Hire-Special Education Paraprofessional/NES
4. Kaitlin Topkok – New Hire-Title I Reading Aide/NES
5. Abigail Fry – Classroom Paraprofessional/ACSA/Termination-Resignation
6. Rebecca Miller – Special Education Admin Assistant/DO/Termination-Resignation

Current Certified Vacancies for 2020-2021

1. Music/Art K-5 (NES)
2. Music/Drama 6-12 (NBMHS)
3. Special Education/ELA (ACSA)

Current Classified Vacancies for 2020-2021

1. Special Education Paraprofessional (multiple) (NBMHS/NES)
2. Payroll Clerk (DO)
3. Special Education Admin Asst. (DO)
4. Classroom Paraprofessional (ACSA)

Submitted by Jamie Burgess on behalf of Cynthia Gray, HR Manager.



Nome Public Schools
Superintendent Report
Jamie Burgess
November 10, 2020

1. We offered a half day workshop on October 24th to assist teachers in adapting Kagan Cooperative Learning Strategies for COVID-19 impacted classrooms (social distancing and mitigation strategies). 19 teachers and 2 administrators attended the training, which was funded by Title II-A. If the district moves to Condition Red for any extended time frame, the District will also offer Kagan's Cooperative Learning Strategies workshop for Distance Learning in a similar manner.

2. Teacher Apartment building update: The Request for Proposal (RFP) for architectural and engineering services releases to the public on November 9th, with a target to approve a contract of the January 12th Board meeting. An updated construction schedule is attached. An extension for the Alaska Housing Finance Corporation construction grant will be submitted, requesting an additional year to complete the building, which should open in the Fall of 2022. The City's work is ongoing with obtaining the needed additional financing for construction.

3. I have scheduled our second annual State of the Schools presentation with the City Council for their regular meeting on November 23rd. Last year's presentation was well received and help set the stage for budget discussions later in the year; the focus will continue to be on educating the members of City Council on initiatives, successes, challenges, and the district's financial picture and projected needs.

4. Ms. Hayes is completing the Fall OASIS report for the state, which is used to determine our final foundation revenue for the current year, and also serves as a potential basis for budget projections for the following year. The report must go through a reconciliation process with other districts for students who moved in or withdrew during the count period; our preliminary projections are a total ADM (average daily membership) of 696 for FY21. I have attached a historical chart showing ADM/enrollment for NPS since the 2005-2006 school year; the District has been on a slight upward trend for the four years prior to the current year; the drop enrollment is significant but not severe.

We will be running several scenarios as we begin our budget projections for next year; it is unclear whether the COVID-19 situation will completely resolve by the beginning of next year, and if there will be some long lasting effects on enrollment, such as families continuing to stay with homeschooling, and if families will return to school who either held their children out for some reason, or elected to relocate elsewhere.

5. The District called a snow day on Thursday November 5th due to extremely high winds, poor to zero visibility and slippery roads. The District leadership team is exploring the possibility of shifting from snow days, which must be made up at a later date, to "distance learning days", where students have a packet at home of prepared daily activities which focus on fluency/practice and can be done without internet access. However, there are still some logistics which must be discussed. The leadership team will develop protocols for this pilot program



Nome Public Schools
Superintendent Report
Jamie Burgess
November 10, 2020

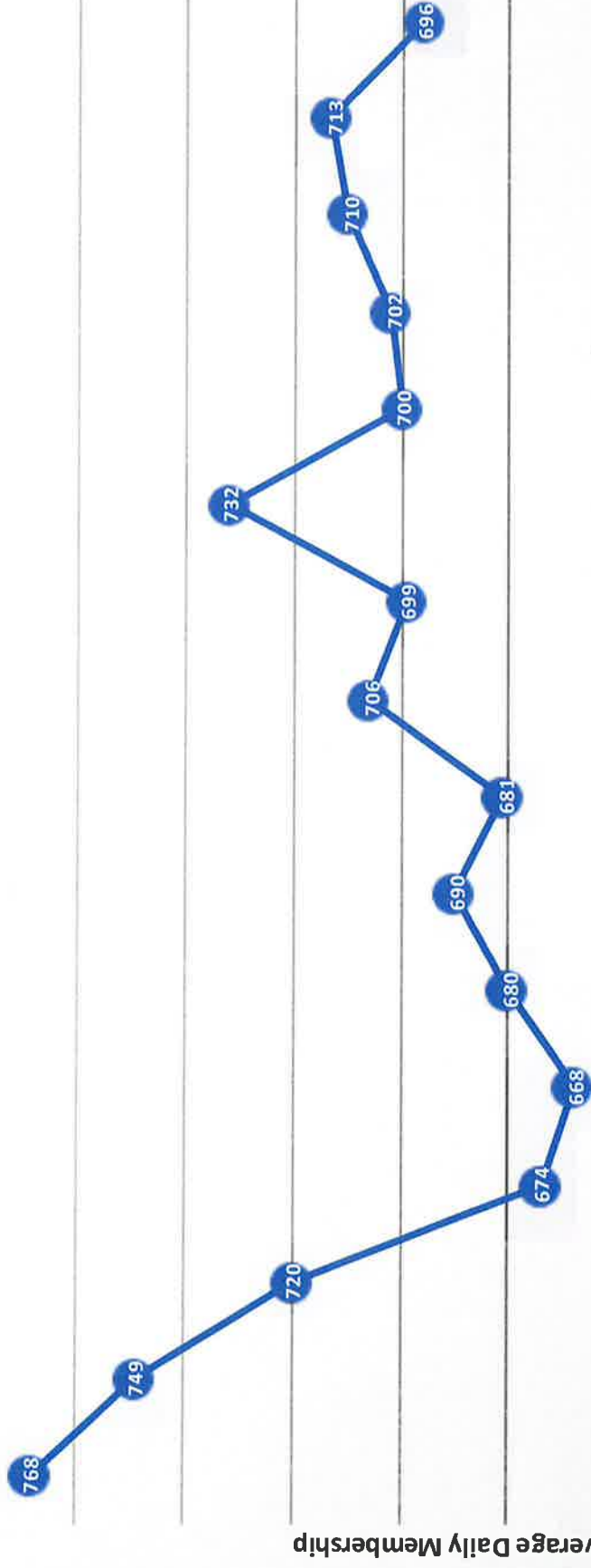
while also preparing for our Distance Learning Week (January 4 – January 8), which will also serve as a dress rehearsal for a shift to Condition Red if needed later in the year.

6. Attached for the Board's information is a revised Administrative Regulation (AR) which accompanies BP 6145 (Extracurricular and Cocurricular Activities). This brings the District's academic eligibility guidelines for student athletes in alignment with the AASA (Alaska Association of School Activities) guidelines for eligibility, and eliminates previous procedures which we believe extended academic ineligibility unfairly, and also clearly states the process for ineligible athletes to work with their classroom teachers to restore eligibility in the quickest possible timeframe. Both the "redline" and the final version are attached.

Also attached is a new Exhibit (E6161.1) to accompany BP 6161.1 (Selection and Evaluation of Instructional Materials), which provides specific guidance on the textbook/instructional program adoption process. A related revised Exhibit (E6141(b)) resets the District's curriculum review cycle, which was not followed in recent years.

AHFC Planning and Program Development THHP Development Schedule Form	
1. Enter Your Grant ID:	THP-20-NPS-Nome
2. Organization Name:	Nome Public Schools
3. Status of Form: (Initial, Revision)	Initial Revision
4. Development Activity	Scheduled Date
A. Project Site:	
i. Site Control Secured	11/25/19
ii. Environmental Review Complete	
ii. Zoning Approvals Obtained (if necessary)	N/A
iv. Site Purchased/Lease Acquired	11/25/19
B. Plans and Specifications:	
i. Architect Selected	12/15/20
ii. Engineer Selected	12/15/20
iii. Schematic Designs/Working Drawings Complete	1/30/21
iv. Local Building Code Review Complete	4/15/21
v. Final Plans and Specifications Complete	3/15/21
C. Permanent Financing:	
i. Permanent Financing Application Submitted	TBD
ii. Permanent Financing Commitment Received	TBD
iii. Permanent Loan Financing Secured	
D. Interim Financing:	
i. Construction/Rehab Loan Application Submitted	n/a
ii. Construction/Rehab Loan Commitment Received	n/a
E. Construction/Rehabilitation:	
i. Contractor Selected	5/15/21
ii. Materials Ordered	6/1/21
iii. Construction/Rehabilitation To Begin	7/1/21
iv. Construction Complete	10/15/22
F. PUR-102 Inspection Completed	10/1/22
G. PUR-101 (BEES) Inspection Completed	10/1/22
H. Tenant Occupancy (Frist Move in)	11/1/22
I. Rent-Up Period (month/year est. to reach sustaining occupancy)	1/1/23
5. Grantee Information:	
Name: Jamie Burgess on behalf of Nome Public Schools	
Title: Superintendent	
Signature:	
Date: January 9, 2020	

ADM History for Nome Public Schools



FY06	FY07	FY08	FY09	FY10	FY11	FY12	FY13	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21

Fiscal Year

AR 6145 EXTRACURRICULAR AND COCURRICULAR ACTIVITIES

~~Quarterly Eligibility:~~ **Academic Eligibility:**

Students with any "F" grades must maintain minimum progress towards graduation in order to meet eligibility requirements. **Students must meet minimum ASAA eligibility requirements, and may not have more than one "F" grade on their Activities Progress Report in order to participate.**

School administration will announce a beginning season academic check date/. At this time, eligibility will be determined for all participating students. This initial check will serve to establish academic eligibility until the date when the next regularly scheduled school progress report and/or report card is issued. The progress reports and report cards will then be used to establish continuing activity eligibility requirements for participating students.

Any student that fails to meet the minimum eligibility requirements on any of the established eligibility checks will have the chance to regain eligibility on a weekly basis by working with school administration and teachers to improve their academic performance. These special weekly checks (for ineligible students) will be completed on Monday mornings by school administration, and repeated as necessary for the benefit of students striving to regain eligibility.

~~Any students with one or more "F"s on their report card will be ineligible regardless of GPA for the following quarter.~~

~~Students must maintain a 2.0 GPA on a 4.0 scale in order to participate in game, contests, productions or scheduled travel. A student, who falls below a 2.0 GPA on his/her quarterly report card, will be ineligible for the entire following quarter. Ineligible students will not be allowed to participate in games contests, productions and scheduled travel during the period of ineligibility but may continue to practice at the coach's discretion.~~

Weekly Eligibility:

~~Students with one or more "F" on their Activity Progress Report form cannot travel or participate that next week. Grade checks must be completed on the same schedule as Activity Progress Report forms for each week in season.~~

Revised (10/22/2020)

Adopted: June 10, 2003

Nome Public Schools

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Revised (10/22/2020)

Adopted: June 10, 2003

Nome Public Schools

Textbook/Instructional Program Material Adoption Process

- 1) Textbooks/Instructional Programs shall be reviewed according to the Curriculum Review Cycle or when the Director of Curriculum and Instruction OR the Superintendent deems necessary.
- 2) An updated version of the current textbook/program (if available) shall automatically be included in the selected materials to review.
- 3) The Superintendent or Director of Curriculum and Instruction shall oversee the selection of members for a Textbook/Program Material Review Committee; the members shall consist primarily of teachers in the content area/grade levels for the textbook/program, selected for their content matter or pedagogical expertise. Every effort will be made to include parents or community members. Committee members must not violate the Conflicts of Interest outlined in AR 6161.1.
- 4) The Committee members shall recommend a variety of texts/programs based on research and recommendations from colleagues; and narrow down the potential texts/programs to at least three for formal review. The Director of Curriculum and Instruction OR the Superintendent shall obtain review copies of the texts/programs selected for final review.
- 5) The Committee shall review the texts according to the criteria set forth in AR 6161.1 as well as research into effect on student achievement. Budgetary restrictions must also be taken into consideration during the Committee's review. The Committee shall select one text/program for recommendation to the Board of Education.
- 6) Review copies of the recommended texts must be displayed in the front office(s) of the school(s) in which the text/program will be used for two weeks for review by the community. Digital review copies/materials will be posted on the District website if applicable for the same time period. Individuals viewing the review copies will be invited to submit feedback which will be shared with the Board of Education. The Board of Education will also be invited to review the materials prior to the Board meeting.
- 7) The Board of Education will consider the texts/materials for adoption; upon approval, purchase requisitions will be submitted to the Business Office.

(Revised 10/2020)

CURRICULUM DEVELOPMENT AND EVALUATION**Curriculum Review Cycle
Nome Public Schools**

20 - 21	Math
21 - 22	Language Arts (reading and writing)/Foreign Language
22 - 23	Arts/Culture/CTE
23 - 24	Social Studies
18 – 20	Science/Health/PE

The cycle then repeats. This 5 year cycle meets the state requirement that the cycle of curriculum renewal be no longer than 6 years in duration.

Revised 10/2020

Board Report- October 2020

- Student Council Retreat
- Volleyball Games
- Spirit Week/Assembly
- Parent-Teacher Conferences
- E-sports
- KNOM Internships
- Keeping kids busy
 - Open gyms
 - Clubs: clubs, reading, debate, tutoring, creative writing, culture



ACSA Board Report, November 10, 2020

Lisa Leeper, Principal

Enrollment / Attendance Update

- We had a 91% student attendance rate for October.
- One student transferred to Beltz at the end of 1st Quarter. We will advertise for a period of one week to get 5th grade applications — 5th grade has our lowest enrollment and we have no students in a 5th grade waiting pool. To achieve grade level balance, we aim to fill an opening from that grade level.
- Our attendance continues to be impacted by travel related quarantine and students staying home due to symptom monitoring and COVID testing.

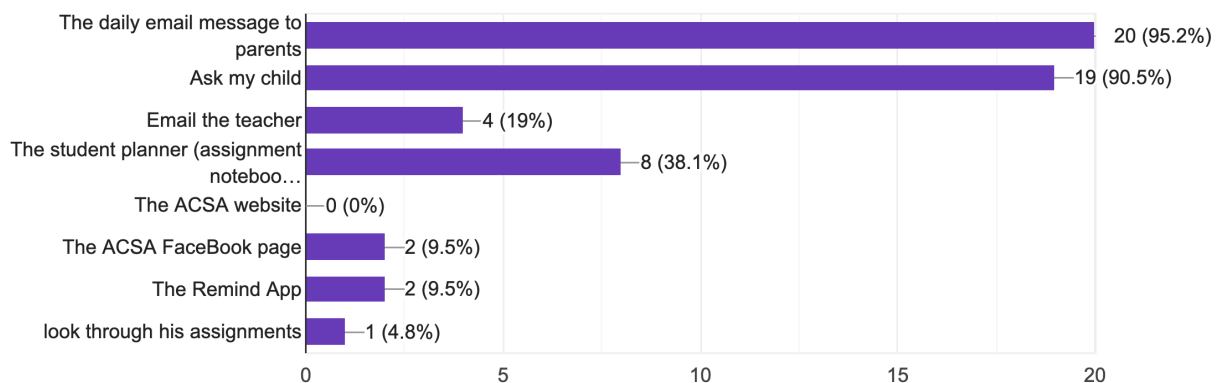
Classes and Activities

- October Student of the Month: Atlas Boeckmann, 8th grade
- In October, ACSA was invited to join Beltz middle school students for two socially distanced assemblies, one in honor of Indigenous People's Day (Ms. Terri Ami spoke about Navajo and Hopi culture, and students competed in NYO events) and another in recognition of student participation in sports and academics.
- Congratulations — eight ACSA students were on the "A Honor Roll" for 1st Quarter and 17 students were on the "B Honor Roll." These students will be recognized with a certificate and a pizza lunch.
- This month ACSA students were ceremoniously "sorted" into four houses that allow students to work together in pursuit of recognition for positive behaviors, citizenship, and academic accomplishments. There is a leaderboard and points are continuously updated. Each house has a name from a foreign language that has a meaning: Giver, Friendship, Courage, or Dreamer. Collectively, students selected two Inupiaq values that they feel will represent their house group for this year. Also, the students will find ways to incorporate these values into school related activities.

- For fall parent/teacher conferences, we scheduled and met with the parents or guardians of 51 of our 57 students. We try to reach out to any parents who were unable to make conferences. Two conferences were held on Google Meet or by phone; all others were in person with screening checks, hand sanitizing, and desk cleaning as measure of safety. We appreciate the turnout and support from families.
- During parent teacher conferences, we used a Google Form to survey parents on four questions concerning school related communication. This information (data attached) is useful for making decisions about how to best reach parents for the benefit of their children's education.

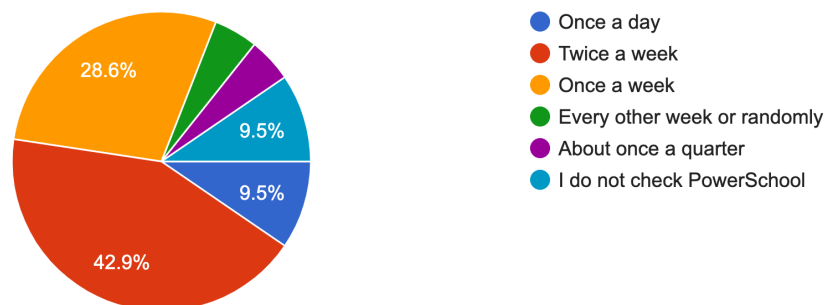
Which of the following do you use when you need to get information about school-related questions?

21 responses



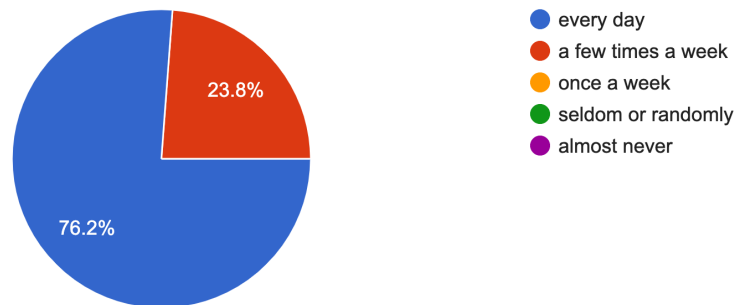
How often do you check PowerSchool?

21 responses



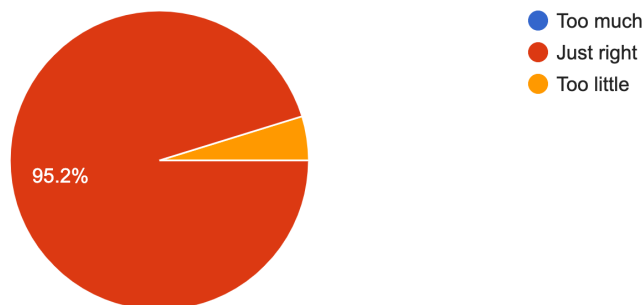
How often do you read the daily email message?

21 responses



Is the amount of communication from teachers too much, just right, or too little?

21 responses



- Strategic Plan Goal #4 - Recruiting and Retaining Quality Educators
 - The ACSA principal seeks to network with NPS district staff and other Alaskan educators to recruit teachers for our school. Often, word of mouth helps to make connections when looking for a quality educator that will love the people, cultures, and geography of our region.
 - ACSA teachers work collaboratively everyday. This is a deliberate practice that builds a team mentality and provides support to each staff member. We share our resources, struggles, and strengths, and we fill in for one another when one is in need.

- Our Academic Policy Committee is a group of parents who offer their support to new ACSA teachers. Most members of the APC are parents who have years of experience with our program. They can assist the new staff member with answers to questions and can help establish operations.



Nome-Beltz Middle High School

PO Box 131, Nome Alaska 99762

Phone: 907-443-5201 Fax: 907-443-3626

Date: 11-03-20

To: NPS Board

From: Jay Thomas and Teriscovkya Smith

Subject: November Board Report

Current Enrollment: NBMHS 277

Attendance: Q1 2020-2021: 87%; Q1 2019-2020: 85%

- NBMHS Teacher of the Month for November is high school Social Studies/Art teacher, Grace D'Antonio.
- NBMHS Support Staff Employee of the Month for November is high school Special Education paraprofessional, Anita Scadden.
- Students of the Month are Sheldon Kunayak-Ozenna for the High School and Cory Wells for the Middle School.

The first quarter of school year is in the books! NBMHS continues to follow the DEED Smart Start protocol: daily screening, wearing masks or shields, disinfecting desks between classes, and social distancing when possible. The following is a list of happenings that currently impact NBMHS:

- Lack of substitute teachers
- Open positions in our SPED department
- Lack of custodial support; we are short two custodians at NBMHS

Other happenings at NBMHS:

- A big thank you to the Lions Club for their continued support. They donated \$17,000 for new activity/wrestling mats, \$5,000 for MS uniforms, and \$5,000 for tutoring snacks.
- Parent/Teacher conferences were held last week. Our overall attendance was over 50%, which is higher than expected during our current situation. NBMHS provided rides to and from the school and all PPE requirements remained in place.
- Nearly half the NBMHS staff attended a Kagan workshop, "Back to School: Adapting Kagan for Covid-19" on Saturday, October 24, 2020.

- November 9, 2020 is an Inservice day for NPS. A few topics to be addressed are suicide prevention, social-emotional health, cooperative learning, IXL, and the new Remind app integration.

NBMHS has been doing as many student activities as Covid restrictions allow:

- Middle school volleyball is under way with about 30 girls playing; the coach is Crystal Hensley.
- Cross-country had a very successful season; even though we did not have any head-to-head competitions, our NBMHS runners posted the fastest time trial times in years. We sent four runners to the state meet: Tobin Hobbs placed seventh and Son Erikson placed 19th in the Boys Division II race while Claire Fry placed 23rd and Natalie Tobuk placed 28th in the Girls Division II race.
- NBHS Volleyball ended its season with a match against the alumni. The state tournament was cancelled by AASA.
- The NBMHS E-Sports team, coached by Aaron Blankenship and Matt Johnson, is actively competing this fall. They are currently 3-0 in match play.
- The HS/MS student council hosted a Saturday retreat on 10-17-20 to plan for the year's activities. This was well attended by both student council members and parents.
- The Junior class sold a "Carnival in a Box" as a Halloween fundraiser. They sold more than 200 throughout the region. Bering Air delivered to villages for no charge. In lieu of a Halloween carnival this was a great fundraiser for the class of 2022.
- Elder's and Youth conference was hosted at NBMHS for about 12 students
- Indigenous People's Day assembly hosted by NNLYO (following PPE protocol)
- Pep Assembly hosted by Student Council. (following PPE protocol)

Strategic Plan GOAL 4: Recruit, Support and Retain Effective Administrators, Teachers and Staff

- NBMHS had a very successful recruitment this year. We had one administrative opening and four teacher openings. By networking, using ATP, and staff support we filled all our positions except music.
- NPS came to an agreement with the NPS Teacher's Union on a new three-year contract
- Teachers are provided weekly professional development opportunities on Wednesday early release days
- Staff has the opportunity to participate in numerous professional development opportunities throughout the year. This includes: Kagan, Undoing Racism, PowerSchool, Cultural Credentials through NWC, and many others. Covid has changed the delivery of most staff development, but we are still working to improve our practices.
- The Future Teachers club has changed its name and is now called "Educator Rising" program. We have an advisor and an active group of students who work inside classrooms, receive instruction about the educational career field, and participate in an annual conference at UAF. NBMHS' newest math teacher is a recent Beltz graduate: Welcome Rosa Wright (Schmidt) back home.

Nome Elementary School

Box 131 • Nome, Alaska 99762

Phone: 443-5299 Fax: 443-2850

Elizabeth Korenek-Johnson
Principal



Elizabeth Dillman
Assistant Principal

November 5, 2020

Dear Board Members,

It's hard to believe we have already completed a full quarter of the school year, and we find ourselves in November. Again, we want to express our gratitude to the community for continuing to take steps necessary to keep our community healthy and our schools open.

Early in the month we began our focus on Indigenous Peoples' Day/Week. Many of these activities were mentioned in the Strategic Planning Goal Section of last month's report. Above school-wide efforts, the fourth grade really reached out to deepen the experience for their students. We would like to highlight and thank several guest speakers that either came into the school or met virtually with those teachers/classes:

Sigvanna Meghan Topkok of Nome

Roy Ashenfelter of Nome & White Mountain

Johon Echohawk-Atkinson of Metlakatla, AK

Dr. Corey Still of Tahlequah, OK

Piiyuuk Shields of Toksook Bay, AK

Sonwai Wakayuta of Ibapah, UT

Shaylene Crowfeather of Bimidji, MN

Dustin Newman of King Cove, AK

We also want to recognize and thank Vanessa Tahbone for making several mixed-berry delights for NES staff to enjoy. YUM!

Our October Kagan Cooperative Learning Structure-A-Month (SAM) was Quiz-Quiz-Trade, led by school-trainer in training, and Kagan Coach, Julie Fabignon Cross. The staff reviewed and practiced the structure during Wednesday in-service. It was then put into practice in classrooms, and at the end of the month Mrs. Cross was able to visit all classrooms to observe the structure and provide in-the-moment coaching tips.

The week of October 19th we took on Hearing and Vision Screenings. We appreciate these NSHC clinics working with us to send their staff over and take the time needed to provide this valuable service. It always proves to be very effective, catching several changes for students that need further attention. With added precautions this year it took a little longer than usual, but NSHC staff, NES staff, and students did great. It was very smooth. Thank you to the NPS Special Education Department for coordinating the service.

October 28th DEED hosted the first virtual CLSD (Literacy Grant) workshop of the year. Mrs. K-J, Caroline Wiseman, Trish Murphy, and Nancy Bahnke were in attendance, along with SSOS Coach Laurie Schoenberger. NES Teachers reserved a conference room at NSHC (thankful!) for the workshop, allowing us to get off campus and be free of disruptions. It was very helpful, and allowed us to reflect on how much we have already accomplished, and re-focus on our path

forward. We are looking forward to an in-depth update to the board at the Nov. 24th Work Session.

At the writing of this report NES Teachers have completed 85% of parent/teacher conferences for students (235/276). Fewer than 10 students' families requested phone or virtual conferences. All others were in-person. There are a few still rescheduled to be completed in the next two weeks. During conferences families were provided an "Emergency Closure" packet, with the explanation that these are for a need due to emergency closure for "Red" status, and that teachers will contact families to indicate the need to use the packet.

Another issue important to note is that we are recognizing that our staff SEL needs are greater in this time. We knew this would be the case, but it became a little more palpable in the month of October. Coming into the year we talked a lot about how to meet students' SEL needs, and reminded staff that they can't take care of their students if they don't take care of themselves – that self-care is so important. Even so, the stress levels have been high. Ms. Dillman reached out to Bering Wellness who donated two massage therapists and two half-days to provide chair/table massages on a 15-minute schedule for staff. We covered their classes when needed in order for them to enjoy a few quiet minutes. Some were even able to squeeze into the schedule twice! Staff was very appreciative, and we are very grateful to Bering Wellness! We also had a soup and bread luncheon catered by Bering Tea on the Friday of conferences. We will continue to look for ways to care for our staff. Suggestions are welcomed!

After school tutoring for third through fifth grade students got started in October. The teachers are Heidi Secor and Cassandra Coulter. They meet with these students on Tuesdays and Thursdays. At the same time, Ms. Keller has a group of students working with her for Inupiaq Spelling Bee practice.

NPS Strategic Plan Goal #4: Recruit, Support and Retain Effective Administrators, Teachers, and Staff

4.1: I will say not much has been done on Objective 4.1 this year. We are grateful to have retained most of our teaching staff from last year. We do have two new SPED teachers on our staff. One has gratefully taken the offer of a mentor teacher service, which Aaron Husemann from the Beltz campus is fulfilling. The current state of our world adds a new level of challenge to working with partners, but I'm certain we would have willing partners to work creatively with us if we were to ask. The reach has not been made at this time.

4.2: Weekly minimum day staff development continues to be focused on staff needs to best support student achievement. The focus is on analyzing student assessment data and improving instructional practices. The same is true for building-level in-service days, such as the upcoming November 9th site-based in-service day. NES will be completing a survey regarding building leadership (shared leadership) and the four domains of rapid school improvement. We will also be digging into creating and/or improving small group instruction in all classrooms. The day will wrap up with refresher training from the Technology Department on ViewSonic Boards, Media Library use, and Remind, as requested by staff.

4.3: There has been little action on this objective from my role. However, we are excited to have hired two classified staff members this year, from our community or region, who are aspiring

teachers. It is very important to us to support these individuals, foster their interest in teaching, and help them to learn more about the career opportunities.

Coming Events:

- Site-based in-service day, Monday November 9th.
- MAP Reading Fluency Webinar -extended contract day (grant funded) Wednesday, Nov. 11.
- Thanksgiving Break, November 26th & 27th.

Statistics:

School was in session for 21 days in October.

- Attendance rate of 87.6%;
- We served 3,580 student breakfasts
- We served 3,380 student lunches.

Nome Elementary School provides a positive and welcoming environment where our culturally-diverse students, staff, and community members are valued through mutual respect, collaboration, safe interactions, and enriching experiences. Clear and high expectations serve as guidelines to reach success and wellness for all students in this rapidly-changing world.

Nome Public Schools Board Facilities Service Report, November 2020.

John W. Mortensen, Facilities Director

John.mortensen@nmsusa.com

907-244-4121

For the Month of: **October 2020, the Work Order Report**

This Month to Date Maintenance Snapshot:

- **Scheduled Work in Progress: 93**
- **Unassigned: 0**
- **Scheduled Work Orders Completed: 137 (This number does not provide an accurate picture of the situation)**
- **Declined: 33**
- **Preventative Maintenance Work Orders Removed from School Dude but not Completed: 795**
- **Open Preventative Maintenance Work Orders: 32**
- **Open Facilities Schedule Work: 148**
- **Other Open Work: 149**
- **Total Open Work Orders: 374**
- **Preventative Maintenance: 0**

Injuries & Accidents

0

Employee New Hires

- Bruce Kites Maintenance Tech II started 11-2-20

Employee Departures

- Doug Melland Custodian was terminated 10-27-20.
- Devin Anderson-O'Neill Custodian resigned 10-30-20.

Staffing:

- We have employment ads running in the Nome Post, Nome Announce, and around Alaska for Custodians and a Snowplow Operator.
- The Custodial Department is currently short-staffed at the High School by two Custodians. The Facilities Office is now short-staffed by one Administrative Associate.

Maintenance Department Tasks with Status:

- Miscellaneous Electrical Overload Repairs NBHS 95% Start 9-23-20
- NBHS Door numbering project - 60% Complete Start 10-5-20
- Elementary School Day Tank design is completed and out to bid 50%. One bid out of six bidders so far. Four no-bid and waiting for one additional bid.

- Pool plumbing and filter repair by our Subcontractor - 10% Complete – Plumbing and work crew starts arriving, Monday 11-2-20, and will be completed within two weeks of that date, if not sooner. The pool should reopen to the public after that.
- Boiler #2 Repair by Subcontractor - 0% Complete Working on replacing parts before the project start.
- Tunnel - 100% Complete
- Hiring subcontractor for re-keying of NPS School District 80%
- Snowplow season preparation 90%. Training whole new slow plowing crew for NBHS and retained Q Trucking for Snowplow work and NES.
- NBHS site survey and CAD plan production 40%
- NBHS traffic control, snowplow, fire lane plan creation 30%
- Asbestos record retrieval, training vendor selection, and NMS employee selection 90%
- Re-roof NBHS CIP project design 98%
- SchoolDude training
- 2015 Ford F-150 Ignition key replacement 20%

Safety Concerns:

High School Tunnel Ceiling Crack and Concrete Failure.

- Tunnell repair is complete and approved by the civil engineer.

Custodial Department

- We were having lots of employee issues in the Custodial department that we are working through.
- We have been and will continue using Tundra Tinker, janitorial Subcontractor, because we have not been able to hire custodians, and some have been terminated or resigned.
- SchoolDude training

Coronavirus

- Continuing to upgrade our service where possible and work on training and following COVID 19 protocol.

Nome

Confirmed

138

New Cases

1

Deaths

0

Nome Public Schools Board Report
Megan Hayes
Director of Federal Programs

Report prepared for November 10th Nome Public Schools School Board Meeting

Consolidated Grant/Title I-A/Title I-C/Title II-A/Title IV-A--ESEA FY21

•The ESEA consolidated grant, made up of 4 title programs, successfully moved through the approval process. This set of grants has received final approval from DEED.

Title I-A	Title I-C	Title II-A	Title IV-A	Consolidated Admin Pool (director salary)
\$257,759.06	\$754,265.05	\$83,830.90	\$28,706.00	\$93,500.00

•The School Improvement Grant (SIG) funds for Nome Elementary School increased substantially to \$109,000. These additional funds, along with DEED moving the grant application to an electronic submission format, has required revisions and additions. Due to the pandemic, grant revisions will be on going. Both Title I-A and Title II-A cover professional development travel and workshop fees. Since travel is limited this year, we will be looking for alternative ways to deliver ongoing pd to our staff.

•Migrant funded tutoring is taking place at NBHS where 4 certified teachers meet with students after school twice a week. One certified teacher also meets with students at ACSA twice a week. The tutoring sessions will run through December 10, 2020.

•The Migrant Education Fall Recruiting is drawing to a close. Although the recruiting period has ended, people can still sign up for the program and receive migratory education services upon approval.

•Teachers attended an optional Kagan Classroom Adaptations for COVID-19 Training, funded from Title II-A. 18 teachers attended the training via Zoom on Saturday, 10/24/2020.

•14 Teachers attended a 1.5-day workshop titled Undoing Racism workshop offered by Kawerak, also funded from Title II-A.

State and Federal Reports Submitted this month:

•2019-2020 LEA Consolidated Performance Report

•Priority for Service of Migratory Students report- identifies migratory eligible students who would benefit from academic services like tutoring.

•Fall OASIS- the report counts the number of students attending schools in NPS and the number of days they were enrolled during the month of October. This report determines the amount of funding NPS will receive for FY 22 based on the number of students that are enrolled in NPS during the count period, including funding for special education. The 20 day count period ran from September 28- October 23.

•NEW-Fidelity of Strategy for Implementation Tool for Migratory Education. This document reviews what and how school districts deliver services to migratory eligible students.

Assessments-

- Due to the pandemic the site leaders have determined that MAP testing should occur once in the fall and again the early spring. This will allow teachers to maximize their academic time with students, while still tracking student growth.
- Currently the state plans to proceed with PEAKS testing in the spring. The US DOE has stated they will not be granting waivers to states regarding state assessments.

Enrollment by school-

Enrollment	10/30/19 (Fall Count)	5/6/20	9/3/2020	10/9/2020	11/6/2020
Nome Elementary School	375	377	309	288	291
Anvil City Science Academy	60	60	58	60	59
Nome-Beltz Junior Senior High	263	250	297	281	277
NPS Extensions Correspondence	15	23	58	63	62
Total Enrollment K-12	713	710	721	692	689

Special Education Board Report, November 2020

Michael Hautala, Director of Special Education

Special Education Department

- 74 Active SpEd caseloads
- 9 Current Paraprofessionals
- 0 Administrative Assistant
- 4 Special Education Teachers
- 1 Speech Language Pathologist

Special Education Monthly Snapshot

- Working to solve staffing issues
 1. Openings for one certified staff. Candidate Identified, anticipate filling this position beginning Jan. 1.
 2. Openings for 2 paraprofessionals
- Speech Language Pathologist on FMLA leave, completed a contract to provide interim Speech/Language services. Services are being provided virtually due to Covid 19 travel restrictions. Services provided by tele-therapy are going well in all schools, and will be in place until the return of staff.
- Audit in progress by Department of Education and Early Development of current IEP's (Individual Education Programs). In progress, no actions have been received from the State.
- Ensuring October student counts are correct for Oasis reporting to the State. This includes currently identified as well as new applications for intensive funding. October count has concluded.
- Advertising to replace the Administrative Assistant for the Special Education department. Currently gathering an applicant pool.
- Conducted staff development in the areas of behavior assessment, data recording, and assessment protocols.

Nome Public Schools
Director of Technology Report
Jim Shreve
10 November 2020

Major projects completed

Distribution of Adobe Creative Cloud K-12 Apps. Adobe offers 19 of their most popular creative apps at a huge discount for educational institutions to aide in Career and Technical Education. We received 500 user assigned licenses for \$2,500. Users can install apps on as many devices as they want using their nomeschools.org credentials.

Purchase / Installation of Uninterrupted Power Supplies (UPS) / battery backups to protect servers and network equipment. The devices selected allow for smart reporting (email notices for any power loss, communication loss, or battery condition failure), to alert Tech staff of possible issues for our network. Completed the purchase of 16 total UPS devices to provide protection / stable power for all network equipment throughout the district. We have 3 major server rooms / cabinets and 8 remote cabinets which require protective power supplies. The Tech Department completed install / update of all of these UPS devices.

Current projects

Submitting for E-Rate Category I (Internet services) and Category II (network equipment) requests for proposals / bids for the 2021-2022 and beyond funding years.

Evaluation of Virtual Machine (VM) environments to deliver Career and Technical Education (CTE) as well as Science, Technology, Engineering and Mathematics (STEM) Windows Operating System based (proprietary) applications to student devices via a web browser over our local network. Not only will these VM environments allow us to deliver these high demand employable CTE/STEM apps to our students but it will be at a reduced cost and technology workload when compared to purchasing and maintaining standalone workstations with updates, app licensing, and user on and off boarding.

OneTab - Tech Dept is currently reviewing a stand alone (no internet required) technology device called a OneTab that focuses on language, writing, phonemic awareness, science, and mathematic comprehension for grades PK-2. The fact that no internet connection is required for these devices will assist in closing the equity gap for children in this age range. The cost for each device is \$129 which includes the device, a carrying case, protective cover, and charging adapter. Children work through a structured sequence of instruction made up of thousands of engaging math, reading, and writing activities that take between 30 and 40 minutes to complete. These activities actively and automatically adapt for each child's ability level so the tablet can be shared with multiple children within a classroom or household. NES K-2 Teachers are reviewing the devices and their capabilities until 09NOV20, we will then pilot the devices in a kindergarten class to gather data and decide wether to expand the program for all K-2 classrooms.

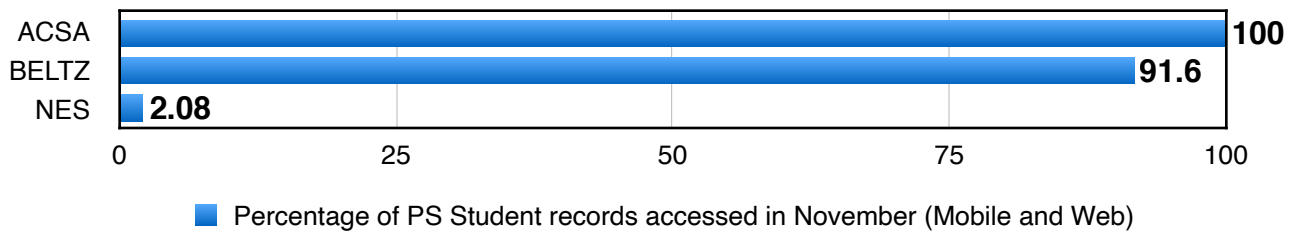
Future Projections

Awaiting receipt of 90 ChromeBook devices that are on backorder. Once received we will redistribute devices in Senior High / Middle School to facilitate the Nome Elementary School 1:1 issue of ChromeBook (classroom sets) Grades 3-5, and 1:1 issue of iPad (classroom sets) Grades K-2.

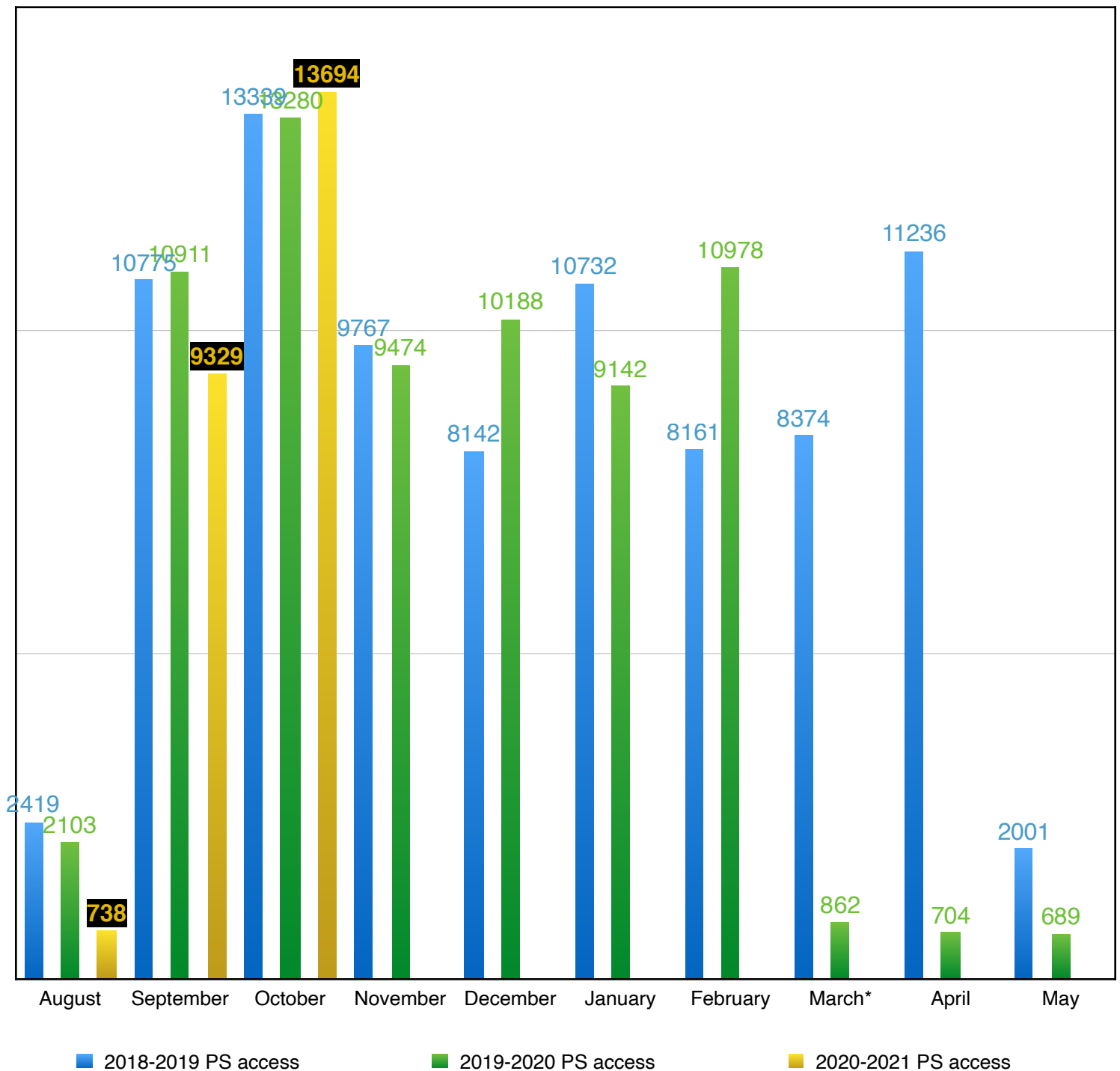
PowerSchool Online Enrollment

As of 01NOV20 there are 132 New Student Enrollments and 473 Returning Student Enrollments for a total of 605 records which equates to **88.1%** of our current student count as having online enrollments submitted! Last year our total submitted records were 230.

PowerSchool Student Information System Access data
PowerSchool use, by students and parents, remains within norms as we start the school year.

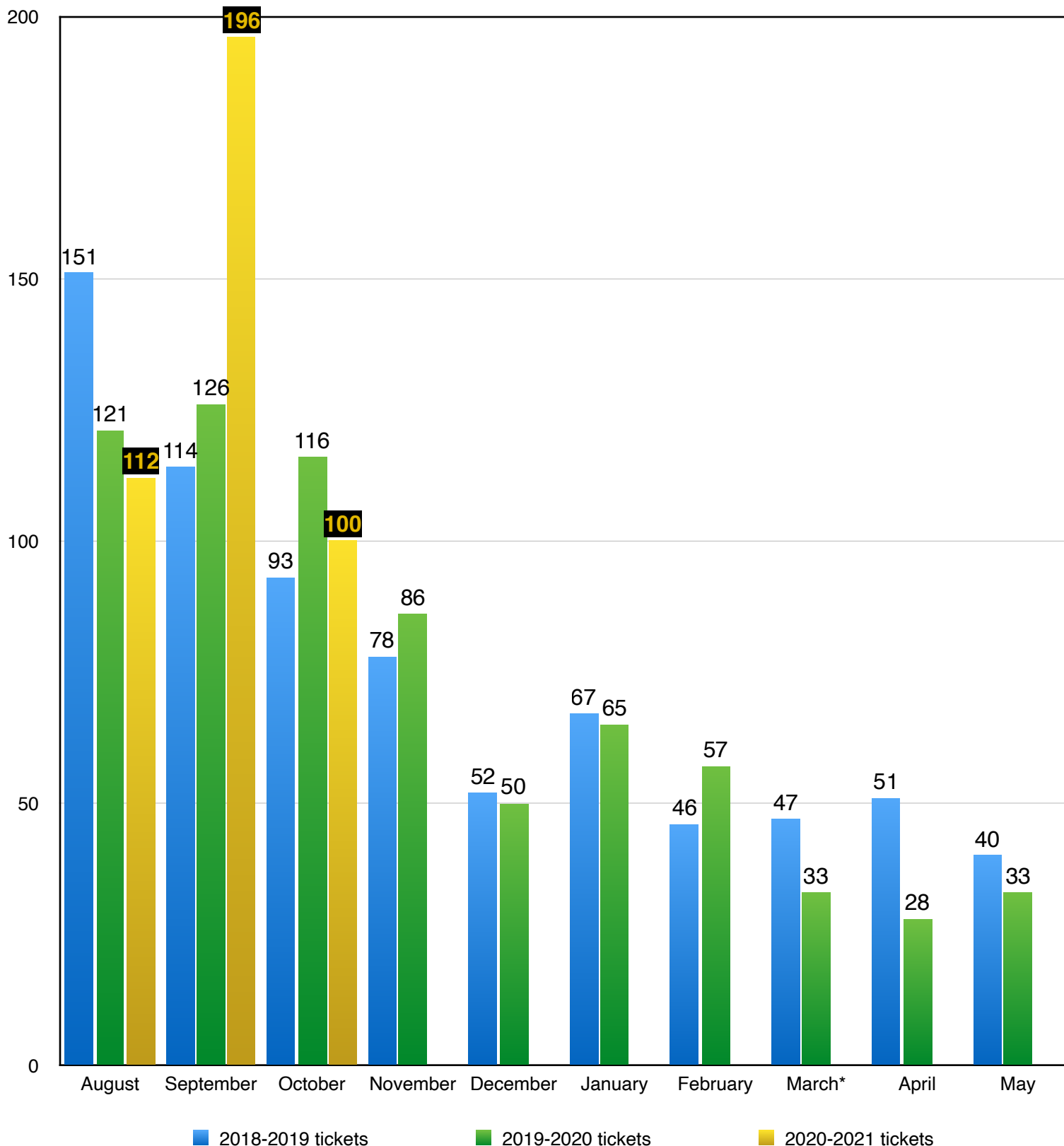


Total Parent and Student PS Web and Mobile Access Sessions for Month:



Technology Web HelpDesk

Part of the technology department's duty is to maintain the Technology Web Help Desk for staff to request repairs, training and troubleshooting. In October we resolved 93 of the 100 tech requests submitted through the system. We encourage staff to make use of this resource but many immediate needs are still handled outside of it.





Nome Public Schools

PO Box 131~Nome, Alaska 99762
Phone: (907) 443-2231~Fax: (907) 443-5144

FY 2022 BUDGET PROCESS AND TIMELINE

**Budget Process, Timeline, Revenue Presentation, Board Sets Education & Fiscal Priorities
For the District in Accordance with their Strategic Plan**

BP 3100 - BUDGET – The district budget shall be prepared annually from the best possible estimates of revenues and expenditures. The Superintendent or designee shall determine the manner in which the budget shall be prepared and shall schedule the budget adoption process in accordance with legal time requirements. A public hearing shall be held prior to the adoption of the budget or a revised budget.

FY 2022 1st Draft Budget presented to the Board at regular meeting
January 12, 2021

FY 2022 2nd Draft presented to the Board at regular meeting
March 9, 2021

FY 2022 3rd Draft/Final Budget presented to the Board at regular meeting
April 13, 2021

FY 2022 Budget Adoption at special session
April 27, 2021

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Management Discussion and Analysis, Basic Financial Statements,
Required Supplementary Information, Additional Supplementary
Information and Compliance Reports

Year Ended June 30, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Management Discussion and Analysis, Basic Financial Statements,
Required Supplementary Information, Additional Supplementary
Information and Compliance Reports

Year Ended June 30, 2020

NOME PUBLIC SCHOOLS

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NOME PUBLIC SCHOOLS

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NOME PUBLIC SCHOOLS

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Independent Auditor's Report

Members of the School Board
Nome Public Schools
City of Nome, Alaska

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Nome Public Schools (the District), a component unit of the City of Nome, Alaska, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Nome Public Schools', as of June 30, 2020, and the respective changes in financial position and the respective budgetary comparison for the School Operating Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Schedules of District's Net Pension and OPEB Liabilities and Assets, and the Pension and OPEB Contributions on pages 4-10 and 51 through 58, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The information listed in the table of contents as Additional Supplementary Information, which include Major Governmental Fund: Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the School Operating Fund, Schedule of Revenues, Expenditures, and Changes in Fund Balance – General Capital Projects Fund – Other Governmental Funds: Combining Balance Sheet and Combining Statement of Revenues Expenditures and changes in Fund Balances(Deficit) , Schedule of Revenues Expenditures and Changes in Fund Balance (deficit) – Budget and Actual – Other Governmental Funds (where applicable), Schedule of Changes in Assets and Liabilities – Agency Fund, Schedule of Compliance- AS 14.17.505, and the Schedule of Expenditures of Federal Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Schedule of State Financial Assistance which is presented as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Members of the School Board
Nome Public Schools

The Additional Supplementary 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Additional Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2020, on our consideration of the Nome Public Schools' 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 Nome Public Schools' 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 Nome Public Schools' internal control over financial reporting and compliance.

Altman, Rogers & Co.

Anchorage, Alaska
November 3, 2020

MANAGEMENT DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

Year Ended June 30, 2020

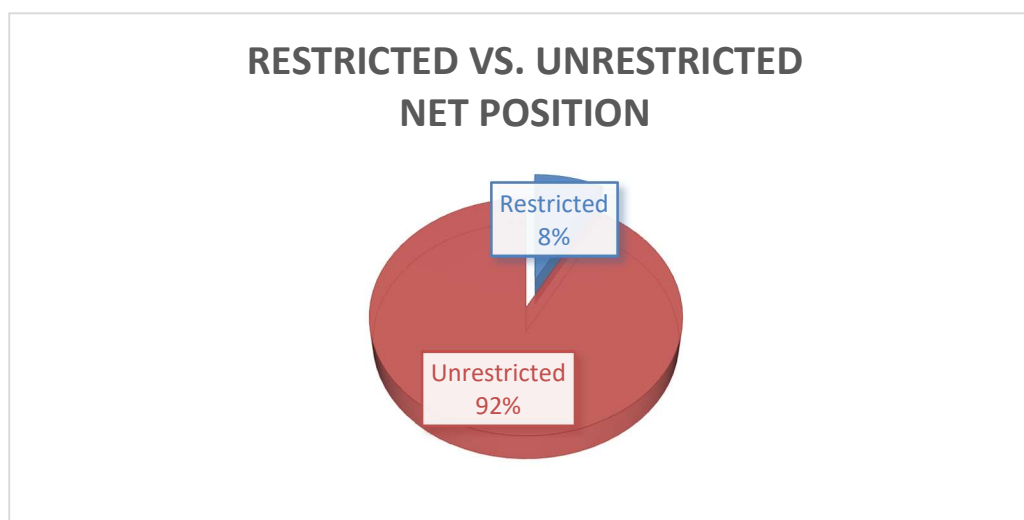
This section of Nome Public Schools' annual financial report presents its discussion and analysis of the District's financial performance during the year ended June 30, 2020, with comparative information in some instances for the year ended June 30, 2019. Please read it in conjunction with the District's financial statements, which immediately follow this section.

Financial Highlights

Key financial highlights for 2020 and 2019 are as follows:

- The assets and deferred outflows of resources of the Nome Public Schools were more than its liabilities and deferred inflows of resources at the end of the fiscal year by \$2,565,807 in FY20 compared to (\$718,207) in FY19 (net position). Of these amounts, \$1,426,890 in FY20 and (\$1,487,294) in FY19 (unrestricted net position) may be used to meet the District's ongoing obligations to students, teachers, citizens, and creditors. Figure 1, below, illustrates the difference between restricted and unrestricted net position for the year ended June 30, 2020.

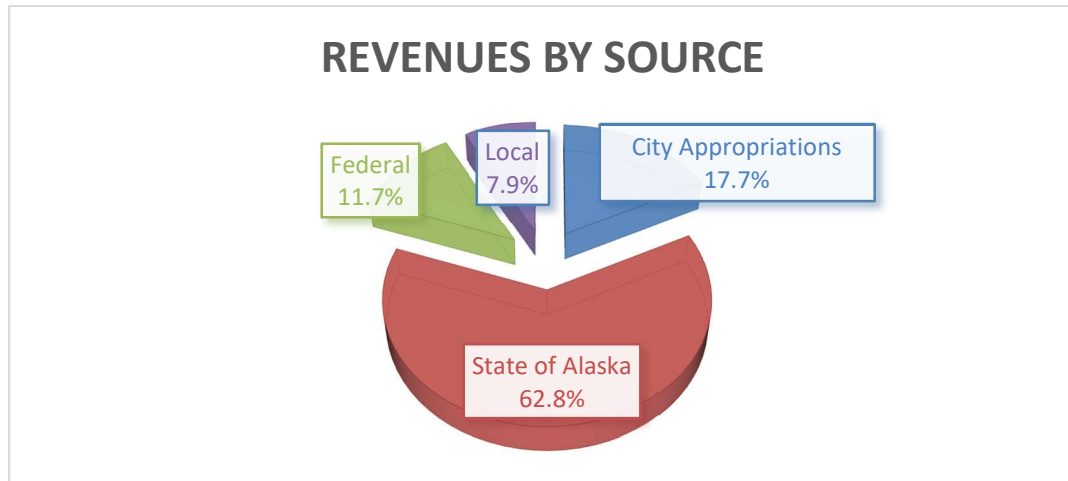
Figure 1



- In total, net position increased \$3,284,014 in FY20 compared to an increase of \$3,923,263 in FY19. All activities in the District are governmental activities. There were no business-type activities in 2020 or 2019.
- Total general revenues, as noted on the Statement of Activities (Exhibit B-1), accounted for \$13,146,183 or 86% of all revenues in FY20 compared to \$13,581,066 or 81% in FY19. Program specific revenues accounted for \$2,224,832 or 14% of total revenues of \$15,371,015 in FY20. Revenue streams come from local, state and federal sources, as noted on the Statement of Revenues, Expenditures, and Changes in Fund Balance (Exhibit D-1). Of the \$16,996,708 in total revenues in FY20, 62.8% is from the State of Alaska, 17.7% from City Appropriations, 11.7% from federal sources, and 7.9% from local sources. Figure 2, below, illustrates the sources of revenues for FY20.

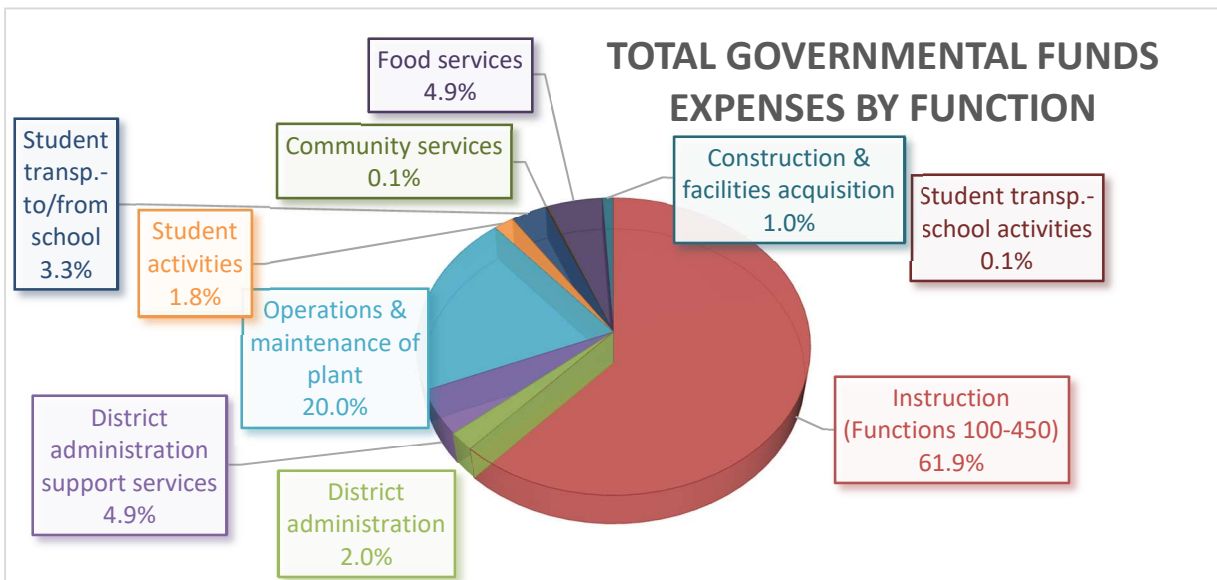
Management's Discussion and Analysis

Figure 2



- The District had \$12,087,001 in expenses in FY20 compared to \$12,743,759 in expenses in FY19. Only \$254,001 of these expenses were offset by program specific charges for services and grants. In FY19, \$236,329 of these expenses were offset by program specific charges for services and grants.
- Governmental Funds expensed as instruction (functions 100-450) totaled \$10,035,218 or 61.9% of total expenses, operations & maintenance totaled \$3,242,901 or 20%, food services totaled \$802,870 or 4.9%, district admin support services \$799,639 or 4.9%, student transportation totaled \$546,203 or 3.4%, with remaining categories totaling \$796,586 or 4.9%. Figure 3, below, illustrates the breakdown of governmental fund expenses for FY20.

Figure 3



- As of the close of the current fiscal year, Nome Public Schools' governmental funds reported combined ending fund balances of \$7,383,994 compared to \$6,610,703 in FY19. A portion of this amount is categorized as non-spendable, restricted and committed. In FY20, \$1,726,368 is available for spending at the District's discretion (categorized as Unassigned). In FY19, \$1,232,779 was available for spending at the District's discretion.

Management's Discussion and Analysis

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Nome Public Schools' basic financial statements. Nome Public Schools' basic financial statements are comprised of 1) government-wide financial statements 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves. The basic financial statements include two kinds of statements that present different views of the District's activities.

- *Government-wide financial statements* provide both short-term and long-term information about the District's overall financial status.
- *Fund financial statements* focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements.
- Fund financial statements include the governmental fund statements which tell how basic services, such as, instruction were financed in the short-term as well as what remains for future spending. The fiduciary fund statement provides information about the financial relationship in which the District acts solely as an agent for the benefit of student groups.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by required supplementary information, additional supplementary information on individual fund activity, Expenditures of Federal Awards, and the Schedule of State Financial Assistance.

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes 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.

The two government-wide statements report the District's *net position* and how it has changed. Net position - the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources - is one way to measure the District's financial position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall financial position, you need to consider additional nonfinancial factors such as the condition of school buildings and other facilities.

The government-wide financial statements include all the District's *governmental activities*, which accounts for all of the District's basic services such as instruction, maintenance and operations, and administration. There are no *business-type activities* in Nome Public Schools.

Management's Discussion and Analysis

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and/or by governmental accounting standards.
- The District establishes other funds to control and manage money for a particular purpose or to show that it is properly using certain fund revenues (such as federal grants).

The District has two types of funds:

- *Governmental Funds:* Most of the District's basic services are included in governmental funds. Unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of spendable resources, as well as balances of spendable resources left at fiscal year-end. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. 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. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.
- Nome Public Schools maintains several individual governmental funds. 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 the School Operating Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* and individual budget to actual schedules elsewhere in this report.
- *Fiduciary Funds:* The District is the agent, or *fiduciary*, for assets that belong to others as is the case with the Student Activities Agency Fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

The individual major fund statements and combining statements for nonmajor governmental funds referred to earlier are presented immediately following the basic financial statements. This includes combining and individual fund statements and schedules.

Management's Discussion and Analysis

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a district's financial position. In the case of Nome Public Schools, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$2,565,807 at June 30, 2020.

A portion of the District's net position is invested in capital assets or restricted for specific purposes. Capital assets are presented, less any related debt used to acquire those assets that is still outstanding. Nome Public Schools uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending.

Financial Analysis of the District as a Whole

The following table provides a summary of the District's net position for 2020 compared to 2019:

	Condensed Statement of Net Position Governmental Activities	
	2020	2019
Assets and Deferred Outflows of Resources:		
Current assets	\$ 8,729,609	8,206,812
Long-term assets	1,367,578	645,194
Deferred outflows of resources	985,081	1,118,389
Total Assets and Deferred Outflows	<u>\$ 11,082,268</u>	<u>9,970,395</u>
Liabilities and Deferred Inflows of Resources:		
Current liabilities	1,305,333	1,507,210
Long-term liabilities	6,117,055	8,445,198
Deferred inflows of resources	1,094,073	736,194
Total Liabilities and Deferred Inflows	<u>8,516,461</u>	<u>10,688,602</u>
Net Position:		
Net investment in capital assets	1,016,993	645,194
Restricted	121,924	123,893
Unrestricted	1,426,890	(1,487,294)
Total Net Position	<u>2,565,807</u>	<u>(718,207)</u>
Total Liabilities, Deferred Inflows, and Net Position	<u>\$ 11,082,268</u>	<u>9,970,395</u>

Management's Discussion and Analysis

The following table shows the changes in net position for fiscal year 2020 compared to fiscal year 2019:

		Governmental Activities	
		2020	2019
Revenues:			
Charges for services	\$	254,001	236,329
Program revenues:			
Operating grants and contributions		1,840,917	2,819,785
Capital grants and contributions		129,914	29,842
General revenues:			
City appropriations		3,000,000	3,078,762
E-rate revenue		576,180	582,546
Unrestricted grants		9,195,274	9,583,278
Unrestricted local revenue		374,729	336,480
Total revenues	\$	<u>15,371,015</u>	<u>16,667,022</u>
Expenses:			
Governmental activities:			
Instruction		3,509,994	4,349,386
Special education instruction		735,180	790,438
Special education support services - students		130,846	180,140
Support services - students		366,542	247,905
Support services - instruction		1,502,036	1,350,841
School administration		286,695	575,192
School administration support services		245,890	273,298
District administration		125,303	214,810
District administration support services		676,054	651,864
Operations and maintenance of plant		3,089,126	2,532,022
Student activities		54,825	280,834
Student transportation services		540,582	524,338
Community Services		17,957	19,398
Food services		805,971	753,293
Total expenses		<u>12,087,001</u>	<u>12,743,759</u>
Change in net position		<u>3,284,014</u>	<u>3,923,263</u>
Net position, beginning of year		<u>(718,207)</u>	<u>(4,641,470)</u>
Net position, end of year	\$	<u>2,565,807</u>	<u>(718,207)</u>

General revenues accounted for most of the District's total revenues (86%). Operating grants and contributions, charges for services, and capital grants and contributions accounted for 14% of the District's total revenues. Total governmental revenues decreased by \$1,296,007 and total expenses decreased by \$656,758 in 2020.

Management's Discussion and Analysis

The decrease in revenue in the current year is primarily the result of a decrease in revenue related to the operating grants. The decrease in expenses is primarily the result of decreases in salary and benefits and overall expenditures in the School Operating Fund.

School Operating Fund Budgetary Highlights

The District's budget is prepared according to Alaska law and is based on a modified accrual basis of accounting. The most significant budgeted fund is the School Operating Fund.

During the course of fiscal year 2020, the District amended its School Operating Fund budget as needed. A schedule of these changes and actual expenditure amounts can be found under Exhibit E-1 in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Original and Final Budget and Actual.

The actual revenues were \$130,892 more than anticipated.

The actual expenditures were \$541,692 less than budgeted mostly due to instructional salaries and benefits being less than budgeted.

Capital Assets and Long-Term Debt

At June 30, 2020 and 2019, the District had invested \$1,016,993 and \$645,194, respectively, in equipment, vehicles, and improvements, all as governmental activities. In accordance with Alaska Statute, all land used by the District is owned and accounted for by the City of Nome. In addition, any improvements to assets belonging to the City of Nome will be contributed to the City upon completion.

Additional information on the District's capital assets can be found in the notes to the financial statements.

At June 30, 2020, the District had no outstanding long-term debt.

Economic Factors and Next Year's Budget

The members of the School Board, the superintendent and administrators considered many factors when setting the fiscal year 2021 budget. Salary and benefits, fuel & utility costs, student transportation, food service, as well as materials and supplies to support District instruction and operations were all considered. The District expects to continue with the same grants and contributions in fiscal year 2021.

Contacting the District's Financial Management

This financial report is designed to provide citizens, taxpayers, parents, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact AKEBS, Business Consultants for Nome Public Schools at telephone number (907) 230-2169 or (907) 443-2231.

BASIC FINANCIAL STATEMENTS

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Statement of Net Position

June 30, 2020

	Governmental Activities
<u>Assets and Deferred Outflows of Resources</u>	
Current assets:	
Cash and cash equivalents	\$ 7,085,416
Accounts receivable	1,066,463
Insurance refund receivable	127,810
Inventories	50,569
Prepaid items	399,351
Total current assets	<u>8,729,609</u>
Non-current assets:	
Capital assets,	
net of accumulated depreciation	1,016,993
Net Pension and OPEB assets	350,585
Total long-term assets	<u>1,367,578</u>
Deferred outflows of resources -	
Pension and OPEB deferrals	<u>985,081</u>
Total assets and deferred outflows of resources	<u>\$ 11,082,268</u>
<u>Liabilities and Deferred Inflows of Resources</u>	
Current liabilities:	
Accounts payable	\$ 227,804
Accrued payroll liabilities	346,847
Unearned revenue	435,449
Due to student groups	295,233
Total current liabilities	<u>1,305,333</u>
Non-current liabilities:	
Due within one year:	
Accrued leave	105,653
Due after one year:	
Net pension and OPEB liability	6,011,402
Total long-term liabilities	<u>6,117,055</u>
Deferred inflows of resources -	
Pension and OPEB deferrals	<u>1,094,073</u>
Total liabilities and deferred inflows of resources	<u>8,516,461</u>
<u>Net Position</u>	
Net investment in capital assets	1,016,993
Restricted	121,924
Unrestricted	1,426,890
Total net position	<u>2,565,807</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 11,082,268</u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Statement of Activities

Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Total
					Governmental
					Activities
Governmental activities:					
Instruction	\$ 3,509,994	-	198,717	-	(3,311,277)
Special education instruction	735,180	-	144,381	-	(590,799)
Special education support services - students	130,846	-	10,410	-	(120,436)
Support services - students	366,542	-	85,989	-	(280,553)
Support services - instruction	1,502,036	-	261,461	-	(1,240,575)
School administration	286,695	-	(65,883)	-	(352,578)
School administration support services	245,890	-	(2,718)	-	(248,608)
District administration	125,303	-	(20,935)	-	(146,238)
District administration support services	676,054	-	45,339	-	(630,715)
Operation and maintenance of plant	3,089,126	250,339	51,417	129,914	(2,657,456)
Student activities	54,825	-	(5,573)	-	(60,398)
Student transportation- to and from school	530,336	-	472,651	-	(57,685)
Student transportation- school activities	10,246	-	12,984	-	2,738
Community services	17,957	-	16,008	-	(1,949)
Food services	805,971	3,662	636,669	-	(165,640)
Total Governmental Activities	\$ 12,087,001	254,001	1,840,917	129,914	(9,862,169)
General revenues:					
City appropriations				\$	3,000,000
State sources not restricted to specific programs					9,134,442
Federal sources not restricted to specific programs					60,832
E-rate					576,180
Other					374,729
Total general revenues					13,146,183
Change in net position					3,284,014
Net position, beginning of year					(718,207)
Net position, end of year				\$	2,565,807

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Balance Sheet - Governmental Funds

June 30, 2020

	School Operating Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<u>Assets</u>				
Assets:				
Cash and investments	\$ 7,085,416	-	-	7,085,416
Accounts receivable	476,516	-	589,947	1,066,463
Insurance refund receivable	127,810	-	-	127,810
Due from other funds	512,160	3,261,784	2,376,049	6,149,993
Inventories	50,569	-	-	50,569
Prepaid items	359,069	-	-	359,069
Total assets	<u>\$ 8,611,540</u>	<u>3,261,784</u>	<u>2,965,996</u>	<u>14,839,320</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 144,417	5,140	78,247	227,804
Accrued payroll liabilities	346,847	-	-	346,847
Unearned revenue	18,986	-	416,463	435,449
Due to other funds	5,637,833	-	512,160	6,149,993
Due to student activities	295,233	-	-	295,233
Total liabilities	<u>6,443,316</u>	<u>5,140</u>	<u>1,006,870</u>	<u>7,455,326</u>
Fund balances:				
Nonspendable	409,638	-	-	409,638
Restricted	-	-	121,924	121,924
Committed	-	3,256,644	1,869,420	5,126,064
Unassigned	1,758,586	-	(32,218)	1,726,368
Total fund balances	<u>2,168,224</u>	<u>3,256,644</u>	<u>1,959,126</u>	<u>7,383,994</u>
Total liabilities and fund balances	<u>\$ 8,611,540</u>	<u>3,261,784</u>	<u>2,965,996</u>	<u>14,839,320</u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Reconciliation of Governmental Funds Balance Sheet
to Statement of Net Position

Year Ended June 30, 2020

Total fund balances of governmental funds		\$ 7,383,994
Total net assets reported for governmental activities in the Statement of Net Position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,016,993
Long-term liabilities are not due and payable in the current period and therefore are not reported as fund liabilities.		
Long-term liabilities reported in these statements consist of:		
Accrued leave		(105,653)
Defined contribution forfeitures are recognized when used to offset current contributions under the current financial resources method of accounting.		
This is the balance of the unused forfeitures.		40,282
Proportionate share of the collective net pension/OPEB liability:		
PERS	(2,559,555)	
TRS	<u>(3,451,847)</u>	(6,011,402)
Proportionate share of the collective net pension/OPEB asset:		
PERS	12,999	
TRS	<u>337,586</u>	350,585
Deferred inflows and outflows of resources are the result of timing differences in the actuarial report:		
Pension/OPEB related assets in the current fiscal year are presented as deferred outflows of resources.		
PERS	551,735	
TRS	<u>433,346</u>	985,081
Pension/OPEB related liabilities in the current fiscal year are presented as deferred inflows of resources.		
PERS	(460,414)	
TRS	<u>(633,659)</u>	<u>(1,094,073)</u>
Net position of governmental activities		\$ <u><u>2,565,807</u></u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Statement of Revenues, Expenditures and Changes in Fund Balance

Governmental Funds

Year Ended June 30, 2020

	School Operating Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Local sources:				
Charges for services	\$ -	-	254,001	254,001
Other local	374,729	-	133,175	507,904
E-rate	576,180	-	-	576,180
Intergovernmental:				
City appropriations	3,000,000	-	-	3,000,000
State of Alaska	10,053,904	-	615,262	10,669,166
Federal sources	60,832	-	1,928,625	1,989,457
Total revenues	<u>14,065,645</u>	<u>-</u>	<u>2,931,063</u>	<u>16,996,708</u>
Expenditures:				
Current:				
Instruction	4,765,256	-	672,205	5,437,461
Special education instruction	989,003	-	186,222	1,175,225
Special education support services - students	183,811	-	22,701	206,512
Support services - students	403,831	-	100,809	504,640
Support services - instruction	1,312,210	110,442	293,480	1,716,132
School administration	669,881	-	1,855	671,736
School administration support services	295,181	28,331	-	323,512
District administration	322,580	-	-	322,580
District administration support services	748,824	-	50,815	799,639
Operations and maintenance of plant	2,798,605	272,832	171,464	3,242,901
Student activities	288,638	-	5,279	293,917
Student transportation-to and from school	-	-	532,585	532,585
Student transportation-school activities	-	-	13,618	13,618
Community services	-	-	17,957	17,957
Food services	-	-	802,870	802,870
Construction and facilities acquisition	-	-	162,132	162,132
Total expenditures	<u>12,777,820</u>	<u>411,605</u>	<u>3,033,992</u>	<u>16,223,417</u>
Excess (deficiency) of revenues over expenditures	1,287,825	(411,605)	(102,929)	773,291
Other financing sources				
Transfers, net	(621,798)	431,798	190,000	-
Net change in fund balance	666,027	20,193	87,071	773,291
Fund balances, beginning of year	<u>1,502,197</u>	<u>3,236,451</u>	<u>1,872,055</u>	<u>6,610,703</u>
Fund balances, end of year	<u>\$ 2,168,224</u>	<u>3,256,644</u>	<u>1,959,126</u>	<u>7,383,994</u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to Statement of Activities

Year Ended June 30, 2020

Net change in fund balances - total governmental funds	\$	773,291
The change in net position reported for governmental activities in the Statement of Activities is different because:		
Governmental funds report capital outlay 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. These are the amounts reported for capital outlay and depreciation.		
Depreciation expense	(124,720)	
Acquisition of capital assets	<u>501,155</u>	376,435
Governmental funds only report the disposed of assets to the extent proceeds are received from the sale. In the Statement of Activities, a gain or loss is reported for each disposal. The net effect of transactions involving capital assets is to decrease net position.		
Cost of assets disposed	(57,191)	
Accumulated depreciation of assets disposed	<u>52,555</u>	(4,636)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds.		
Change in the unfunded net pension and OPEB liability and assets:		
PERS	1,150,424	
TRS	<u>1,576,385</u>	2,726,809
Changes in deferred inflow and outflow of resources are the results of timing differences in the actuarial report and adjustments to reflect employer and non-employer contributions based on the measurement date of the liability.		
PERS	(123,668)	
TRS	<u>(367,519)</u>	(491,187)
Defined contribution forfeitures are recognized when used to offset current contributions under the current financial resources method of accounting. This is the change in the balance of the unused forfeitures.		
		(48,617)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Similarly, payments of principal of long-term debt in the governmental funds, are not reported as expenses in the Statement of Activities.		
These are the net changes in long-term liability balances.		
Change in accrued annual leave		<u>(48,081)</u>
Change in net position of governmental activities	\$	<u><u>3,284,014</u></u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

Statement of Revenues, Expenditures, and Changes
in Fund Balance - Original and Final Budget and Actual

Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Local sources:				
Other local	\$ 283,700	405,587	374,729	(30,858)
E-rate	598,647	598,647	576,180	(22,467)
Intergovernmental:				
City appropriation	3,000,000	3,000,000	3,000,000	-
State of Alaska	9,511,601	9,880,519	10,053,904	173,385
Federal sources	100,000	50,000	60,832	10,832
Total revenues	<u>13,493,948</u>	<u>13,934,753</u>	<u>14,065,645</u>	<u>130,892</u>
Expenditures:				
Current:				
Instruction	4,966,000	4,974,607	4,765,256	209,351
Special education instruction	1,163,239	1,048,265	989,003	59,262
Special education support services - students	173,808	209,772	183,811	25,961
Support services - students	401,396	434,956	403,831	31,125
Support services - instruction	1,355,874	1,331,362	1,312,210	19,152
School administration	721,581	706,902	669,881	37,021
School administration support services	333,942	325,375	295,181	30,194
District administration	323,371	327,944	322,580	5,364
District administration support services	816,275	835,443	748,824	86,619
Operations and maintenance of plant	2,876,641	2,828,812	2,798,605	30,207
Student activities	274,753	296,074	288,638	7,436
Total expenditures	<u>13,406,880</u>	<u>13,319,512</u>	<u>12,777,820</u>	<u>541,692</u>
Excess (deficiency) of revenues over expenditures	<u>87,068</u>	<u>615,241</u>	<u>1,287,825</u>	<u>672,584</u>
Other financing sources - Transfers out	<u>(484,850)</u>	<u>(621,798)</u>	<u>(621,798)</u>	<u>-</u>
Net change in fund balance	<u>\$ (397,782)</u>	<u>(6,557)</u>	<u>666,027</u>	<u>672,584</u>
Fund balance, beginning of year			<u>1,502,197</u>	
Fund balance, end of year			<u>\$ 2,168,224</u>	

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Agency Funds

Statement of Fiduciary Assets and Liabilities

June 30, 2020

Assets:

Cash and investments	\$ 62,514
Accounts receivable	724
Due from School Operating Fund	<u>295,233</u>
Total assets	<u><u>358,471</u></u>

Liabilities:

Due to student groups	<u>358,471</u>
Total liabilities	<u><u>\$ 358,471</u></u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements

June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The accompanying financial statements of the Nome Public Schools (hereafter referred to as the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The Nome Public Schools is organized under Title 29.43.030 of Alaska Statutes as amended. The City has delegated the administrative responsibility for these functions to the School Board of the Nome Public Schools. Members of the School Board are elected by the public.

The accompanying financial statements include all the activities of the District. On an annual basis, the School Board is required to submit a budget to the City Council for approval for the purpose of appropriating the local contribution. The School Board has the authority over hiring and firing all personnel and manage its financial operation subject to the limitations established by State Law and City Charter. The school board is required to submit annual budget to the City Council for approval, and all bonded indebtedness is through the City.

The School Board does not exercise oversight responsibility over any other entity. No other entity engages in activities which benefit the School District, nor do any special financial relationships exist between the District and any other entity. Therefore, the School District does not have any component units, as defined in Governmental Accounting Standards Board (GASB) Statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the School District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The School District does not presently have any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operations or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column named "other governmental funds".

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, except expenditures related to compensated absences and claim and judgments, which are recorded only when payment is due.

The District follows the Uniform Chart of Accounts for School Districts as required by the State of Alaska, Department of Education and Early Development. This manual sets forth guidelines, for financial reporting and requirements for basic accounting systems which are uniform throughout Alaska.

The District uses funds to maintain its financial records during the fiscal year. A fund is a separate accounting entity. The operations of each fund is accounted for with a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance, revenues and expenditures. There are three categories of funds: governmental, proprietary and fiduciary. Of these three, the District maintains governmental funds and fiduciary funds.

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District has the following major governmental funds:

The *School Operating Fund* is the District's primary operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds.

The *General Capital Projects Fund* accounts for expenditures of general capital asset acquisitions, construction, repairs and upgrade projects.

Additionally, the District reports the following fund types:

The *Special Revenue Funds* account for revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

The *Capital Project Funds* account for the revenues and expenditures of state and federally funded acquisitions of capital assets or construction of major capital projects.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Additionally, the District reports the following fiduciary type:

The *Student Activities Agency Fund* accounts for monies raised by students to finance student clubs and organizations but held by the District as an agent. This fund is used to account for assets that the District held for others in an agency capacity.

The *Games of Chance and Skill Agency Fund* accounts for monies raised through gaming operations. This fund is used to account for assets that the District held for others in an agency capacity.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by or given function or segment, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues.

Summarized below are the major sources of revenue, which are susceptible to accrual and the applicable recognition policies:

Intergovernmental Revenue:

State of Alaska foundation, pupil transportation and federal aid for the school lunch program are susceptible to accrual and are recorded in the year to which they relate. Federal Impact Aid receipts are recorded as revenues in the year the monies are received. State of Alaska and Federal government cost reimbursable grants and contracts are recorded to the extent of allowable expenditures in the period in which the expenditures were incurred. On-behalf payments from the State of Alaska are recognized in the year which they relate.

Revenues from the City of Nome are recorded as intergovernmental – local source revenue as prescribed by the Uniform Chart of Accounts for School Districts. Revenues are susceptible to accrual and recorded in the year of the appropriation.

Local Revenue:

Interest earned is recorded in the School Operating Fund unless otherwise specified by the funding source. Rental income from District operated property is recorded in the period to which it relates. E-rate revenue is also recorded in the period it relates. Both interest and rental income are susceptible to accrual. Proceeds from the sale of lunches and other miscellaneous revenues are recognized in the year received.

Use of 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Indirect Costs

The State of Alaska, Department of Education and Early Development annually establishes an approved indirect rate for each District based on audited financial statements. The rate is based on expenditures recorded per requirements in the Uniform Chart of Accounts for School Districts and as such there is no indirect cost pool. Indirect costs and indirect cost recovery is recorded in the District Administration Support Services function.

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. There are no statutory limitations on the type of investment allowed. The Board does not have a written investment policy.

2. 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." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Management has determined that all of their receivables are collectible; therefore, no allowance for doubtful accounts has been established.

3. Inventories and Prepaid Items

Teaching and maintenance supplies are recorded as expenditures when purchased rather than as consumed. Accounting for inventory of heating fuel is on the consumption method. The consumption method records the expenditure when consumed rather than when purchased. Inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories are classified as nonspendable fund balance when applicable, which indicates that they do not constitute "available spendable resources."

Payments made to vendors for services that are applicable to future accounting periods are recorded as prepaid items. The prepaid items recorded in the governmental fund types do not reflect current available resources and, thus, are classified as nonspendable fund balance in the fund financial statements.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

4. Capital Assets

The City owns all school buildings and land and certain other building fixtures and equipment which are provided to the School District without charge. The value of these assets are not accounted for by the District and are not included in the capital assets of the District.

Capital assets used in governmental fund types of the District are recorded in the government-wide financial statements at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation. Capital assets are defined as assets with an initial, individual cost greater than \$5,000 and have an estimated life greater than one year. Capital assets in the government-wide financial statements are depreciated on the straight-line method. Interest incurred during construction is not capitalized on government-wide financial statements.

	<u>Life in Years</u>
Buildings	20
Vehicles, machinery and equipment	5-12

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized in government-wide financial statements and are considered operations and maintenance costs.

5. Unearned Revenue

Amounts received, which are restricted as to use and have not been expended, or items for which services have not yet been rendered are shown as unearned revenue.

6. Deferred Inflows and Deferred Outflows of Resources

Deferred inflows of resources are the acquisition of fund balance / net position by the District that are applicable to a future reporting period. Deferred outflows of resources are the consumption of fund balance / net position by the District that are applicable to a future reporting period.

7. Fair Value of Financial Instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, (2) receivables, net, (3) certain other current assets, (4) accounts payable, and (5) other current liabilities. The carrying amounts reported in the balance sheet and Statement of Net Position for the above financial instruments closely approximates their fair value due to the short-term nature of these assets and liabilities.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

8. Compensated Absences

Permanent 12-month classified employees earn and accrue annual leave. Unused annual leave is accrued utilizing current salary cost. All regular employees accrue sick leave, which is available for use while remaining in a permanent position. Employees' unused sick and personal leave balances are carried forward and can be used during subsequent years unless limited by personnel contracts. Classified staff is eligible for limited sick leave compensation payouts at 50% of the balance if they meet certain minimum balance amounts. Accrued leave and related changes are recorded only in the government-wide financial statements.

Vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure in the Fund Financial Statements. Amounts not expected to be liquidated within one year are reported as a long term liability in the Government-Wide Financial Statements.

9. Pensions and Other Post-Employment Benefits (OPEB)

For purposes of measuring the net pension and OPEB liability and assets, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB and pension/OPEB expense, information about the fiduciary net position of the Public Employees' Retirement System (PERS) and the Teachers' Retirement System (TRS) and additions to/from PERS and TRS's fiduciary net position have been determined on the same basis as they are reported by PERS and TRS. 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.

10. Net Position

Government-wide net position is divided into three components:

- Net investment in capital assets – consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.
- Restricted net position – consists of assets that are restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted – all other net position is reported in this category.

11. Fund Balances

In the fund financial statements fund balance components include five classifications of fund balances based on constraints imposed on the use of these resources.

Nonspendable fund balances – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained. Nonspendable amounts will be determined before all other classifications and consist of a fund balance equal to the value of inventory balances and prepaid items.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Restricted fund balances – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, or through enabling legislation. Restricted fund balances are comprised of restricted grant funds from external sources in governmental funds.

Committed fund balances – includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision making authority (School Board). Commitments will only be used for specific purposes pursuant to a formal action of the School Board.

Assigned fund balances – includes amounts intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The School Board delegates to the Superintendent or his designee the authority to assign amounts to be used for specific purposes.

Unassigned fund balances – includes the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance from overspending for specific purposes for which amounts have been restricted, committed, or assigned.

Prioritization of fund balance use – when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the District to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it shall be the policy of the District that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

Special revenue funds are used to account and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than capital projects.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted by the School Board for all operating revenues, expenditures, and interfund transfers. Budgets are prepared and presented on the modified accrual basis of accounting. Unexpended balances of grants from state and federal governments lapse at June 30.

The adopted School Operating Fund budget is submitted to the City of Nome for approval of the local appropriation, then to the State of Alaska, Department of Education and Early Development for review to determine compliance with Alaska statutes and Department regulations.

The School Board authorizes formal budget revisions several times each year to adjust the revenues and expenditures to available resources and program needs. Both the original and final revised and approved budget are presented in the budgetary comparison statement. The final revised and approved budget is presented in the additional supplementary information. Expenditure authority for the School Operating Fund is limited to the total approved budget and functional areas of expenditures are not to be overspent.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Annual budgets for the Special Revenue Funds with primarily local revenue sources or those with state or federal revenue sources that do not require budgetary reporting follow the same guidelines as the School Operating Fund as noted in the preceding paragraph.

Annual budgets for the Special Revenue Funds are prepared in connection with the application for the special programs' award and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to the actual combined revenues and transfers from other funds.

Project budgets are adopted for Capital Project funds based on the lives of the construction projects. Expenditure authority is limited to the actual combined revenue and transfers from other funds.

B. Excess of Expenditures Over Appropriations

For the year ended June 30, 2020 expenditures exceeded appropriations in the following funds:

Special Revenue Funds:

Pupil Transportation	\$	259
Food Service Program	\$	21,368

Excess expenditures were financed by additional current year revenues, available fund balance and current and future operating transfers from the School Operating Fund.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

All deposits are carried at cost plus accrued interest.

The District bank balances are insured by federal depository insurance to a maximum of \$250,000. Any amount in excess of FDIC limits is collateralized with securities held by the District's agent in the District's name.

Custodial Credit Risk – Custodial Credit Risk is the risk that in the event of a bank failure, the District's deposits will not be returned to the District. At June 30, 2020, the District has a Tri-Party agreement which provides coverage for the cash balance. At June 30, 2020, the District's balances were fully insured.

B. Receivables

Receivables as of year end for the government's individual major funds and non-major funds are as follows:

		School Operating Fund	Other Governmental Fund	Total
Grants	\$	-	589,947	589,947
Other		604,326	-	604,326
	\$	604,326	589,947	1,194,273

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Management has determined that all their receivables are collectable; therefore, no allowance for doubtful accounts has been established.

C. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
CIP - Schools	\$ -	66,878	-	66,878
CIP – Assets to be contributed	-	32,218	-	32,218
Total capital assets not depreciated	-	99,096	-	99,096
Governmental activities:				
Capital assets, being depreciated:				
Improvements	\$ 664,541	-	-	664,541
Equipment	1,282,769	402,059	57,191	1,627,637
Total capital assets being depreciated	1,947,310	402,059	57,191	2,292,178
Less accumulated depreciation for:				
Improvements	493,354	33,227	52,555	474,026
Equipment	808,762	91,493	-	900,255
Total accumulated depreciation	1,302,116	124,720	52,555	1,374,281
Net capital assets, being depreciated	\$ 645,194	277,339	4,636	917,897
Total capital assets, net	\$ 645,194	376,435	4,636	1,016,993

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 25,606
District administration	12,774
Operation and maintenance of plant	82,116
Food service	4,224
Total	\$ 124,720

D. Interfund Receivables and Payables and Transfers

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

Receivable Fund	Payable Funds	Amount
Other Governmental Funds	School Operating Fund	2,376,049
General Capital Projects Fund	School Operating Fund	3,261,784
School Operating Fund	Other Governmental Funds	512,160
		\$ 6,149,993

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

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

Transfer In	Transfer Out	Amount
Pupil Transportation	School Operating Fund	40,000
Food Service	School Operating Fund	150,000
General Capital Projects	School Operating Fund	431,798
		\$ <u>621,798</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

E. Fund Balances

Detailed information related to amounts committed and assigned fund balance at June 30, 2020 are as follows:

	School Operating Fund	General Capital Project Funds	Other Governmental Fund	Total
Nonspendable:				
Inventories	\$ 50,569	-	-	50,694
Prepaid items	359,069	-	-	359,069
	\$ <u>409,638</u>	<u>-</u>	<u>-</u>	<u>409,638</u>
Restricted for:				
Inupiaq Immersion Program	\$ -	-	115,550	115,550
Albro Gregory Scholarship	-	-	6,374	6,374
	\$ <u>-</u>	<u>-</u>	<u>121,924</u>	<u>121,924</u>
Committed for:				
General Capital Projects	\$ -	3,256,644	-	3,256,644
Nome-Beltz Apartments	-	-	1,359,866	1,359,866
Pupil Transportation	-	-	365,131	365,131
Artists in Schools	-	-	2,000	2,000
Food Service	-	-	142,423	142,423
	\$ <u>-</u>	<u>3,256,644</u>	<u>1,869,240</u>	<u>5,126,064</u>
Unassigned -				
School Operating Fund	\$ <u>1,758,586</u>	<u>-</u>	<u>(32,218)</u>	<u>1,726,368</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

IV. OTHER INFORMATION

A. Contingent Liabilities

Amounts received or receivable from grants or agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the School Operating Fund. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

B. Employee Retirement Systems and Plans

The District follows *Governmental Accounting Standards Board (GASB) Codification P20*, Accounting for Pensions by State and Local Governmental Employees and *GASB Codification P50*, Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions. *GASB Codification P20* and *GASB Codification P50* establish uniform standards for the measurement, recognition, and display of pension and other post-employment benefits other than pensions (healthcare) expenditures/expense and related liabilities, assets, note disclosure and applicable required supplementary information in the financial reports of state and local governmental employers.

All full-time employees and certain permanent part-time employees of the District participate in either the State of Alaska Public Employees' Retirement System (PERS) or the State of Alaska Teachers' Retirement System (TRS). In addition to the pension plan both systems also administer other post-employment benefit (OPEB) plans.

The system is governed by the Alaska Retirement Management Board. The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee.

Summary of Significant Accounting Policies. The financial statements for PERS and TRS are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The District's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value.

PERS and TRS act as the common investment and administrative agencies for the following multiple-employer plans:

Plan Name	Type of Plan
Defined Benefit Pension Plan (DB)	Cost-sharing, Defined Benefit Pension
Defined Contribution Pension Plan (DC)	Defined Contribution Pension
Defined Benefit Other Postemployment Benefits (OPEB):	
Occupational Death and Disability Plan	Defined Benefit OPEB
Alaska Retiree Healthcare Trust Plan	Defined Benefit OPEB
Retiree Medical Plan	Defined Benefit OPEB
Defined Contribution Other Postemployment Benefits (DC):	
Healthcare Reimbursement Arrangement Plan	Cost-sharing, Defined Contribution OPEB

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Other Postemployment Benefit Plans (OPEB)

Occupational Death and Disability Plan (ODD)

The Occupational Death and Disability Plan provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within the System. For the year ended June 30, 2020 the employer contribution rate is 0.72% for PERS peace officers/firefighters, 0.26% for all others in PERS and 0.08% for TRS.

Membership in the plan consisted of the following at June 30, 2019 (latest available report):

Membership	PERS	TRS
Active plan members	22,311	5,218
Participating employers	154	57

Alaska Retiree Healthcare Trust Plan (ARHCT)

Beginning July 1, 2007, the Alaska Retiree Healthcare Trust Plan (ARHCT), a Healthcare Trust Fund of the State, was established. The ARHCT is self-funded and provides major medical coverage to retirees of the System. The System retains the risk of loss of allowable claims for eligible members. The ARHCT began paying member healthcare claims on March 1, 2008. Prior to that, healthcare claims were paid for by the Retiree Health Fund (RHF). For the year ended June 30, 2019 (latest available information) employer contributions were 4.88% for PERS and 4.15% for TRS of annual payroll. Membership in the plan consisted of the following at June 30, 2018 (latest report available):

Membership	PERS	TRS
Inactive plan members or beneficiaries currently receiving benefits	36,059	13,239
Inactive plan members entitled to but not yet receiving benefits	7,361	799
Inactive plan members not entitled to benefits	10,808	1,811
Active plan members	12,316	4,087
Total plan membership	66,544	19,936

Retiree Medical Plan (RMP)

The retiree medical plan provides major medical coverage to retirees of the DC plan. The plan is self-insured. Members are not eligible to use this plan until they have at least 10 years of service and are Medicare age eligible. For the year ended June 30, 2020 employer contributions were 1.32% for PERS and 1.09% for TRS. Membership in the plan consists of the following at June 30, 2019 (latest available report):

Membership	PERS	TRS
Inactive plan members or beneficiaries currently receiving benefits	34	14
Inactive plan members entitled to but not yet receiving benefits	1,412	706
Inactive plan members not entitled to benefits	13,248	2,642
Active plan members	22,311	5,218
Total plan membership	37,005	8,580

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Healthcare Reimbursement Arrangement Plan

The Healthcare Reimbursement Arrangement Plan was established to allow medical expenses to be reimbursed from individual savings accounts established for eligible participants. Employer contributions are 3% of the average annual compensation of all employees in the PERS and TRS plans. Membership in the plan consists of the following at June 30, 2019 (latest available report):

Membership	PERS	TRS
Inactive plan members or beneficiaries currently receiving benefits	40	13
Inactive plan members entitled to but not yet receiving benefits	1,412	706
Inactive plan members not entitled to benefits	13,248	2,642
Active plan members	22,311	5,218
Total plan membership	37,011	8,579

Investments

The Board is the investment oversight authority of the system's investments. As the fiduciary, the Board has the statutory authority to invest the assets under the Prudent Investor Rule. Fiduciary responsibility for the Board's invested assets is pursuant to AS 37.10.210.390.

State of Alaska Department of Treasury provides staff for the Board. Treasury has created a pooled environment by which it manages investments of the Board. Additionally, Treasury manages a mix of Pooled Investment Funds and Collective Investment Funds for the DC Participant-directed Pension plans under the Board's fiduciary responsibility.

Rate of Return

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return, net of investment expense, for the year ended June 30, 2019 (latest available report) for the DB Pension Plan for PERS and TRS is 5.88% and 5.85%, for the ARHCT plan is 6.03% and 6.02%, for the ODD Plan is 6.22% and 6.15%, and for the RMP is 6.21% and 6.16%, respectively.

For additional information on securities lending, interest rates, credit risks, foreign exchange, derivatives, fair value, and counterparty credit risks, see the separately issued report on the Invested Assets of the State of Alaska Retirement and Benefits Plans at:

<http://treasury.dor.alaska.gov/armb/Reports-and-Policies/Annual-Audited-Financial-Schedules.aspx>.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

The long-term expected rate of return on pension and OPEB plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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 and adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class are summarized below for the PERS and TRS plans:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Broad Domestic Equity	8.16%
Global Equity (non-U.S.)	7.51%
Intermediate Treasuries	1.58%
Opportunistic	3.96%
Real Assets	4.76%
Private Equity	11.39%
Cash Equivalents	0.83%

Discount Rate: The discount rate used to measure the total pension and OPEB liabilities and assets is 7.38%, which represents a decrease of 0.62% since the prior measurement period. The projection of the cash flows used to determine the discount rate assumes that Employer and State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the net pension and OPEB plans fiduciary net pension and OPEB liabilities and assets were projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension and OPEB plan investments were applied to all periods of projected benefit payments to determine the total pension and OPEB liabilities and assets. In the event benefit payments are not covered by the plan's fiduciary net position, a municipal bond rate would be used to discount the benefits not covered by the plan's fiduciary net position. The S&P Municipal Bond 20-Year High Grade Index rate was 2.79% as of June 30, 2019.

Employer and Other Contribution Rates. There are several contribution rates associated with the pension and healthcare contributions and related liabilities and assets. These amounts are calculated on an annual basis.

Employer Effective Rate: This is the actual employer pay-in rate. Under current legislation, this rate is statutorily capped at 22% for PERS and 12.56% for TRS of eligible wages, subject to the salary floor, and other termination costs as described below. This rate is calculated on all PERS or TRS participating wages, including those wages attributable to employees in the defined benefit plan.

ARM Board Adopted Rate: This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Effective July 1, 2015, the Legislature requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term which ends in 2039. This will result in lower ARM Board Rates in future years.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

On-behalf Contribution Rate: This is the rate paid in by the State as an on-behalf payment as mandated under current statute. Under state law, subject to annual appropriation, the state will contribute an on-behalf payment into the plan in an amount equal to the difference between the ARM Board Rate and the Employer Effective Rate. On-behalf contribution amounts have been recognized in these financial statements as both revenue and expenditures.

GASB Rate: This is the rate used to determine the long-term pension and healthcare liability for plan accounting purposes. Certain actuarial methods and assumptions for this rate calculation are mandated by the *Governmental Accounting Standards Board* (GASB). Medicare Part D subsidies are not reflected in this rate. The rate uses a 7.38% discount rate.

Employer Contribution rates for PERS and TRS for the year ended June 30, 2020 are as follows:

	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate
PERS:			
Pension	15.72%	23.73%	6.62%
OPEB	6.28%	4.89%	0%
Total PERS contribution rates	22.00%	28.62%	6.62%
TRS:			
Pension	8.03%	26.56%	17.91%
OPEB	4.53%	3.91%	0%
Total TRS contribution rates	12.56%	30.47%	17.91%

Termination Costs: If the District decides to terminate coverage for a department, group, or other classification of members, even if that termination results from the decision to divest of a particular District function, all affected employees in that department, group, or other classification of members become immediately vested in the plan. The District must pay to have a termination study completed. The purpose of the study is to calculate the District's one-time termination costs. The costs represent the amount necessary to fully fund the costs of plan members who become vested through this process and for other changes in actuarial assumptions, such as, earlier than expected retirement, that arise from the act of termination of coverage. The District must pay a lump sum within 60 days of termination or arrange a payment plan that is acceptable to the PERS or TRS Administrator. For fiscal year 2020 the past service rate for PERS is 17.44%.

Actuarial Assumptions: The total pension and OPEB liabilities on June 30, 2019 (latest available) were determined by an actuarial valuation as of June 30, 2018 which was rolled forward to the measurement date June 30, 2019. These actuarial assumptions were based on the results of an actuarial experience study for the period from July 1, 2013 to June 30, 2017:

Investment return / discount rate	7.38% per year (geometric), compounded annually, net of expenses
Salary scale	Inflation – 2.5% per year Productivity – 0.25% per year

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Payroll growth	2.75% per year (inflation + productivity)
Total inflation	Total inflation as measured by the Consumer Price Index for urban and clerical workers from Anchorage is assumed to increase 2.5% annually.
PERS Mortality (Pre-termination)	Based upon 2013-2017 actual mortality experience, 100% (male and female) of RP-2014 healthy annuitant table with MP-2017 generational improvement.
TRS Mortality (Pre-termination)	Based upon 2013-2017 actual mortality experience, RP-2014 white-collar employee table with MP-2017 generational improvement.
PERS Mortality (Post-termination)	Mortality rates based upon the 2013-2017 actual experience. 91% of male and 96% of female rates of RP-2014 health annuitant table with MP-2017 generational improvement.
TRS Mortality (Post-termination)	Mortality rates based upon the 2013-2017 actual experience. 93% of male and 90% of female rates of RP-2014 white-collar healthy annuitant table with MP-2017 generational improvement.
Total turnover	Based upon the 2013-2017 actual withdrawal experience.
PERS Disability	Incidence rates based on 2013-2017 actual experience. Post-disability mortality in accordance with the RP-2014 disability table with MP-2017 generational improvement. Disabilities are assumed to be occupational 75% of the time for peace officers/firefighters, 40% of the time for others.
TRS Disability	Incidence rates based on 2013-2017 actual experience. Disabilities are assumed to be occupational 15% of the time. Post-disability mortality in accordance with the RP-2014 disabled table with MP-2017 generational improvement.
Retirement	Retirement rates based upon the 2013-2017 actual experience. Deferred vested members are assumed to retire at their earliest unreduced retirement date.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

PERS Marriage and age difference	Males are assumed to be three years older than their wives. Females are assumed to be two years younger than their husbands. For others, 75% of male members and 70% of female members are assumed to be married. For peace officers/firefighters, 85% of male members and 60% female members are assumed to be married.
TRS Marriage and age difference	Males are assumed to be three years older than their wives. Females are assumed to be two years younger than their husbands. 85% of male members and 75% of female members are assumed to be married at termination from active service.
Healthcare cost trend rates (ARHCT Plan and RMP)	Pre-65 medical: 7.5% grading down to 4.5% Post-65 medical: 5.5% grading down to 4.5% Prescription drugs: 8.5% grading down to 4.5% EGWP: 8.5% grading down to 4.5%.

As a result of the latest experience study, the Board adopted updated actuarial assumptions for the June 30, 2018 actuarial valuation to better reflect expected future experience. In addition to the changes in assumptions resulting from the experience study, the following assumption changes related to the ARHCT plan have been made since the prior valuation:

1. Based on recent experience, the healthcare cost trend assumptions were updated.
2. Per capita claims costs were updated to reflect recent experience.
3. Healthcare cost trends were updated to reflect a Cadillac Tax load.

The changes of assumptions from the latest experience study created substantial deferred outflows of resources attributable to the District, as well as an OPEB benefit recognized by the District for the State's proportionate share of OPEB plan expense attributable to the District. In some instances the reduction of revenues and expenses reported for the State's proportionate share of OPEB plan expense attributable to the District creates a net negative Pension/OPEB expense (net pension/OPEB benefit) which results in negative operating grants and contributions for certain functions reported on the Statement of Activities.

Alaska Public Employee Retirement System (PERS) – Defined Benefit Plan (DB)

Plan Description. The District participates in the Alaska Public Employees' Retirement System (PERS), a cost sharing multiple employer defined benefit pension plan. PERS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The Plan was established and is administered by the State of Alaska, Department of Administration. The Public Employee's Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PERS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at: <http://doa.alaska.gov/drb/pers>.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Pension Benefits. All tier employee benefits vest with five years of credited service. There are three tiers of employees based on entry date. Tier I employees enrolled prior to July 1, 1986, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. For Tier II and III employees enrolled after June 30, 1986, but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. All tier employees with 30 or more years of credited service may retire at any age and receive a normal benefit.

The PERS defined benefit is closed to new hires enrolled on or after July 1, 2006. New hires after this date participate in the PERS defined contribution plan (DC) described later in these notes.

Currently there are 154 employers participating in PERS defined benefit plan, including the State of Alaska and 153 political subdivisions and public organizations.

The DB Plan's membership consisted of the following at June 30, 2019 (latest available report):

Inactive plan members or beneficiaries currently receiving benefits	36,059
Inactive plan members entitled to but not receiving benefits	7,361
Inactive members not entitled to benefits	10,808
Active plan members	<u>12,316</u>
Total DB plan membership	<u>66,544</u>

Retirement benefits are calculated by multiplying the average monthly compensation (AMC) times credited PERS service times the percentage multiplier. The AMC is determined by averaging the salaries earned during the five highest (three highest for peace officers/firefighters members or members hired prior to July 1, 1996) consecutive payroll years. Members must earn at least 115 days of credit in the last year worked to include it in the AMC calculation. The PERS pays a minimum benefit of \$25 per month for each year of service when the calculated benefit is less.

The percentage multipliers for peace officers/firefighters are 2% for the first ten years of service and 2.5% for all service over 10 years. The percentage multipliers for all other participants are 2% for the first ten years, 2.25% for the next ten years, and 2.5% for all remaining service earned on or after July 1, 1986. All service before that date is calculated at 2%.

Post-employment healthcare benefits are provided without cost to all members first enrolled before July 1, 1986. Members first enrolled after June 30, 1986, but before July 1, 2006, and who have not reached age 60 may elect to pay for major medical benefits.

Post Retirement Pension Adjustments. Post retirement pension adjustments (PRPAs) are granted annually to eligible benefit recipients when the consumer price index (CPI) increases during the preceding calendar year. PRPAs are calculated by multiplying the recipient's base benefit, including past PRPAs, times:

- (a) 75% of the CPI increase in the preceding calendar year or 9%, whichever is less, if the recipient is at least 65 or on PERS disability; or
- (b) 50% of the CPI increase in the preceding calendar year or 6%, whichever is less, if the recipient is at least 60, or has been receiving benefits for at least five years.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Ad hoc PRPAs, up to a maximum of 4%, may be granted to eligible recipients who first entered the PERS before July 1, 1986, if the CPI increases and the financial condition of the fund will permit an increase. In a year where an ad hoc PRPA is granted, eligible recipients will receive the higher of the two calculations.

Funding Policy. In April 2008 the Alaska Legislature passed legislation which statutorily capped the employer contribution, established a state funded “on-behalf” contribution, and required that employer contributions be calculated against all PERS eligible wages, including wages paid to participants of the PERS Tier IV defined contribution plan (DC) described later in these footnotes. The state legislature capped the rate at 22%, with the State contributing an on-behalf payment for the difference between the actuarial contribution and the cap.

Salary Floor. During the 25th legislation session, Senate Bill 125 passed, which established a June 30, 2008 salary floor under AS 39.35.255(a)(2). The salary floor is the total base salaries paid by an employer to active employees of the system as of the fiscal year ending June 30, 2008. The statute requires the Division of Retirement and Benefits (Division) to collect employer contributions at a minimum based on FY 2008 base salaries.

Employee Contribution Rate. The District PERS active members are required to contribute 6.75% and if elected to be calculated under TRS, non-teacher school district employees are required to contribute 9.60% of their annual covered salary.

Employer contributions for the year ended June 30, 2020, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
\$	227,074	104,822	381,896

Public Employees Retirement Plans

For the year ended June 30, 2020 the State of Alaska contributed \$106,398 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date June 30, 2019 to a total of (\$39,519), to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2020, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that were associated with the District were as follows:

Defined Benefit:		Pension
District's proportionate share of the net pension liability	\$	2,476,540
State's proportionate share of the net pension liability		983,863
Total	\$	<u>3,460,403</u>
		OPEB
District's proportionate share of the ARHCT OPEB liability	\$	66,878
State's proportionate share of the ARHCT OPEB liability		26,794
Total	\$	<u>93,672</u>
District's proportionate share of the ODD OPEB liability (asset)	\$	<u>(12,999)</u>
District's proportionate share of the RMP OPEB liability	\$	<u>16,137</u>
Total District's share of net pension and OPEB liabilities and assets	\$	<u>2,546,556</u>

The net pension and OPEB liabilities and assets were measured as of June 30, 2019, and the total pension and OPEB liabilities used to calculate the net pension and OPEB liabilities and assets were determined by an actuarial valuation as of that date. The District's proportion of the net pension and OPEB liabilities were based on the present value of contributions for FY2021 through FY2039, as determined by projections based on the June 30, 2019 valuation.

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2018 Measurement	June 30, 2019 Measurement	Change
Pension	0.0618%	0.0452%	(0.0166%)
OPEB:			
ARHCT	0.0618%	0.0451%	(0.0167%)
ODD	0.0762%	0.0536%	(0.0226%)
RMP	0.0762%	0.0675%	(0.0087%)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Based on the measurement date of June 30, 2019, the District recognized pension and OPEB expense of (\$25,152) and (\$693,834), respectively, for the year ended June 30, 2020. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Defined Benefit:		
Differences between expected and actual experience	\$ -	(36,663)
Changes of assumptions	75,821	-
Net difference between projected and actual earnings on pension plan investments	35,508	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(264,214)
District contributions subsequent to the measurement date	227,074	-
Total	\$ 338,403	(300,877)

	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(44,941)
Changes of assumptions	88,746	-
Net difference between projected and actual earnings on OPEB plan investments	-	(29,285)
Changes in proportion and differences between District contributions and proportionate share of contributions	6,897	(76,918)
District contributions subsequent to the measurement date	87,814	-
Total	\$ 183,457	(151,144)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(4,053)
Changes of assumptions	-	(249)
Net difference between projected and actual earnings on OPEB plan investments	-	(85)
Changes in proportion and differences between District contributions and proportionate share of contributions	5,056	
District contributions subsequent to the measurement date	2,799	-
Total	<u>\$ 7,855</u>	<u>(4,387)</u>

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(1,195)
Changes of assumptions	7,811	-
Net difference between projected and actual earnings on OPEB plan investments	-	(178)
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(2,633)
District contributions subsequent to the measurement date	14,209	-
Total	<u>\$ 22,020</u>	<u>(4,006)</u>

\$227,074 and \$104,822 are reported as deferred outflows of resources related to pension and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension and OPEB liabilities or an increase of the net pension and OPEB assets in the year ended June 30, 2020, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be recognized in pension and OPEB expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2020	\$ (185,658)	(48,979)	48	274
2021	(26,216)	(22,763)	48	274
2022	10,075	7,046	167	701
2023	12,251	9,195	169	694
2024	-	-	129	530
Thereafter	-	-	108	1,332
Total	<u>\$ (189,548)</u>	<u>55,501</u>	<u>669</u>	<u>3,805</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

For the year ended June 30, 2020, the District recognized (\$495,230) and (\$100,477) of pension and OPEB amortization of the net deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities (assets) of the plan calculated using the discount rate of 7.38%, as well as what the Plans' net pension and OPEB liabilities (assets) would be if they were calculated using a discount rate that is 1-percentage-point lower (6.38%) or 1-percentage-point higher (8.38%) than the current rate:

		1% Decrease (6.38%)	Current Rate (7.38%)	1% Increase (8.38%)
Net pension liability (asset)	\$	<u>3,268,599</u>	<u>2,476,540</u>	<u>1,813,217</u>
Net OPEB ARHCT liability (asset)	\$	<u>537,948</u>	<u>66,878</u>	<u>(320,629)</u>
Net OPEB ODD liability (asset)	\$	<u>(12,331)</u>	<u>(12,999)</u>	<u>(13,540)</u>
Net OPEB RMP liability	\$	<u>40,531</u>	<u>16,137</u>	<u>(2,228)</u>

Sensitivity of the District's proportionate share of the Net OPEB liability to changes in the healthcare cost trend rates. The following present the District's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

		1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT liability (asset)	\$	<u>(365,951)</u>	<u>66,878</u>	<u>595,092</u>
Net OPEB RMP liability (asset)		<u>(4,963)</u>	<u>16,137</u>	<u>(45,021)</u>

Alaska Public Employee Retirement System (PERS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. School Districts and Public Employers in the State of Alaska have a defined contribution retirement plan (PERS Tier IV) for new hires first enrolled on or after July 1, 2006. This Plan is administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plan noted above. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8% of gross eligible compensation. This amount goes directly to the individual's account. State statutes require the employer to contribute 5% of employees' eligible compensation. Additionally, employers are required to contribute to OPEB (DB): 1.32% for the retiree medical plan (DB), 0.26% for occupational and death and disability benefits (DB) and 3% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The effective employer contribution is 22%. Additionally, there is a defined benefit unfunded liability (DBUL) amount levied against the DC plan and allocated to the DB Plan's pension and OPEB contribution.

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

- 2 years of service – 25%
- 3 years of service – 50%
- 4 years of service – 75%
- 5 years of service – 100%

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

The School District contributed \$92,931 for the year ended June 30, 2020, which included forfeitures of \$48,617 which have been applied against contributions.

Teachers Retirement System (TRS) – Defined Benefit Plan (DB)

Plan Description. The School District participates in the Teacher's Retirement System (TRS), a cost sharing multiple-employer defined benefit plan. Currently, there are 57 employers participating in TRS, including 53 school districts. TRS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The system is governed by the Alaska Retirement Board. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Teachers' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for TRS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at <http://doa.alaska.gov/drbr/trs>.

The DB Plan's membership consisted of the following at June 30, 2019 (latest available report):

Inactive plan members or beneficiaries currently receiving benefits	13,239
Inactive plan members entitled to but not receiving benefits	799
Inactive plan members not entitled to benefits	1,811
Active plan members	<u>4,087</u>
Total DB plan membership	<u>19,936</u>

Pension Benefits. Employees hired prior to July 1, 1990, are entitled to annual pension benefits beginning at normal retirement age 55, or early retirement age 50. For employees hired after June 30, 1990 but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. Employees may also retire at any age and receive a normal benefit when they accumulate the required credited service. The benefit related to all years of credited service prior to July 1, 1990 and for years of service through a total of 20 years is equal to 2% of their highest three-year average annual compensation for each year of service. The benefit for each year over 20 years of service subsequent to June 30, 1990, is equal to 2.5% of their highest three-year average annual compensation for each year of service. Employees may elect to receive their pension benefits in the form of a joint or survivor annuity. Effective January 1, 1987, a married member who retires must receive his or her benefit in the form of a joint and survivor annuity unless the member's spouse consents to another form of benefit.

Minimum benefits for employees eligible for retirement are \$25 per month for each year of credited service.

Post Retirement Pension Adjustments. Effective in fiscal year 1991, automatic post retirement pension adjustment (PRPA) was granted to all current and future retirees. The PRPA amount may not exceed the lesser of (a) the actual cost of living increase (percentage) from the date of retirement until the effective date of the PRPA; or (b) 4.00% of the base benefits for each full year that the member has been retired and a prorated percentage for each partial year. However, the PRPA percentage is offset by the percentage of all prior PRPAs that have been granted. TRS members receiving a retirement, disability or survivor benefit, who remain in Alaska, are eligible for an additional allowance equal to 10.00% of the base benefit.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Employee Contribution Rate. The District's active TRS members are required to contribute 8.65% of their annual covered salary.

Employer contributions for the year ended June 30, 2020, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
\$	156,327	120,887	277,214

Teachers Retirement Plans

For the year ended June 30, 2020 the State of Alaska contributed \$813,064 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date to a total of (\$666,712) to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2020, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that was associated with the District were as follows:

	<u>Pension</u>
Defined Benefit:	
District's proportionate share of the net pension liability	\$ 3,451,847
State's proportionate share of the net pension liability	<u>5,119,986</u>
Total	<u>\$ 8,571,833</u>
	<u>OPEB</u>
District's proportionate share of the ARHCT OPEB liability (asset)	\$ (282,079)
State's proportionate share of the ARHCT OPEB liability (asset)	<u>(419,481)</u>
Total	<u>\$ (701,560)</u>
District's proportionate share of the ODD OPEB liability (asset)	<u>\$ (28,417)</u>
District's proportionate share of the RMP OPEB liability (asset)	<u>\$ (27,090)</u>
Total District's share of net pension and OPEB liabilities and assets	<u>\$ 3,114,261</u>

The net pension and OPEB liabilities and assets were measured as of June 30, 2019, and the total pension and OPEB liabilities used to calculate the net pension and OPEB liabilities and assets were determined by an actuarial valuation as of that date. The District's proportion of the net pension and OPEB liabilities and assets were based on the present value of contributions for FY2021 through FY2039, as determined by projections based on the June 30, 2019 valuation.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2018 Measurement	June 30, 2019 Measurement	Change
Pension	0.2130%	0.1847%	(0.0283%)
OPEB:			
ARHCT	0.2127%	0.1846%	(0.0281%)
ODD	0.7308%	0.7067%	(0.0241%)
RMP	0.7308%	0.7062%	(0.0246%)

Based on the measurement date of June 30, 2019, the District recognized pension expense of \$188,902 and OPEB expense of (\$1,761,782), respectively, for the year ended June 30, 2020. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pensions	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Defined Benefit:		
Differences between expected and actual experience	\$ -	(93,605)
Changes of assumptions	-	(24,429)
Net difference between projected and actual earnings on pension plan investments	88,661	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(273,514)
District contribution subsequent to the measurement date	156,327	-
Total	\$ 244,988	(391,548)
	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(51,620)
Changes of assumptions	27,504	(85,238)
Net difference between projected and actual earnings on pension plan investments	-	(43,652)
Changes in proportion and differences between District contributions and proportionate share of contributions	6,484	(22,588)
District contribution subsequent to the measurement date	88,054	-
Total	\$ 122,042	(203,098)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(3,209)
Changes of assumptions	-	(31)
Net difference between projected and actual earnings on pension plan investments	-	(201)
Changes in proportion and differences between District contributions and proportionate share of contributions	2,086	(1,847)
District contribution subsequent to the measurement date	2,347	-
Total	<u>\$ 4,433</u>	<u>(5,288)</u>

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 16,924	(2,219)
Changes of assumptions	12,399	(28,568)
Net difference between projected and actual earnings on pension plan investments	-	(708)
Changes in proportion and differences between District contributions and proportionate share of contributions	2,074	(2,230)
District contribution subsequent to the measurement date	30,486	-
Total	<u>\$ 61,883</u>	<u>(33,725)</u>

\$156,327 and \$120,887 are reported as deferred outflows of resources related to pensions and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension and OPEB liability and as an increase to the net pension and OPEB assets in the year ended June 30, 2019 (actuarial), respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2020	\$ (292,946)	(159,968)	(517)	(1,235)
2021	(64,274)	(34,509)	(517)	(1,235)
2022	24,235	11,104	(298)	455
2023	30,098	14,263	(287)	431
2024	-	-	(355)	(219)
Thereafter	-	-	(1,228)	(525)
Total	<u>\$ (302,887)</u>	<u>(169,110)</u>	<u>(3,202)</u>	<u>(2,328)</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

For the year ended June 30, 2020, the District recognized (\$469,756) and (\$14,330) of pension and OPEB amortization of the deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities (assets) of the Plan calculated using the discount rate of 7.38%, as well as what the Plans' net pension and OPEB liabilities would be if they were calculated using a discount rate that is 1-percentage-point lower (6.38%) or 1-percentage-point higher (8.38%) than the current rate:

		1% Decrease (6.38%)	Current Rate (7.38%)	1% Increase (8.38%)
Net pension liability	\$	<u>4,972,482</u>	<u>3,451,847</u>	<u>2,175,089</u>
Net OPEB ARHCT liability (asset)	\$	<u>423,272</u>	<u>(282,079)</u>	<u>(859,450)</u>
Net OPEB ODD liability (asset)	\$	<u>(28,516)</u>	<u>(28,417)</u>	<u>(28,360)</u>
Net OPEB RMP liability (asset)	\$	<u>47,470</u>	<u>(27,090)</u>	<u>(82,540)</u>

Sensitivity of the District's proportionate share of the net OPEB liability and asset to changes in the healthcare cost trend rates. The following present the District's proportionate share of the net OPEB liability and asset, as well as what the District's proportionate share of the net OPEB liability and asset would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

		1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT liability (asset)	\$	<u>(923,134)</u>	<u>(282,079)</u>	<u>504,289</u>
Net OPEB RMP liability (asset)	\$	<u>(90,357)</u>	<u>(27,090)</u>	<u>60,556</u>

Teachers Retirement System (TRS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. School Districts and Public Employers in the State of Alaska have a defined contribution retirement plan for new hires first enrolled on or after July 1, 2006. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8% of gross eligible compensation. State statutes require the employer to contribute 7% of employees' eligible compensation. Additionally, employers are required to contribute to other post-employment benefits (DB): 1.09% for the retiree medical plan, 0.08% for occupational death and disability, and 3% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The employer effective contribution rate is 12.56%. Plan members are 100% vested with their contributions. Additionally, there is a defined benefit unfunded liability (DBUL) amount levied against the DC plan and allocated to the DB Plan's pension and OPEB contribution.

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

- 2 years of service – 25%
- 3 years of service – 50%
- 4 years of service – 75%
- 5 years of service – 100%

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

The School District contributed \$285,102 for the year ended June 30, 2020, which included forfeitures of \$7,495 which has been applied against contributions.

C. Risk Management

The District faces a considerable number of risks of loss, including (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability, i.e., errors and omissions, (d) environmental damage, (e) workers compensation, and (f) medical/dental/vision costs for employees. The District participates in the Alaska Public Entity Insurance (APEI), which covers property and contents, torts, general and auto liability, school leader's errors and omissions, and workers compensation. APEI is a public entity risk pool which reinsures risk above certain levels, thereby relieving the members of the need for additional assessments. The Association's bylaws provide for the assessment of supplemental contributions from members in the event that losses and expenses for any coverage year exceed the annual contributions and income earned on such contributions for the year. The Association made no supplemental assessments during the year ended June 30, 2020.

The District has elected the reimbursable method of payment for Employment Security Compensation (ESC). Under this arrangement, the actual costs of ESC are reimbursed to the State of Alaska.

Health Insurance

The District maintains a health and medical benefit program, which covers all full time employees. The District has retained a major portion of the risk for this plan and, accordingly, is liable for any employee health claims that are approved for payment. Stop-loss coverage limits were \$95,000 for individual claims and \$916,022 for aggregate claims. Health and medical insurance expenditures were \$887,171 for the year ended June 30, 2020, and consisted of paid claims, stop-loss premiums, and administrative fees.

Accruals were made based upon estimates of the health claims on a monthly basis, they are then refunded the excess amount 120 days after year end. Such excess amounts were accounted for in the General (School Operating) Fund and are included in "Insurance Refund Receivable." Total estimated receivable at June 30, 2020 amounted to \$127,810. Changes in the claims receivable amount were:

Fiscal Year	Beginning Liability	Excess Premiums Paid	Claims Paid	Claim Expenditure	Ending Liability (Receivable)
2019	\$ 591,362	(162,353)	1,182,113	699,460	271,062
2020	271,062	486,289	635,748	723,166	(127,810)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

D. Subsequent Accounting Pronouncements

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates covering several topics as follows:

- GASB 84 *Fiduciary Activities*. Effective for fiscal years beginning after December 15, 2019.
- GASB 87 *Leases*. Effective for fiscal years beginning after June 15, 2021.
- GASB 89 *Accounting for Interest Cost Incurred before the End of a Construction Period*. Effective for fiscal years beginning after December 15, 2020.
- GASB 90 *Majority Equity Interests*. Effective for fiscal years beginning after December 15, 2019.
- GASB 91 *Conduit Debt Obligation*. Effective for fiscal years beginning after December 15, 2021.
- GASB 92 *Omnibus 2020*. This Statement has multiple effective dates which vary by topic.
- GASB 93 *Replacement of Interbank Offered Rates*. Effective for fiscal years beginning after June 15, 2021.
- GASB 94 *Public-Private and Public-Public Partnerships and Availability Payments Arrangements*. Effective for fiscal years beginning after June 15, 2022.
- GASB 95 *Postponement of the Effective Dates of Certain Authoritative Guidance*. Effective immediately.
- GASB 96 *Subscription-Based Information Technology Arrangements*. Effective for fiscal years beginning after June 15, 2022.
- GASB 97 *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. Effective for fiscal years beginning after June 15, 2021.

Statements 90, 91, 94, and 97 are not expected to have any significant impact on the financial statements of the District.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

GASB Statement No. 84, the objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. A fiduciary component unit, when reported in the fiduciary fund financial statements of a primary government, should combine its information with its component units that are fiduciary component units and aggregate that combined information with the primary government's fiduciary funds. This Statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. Events that compel a government to disburse fiduciary resources occur when a demand for the resources has been made or when no further action, approval, or condition is required to be taken or met by the beneficiary to release the assets

GASB Statement No. 87, the objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

GASB Statement No. 89 requires interest costs incurred before the end of a construction period to be recognized as an expenditure or expense in the period in which the cost is incurred for financial statements prepared under the current financial resources measurement focus or the economic resource measurement focus.

GASB Statement No. 92, the objectives of this Statement are to enhance comparability and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

GASB Statement No. 93, addresses the fact that some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate.

GASB Statement No. 95 provides temporary relief to governments in light of the COVID-19 pandemic. The effective dates of the following pronouncement are postponed by one year: GASB Statements No. 83, No.84, No.88, No. 89, No. 90, No. 91, No.92, and No. 93. The effective date for GASB 87 has been postponed by 18 months.

GASB Statement No. 96 will improve financial reporting by establishing a definition for Subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.

REQUIRED SUPPLEMENTARY INFORMATION

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net Pension Liability (Asset)

Public Employees' Retirement System (PERS)

June 30, 2020

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0442%	\$ 2,063,075	\$ 1,988,775	\$ 4,051,850	\$ 1,984,403	104%	62.37%
2016	0.0756%	\$ 3,664,413	\$ 984,525	\$ 4,648,938	\$ 1,902,337	193%	63.96%
2017	7.5600%	\$ 3,942,606	\$ 498,163	\$ 4,440,769	\$ 1,794,827	220%	59.55%
2018	0.0602%	\$ 3,110,761	\$ 1,157,693	\$ 4,268,454	\$ 1,729,430	180%	63.37%
2019	0.0618%	\$ 3,068,792	\$ 892,968	\$ 3,961,760	\$ 1,755,118	175%	65.19%
2020	0.0452%	\$ 2,476,540	\$ 983,863	\$ 3,460,403	\$ 1,699,864	146%	63.42%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset)

Public Employees' Retirement System (PERS)

June 30, 2020

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.0602%	\$ 508,539	\$ 189,262	\$ 697,801	\$ 1,729,430	29.41%	89.68%
2019	0.0618%	\$ 633,294	\$ 183,507	\$ 816,801	\$ 1,755,118	36.08%	88.12%
2020	0.0451%	\$ 66,878	\$ 26,794	\$ 93,672	\$ 1,699,864	3.93%	98.13%
Occupational Death and Disability (ODD):							
2018	0.0901%	\$ (12,789)	\$ -	\$ (12,789)	\$ 1,729,430	-0.74%	212.97%
2019	0.0762%	\$ (14,808)	\$ -	\$ (14,808)	\$ 1,755,118	-0.84%	270.62%
2020	0.0536%	\$ (12,999)	\$ -	\$ (12,999)	\$ 1,699,864	-0.76%	297.43%
Retiree Medical Plan (RMP):							
2018	0.0901%	\$ 4,700	\$ -	\$ 4,700	\$ 392,864	1.20%	93.98%
2019	0.0762%	\$ 9,702	\$ -	\$ 9,702	\$ 359,677	2.70%	88.71%
2020	0.0675%	\$ 16,137	\$ -	\$ 16,137	\$ 304,986	5.29%	83.17%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)
Schedule of the District's Contributions (Pensions)
Public Employees' Retirement System (PERS)
June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 164,943	\$ (164,943)	\$ -	\$ 1,902,337	8.67%
2016	\$ 173,815	\$ (173,815)	\$ -	\$ 1,794,827	9.68%
2017	\$ 191,409	\$ (191,409)	\$ -	\$ 1,729,430	11.07%
2018	\$ 229,523	\$ (229,523)	\$ -	\$ 1,755,118	13.08%
2019	\$ 220,579	\$ (219,945)	\$ 634	\$ 1,699,864	12.98%
2020	\$ 226,054	\$ (227,074)	\$ (1,020)	\$ 1,931,032	11.71%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 7.75% to 2.75% based on service for Peace Officers/Firefighters. Ranges from 6.75% to 2.75% based on age and service for all others.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.5% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates based upon the 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Contributions (OPEB)

Public Employees' Retirement System (PERS)

June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	\$ 68,866	\$ (68,866)	\$ -	\$ 1,755,118	3.92%
2019	\$ 76,823	\$ (76,823)	\$ -	\$ 1,699,864	4.52%
2020	\$ 87,814	\$ (87,814)	\$ -	\$ 1,931,032	4.55%
Occupational Death and Disability (ODD):					
2018	\$ 1,381	\$ (1,381)	\$ -	\$ 1,755,118	0.08%
2019	\$ 2,189	\$ (2,189)	\$ -	\$ 1,699,864	0.13%
2020	\$ 2,799	\$ (2,799)	\$ -	\$ 1,931,032	0.14%
Retiree Medical Plan (RMP):					
2018	\$ 8,888	\$ (8,888)	\$ -	\$ 359,677	2.47%
2019	\$ 7,916	\$ (7,916)	\$ -	\$ 304,986	2.60%
2020	\$ 14,209	\$ (14,209)	\$ -	\$ 422,414	3.36%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 7.75% to 2.75% based on service for Peace Officers/Firefighters. Ranges from 6.75% to 2.75% based on age and service for all others.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.5% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates based upon the 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net Pension Liability (Asset)

Teachers' Retirement System (TRS)

June 30, 2020

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0832%	\$ 2,495,425	\$ 11,804,622	\$ 14,300,047	\$ 4,673,662	53.39%	55.70%
2016	0.2151%	\$ 4,001,658	\$ 4,946,597	\$ 8,948,255	\$ 4,976,332	80.41%	73.82%
2017	0.2781%	\$ 6,350,471	\$ 5,877,618	\$ 12,228,089	\$ 4,673,662	135.88%	68.40%
2018	0.2095%	\$ 4,245,734	\$ 5,786,624	\$ 10,032,358	\$ 4,700,743	90.32%	72.39%
2019	0.2130%	\$ 4,078,378	\$ 6,064,234	\$ 10,142,612	\$ 4,501,282	90.60%	74.09%
2020	0.1847%	\$ 3,451,847	\$ 5,119,986	\$ 8,571,833	\$ 4,052,747	85.17%	74.68%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset)

Teachers' Retirement System (TRS)

June 30, 2020

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.2088%	\$ 384,039	\$ 674,032	\$ 1,058,071	\$ 4,700,743	8.17%	93.75%
2019	0.2127%	661,259	985,960	1,647,219	4,501,282	14.69%	90.23%
2020	0.1846%	(282,079)	(419,481)	(701,560)	4,052,747	-6.96%	105.50%
Occupational Death and Disability (ODD):							
2018	0.6574%	\$ (21,484)	\$ -	\$ (21,484)	\$ 4,700,743	-0.46%	1342.59%
2019	0.7308%	(25,621)	-	(25,621)	4,501,282	-0.57%	1304.81%
2020	0.7067%	(28,417)	-	(28,417)	4,052,747	-0.70%	1409.77%
Retiree Medical Plan (RMP):							
2018	0.6574%	\$ (31,161)	\$ -	\$ (31,161)	\$ 1,147,033	-2.72%	118.16%
2019	0.7308%	(23,370)	-	(23,370)	2,172,070	-1.08%	109.56%
2020	0.7062%	(27,090)	-	(27,090)	2,417,771	-1.12%	110.03%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Contributions (Pensions)

Teachers' Retirement System (TRS)

June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 197,303	\$ (197,303)	\$ -	\$ 4,976,332	3.96%
2016	\$ 180,778	\$ (180,778)	\$ -	\$ 4,673,662	3.87%
2017	\$ 200,341	\$ (200,341)	\$ -	\$ 4,700,743	4.26%
2018	\$ 219,437	\$ (219,437)	\$ -	\$ 4,501,282	4.87%
2019	\$ 140,384	\$ (113,224)	\$ 27,160	\$ 4,052,747	3.46%
2020	\$ 156,072	\$ (156,327)	\$ (255)	\$ 4,476,154	3.49%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 6.75% to 2.75% based on service.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.50% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates are based upon 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Contributions (OPEB)

Teachers' Retirement System (TRS)

June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	\$ 95,188	\$ (95,188)	\$ -	\$ 4,501,282	2.11%
2019	\$ 68,138	\$ (68,138)	\$ -	\$ 4,052,747	1.68%
2020	\$ 88,054	\$ (88,054)	\$ -	\$ 4,476,154	1.97%
Occupational Death and Disability (ODD):					
2018	\$ -	\$ -	\$ -	\$ 4,501,282	0.00%
2019	\$ 2,206	\$ (2,206)	\$ -	\$ 4,052,747	0.05%
2020	\$ 2,237	\$ (2,237)	\$ -	\$ 4,476,154	0.05%
Retiree Medical Plan (RMP):					
2018	\$ 23,903	\$ (23,903)	\$ -	\$ 2,172,070	1.10%
2019	\$ 21,785	\$ (21,785)	\$ -	\$ 2,417,771	0.90%
2020	\$ 30,486	\$ (30,486)	\$ -	\$ 2,269,912	1.34%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 6.75% to 2.75% based on service.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.50% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates are based upon 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

ADDITIONAL SUPPLEMENTARY INFORMATION

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

Year Ended June 30, 2020

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Other local	\$ 405,587	374,729	(30,858)
E-rate	598,647	576,180	(22,467)
Total local sources	<u>1,004,234</u>	<u>950,909</u>	<u>(53,325)</u>
Intergovernmental -			
City of Nome - direct appropriation	<u>3,000,000</u>	<u>3,000,000</u>	<u>-</u>
State of Alaska:			
Foundation program	8,826,726	8,904,940	78,214
Quality schools	26,703	27,139	436
Other state revenue	199,123	202,363	3,240
On-behalf TRS	732,031	813,064	81,033
On-behalf PERS	95,936	106,398	10,462
Total State of Alaska	<u>9,880,519</u>	<u>10,053,904</u>	<u>173,385</u>
Federal sources -			
Direct sources - Impact Aid	<u>50,000</u>	<u>60,832</u>	<u>10,832</u>
Total revenues	<u>13,934,753</u>	<u>14,065,645</u>	<u>130,892</u>
Expenditures:			
Instruction:			
Certificated salaries	2,912,662	2,903,127	9,535
Non-certificated salaries	190,043	188,365	1,678
Employee benefits	1,489,580	1,358,106	131,474
Transportation allowance	40,084	27,783	12,301
Staff travel	-	141	(141)
Utility services	4,365	4,363	2
Other purchased services	73,136	65,733	7,403
Supplies, materials and media	236,552	204,663	31,889
Tuition and stipends	18,000	12,590	5,410
Other expenses	10,185	385	9,800
Total instruction	<u>4,974,607</u>	<u>4,765,256</u>	<u>209,351</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
Special education instruction:			
Certificated salaries	\$ 295,436	294,630	806
Non-certificated salaries	357,308	350,668	6,640
Employee benefits	380,518	333,656	46,862
Transportation allowance	6,515	2,455	4,060
Supplies, materials and media	8,338	7,594	744
Other expenses	150	-	150
Total special education instruction	<u>1,048,265</u>	<u>989,003</u>	<u>59,262</u>
Special education support services - students:			
Certificated salaries	83,806	83,806	-
Non-certificated salaries	31,942	29,225	2,717
Employee benefits	73,732	57,211	16,521
Transportation allowance	1,608	804	804
Staff travel	1,787	1,787	-
Other purchased services	15	13	2
Supplies, materials and media	16,882	10,965	5,917
Total special education support services - students	<u>209,772</u>	<u>183,811</u>	<u>25,961</u>
Support services - students:			
Certificated salaries	119,948	119,948	-
Non-certificated salaries	141,116	131,599	9,517
Employee benefits	168,538	148,791	19,747
Transportation allowance	800	334	466
Other purchased services	231	231	-
Supplies, materials and media	4,323	2,928	1,395
Total support services - students	<u>434,956</u>	<u>403,831</u>	<u>31,125</u>
Support services - instruction:			
Certificated salaries	87,266	84,697	2,569
Non-certificated salaries	224,433	224,428	5
Employee benefits	162,435	152,202	10,233
Transportation allowance	1,350	1,350	-
Professional and technical services	3,331	1,330	2,001
Staff travel	8,966	8,966	-
Utility services	664,105	662,011	2,094
Other purchased services	5,687	2,543	3,144
Supplies, materials and media	130,363	147,875	(17,512)
Other expenses	32,626	26,808	5,818
Equipment	10,800	-	10,800
Total support services - instruction	<u>1,331,362</u>	<u>1,312,210</u>	<u>19,152</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
School administration:			
Certificated salaries	\$ 458,352	458,351	1
Employee benefits	234,737	199,558	35,179
Transportation allowance	3,800	3,800	-
Other purchased services	3,862	3,858	4
Supplies, materials and media	4,232	3,533	699
Other expenses	1,919	781	1,138
Total school administration	<u>706,902</u>	<u>669,881</u>	<u>37,021</u>
School administration support services:			
Non-certificated salaries	183,315	175,818	7,497
Employee benefits	135,714	114,907	20,807
Utility services	1,398	1,023	375
Other purchased services	1,363	198	1,165
Supplies, materials and media	3,585	3,235	350
Total school administration support services	<u>325,375</u>	<u>295,181</u>	<u>30,194</u>
District administration:			
Certificated salaries	145,782	145,782	-
Employee benefits	71,487	75,277	(3,790)
Transportation allowance	810	809	1
Professional and technical services	39,864	39,631	233
Staff travel	28,276	23,743	4,533
Other purchased services	-	40	(40)
Insurance and bond premiums	225	191	34
Supplies, materials and media	4,257	1,742	2,515
Other expenses	31,487	29,610	1,877
Equipment	5,756	5,755	1
Total district administration	<u>327,944</u>	<u>322,580</u>	<u>5,364</u>
District administration support services:			
Non-certificated salaries	273,131	273,129	2
Employee benefits	261,601	212,976	48,625
Professional and technical services	237,995	226,503	11,492
Staff travel	12,824	1,801	11,023
Utility services	167	167	-
Other purchased services	7,970	7,360	610
Insurance and bond premiums	65,000	62,656	2,344
Supplies, materials and media	15,600	7,370	8,230
Other expenses	11,333	7,677	3,656
Indirect cost recovery	(50,178)	(50,815)	637
Total district administration support services	<u>835,443</u>	<u>748,824</u>	<u>86,619</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
Operations and maintenance of plant:			
Non-certificated salaries	296,287	296,287	-
Employee benefits	135,377	126,979	8,398
Staff travel	276	276	-
Utility services	82,338	79,003	3,335
Energy	1,066,965	1,043,571	23,394
Other purchased services	1,018,581	1,026,680	(8,099)
Insurance and bond premiums	119,011	119,010	1
Supplies, materials and media	39,861	36,684	3,177
Other expenses	20	20	-
Equipment	70,096	70,095	1
Total operations and maintenance of plant	<u>2,828,812</u>	<u>2,798,605</u>	<u>30,207</u>
Student activities:			
Certificated salaries	74,394	74,394	-
Non-certificated salaries	12,189	12,189	-
Employee benefits	23,471	22,276	1,195
Professional and technical services	9,260	9,260	-
Staff travel	7,163	21,313	(14,150)
Student travel	129,685	128,851	834
Other purchased services	20,286	3,470	16,816
Supplies, materials and media	16,026	15,426	600
Other expenses	3,600	1,459	2,141
Total student activities	<u>296,074</u>	<u>288,638</u>	<u>7,436</u>
Total expenditures	<u>13,319,512</u>	<u>12,777,820</u>	<u>541,692</u>
Excess (deficiency) of revenues over expenditures	<u>615,241</u>	<u>1,287,825</u>	<u>672,584</u>
Other financing sources:			
Transfers to other funds:			
Food Services	150,000	150,000	-
Pupil Transportation	40,000	40,000	-
Capital Projects Fund	431,798	431,798	-
Total transfers	<u>621,798</u>	<u>621,798</u>	<u>-</u>
Net change in fund balance	\$ <u>(6,557)</u>	666,027	<u>672,584</u>
Fund balance, beginning of year		<u>1,502,197</u>	
Fund balance, end of year		\$ <u>2,168,224</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

General Capital Projects Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
	\$ <u>-</u>
Expenditures:	
Support services - instruction- Equipment	<u>110,442</u>
School administration support services- Equipment	<u>28,331</u>
Operations and maintenance of plant:	
Professional and technical services	14,740
Other purchased services	25,008
Supplies, materials and media	10,347
Equipment	<u>222,737</u>
Total operations and maintenance of plant	<u>272,832</u>
Total expenditures	<u>411,605</u>
Excess (deficiency) of revenues over expenditures	(411,605)
Other financing sources - Transfers from School Operating Fund	<u>431,798</u>
Net change in fund balance	20,193
Fund balance, beginning of year	<u>3,236,451</u>
Fund balance, end of year	\$ <u><u>3,256,644</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet

June 30, 2020

	Special Revenue Funds							
	<u>Pupil Transportation</u>	<u>Artists in Schools</u>	<u>AASB - Cultural Safety Grant</u>	<u>AASB - CRSEL</u>	<u>Comprehensive State Literacy Development</u>	<u>Food Service Program</u>	<u>Alaska Nutritional Foods</u>	<u>Title VI-B IDEA</u>
<u>Assets</u>								
Assets:								
Accounts receivable	\$ -	-	-	36,510	12,737	62,346	-	76,381
Due from other funds	365,131	2,000	12	-	-	80,077	8,881	-
Total assets	<u>365,131</u>	<u>2,000</u>	<u>12</u>	<u>36,510</u>	<u>12,737</u>	<u>142,423</u>	<u>8,881</u>	<u>76,381</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	-	-	-	-	-	-	-	-
Unearned revenue	-	-	12	-	-	-	8,881	-
Due to other funds	-	-	-	36,510	12,737	-	-	76,381
Total liabilities	<u>-</u>	<u>-</u>	<u>12</u>	<u>36,510</u>	<u>12,737</u>	<u>-</u>	<u>8,881</u>	<u>76,381</u>
Fund balances (deficit):								
Restricted	-	-	-	-	-	-	-	-
Committed	365,131	2,000	-	-	-	142,423	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficit)	<u>365,131</u>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>142,423</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances(deficit) \$	<u>365,131</u>	<u>2,000</u>	<u>12</u>	<u>36,510</u>	<u>12,737</u>	<u>142,423</u>	<u>8,881</u>	<u>76,381</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds							
	Title I-A Consolidated Admin Pool Program	Preschool Disabled	School Improvement	Title I-A Basic	Title I-C Migrant Education	Migrant Book Program	Carl Perkins	Safe Children's Act
<u>Assets</u>								
Assets:								
Accounts receivable	\$ 32,535	3,008	2,954	58,441	121,855	8,315	17,377	-
Due from other funds	-	-	-	-	-	-	-	93
Total assets	<u>32,535</u>	<u>3,008</u>	<u>2,954</u>	<u>58,441</u>	<u>121,855</u>	<u>8,315</u>	<u>17,377</u>	<u>93</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	-	-	-	-	472	-	-	-
Unearned revenue	-	-	-	-	-	-	-	93
Due to other funds	32,535	3,008	2,954	58,441	121,383	8,315	17,377	-
Total liabilities	<u>32,535</u>	<u>3,008</u>	<u>2,954</u>	<u>58,441</u>	<u>121,855</u>	<u>8,315</u>	<u>17,377</u>	<u>93</u>
Fund balances (deficit):								
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances(deficit) \$	<u>32,535</u>	<u>3,008</u>	<u>2,954</u>	<u>58,441</u>	<u>121,855</u>	<u>8,315</u>	<u>17,377</u>	<u>93</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds							NSEDG - Large Infrastructure Program
	COVID-19 (ESSERF)	COVID-19 (GEERF)	Indian Education	Johnson O'Malley	UAF TASK	UAF Future Educators	Inupiaq Immersion Program	
<u>Assets</u>								
Assets:								
Accounts receivable	\$ 24,077	6,259	80,274	-	-	-	-	46,878
Due from other funds	-	-	-	11,448	631	808	115,550	30,000
Total assets	<u>24,077</u>	<u>6,259</u>	<u>80,274</u>	<u>11,448</u>	<u>631</u>	<u>808</u>	<u>115,550</u>	<u>76,878</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	309	-	-	-	408	-	-	66,878
Unearned revenue	-	-	-	11,448	223	808	-	10,000
Due to other funds	23,768	6,259	80,274	-	-	-	-	-
Total liabilities	<u>24,077</u>	<u>6,259</u>	<u>80,274</u>	<u>11,448</u>	<u>631</u>	<u>808</u>	<u>-</u>	<u>76,878</u>
Fund balances (deficit):								
Restricted	-	-	-	-	-	-	115,550	-
Committed	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,550</u>	<u>-</u>
Total liabilities and fund balances(deficit)	\$ <u>24,077</u>	<u>6,259</u>	<u>80,274</u>	<u>11,448</u>	<u>631</u>	<u>808</u>	<u>115,550</u>	<u>76,878</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds			Capital Project Funds			Total Capital Project Funds	Total Other Governmental Funds
	Nome-Beltz Apartments Program	Albro Gregory Scholarship Program	Total Special Revenue Funds	NBHS Partial Roof Replacement Capital Project Fund	NBHS and NES DDC Control System Upgrade Capital Project Fund	NES Fire Alarm System Replacement Capital Project Fund		
<u>Assets</u>								
Assets:								
Accounts receivable	\$ -	-	589,947	-	-	-	-	589,947
Due from other funds	1,370,046	6,374	1,991,051	384,998	-	-	384,998	2,376,049
Total assets	<u>1,370,046</u>	<u>6,374</u>	<u>2,580,998</u>	<u>384,998</u>	<u>-</u>	<u>-</u>	<u>384,998</u>	<u>2,965,996</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	10,180	-	78,247	-	-	-	-	78,247
Unearned revenue	-	-	31,465	384,998	-	-	384,998	416,463
Due to other funds	-	-	479,942	-	27,338	4,880	32,218	512,160
Total liabilities	<u>10,180</u>	<u>-</u>	<u>589,654</u>	<u>384,998</u>	<u>27,338</u>	<u>4,880</u>	<u>417,216</u>	<u>1,006,870</u>
Fund balances (deficit):								
Restricted	-	6,374	121,924	-	-	-	-	121,924
Committed	1,359,866	-	1,869,420	-	-	-	-	1,869,420
Unassigned	-	-	-	-	(27,338)	(4,880)	(32,218)	(32,218)
Total fund balances(deficit)	<u>1,359,866</u>	<u>6,374</u>	<u>1,991,344</u>	<u>-</u>	<u>(27,338)</u>	<u>(4,880)</u>	<u>(32,218)</u>	<u>1,959,126</u>
Total liabilities and fund balances(deficit)	\$ <u>1,370,046</u>	<u>6,374</u>	<u>2,580,998</u>	<u>384,998</u>	<u>-</u>	<u>-</u>	<u>384,998</u>	<u>2,965,996</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit)

Year Ended June 30, 2020

	Special Revenue Funds							
	Pupil Transportation	Artists in Schools	AASB - Cultural Safety Grant	AASB - CRSEL	Staff Development	Comprehensive State Literacy Development	Food Service Program	Alaska Nutritional Foods
Revenues:								
Local sources:								
Charges for services	\$ -	-	-	-	-	-	3,662	-
Other local	-	2,000	48,882	-	-	-	10,722	-
Intergovernmental:								
State of Alaska	478,897	-	-	-		-	-	6,105
Federal sources								
Direct	-	-	-	-	-	-	-	-
Pass-through	-	-	-	38,838	17,444	28,043	620,643	-
Total revenues	478,897	2,000	48,882	38,838	17,444	28,043	635,027	6,105
Expenditures:								
Current:								
Instruction	-	-	18,145	2,104	-	21,770	-	-
Special education instruction	-	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-	-
Support services - instruction	-	-	30,737	24,929	17,444	4,973	-	-
School administration	-	-	-	-	-	-	-	-
District administration support services	-	-	-	-	-	1,300	-	-
Operations and maintenance of plant	-	-	-	-	-	-	8,572	-
Student activities	-	-	-	-	-	-	-	-
Student transportation - to and from school	532,585	-	-	-	-	-	-	-
Student transportation - school activities	7,038	-	-	-	-	-	-	-
Community services	-	-	-	11,805	-	-	-	-
Food services	-	-	-	-	-	-	790,796	6,105
Construction and facilities acquisition	-	-	-	-	-	-	-	-
Total expenditures	539,623	-	48,882	38,838	17,444	28,043	799,368	6,105
Excess (deficiency) of revenues over expenditures	(60,726)	2,000	-	-	-	-	(164,341)	-
Other financing sources - Transfers from School Operating Fund	40,000	-	-	-	-	-	150,000	-
Net change in fund balance	(20,726)	2,000	-	-	-	-	(14,341)	-
Fund balance, beginning of year	385,857	-	-	-	-	-	156,764	-
Fund balance(deficit), end of year	\$ 365,131	2,000	-	-	-	-	142,423	-

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Special Revenue Funds						
	Title VI-B IDEA	Title I-A Consolidated Admin Pool Program	Preschool Disabled	School Improvement	Title II-A	Title I-A Basic	Title I-C Migrant Education
Revenues:							
Local sources:							
Charges for services	\$ -	-	-	-	-	-	-
Other local	-	-	-	-	-	-	-
Intergovernmental:							
State of Alaska	-	-	-	-	-	-	-
Federal sources							
Direct	-	-	-	-	-	-	-
Pass-through	215,764	81,500	3,313	43,508	58,024	176,401	290,729
Total revenues	215,764	81,500	3,313	43,508	58,024	176,401	290,729
Expenditures:							
Current:							
Instruction	-	-	-	1,617	1,625	163,030	133,811
Special education instruction	183,354	-	2,868	-	-	-	-
Special education support services - students	22,410	-	291	-	-	-	-
Support services - students	-	-	-	-	-	-	100,809
Support services - instruction	-	81,500	-	39,670	51,855	2,631	37,649
School administration	-	-	-	-	1,855	-	-
District administration support services	10,000	-	154	2,221	2,689	8,176	10,999
Operations and maintenance of plant	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	1,086
Student transportation-to and from school	-	-	-	-	-	-	-
Student transportation-school activities	-	-	-	-	-	-	6,300
Community services	-	-	-	-	-	2,564	75
Food services	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total expenditures	215,764	81,500	3,313	43,508	58,024	176,401	290,729
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-
Other financing sources -							
Transfers from School Operating Fund	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-	-
Fund balance(deficit), end of year	\$ -	-	-	-	-	-	-

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Special Revenue Funds						
	Migrant Book Program	Migrant Education Parent Advisory	Carl Perkins	Safe Children's Act	COVID-19 (ESSERF)	COVID-19 (GEERF)	REAP-RLIS Education
Revenues:							
Local sources:							
Charges for services	\$ -	-	-	-	-	-	-
Other local	-	-	-	-	-	-	-
Intergovernmental:							
State of Alaska	-	-	-	346	-	-	-
Federal sources							
Direct	-	-	-	-	-	-	12,035
Pass-through	8,315	734	26,419	-	24,077	6,259	-
Total revenues	<u>8,315</u>	<u>734</u>	<u>26,419</u>	<u>346</u>	<u>24,077</u>	<u>6,259</u>	<u>12,035</u>
Expenditures:							
Current:							
Instruction	8,315	-	25,472	346	22,961	-	11,264
Special education instruction	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-
Support services - instruction	-	-	-	-	-	-	213
School administration	-	-	-	-	-	-	-
District administration support services	-	-	947	-	1,116	290	558
Operations and maintenance of plant	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-
Student transportation-to and from school	-	-	-	-	-	-	-
Student transportation-school activities	-	-	-	-	-	-	-
Community services	-	734	-	-	-	-	-
Food services	-	-	-	-	-	5,969	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total expenditures	<u>8,315</u>	<u>734</u>	<u>26,419</u>	<u>346</u>	<u>24,077</u>	<u>6,259</u>	<u>12,035</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-
Other financing sources -							
Transfers from School Operating Fund	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-	-
Fund balance(deficit), end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Indian Education	Johnson O'Malley	UAF - TASK	UAF - Future Educators	Inupiaq Immersion Program	NSEDC - Large Infrastructure Program	Nome-Beltz Apartments Program
Revenues:							
Local sources:							
Charges for services	\$ -	-	-	-	-	-	250,339
Other local	-	-	-	4,193	500	66,878	-
Intergovernmental:							
State of Alaska	-	-	-	-	-	-	-
Federal sources							
Direct	244,444	-	-	-	-	-	-
Pass-through	-	22,357	9,778	-	-	-	-
Total revenues	<u>244,444</u>	<u>22,357</u>	<u>9,778</u>	<u>4,193</u>	<u>500</u>	<u>66,878</u>	<u>250,339</u>
Expenditures:							
Current:							
Instruction	233,115	18,149	9,498	-	983	-	-
Special education instruction	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-
Support services - instruction	-	1,879	-	-	-	-	-
School administration	-	-	-	-	-	-	-
District administration support services	11,329	1,036	-	-	-	-	-
Operations and maintenance of plant	-	-	-	-	-	66,878	96,014
Student activities	-	-	-	4,193	-	-	-
Student transportation-to and from school	-	-	-	-	-	-	-
Student transportation-school activities	-	-	280	-	-	-	-
Community services	-	1,293	-	-	-	-	-
Food services	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total expenditures	<u>244,444</u>	<u>22,357</u>	<u>9,778</u>	<u>4,193</u>	<u>983</u>	<u>66,878</u>	<u>96,014</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	(483)	-	154,325
Other financing sources -							
Transfers from School Operating Fund	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	(483)	-	154,325
Fund balance, beginning of year	-	-	-	-	116,033	-	1,205,541
Fund balance(deficit), end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,550</u>	<u>-</u>	<u>1,359,866</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Special Revenue Funds		Total Special Revenue Funds	Capital Project Fund			Total Capital Project Funds	Total Other Governmental Funds
	Albro Gregory Scholarship	Verna Mickelson Scholarship		NBHS Partial Roof Replacement Capital Project Fund	NBHS and NES DDC Control System Upgrade Capital Project Fund	NES Fire Alarm System Replacement Capital Project Fund		
Revenues:								
Local sources:								
Charges for services	\$ -	-	254,001	-	-	-	-	254,001
Other local	-	-	133,175	-	-	-	-	133,175
Intergovernmental:								
State of Alaska	-	-	485,348	129,914	-	-	129,914	615,262
Federal sources								
Direct	-	-	256,479	-	-	-	-	256,479
Pass-through	-	-	1,672,146	-	-	-	-	1,672,146
Total revenues	-	-	2,801,149	129,914	-	-	129,914	2,931,063
Expenditures:								
Current:								
Instruction	-	-	672,205	-	-	-	-	672,205
Special education instruction	-	-	186,222	-	-	-	-	186,222
Special education support services - students	-	-	22,701	-	-	-	-	22,701
Support services - students	-	-	100,809	-	-	-	-	100,809
Support services - instruction	-	-	293,480	-	-	-	-	293,480
School administration	-	-	1,855	-	-	-	-	1,855
District administration support services	-	-	50,815	-	-	-	-	50,815
Operations and maintenance of plant	-	-	171,464	-	-	-	-	171,464
Student activities	-	-	5,279	-	-	-	-	5,279
Student transportation-to and from school	-	-	532,585	-	-	-	-	532,585
Student transportation-school activities	-	-	13,618	-	-	-	-	13,618
Community services	500	986	17,957	-	-	-	-	17,957
Food services	-	-	802,870	-	-	-	-	802,870
Construction and facilities acquisition	-	-	-	129,914	27,338	4,880	162,132	162,132
Total expenditures	500	986	2,871,860	129,914	27,338	4,880	162,132	3,033,992
Excess (deficiency) of revenues over expenditures	(500)	(986)	(70,711)	-	(27,338)	(4,880)	(32,218)	(102,929)
Other financing sources - Transfers from School Operating Fund	-	-	190,000	-	-	-	-	190,000
Net change in fund balance	(500)	(986)	119,289	-	(27,338)	(4,880)	(32,218)	87,071
Fund balance, beginning of year	6,874	986	1,872,055	-	-	-	-	1,872,055
Fund balance(deficit), end of year	\$ 6,374	-	1,991,344	-	(27,338)	(4,880)	(32,218)	1,959,126

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Pupil Transportation Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
State of Alaska	\$ 478,897	478,897	-
Expenditures:			
Student transportation - to and from school:			
Other purchased services	531,244	532,585	(1,341)
Student transportation - school activities:			
Non-certificated salaries	-	3,400	(3,400)
Employee benefits	-	1,328	(1,328)
Other purchased services	8,120	2,310	5,810
Total transportation - school activities	8,120	7,038	1,082
Total expenditures	539,364	539,623	(259)
Excess (deficiency) of revenues			
over expenditures	(60,467)	(60,726)	(259)
Other financing sources -			
Transfers from School Operating Fund	-	40,000	(40,000)
Net change in fund balance	\$ (60,467)	(20,726)	(40,259)
Fund balance, beginning of year		385,857	
Fund balance, end of year		\$ 365,131	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Artists in Schools Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Other local	\$ 2,000	2,000	-
Expenditures:			
Instruction:			
Professional and technical services	2,000	-	2,000
Excess (deficiency) of revenues over expenditures	\$ -	2,000	(2,000)
Fund balance, beginning of year		-	
Fund balance, end of year		\$ 2,000	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

AASB - Cultural Safety Grant Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources -			
Other local	\$ 50,080	48,882	(1,198)
Expenditures:			
Instruction:			
Certificated salaries	-	6,000	(6,000)
Employee benefits	-	145	(145)
Professional and technical services	24,380	12,000	12,380
Staff travel	4,200	-	4,200
Total Instruction	28,580	18,145	10,435
Support services - instruction:			
Professional and technical services	-	14,280	(14,280)
Supplies, materials and media	21,500	13,500	8,000
Other expenses	-	2,957	(2,957)
Total support services - instruction	21,500	30,737	(9,237)
Total expenditures	50,080	48,882	1,198
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

AASB - CRESEL Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through other			
intermediate agencies	\$ 74,609	38,838	(35,771)
Expenditures:			
Instruction			
Supplies, materials and media	9,520	2,104	7,416
Support services - instruction -			
Staff travel	5,438	23,214	(17,776)
Other expenses	2,500	1,715	785
Total support services - instruction	7,938	24,929	(16,991)
Community services:			
Non-certificated salaries	32,266	4,690	27,576
Employee benefits	17,385	404	16,981
Other expenses	7,500	6,711	789
Total community services	57,151	11,805	45,346
Total expenditures	74,609	38,838	35,771
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Staff Development Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental:			
Federal sources - through the State of Alaska	\$ <u>19,800</u>	<u>17,444</u>	<u>(2,356)</u>
Expenditures:			
Support services - instruction- Staff travel	<u>19,800</u>	<u>17,444</u>	<u>2,356</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Comprehensive State Literacy Development Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 43,142	28,043	(15,099)
Expenditures:			
Instruction:			
Certificated salaries	-	12,000	(12,000)
Employee benefits	-	381	(381)
Supplies, materials and media	9,537	9,389	148
Total instruction	9,537	21,770	(12,233)
Support services - instruction:			
Certificated salaries	14,080	-	14,080
Non-certificated salaries	1,315	-	1,315
Employee benefits	483	-	483
Staff travel	15,727	4,973	10,754
Total support services - instruction	31,605	4,973	26,632
District administration support services-			
Indirect cost	2,000	1,300	700
Total expenditures	43,142	28,043	15,099
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Food Service Program Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Charges for services- food services	\$ 7,000	3,662	(3,338)
Other local	8,000	10,722	2,722
Intergovernmental -			
Federal sources - through the State of Alaska	585,000	620,643	35,643
Total revenues	<u>600,000</u>	<u>635,027</u>	<u>35,027</u>
Expenditures:			
Operations and maintenance of plant:			
Supplies, materials and media	-	2,852	(2,852)
Equipment	-	5,720	(5,720)
Total operations and maintenance of plant	<u>-</u>	<u>8,572</u>	<u>(8,572)</u>
Food services:			
Non-certificated salaries	3,000	2,757	243
Employee benefits	-	228	(228)
Other purchased services	775,000	753,050	21,950
Supplies, materials and media	-	24,095	(24,095)
Other expenses	-	6,572	(6,572)
Equipment	-	4,094	(4,094)
Total food services	<u>778,000</u>	<u>790,796</u>	<u>(12,796)</u>
Total expenditures	<u>778,000</u>	<u>799,368</u>	<u>(21,368)</u>
Excess (deficiency) of revenues over expenditures	<u>(178,000)</u>	<u>(164,341)</u>	<u>56,395</u>
Other financing sources -			
Transfers from School Operating Fund	<u>250,000</u>	<u>150,000</u>	<u>100,000</u>
Net change in fund balance	\$ <u>72,000</u>	(14,341)	<u>156,395</u>
Fund balance, beginning of year		<u>156,764</u>	
Fund balance, end of year		\$ <u>142,423</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Alaska Nutritional Foods Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental - State of Alaska	<u>14,986</u>	<u>6,105</u>	<u>8,881</u>
Expenditures:			
Food services- Supplies, materials and media	<u>14,986</u>	<u>6,105</u>	<u>8,881</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ <u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title VI-B IDEA Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	\$ 237,451	215,764	(21,687)
Expenditures:			
Special education instruction:			
Certificated salaries	61,953	57,827	4,126
Employee benefits	43,577	41,535	2,042
Transportation allowance	3,000	3,000	-
Professional and technical services	67,462	62,861	4,601
Staff travel	10,546	2,079	8,467
Other purchased services	3,000	-	3,000
Supplies, materials and media	16,807	16,052	755
Other expenses	222	-	222
Total special education instruction	206,567	183,354	23,213
Special education support services - students:			
Professional and technical services	15,500	14,737	763
Staff travel	2,484	2,822	(338)
Supplies, materials and media	1,895	4,851	(2,956)
Total special education support services - students	19,879	22,410	(2,531)
District administration support services:			
Indirect costs	11,005	10,000	1,005
Total expenditures	237,451	215,764	21,687
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title I-A Consolidated Admin Pool Program Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 81,500	81,500	-
Expenditures:			
Support services - instruction:			
Certificated salaries	59,906	60,526	(620)
Employee benefits	15,864	17,000	(1,136)
Transportation allowance	1,500	1,650	(150)
Staff travel	4,230	2,324	1,906
Total expenditures	81,500	81,500	-
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Preschool Disabled Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 3,313	3,313	-
Expenditures:			
Special education instruction-			
Professional and technical services	3,159	2,868	291
Special education support services - students-			
Other purchased services	-	291	(291)
District administration support services-			
Indirect costs	154	154	-
Total expenditures	3,313	3,313	-
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Improvement Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 50,000	43,508	(6,492)
Expenditures:			
Instruction-			
Supplies, materials and media	1,600	1,617	(17)
Support services - instruction:			
Certificated salaries	9,800	9,804	(4)
Employee benefits	2,000	252	1,748
Professional and technical services	7,200	7,188	12
Staff travel	26,848	22,426	4,422
Total support services - instruction	45,848	39,670	6,178
District administration support services-			
Indirect costs	2,552	2,221	331
Total expenditures	50,000	43,508	6,492
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title II-A Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 80,213	58,024	(22,189)
Expenditures:			
Instruction:			
Non-certificated salaries	3,380	-	3,380
Supplies, materials and media	1,550	1,625	(75)
Total instruction	4,930	1,625	3,305
Support services - instruction:			
Certificated salaries	6,000	3,842	2,158
Employee benefits	2,250	100	2,150
Professional and technical services	9,000	8,985	15
Staff travel	43,400	31,491	11,909
Supplies, materials and media	2,175	296	1,879
Other expenses	6,840	7,141	(301)
Total support services - instruction	69,665	51,855	17,810
School administration-			
Staff Travel	1,900	1,855	45
District administration support services-			
Indirect costs	3,718	2,689	1,029
Total expenditures	80,213	58,024	22,189
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title I-A Basic Program Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 228,628	176,401	(52,227)
Expenditures:			
Instruction:			
Certificated salaries	78,704	76,202	2,502
Non-certificated salaries	44,564	45,401	(837)
Employee benefits	89,254	41,068	48,186
Transportation allowance	400	-	400
Staff travel	2,610	-	2,610
Supplies, materials and media	2,500	359	2,141
Total instruction	218,032	163,030	55,002
Support services - instruction-			
Staff travel	-	2,631	(2,631)
District administration support services-			
Indirect costs	10,596	8,176	2,420
Community services:			
Certificated salaries	-	2,502	(2,502)
Employee benefits	-	62	(62)
Total community services	-	2,564	(2,564)
Total expenditures	228,628	176,401	52,227
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title I-C Migrant Education Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 492,443	290,729	(201,714)
Expenditures:			
Instruction:			
Certificated salaries	2,500	18,700	(16,200)
Employee benefits	800	1,780	(980)
Professional and technical services	4,710	4,700	10
Student travel	1,030	1,368	(338)
Other purchased services	-	2,550	(2,550)
Supplies, materials and media	50,619	51,304	(685)
Tuition - students and stipends	81,704	53,409	28,295
Total instruction	141,363	133,811	7,552
Support services - students:			
Certificated salaries	119,204	76,204	43,000
Employee benefits	77,853	21,231	56,622
Transportation allowance	3,375	3,374	1
Total support services - students	200,432	100,809	99,623
Support services - instruction:			
Non-certificated salaries	91,263	19,826	71,437
Employee benefits	17,880	11,441	6,439
Professional and technical services	174	6,150	(5,976)
Staff travel	-	43	(43)
Supplies, materials and media	-	189	(189)
Total support services - instruction	109,317	37,649	71,668
District administration support services-			
Indirect costs	19,037	10,999	8,038
Student activities:			
Non-certificated salaries	1,000	1,000	-
Employee benefits	93	86	7
Total student activities	1,093	1,086	7
Student transportation - school activities-			
Other purchased services	21,125	6,300	14,825
Community Services			
Staff travel	76	75	1
Total expenditures	492,443	290,729	201,714
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year	\$	-	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Migrant Book Program Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ <u>10,313</u>	<u>8,315</u>	<u>(1,998)</u>
Expenditures:			
Instruction:			
Certificated salaries	-	3,500	(3,500)
Employee benefits	-	272	(272)
Supplies, materials and media	10,313	4,543	5,770
Total expenditures	<u>10,313</u>	<u>8,315</u>	<u>1,998</u>
Excess (deficiency) of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Migrant Education Parent Advisory Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ <u>5,000</u>	<u>734</u>	<u>(4,266)</u>
Expenditures:			
Community services:			
Staff travel	5,000	-	5,000
Professional and technical services	<u>-</u>	<u>734</u>	<u>(734)</u>
Total expenditures	<u>5,000</u>	<u>734</u>	<u>4,266</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Carl Perkins Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 26,419	26,419	-
Expenditures:			
Instruction:			
Other purchased services	4,073	4,073	-
Supplies, materials and media	21,122	15,404	5,718
Equipment		5,995	(5,995)
Total instruction	<u>25,195</u>	<u>25,472</u>	<u>(277)</u>
District administration support services:			
Indirect costs	<u>1,224</u>	<u>947</u>	<u>277</u>
Total expenditures	<u>26,419</u>	<u>26,419</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Safe Children's Act Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
State of Alaska	\$ <u>600</u>	<u>346</u>	<u>(254)</u>
Expenditures:			
Instruction:			
Supplies, materials and media	<u>600</u>	<u>346</u>	<u>254</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

COVID-19 (ESSERF) Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 181,823	24,077	(157,746)
Expenditures:			
Instruction:			
Certificated salaries	-	21,750	(21,750)
Employee benefits	-	843	(843)
Staff travel	-	368	(368)
Supplies, materials and media	181,823	-	181,823
Total instruction	181,823	22,961	158,862
District administration support services-			
Indirect costs	-	1,116	(1,116)
Total expenditures	181,823	24,077	157,746
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

COVID-19 (GEERF) Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 13,891	6,259	(7,632)
Expenditures:			
District administration support services:			
Indirect costs	-	290	(290)
Food Services:			
Supplies, materials, media	13,891	5,969	7,922
Total expenditures	13,891	6,259	7,632
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

REAP - RLIS Education Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - direct	\$ 14,993	12,035	(2,958)
Expenditures:			
Instruction:			
Employee benefits	14,298	-	14,298
Supplies, materials, media	-	11,264	(11,264)
Total instruction	14,298	11,264	3,034
Support services - instruction-			
Supplies, materials, media	-	213	(213)
District administration support services-			
Indirect costs	695	558	137
Total expenditures	14,993	12,035	2,958
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Indian Education Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - direct	\$ 246,110	244,444	(1,666)
Expenditures:			
Instruction:			
Certificated salaries	219,172	171,967	47,205
Non-certificated salaries	-	7,191	(7,191)
Employee benefits	15,531	53,957	(38,426)
Total instruction	<u>234,703</u>	<u>233,115</u>	<u>1,588</u>
District administration support services:			
Indirect costs	<u>11,407</u>	<u>11,329</u>	<u>78</u>
Total expenditures	<u>246,110</u>	<u>244,444</u>	<u>1,666</u>
Excess (deficiency) of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Johnson O'Malley Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through other intermediate agencies	\$ 33,805	22,357	(11,448)
Expenditures:			
Instruction:			
Non-certificated salaries	1,250	-	1,250
Employee benefits	238	-	238
Professional and technical services	5,275	5,000	275
Student travel	4,279	-	4,279
Supplies, materials and media	12,825	13,149	(324)
Tuition-students and stipends	2,916	-	2,916
Total instruction	26,783	18,149	8,634
Support services - instruction:			
Professional and technical services	5,275	300	4,975
Other expenses	180	1,579	(1,399)
Total support services - instruction	5,455	1,879	3,576
District administration support services:			
Indirect costs	1,567	1,036	531
Community services:			
Professional and technical services	-	1,293	(1,293)
Total expenditures	33,805	22,357	11,448
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

UAF - TASK Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through other intermediate agencies	\$ <u>10,000</u>	<u>9,778</u>	<u>(222)</u>
Expenditures:			
Instruction-			
Supplies, materials and media	<u>10,000</u>	<u>9,498</u>	<u>502</u>
Student transportation - school activities-			
Other purchased services	<u>-</u>	<u>280</u>	<u>(280)</u>
Total expenditures	<u>10,000</u>	<u>9,778</u>	<u>222</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

UAF - Future Educators Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Local sources -			
Other local	\$ <u>4,763</u>	<u>4,193</u>	<u>(570)</u>
Expenditures:			
Student Activities-			
Student travel	<u>4,763</u>	<u>4,193</u>	<u>570</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Inupiaq Immersion Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Local sources -	
Other local	\$ <u>500</u>
Expenditures:	
Instruction:	
Certificated salaries	960
Employee benefits	<u>23</u>
Total expenditures	<u>983</u>
Excess (deficiency) of revenues over expenditures	(483)
Fund balance, beginning of year	<u>116,033</u>
Fund balance, end of year	\$ <u><u>115,550</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NSEDG - Large Infrastructure Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Local sources -	
Other local	\$ <u>66,878</u>
Expenditures:	
Operations and maintenance of plant-	
Equipment	<u>66,878</u>
Excess (deficiency) of revenues over expenditures	-
Fund balance, beginning of year	<u>-</u>
Fund balance, end of year	\$ <u><u>-</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Nome-Beltz Apartments Program Special Revenue Fund

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

Year Ended June 30, 2020

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Charges for services - rental receipts	\$ 250,339	250,339	-
Expenditures:			
Operations and maintenance of plant:			
Professional and technical services	7,811	7,811	
Utility services	5,659	5,659	-
Energy	20,317	20,317	
Other purchased services	2,382	2,382	-
Supplies, materials and media	59,221	59,221	-
Other expenses	624	624	-
Total operations and maintenance of plant	96,014	96,014	-
Excess (deficiency) of revenues over expenditures	\$ 154,325	154,325	-
Fund balance, beginning of year		1,205,541	
Fund balance, end of year		\$ 1,359,866	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Albro Gregory Scholarship Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues -	\$ <u>-</u>
Expenditures -	
Community services:	
Other noncurrent debits	<u>500</u>
Excess (deficiency) of revenues over expenditures	(500)
Fund balance, beginning of year	<u>6,874</u>
Fund balance, end of year	\$ <u><u>6,374</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Verna Mickelson Scholarship Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues -	
	\$ <u>-</u>
Expenditures:	
Community services -	
Other noncurrent debits	<u>986</u>
Excess (deficiency) of revenues over expenditures	(986)
Fund balance, beginning of year	<u>986</u>
Fund balance, end of year	\$ <u><u>-</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NBHS Partial Roof Replacement Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Intergovernmental -	
State of Alaska	\$ <u>129,914</u>
Expenditures:	
Construction and facilities acquisition-	
Professional and technical services	<u>129,914</u>
Excess (deficiency) of revenues over expenditures	-
Fund balance, beginning of year	<u>-</u>
Fund balance, end of year	\$ <u><u>-</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NBHS and NES DDC Control System Upgrade Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance(Deficit)

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Intergovernmental -	
State of Alaska	\$ <u>-</u>
Expenditures:	
Construction and facilities acquisition -	
Professional and technical services	<u>27,338</u>
Excess (deficiency) of revenues over expenditures	(27,338)
Fund balance, beginning of year	<u>-</u>
Fund balance(deficit), end of year	\$ <u><u>(27,338)</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NES Fire Alarm System Replacement Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance(Deficiti)

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Intergovernmental -	
State of Alaska	\$ <u>-</u>
Expenditures:	
Construction and facilities acquisition -	
Professional and technical services	<u>4,880</u>
Excess (deficiency) of revenues over expenditures	(4,880)
Fund balance, beginning of year	<u>-</u>
Fund balance(deficit), end of year	\$ <u><u>(4,880)</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Games of Chance and Skill Agency Fund

Schedule of Changes in Assets and Liabilities

June 30, 2020

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Decreases</u>	<u>Ending Balance</u>
Assets				
Cash and investments	\$ <u>16,229</u>	<u>73</u>	<u>447</u>	<u>15,855</u>
Liabilities				
Due to student groups	\$ 15,850	73	68	15,855
Due to other funds	<u>379</u>	<u>-</u>	<u>379</u>	<u>-</u>
Total liabilities	\$ <u>16,229</u>	<u>73</u>	<u>447</u>	<u>15,855</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Student Activity Agency Fund

Schedule of Changes in Assets and Liabilities

June 30, 2020

	Beginning Balance	Increases	Decreases	Ending Balance
Assets				
Cash and investments	\$ 14,762	348,572	316,675	46,659
Accounts receivable	724	-	-	724
Due from School Operating Fund	264,749	30,484	-	295,233
Prepaid expenses	9,219	-	9,219	-
	<u>\$ 289,454</u>	<u>379,056</u>	<u>325,894</u>	<u>342,616</u>
Liabilities				
Accounts Payable	910	-	910	-
Due to student groups				
Jr./Sr. High school -				
ACSA -- 8th Grade Class of 2020 DC Trip	11,932	13,156	12,393	12,695
ACSA -- 8th Grade Class of 2022 DC Trip	822	295	-	1,117
ACSA -- 8th Grade Class of 2023 DC Trip	52	900	693	259
ACSA -- Action	1,335	-	-	1,335
ACSA - Class of 2021 DC Trip	2,557	2,880	-	5,437
ACSA -- DC Ticket Account	3,767	53	-	3,820
ACSA - Ski & Bike Mechanics	-	1,000	625	375
ACSA -- Student Council	5,474	260	-	5,734
Archery Club	-	120	80	40
Booster Club	4,839	-	4,839	-
Bowling League	494	-	494	-
Boys Varsity Basketball	9,444	11,398	3,423	17,419
Breakfast Snack	142	-	71	71
Bridge Club	896	-	896	-
Class of 2020	6,657	1,100	4,834	2,923
Class of 2021	-	5,179	1,018	4,161
Counselor's Office	407	-	407	-
Cross Country	6,406	1,980	5,210	3,176
Culinary Club	1,180	325	641	864
Culture Club	1,009	1,550	2,424	135
Design Technology	15,002	-	14,919	83
Drama Club	2,886	925	375	3,436
Esports	-	1,181	704	477
General	-	3,571	1,012	2,559
Girls Varsity Basketball	2,339	27,129	(3,107)	32,575
Gym Banners	9,999	12,928	17,635	5,292
Honor Society	133	220	-	353
HS Student Council	1,704	-	569	1,135

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Student Activity Agency Fund

Schedule of Changes in Assets and Liabilities, continued

	Beginning Balance	Increases	Decreases	Ending Balance
Liabilities , continued				
Due to student groups, continued:				
Jr./SR. High school, continued -				
Jr. High Basketball Tournament	2,572	-	-	2,572
Jr. High Boys Basketball	14,186	28,273	17,374	25,085
Jr. High Girls Basketball	8,896	7,877	10,618	6,155
Jr. High Student Council	3,407	24	150	3,281
Jr. High Volleyball	5,960	5,687	4,752	6,895
Jr. High Wrestling	22	-	6,363	(6,341)
JV Boys Basketball	2,259	1,000	2,376	883
JV Girls Basketball	2,154	1,500	2,376	1,278
Let Us Buy - Student Store	1,800	2,108	1,830	2,078
Music/Choir	2,427	9,066	1,965	9,528
Nanook News	(35)	-	-	(35)
Native Youth Leadership NNYLO	5,220	500	4,640	1,080
Native Youth Olympics NYO	12,581	10,550	5,494	17,637
NB Activities	47	-	47	-
NB Class of 2021	1,309	25	-	1,334
NBHS Athletics	4,027	-	3,088	939
NBHS Close Up/DC Trip	15,805	86,880	71,146	31,539
Norton Sound Shootout	4,585	-	200	4,385
NSEDG - Biology Outdoor Equipment	3,000	2,665	5,665	-
NSEDG - Cross Country	675	-	675	-
NSEDG - Outdoor Activities	-	3,263	-	3,263
NSEDG - Student Activity Travel	2,182	17,000	19,295	(113)
NYO Junior Account	3,010	-	-	3,010
Resource Center -- Library	1,869	-	1,869	-
Skills USA VICA	22,506	2,000	235	24,271
Spanish Club	-	-	-	-
Speech & Debate Club	-	4,270	3,234	1,036
Spirit Committee	650	-	-	650
Student Career Exploration Trips	-	8,111	8,111	-
Subway Showdown	217	11,564	5,340	6,441

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Student Activity Agency Fund

Schedule of Changes in Assets and Liabilities, continued

	Beginning Balance	Increases	Decreases	Ending Balance
Liabilities , continued				
Due to student groups, continued:				
High school, continued -				
Suicide, Alcohol and/or Substance Abuse Prevention	2,308	1,500	2,308	1,500
Swim Team	595	300	-	895
Varsity Cheerleading	3,152	4,988	786	7,354
Varsity Volleyball	35,106	18,521	22,996	30,631
Varsity Wrestling	2,123	46,409	31,519	17,013
Yearbook	(5,000)	7,060	2,060	-
You Are Not Alone Club	364	-	364	-
Youth Dance Group	2,980	1,000	-	3,980
Total High School	<u>252,435</u>	<u>368,291</u>	<u>307,031</u>	<u>313,695</u>
Elementary school -				
Lisa's Leepers - Lego Robotics	9,680	-	-	9,680
NES Basketball	27	-	-	27
NES Cross Country	175	-	-	175
NES Library Club	13,005	5,649	9,177	9,477
NES Student Council	663	-	-	663
NES Wrestling	7,390	250	-	7,640
NES Youth Activities	2,462	-	-	2,462
Nome Elementary General Activities	6,548	50	2,000	4,598
Ski Team	352	-	102	250
Youth Basketball	(4,193)	4,813	6,671	(6,051)
Total Elementary School	<u>36,109</u>	<u>10,762</u>	<u>17,950</u>	<u>28,921</u>
Total Due to Student Groups	<u>288,544</u>	<u>379,053</u>	<u>324,981</u>	<u>342,616</u>
Total Due to Student Groups and Liabilities	<u>\$ 289,454</u>	<u>379,053</u>	<u>325,891</u>	<u>342,616</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Schedule of Compliance - AS 14.17.505

June 30, 2020

Total fund balance - School Operating Fund	\$ 2,168,224
less exemptions per 4 AAC 09.160(a)	
Inventory	50,569
Prepaid items	359,069
Federal impact aid received	<u>60,832</u>
Fund Balance Subject to 10% Limitation	<u><u>\$ 1,697,754</u></u>

Nonexempt fund balance as a percentage of current year expenditures:

<u>Fund balance subject to limitation</u>	<u>1,697,754</u>	=	<u>13.29%</u>
Current year expenditures	12,777,820		

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Share of Expenditures
U.S. Department of Education:				
Direct programs:				
Impact Aid	11-AK-2019-0501	84.041	\$ 12,242	12,242
Impact Aid	11-AK-2020-0501	84.041	48,590	48,590
Total CFDA 84.041			<u>60,832</u>	<u>60,832</u>
Indian Education	S060A190518	84.060	<u>246,110</u>	<u>244,444</u>
REAP-RLIS	S358C190003	84.358	<u>14,993</u>	<u>12,035</u>
Passed through the State of Alaska,				
Department of Education and Early Development:				
Title II-A	IP 20.NPSD.01	84.367	80,213	58,024
Staff Development	SD 20.NPSD.01	84.367	2,600	2,600
Total CFDA 84.367			<u>82,813</u>	<u>60,624</u>
Title VI-B IDEA	SE 20.035.01	84.027	237,451	215,764
Preschool Disabled	SE 20.035.01	84.173	3,313	3,313
Total Special Education Cluster			<u>240,764</u>	<u>219,077</u>
Carl Perkins	EK 20.NPSD.01	84.048	26,419	26,419
Staff Development	SD 20.NPSD.01	84.048	4,500	3,796
Total CFDA 84.048			<u>30,919</u>	<u>30,215</u>
Title IA Basic	IP 20.NPSD.01	84.010	228,628	176,401
Title IA Basic Consolidated Admin Pool Program	SE 20.035.01	84.010	40,000	40,000
Staff Development	SD 20.NPSD.01	84.010	5,000	3,348
School Improvement	SI 19.NPSD.02	84.010	50,000	43,508
Total CFDA 84.010			<u>323,628</u>	<u>263,257</u>
COVID-19 Governor's Emergency Relief Fund	ER.20.NPSD.01	84.425C	13,891	6,259
COVID-19 Elementary & Secondary School Emergency Relief Fund	ER.20.NPSD.01	84.425D	181,823	24,077
Total CFDA 84.425			<u>195,714</u>	<u>30,336</u>
Comprehensive State Literacy Development	AL 20.NPSD.01	84.371	<u>43,142</u>	<u>28,043</u>
Staff Development	SD 20.NPSD.01	84.011	3,700	3,700
Title IC Consolidated Admin Pool Program	SE 20.035.01	84.011	41,500	41,500
Title IC Migrant Education	IP 20.NPSD.01	84.011	492,443	290,729
Migrant Book	MB 20.NPSD.01	84.011	10,313	8,315
Migrant, Parent Advisory Council	MP 20.NPSD.02	84.011	5,000	734
Total CFDA 84.011			<u>552,956</u>	<u>344,978</u>
Passed through:				
Association of Alaska School Board - CRSEL	U411C150085	84.411	<u>74,609</u>	<u>38,838</u>
Passed through:				
University of Alaska Fairbanks TASK	S362A180024-19	84.362A	<u>10,000</u>	<u>9,778</u>
Total Department of Education			<u>1,876,480</u>	<u>1,342,457</u>
U.S. Department of Health and Social Services				
Passed through the State of Alaska,				
Department of Education & Early Development:				
Staff Development	SD 20.NPSD.01	93.243	<u>4,000</u>	<u>4,000</u>
U.S. Department of the Interior:				
Passed through Kawerak, Inc.:				
Johnson O'Malley	FY20	15.130	<u>33,805</u>	<u>22,357</u>
U.S. Department of Agriculture:				
Passed through the State of Alaska,				
Department of Education and Early Development:				
National School Breakfast Program	MS 20.NPSD.01	10.553	139,153	139,153
COVID-19 National School Breakfast Program	MS 20.NPSD.01	10.553	11,349	11,349
Total CFDA 10.553			<u>150,502</u>	<u>150,502</u>
National School Lunch Program	MS 20.NPSD.01	10.555	269,018	269,018
COVID-19 National School Lunch Program	MS 20.NPSD.01	10.555	21,828	21,828
Commodity Supplemental Food Program	FY20	10.555	23,068	23,068
Total CFDA 10.555			<u>313,914</u>	<u>313,914</u>
COVID-19 Summer Food Service Program	MS 20.NPSD.01	10.559	154,869	154,869
Total Child Nutrition Cluster			<u>619,285</u>	<u>619,285</u>
Food Distribution Admin Fee Reimbursement	FD 20.NPSD.01	10.560	<u>1,358</u>	<u>1,358</u>
Total Department of Agriculture			<u>620,643</u>	<u>620,643</u>
Total Expenditures of Federal Awards			<u>\$ 2,534,928</u>	<u>1,989,457</u>

See accompanying notes to the Schedule

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Nome Public Schools under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of Nome Public Schools, it is not intended to and does not present the basic financial statements of Nome Public Schools.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Nome Public Schools has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3. Non-monetary Assistance

Non-monetary assistance is reported in the schedule at fair market value of commodities received and disbursed. For the year ended June 30, 2020, the District received \$23,068 in commodities.

Note 4. Passed Through Awards

No amounts were passed through to subrecipients.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Schedule of State Financial Assistance

Year Ended June 30, 2020

<u>Grant Title</u>	<u>Grant Number</u>	<u>Grant Award</u>	<u>Eligible Expenditures</u>
State of Alaska, Department of Education and Early Development:			
Direct:			
# Foundation	None	\$ 8,904,940	8,904,940
Quality Schools	None	27,139	27,139
# Student Transportation	None	478,897	478,897
NBHS Partial Roof Replacement	GR-19-018	1,556,442	129,914
Safe Childrens Act	SC18.NPSD.01	600	346
House Bill 287	None	199,123	199,123
Dividend Raffle Funds	None	3,240	3,240
Total Department of Education and Early Development		11,170,381	9,743,599
State of Alaska, Department of Administration:			
Direct:			
# On-behalf TRS	FY20	813,064	813,064
On-behalf PERS	FY20	106,398	106,398
Total State of Alaska, Department of Administration		919,462	919,462
State of Alaska, Department of Commerce, Community, and Economic Development:			
Direct:			
Alaska Nutritional Foods	None	14,986	6,105
Total state financial assistance		\$ 12,104,829	10,669,166

See accompanying notes to schedule.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Notes to Schedule of State Financial Assistance

Year Ended June 30, 2020

Note 1. Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state award activity of Nome Public Schools under programs of the State of Alaska for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Nome Public Schools, it is not intended to and does not present the basic financial statements of Nome Public Schools.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the District's basic financial statements.

Note 3. Subrecipients

No state funds were passed through to Subrecipients.

Note 4. Major Programs

denotes a major program for compliance audit purposes.

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Independent Auditor's Report

Members of the School Board
Nome Public Schools
Nome, Alaska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Nome Public Schools, a component unit of the City of Nome, Alaska, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Nome Public School's basic financial statements, and have issued our report thereon dated November 3, 2020.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Nome Public Schools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



Anchorage, Alaska
November 3, 2020

**Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance
Required by the Uniform Guidance**

Independent Auditor's Report

Members of the School Board
Nome Public Schools
Nome, Alaska

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

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

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

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

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



Anchorage, Alaska
November 3, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Federal Schedule of Findings and Questioned Costs

Year Ended June 30, 2020

Section I – Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Is a going concern emphasis-of-matter paragraph included in the audit report?

_____ Yes X No

Internal control over financial reporting:

Material weakness identified?

_____ Yes X No

Significant deficiency identified?

_____ Yes X None reported

Noncompliance material to the financial statements noted?

_____ Yes X No

Federal Awards

Internal control over major federal programs (2 CFR 200.516(a)(1)):

Material weakness identified?

_____ Yes X No

Significant deficiency identified?

_____ Yes X None reported

Any material noncompliance with provisions of laws, regulations, contracts, or grant agreements related to a major program (2 CFR 200.516(a)(2))?

_____ Yes X No

Type of auditor's report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR 200.516(a)(3) or (4)?

_____ Yes X No

Identification of major programs:

CFDA Number(s)

84.060

10.553/10.555/10.559

Name of Federal Program or Cluster

Indian Education

Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes X No

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Federal Schedule of Findings and Questioned Costs, Continued

Section II – Financial Statement Findings

Nome Public Schools did not have any findings that relate to the financial statements.

Section III – Federal Award Findings

Nome Public Schools did not have any findings that relate to the federal awards.

Report on Compliance for Each Major State Program and Report on Internal Control over Compliance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*

Independent Auditor's Report

Members of the School Board
Nome Public Schools
Nome, Alaska

Report on Compliance for Each Major State Program

We have audited Nome Public Schools compliance with the types of compliance requirements described in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* that could have a direct and material effect on each of Nome Public Schools' major State programs for the year ended June 30, 2020. Nome Public Schools major State programs are identified in the accompanying Schedule of State Financial Assistance.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Nome Public Schools' major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Those standards and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Nome Public Schools' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Nome Public Schools' compliance.

Opinion on Each Major State Program

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

Report on Internal Control over Compliance

Management of Nome Public Schools is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Nome Public Schools' internal control over compliance with the types of requirements that could have a direct and material effect on each major State program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major State program and to test and report on internal control over compliance in accordance with *the State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Nome Public Schools' internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Accordingly, this report is not suitable for any other purpose.



Anchorage, Alaska
November 3, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

State Schedule of Findings and Questioned Costs

Year Ended June 30, 2020

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

State Awards

Internal control over major programs:

Material weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Type of auditor’s report issued on compliance
for major programs:

Unmodified

Dollar threshold used to distinguish a state major program:

\$ 200,000

Section II – Financial Statement Findings

See Federal Schedule of Findings and Questioned Costs.

Section III – State Award Findings and Questioned Costs

The Nome Public Schools did not have any findings related to the state awards.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Letter to the Governing Board

Year Ended June 30, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Letter to the Governing Board

Year Ended June 30, 2020

November 3, 2020

Members of the Board
Nome Public Schools
City of Nome, Alaska

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Nome Public Schools (the District), a component unit of the City of Nome, Alaska, for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the District's basic financial statements. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, Title 2.U.S. Code of Federal Regulations Part 200, *Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 6, 2020. Professional standards also require that we communicate to you the following information related to our audit.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Nome Public Schools are described in Note 1 to the Financial Statements. No new accounting policies were adopted and the application of existing policies were not changed in 2020. We noted no transactions entered into by Nome Public Schools during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's financial statements were:

All Opinion Units:

Management's estimate of the collectability of accounts receivable is based on historical collections. We evaluated the key factors and assumptions used to develop the collectability of accounts receivable in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of health and medical insurance liability is based on claims paid for the year and a three month estimate of the insurance liability. We evaluated the key factors and assumptions used to develop the health and medical liability in determining that it is reasonable in relation to the financial statements taken as a whole.

Government-wide Opinion Unit:

Management's estimate of the useful lives and depreciation is based upon the expected life of an asset. We evaluated the key factors and assumptions used to develop the useful lives and depreciation expense in determining that it is reasonable in relation to the financial statements as a whole.

Management's estimates of the District's proportionate share of the collective net pension/OPEB liability and asset and related deferred outflows and inflows of resources are based on information furnished by the State of Alaska and actuarial reports generated during the audit of the Public Employees' Retirement System and Teachers' Retirement System. The amortization of these deferrals is based on guidance provided by the Governmental Accounting Standards Board. We evaluated the key factors and assumptions used to develop the estimates of the District's proportionate share of the collective net pension/OPEB liability and deferred outflows and inflows of resources and related amortization in determining that it is reasonable in relation to the financial statements as a whole.

Financial Statement Disclosures

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. During the course of our audit we noted the following misstatement that was corrected by management:

- \$127,810 to adjust Health Insurance Accrual.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 3, 2020.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Internal Control Matters

See the June 30, 2020 audited financial statements Compliance Reports for definitions and descriptions of deficiencies, significant deficiencies, material weaknesses, and any reported findings.

Supplementary Information

We applied certain limited procedures to Schedules of Proportionate Share of Net Pension/OPEB Liability and Asset and Contributions for the Public Employees' Retirement System and the Teachers' Retirement System, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Additional Supplementary Information, as listed in the table of contents of the financial statements, which accompany the financial statements but is not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Nome Public School's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Accounting Assistance

As part of our engagement we drafted the financial statements of the District from the District's accounting records; however, management of the District was involved in the drafting process and retains responsibility for the basic financial statements.

Restriction of Use

This information is intended solely for the use of the School Board and management of Nome Public Schools and is not intended to be and should not be used by anyone other than these specified parties.



Anchorage, Alaska

SCHOOL BOARD COMMUNICATION

Title: Approval of 2019-2020 Audit Report

Date: November 9, 2020

Administrator: Jamie Burgess, Superintendent

Attachments: Audited Financial Statements and Letter to the Board from Altman, Rogers & Co.

☒	Action Needed	☐	For Discussion	☐	Information	☐	Other
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BACKGROUND INFORMATION

As required by Alaska State Statute 14.14.050, the district had its annual audit performed by Altman, Rogers & Co., which was completed on November 3, 2020. No materials findings were presented. The administration thanks Ms. Genevieve Hollins, Business Manager, for her expertise in handling the district's business affairs and finances.

ADMINISTRATIVE RECOMMENDATION

The administration recommends approval of the Nome Public Schools audit report for the 2019-2020 school year.

Sample Motion: I move to approve the Nome Public Schools audit report for the 2019-2020 school year.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Management Discussion and Analysis, Basic Financial Statements,
Required Supplementary Information, Additional Supplementary
Information and Compliance Reports

Year Ended June 30, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Management Discussion and Analysis, Basic Financial Statements,
Required Supplementary Information, Additional Supplementary
Information and Compliance Reports

Year Ended June 30, 2020

NOME PUBLIC SCHOOLS

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NOME PUBLIC SCHOOLS

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NOME PUBLIC SCHOOLS

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Independent Auditor's Report

Members of the School Board
Nome Public Schools
City of Nome, Alaska

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Nome Public Schools (the District), a component unit of the City of Nome, Alaska, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Nome Public Schools', as of June 30, 2020, and the respective changes in financial position and the respective budgetary comparison for the School Operating Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Schedules of District's Net Pension and OPEB Liabilities and Assets, and the Pension and OPEB Contributions on pages 4-10 and 51 through 58, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The information listed in the table of contents as Additional Supplementary Information, which include Major Governmental Fund: Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual for the School Operating Fund, Schedule of Revenues, Expenditures, and Changes in Fund Balance – General Capital Projects Fund – Other Governmental Funds: Combining Balance Sheet and Combining Statement of Revenues Expenditures and changes in Fund Balances(Deficit) , Schedule of Revenues Expenditures and Changes in Fund Balance (deficit) – Budget and Actual – Other Governmental Funds (where applicable), Schedule of Changes in Assets and Liabilities – Agency Fund, Schedule of Compliance- AS 14.17.505, and the Schedule of Expenditures of Federal Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and the Schedule of State Financial Assistance which is presented as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Members of the School Board
Nome Public Schools

The Additional Supplementary 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Additional Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 3, 2020, on our consideration of the Nome Public Schools' 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 Nome Public Schools' 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 Nome Public Schools' internal control over financial reporting and compliance.

Altman, Rogers & Co.

Anchorage, Alaska
November 3, 2020

MANAGEMENT DISCUSSION AND ANALYSIS

Management's Discussion and Analysis

Year Ended June 30, 2020

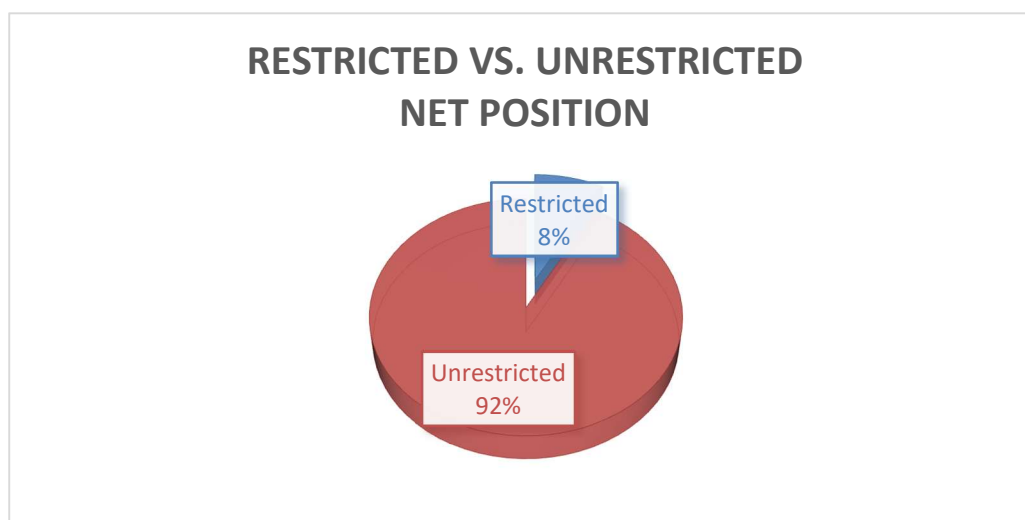
This section of Nome Public Schools' annual financial report presents its discussion and analysis of the District's financial performance during the year ended June 30, 2020, with comparative information in some instances for the year ended June 30, 2019. Please read it in conjunction with the District's financial statements, which immediately follow this section.

Financial Highlights

Key financial highlights for 2020 and 2019 are as follows:

- The assets and deferred outflows of resources of the Nome Public Schools were more than its liabilities and deferred inflows of resources at the end of the fiscal year by \$2,565,807 in FY20 compared to (\$718,207) in FY19 (net position). Of these amounts, \$1,426,890 in FY20 and (\$1,487,294) in FY19 (unrestricted net position) may be used to meet the District's ongoing obligations to students, teachers, citizens, and creditors. Figure 1, below, illustrates the difference between restricted and unrestricted net position for the year ended June 30, 2020.

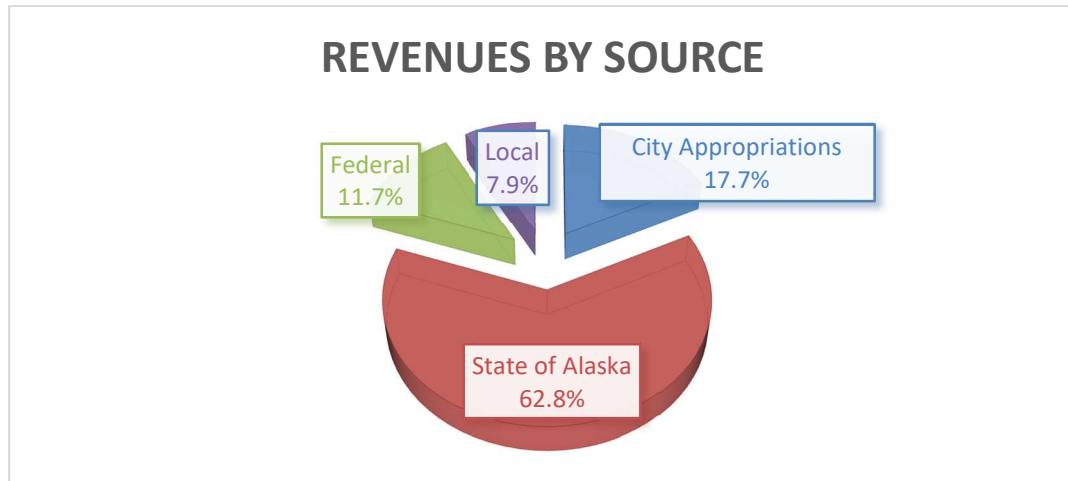
Figure 1



- In total, net position increased \$3,284,014 in FY20 compared to an increase of \$3,923,263 in FY19. All activities in the District are governmental activities. There were no business-type activities in 2020 or 2019.
- Total general revenues, as noted on the Statement of Activities (Exhibit B-1), accounted for \$13,146,183 or 86% of all revenues in FY20 compared to \$13,581,066 or 81% in FY19. Program specific revenues accounted for \$2,224,832 or 14% of total revenues of \$15,371,015 in FY20. Revenue streams come from local, state and federal sources, as noted on the Statement of Revenues, Expenditures, and Changes in Fund Balance (Exhibit D-1). Of the \$16,996,708 in total revenues in FY20, 62.8% is from the State of Alaska, 17.7% from City Appropriations, 11.7% from federal sources, and 7.9% from local sources. Figure 2, below, illustrates the sources of revenues for FY20.

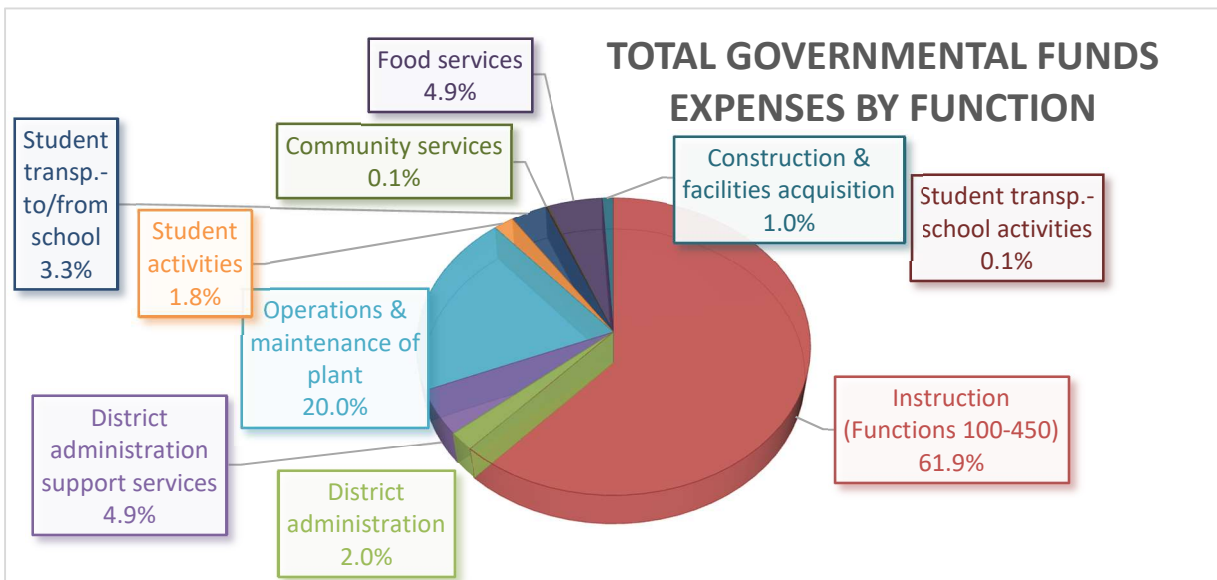
Management's Discussion and Analysis

Figure 2



- The District had \$12,087,001 in expenses in FY20 compared to \$12,743,759 in expenses in FY19. Only \$254,001 of these expenses were offset by program specific charges for services and grants. In FY19, \$236,329 of these expenses were offset by program specific charges for services and grants.
- Governmental Funds expensed as instruction (functions 100-450) totaled \$10,035,218 or 61.9% of total expenses, operations & maintenance totaled \$3,242,901 or 20%, food services totaled \$802,870 or 4.9%, district admin support services \$799,639 or 4.9%, student transportation totaled \$546,203 or 3.4%, with remaining categories totaling \$796,586 or 4.9%. Figure 3, below, illustrates the breakdown of governmental fund expenses for FY20.

Figure 3



- As of the close of the current fiscal year, Nome Public Schools' governmental funds reported combined ending fund balances of \$7,383,994 compared to \$6,610,703 in FY19. A portion of this amount is categorized as non-spendable, restricted and committed. In FY20, \$1,726,368 is available for spending at the District's discretion (categorized as Unassigned). In FY19, \$1,232,779 was available for spending at the District's discretion.

Management's Discussion and Analysis

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Nome Public Schools' basic financial statements. Nome Public Schools' basic financial statements are comprised of 1) government-wide financial statements 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves. The basic financial statements include two kinds of statements that present different views of the District's activities.

- *Government-wide financial statements* provide both short-term and long-term information about the District's overall financial status.
- *Fund financial statements* focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements.
- Fund financial statements include the governmental fund statements which tell how basic services, such as, instruction were financed in the short-term as well as what remains for future spending. The fiduciary fund statement provides information about the financial relationship in which the District acts solely as an agent for the benefit of student groups.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by required supplementary information, additional supplementary information on individual fund activity, Expenditures of Federal Awards, and the Schedule of State Financial Assistance.

Government-Wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes 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.

The two government-wide statements report the District's *net position* and how it has changed. Net position - the difference between the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources - is one way to measure the District's financial position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the overall financial position, you need to consider additional nonfinancial factors such as the condition of school buildings and other facilities.

The government-wide financial statements include all the District's *governmental activities*, which accounts for all of the District's basic services such as instruction, maintenance and operations, and administration. There are no *business-type activities* in Nome Public Schools.

Management's Discussion and Analysis

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds - not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and/or by governmental accounting standards.
- The District establishes other funds to control and manage money for a particular purpose or to show that it is properly using certain fund revenues (such as federal grants).

The District has two types of funds:

- *Governmental Funds:* Most of the District's basic services are included in governmental funds. Unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of spendable resources, as well as balances of spendable resources left at fiscal year-end. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. 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. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.
- Nome Public Schools maintains several individual governmental funds. 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 the School Operating Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* and individual budget to actual schedules elsewhere in this report.
- *Fiduciary Funds:* The District is the agent, or *fiduciary*, for assets that belong to others as is the case with the Student Activities Agency Fund. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

The individual major fund statements and combining statements for nonmajor governmental funds referred to earlier are presented immediately following the basic financial statements. This includes combining and individual fund statements and schedules.

Management's Discussion and Analysis

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a district's financial position. In the case of Nome Public Schools, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$2,565,807 at June 30, 2020.

A portion of the District's net position is invested in capital assets or restricted for specific purposes. Capital assets are presented, less any related debt used to acquire those assets that is still outstanding. Nome Public Schools uses these capital assets to provide services to students; consequently, these assets are *not* available for future spending.

Financial Analysis of the District as a Whole

The following table provides a summary of the District's net position for 2020 compared to 2019:

	Condensed Statement of Net Position Governmental Activities	
	2020	2019
Assets and Deferred Outflows of Resources:		
Current assets	\$ 8,729,609	8,206,812
Long-term assets	1,367,578	645,194
Deferred outflows of resources	985,081	1,118,389
Total Assets and Deferred Outflows	<u>\$ 11,082,268</u>	<u>9,970,395</u>
Liabilities and Deferred Inflows of Resources:		
Current liabilities	1,305,333	1,507,210
Long-term liabilities	6,117,055	8,445,198
Deferred inflows of resources	1,094,073	736,194
Total Liabilities and Deferred Inflows	<u>8,516,461</u>	<u>10,688,602</u>
Net Position:		
Net investment in capital assets	1,016,993	645,194
Restricted	121,924	123,893
Unrestricted	1,426,890	(1,487,294)
Total Net Position	<u>2,565,807</u>	<u>(718,207)</u>
Total Liabilities, Deferred Inflows, and Net Position	<u>\$ 11,082,268</u>	<u>9,970,395</u>

Management's Discussion and Analysis

The following table shows the changes in net position for fiscal year 2020 compared to fiscal year 2019:

		Governmental Activities	
		2020	2019
Revenues:			
Charges for services	\$	254,001	236,329
Program revenues:			
Operating grants and contributions		1,840,917	2,819,785
Capital grants and contributions		129,914	29,842
General revenues:			
City appropriations		3,000,000	3,078,762
E-rate revenue		576,180	582,546
Unrestricted grants		9,195,274	9,583,278
Unrestricted local revenue		374,729	336,480
Total revenues	\$	15,371,015	16,667,022
Expenses:			
Governmental activities:			
Instruction		3,509,994	4,349,386
Special education instruction		735,180	790,438
Special education support services - students		130,846	180,140
Support services - students		366,542	247,905
Support services - instruction		1,502,036	1,350,841
School administration		286,695	575,192
School administration support services		245,890	273,298
District administration		125,303	214,810
District administration support services		676,054	651,864
Operations and maintenance of plant		3,089,126	2,532,022
Student activities		54,825	280,834
Student transportation services		540,582	524,338
Community Services		17,957	19,398
Food services		805,971	753,293
Total expenses		12,087,001	12,743,759
Change in net position		3,284,014	3,923,263
Net position, beginning of year		(718,207)	(4,641,470)
Net position, end of year	\$	2,565,807	(718,207)

General revenues accounted for most of the District's total revenues (86%). Operating grants and contributions, charges for services, and capital grants and contributions accounted for 14% of the District's total revenues. Total governmental revenues decreased by \$1,296,007 and total expenses decreased by \$656,758 in 2020.

Management's Discussion and Analysis

The decrease in revenue in the current year is primarily the result of a decrease in revenue related to the operating grants. The decrease in expenses is primarily the result of decreases in salary and benefits and overall expenditures in the School Operating Fund.

School Operating Fund Budgetary Highlights

The District's budget is prepared according to Alaska law and is based on a modified accrual basis of accounting. The most significant budgeted fund is the School Operating Fund.

During the course of fiscal year 2020, the District amended its School Operating Fund budget as needed. A schedule of these changes and actual expenditure amounts can be found under Exhibit E-1 in the Statement of Revenues, Expenditures, and Changes in Fund Balance - Original and Final Budget and Actual.

The actual revenues were \$130,892 more than anticipated.

The actual expenditures were \$541,692 less than budgeted mostly due to instructional salaries and benefits being less than budgeted.

Capital Assets and Long-Term Debt

At June 30, 2020 and 2019, the District had invested \$1,016,993 and \$645,194, respectively, in equipment, vehicles, and improvements, all as governmental activities. In accordance with Alaska Statute, all land used by the District is owned and accounted for by the City of Nome. In addition, any improvements to assets belonging to the City of Nome will be contributed to the City upon completion.

Additional information on the District's capital assets can be found in the notes to the financial statements.

At June 30, 2020, the District had no outstanding long-term debt.

Economic Factors and Next Year's Budget

The members of the School Board, the superintendent and administrators considered many factors when setting the fiscal year 2021 budget. Salary and benefits, fuel & utility costs, student transportation, food service, as well as materials and supplies to support District instruction and operations were all considered. The District expects to continue with the same grants and contributions in fiscal year 2021.

Contacting the District's Financial Management

This financial report is designed to provide citizens, taxpayers, parents, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact AKEBS, Business Consultants for Nome Public Schools at telephone number (907) 230-2169 or (907) 443-2231.

BASIC FINANCIAL STATEMENTS

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Statement of Net Position

June 30, 2020

	Governmental Activities
<u>Assets and Deferred Outflows of Resources</u>	
Current assets:	
Cash and cash equivalents	\$ 7,085,416
Accounts receivable	1,066,463
Insurance refund receivable	127,810
Inventories	50,569
Prepaid items	399,351
Total current assets	<u>8,729,609</u>
Non-current assets:	
Capital assets,	
net of accumulated depreciation	1,016,993
Net Pension and OPEB assets	350,585
Total long-term assets	<u>1,367,578</u>
Deferred outflows of resources -	
Pension and OPEB deferrals	<u>985,081</u>
Total assets and deferred outflows of resources	<u>\$ 11,082,268</u>
<u>Liabilities and Deferred Inflows of Resources</u>	
Current liabilities:	
Accounts payable	\$ 227,804
Accrued payroll liabilities	346,847
Unearned revenue	435,449
Due to student groups	295,233
Total current liabilities	<u>1,305,333</u>
Non-current liabilities:	
Due within one year:	
Accrued leave	105,653
Due after one year:	
Net pension and OPEB liability	6,011,402
Total long-term liabilities	<u>6,117,055</u>
Deferred inflows of resources -	
Pension and OPEB deferrals	<u>1,094,073</u>
Total liabilities and deferred inflows of resources	<u>8,516,461</u>
<u>Net Position</u>	
Net investment in capital assets	1,016,993
Restricted	121,924
Unrestricted	1,426,890
Total net position	<u>2,565,807</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 11,082,268</u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Statement of Activities

Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for	Operating	Capital	Revenue and
		Services	Grants and	Grants and	Changes in
			Contributions	Contributions	Net Position
					Total
					Governmental
					Activities
Governmental activities:					
Instruction	\$ 3,509,994	-	198,717	-	(3,311,277)
Special education instruction	735,180	-	144,381	-	(590,799)
Special education support services - students	130,846	-	10,410	-	(120,436)
Support services - students	366,542	-	85,989	-	(280,553)
Support services - instruction	1,502,036	-	261,461	-	(1,240,575)
School administration	286,695	-	(65,883)	-	(352,578)
School administration support services	245,890	-	(2,718)	-	(248,608)
District administration	125,303	-	(20,935)	-	(146,238)
District administration support services	676,054	-	45,339	-	(630,715)
Operation and maintenance of plant	3,089,126	250,339	51,417	129,914	(2,657,456)
Student activities	54,825	-	(5,573)	-	(60,398)
Student transportation- to and from school	530,336	-	472,651	-	(57,685)
Student transportation- school activities	10,246	-	12,984	-	2,738
Community services	17,957	-	16,008	-	(1,949)
Food services	805,971	3,662	636,669	-	(165,640)
Total Governmental Activities	\$ 12,087,001	254,001	1,840,917	129,914	(9,862,169)
General revenues:					
City appropriations				\$	3,000,000
State sources not restricted to specific programs					9,134,442
Federal sources not restricted to specific programs					60,832
E-rate					576,180
Other					374,729
Total general revenues					13,146,183
Change in net position					3,284,014
Net position, beginning of year					(718,207)
Net position, end of year				\$	2,565,807

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Balance Sheet - Governmental Funds

June 30, 2020

	School Operating Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<u>Assets</u>				
Assets:				
Cash and investments	\$ 7,085,416	-	-	7,085,416
Accounts receivable	476,516	-	589,947	1,066,463
Insurance refund receivable	127,810	-	-	127,810
Due from other funds	512,160	3,261,784	2,376,049	6,149,993
Inventories	50,569	-	-	50,569
Prepaid items	359,069	-	-	359,069
Total assets	<u>\$ 8,611,540</u>	<u>3,261,784</u>	<u>2,965,996</u>	<u>14,839,320</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 144,417	5,140	78,247	227,804
Accrued payroll liabilities	346,847	-	-	346,847
Unearned revenue	18,986	-	416,463	435,449
Due to other funds	5,637,833	-	512,160	6,149,993
Due to student activities	295,233	-	-	295,233
Total liabilities	<u>6,443,316</u>	<u>5,140</u>	<u>1,006,870</u>	<u>7,455,326</u>
Fund balances:				
Nonspendable	409,638	-	-	409,638
Restricted	-	-	121,924	121,924
Committed	-	3,256,644	1,869,420	5,126,064
Unassigned	1,758,586	-	(32,218)	1,726,368
Total fund balances	<u>2,168,224</u>	<u>3,256,644</u>	<u>1,959,126</u>	<u>7,383,994</u>
Total liabilities and fund balances	<u>\$ 8,611,540</u>	<u>3,261,784</u>	<u>2,965,996</u>	<u>14,839,320</u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Reconciliation of Governmental Funds Balance Sheet
to Statement of Net Position

Year Ended June 30, 2020

Total fund balances of governmental funds		\$ 7,383,994
Total net assets reported for governmental activities in the Statement of Net Position is different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		1,016,993
Long-term liabilities are not due and payable in the current period and therefore are not reported as fund liabilities.		
Long-term liabilities reported in these statements consist of:		
Accrued leave		(105,653)
Defined contribution forfeitures are recognized when used to offset current contributions under the current financial resources method of accounting.		
This is the balance of the unused forfeitures.		40,282
Proportionate share of the collective net pension/OPEB liability:		
PERS	(2,559,555)	
TRS	<u>(3,451,847)</u>	(6,011,402)
Proportionate share of the collective net pension/OPEB asset:		
PERS	12,999	
TRS	<u>337,586</u>	350,585
Deferred inflows and outflows of resources are the result of timing differences in the actuarial report:		
Pension/OPEB related assets in the current fiscal year are presented as deferred outflows of resources.		
PERS	551,735	
TRS	<u>433,346</u>	985,081
Pension/OPEB related liabilities in the current fiscal year are presented as deferred inflows of resources.		
PERS	(460,414)	
TRS	<u>(633,659)</u>	<u>(1,094,073)</u>
Net position of governmental activities		\$ <u><u>2,565,807</u></u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Statement of Revenues, Expenditures and Changes in Fund Balance

Governmental Funds

Year Ended June 30, 2020

	School Operating Fund	General Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Local sources:				
Charges for services	\$ -	-	254,001	254,001
Other local	374,729	-	133,175	507,904
E-rate	576,180	-	-	576,180
Intergovernmental:				
City appropriations	3,000,000	-	-	3,000,000
State of Alaska	10,053,904	-	615,262	10,669,166
Federal sources	60,832	-	1,928,625	1,989,457
Total revenues	<u>14,065,645</u>	<u>-</u>	<u>2,931,063</u>	<u>16,996,708</u>
Expenditures:				
Current:				
Instruction	4,765,256	-	672,205	5,437,461
Special education instruction	989,003	-	186,222	1,175,225
Special education support services - students	183,811	-	22,701	206,512
Support services - students	403,831	-	100,809	504,640
Support services - instruction	1,312,210	110,442	293,480	1,716,132
School administration	669,881	-	1,855	671,736
School administration support services	295,181	28,331	-	323,512
District administration	322,580	-	-	322,580
District administration support services	748,824	-	50,815	799,639
Operations and maintenance of plant	2,798,605	272,832	171,464	3,242,901
Student activities	288,638	-	5,279	293,917
Student transportation-to and from school	-	-	532,585	532,585
Student transportation-school activities	-	-	13,618	13,618
Community services	-	-	17,957	17,957
Food services	-	-	802,870	802,870
Construction and facilities acquisition	-	-	162,132	162,132
Total expenditures	<u>12,777,820</u>	<u>411,605</u>	<u>3,033,992</u>	<u>16,223,417</u>
Excess (deficiency) of revenues over expenditures	1,287,825	(411,605)	(102,929)	773,291
Other financing sources				
Transfers, net	(621,798)	431,798	190,000	-
Net change in fund balance	666,027	20,193	87,071	773,291
Fund balances, beginning of year	<u>1,502,197</u>	<u>3,236,451</u>	<u>1,872,055</u>	<u>6,610,703</u>
Fund balances, end of year	<u>\$ 2,168,224</u>	<u>3,256,644</u>	<u>1,959,126</u>	<u>7,383,994</u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to Statement of Activities

Year Ended June 30, 2020

Net change in fund balances - total governmental funds	\$	773,291
The change in net position reported for governmental activities in the Statement of Activities is different because:		
Governmental funds report capital outlay 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. These are the amounts reported for capital outlay and depreciation.		
Depreciation expense	(124,720)	
Acquisition of capital assets	<u>501,155</u>	376,435
Governmental funds only report the disposed of assets to the extent proceeds are received from the sale. In the Statement of Activities, a gain or loss is reported for each disposal. The net effect of transactions involving capital assets is to decrease net position.		
Cost of assets disposed	(57,191)	
Accumulated depreciation of assets disposed	<u>52,555</u>	(4,636)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore, are not reported as expenditures in governmental funds.		
Change in the unfunded net pension and OPEB liability and assets:		
PERS	1,150,424	
TRS	<u>1,576,385</u>	2,726,809
Changes in deferred inflow and outflow of resources are the results of timing differences in the actuarial report and adjustments to reflect employer and non-employer contributions based on the measurement date of the liability.		
PERS	(123,668)	
TRS	<u>(367,519)</u>	(491,187)
Defined contribution forfeitures are recognized when used to offset current contributions under the current financial resources method of accounting. This is the change in the balance of the unused forfeitures.		
		(48,617)
Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Similarly, payments of principal of long-term debt in the governmental funds, are not reported as expenses in the Statement of Activities.		
These are the net changes in long-term liability balances.		
Change in accrued annual leave		<u>(48,081)</u>
Change in net position of governmental activities	\$	<u><u>3,284,014</u></u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

Statement of Revenues, Expenditures, and Changes
in Fund Balance - Original and Final Budget and Actual

Year Ended June 30, 2020

	Original Budget	Final Budget	Actual	Variance with Final Budget - Positive (Negative)
Revenues:				
Local sources:				
Other local	\$ 283,700	405,587	374,729	(30,858)
E-rate	598,647	598,647	576,180	(22,467)
Intergovernmental:				
City appropriation	3,000,000	3,000,000	3,000,000	-
State of Alaska	9,511,601	9,880,519	10,053,904	173,385
Federal sources	100,000	50,000	60,832	10,832
Total revenues	<u>13,493,948</u>	<u>13,934,753</u>	<u>14,065,645</u>	<u>130,892</u>
Expenditures:				
Current:				
Instruction	4,966,000	4,974,607	4,765,256	209,351
Special education instruction	1,163,239	1,048,265	989,003	59,262
Special education support services - students	173,808	209,772	183,811	25,961
Support services - students	401,396	434,956	403,831	31,125
Support services - instruction	1,355,874	1,331,362	1,312,210	19,152
School administration	721,581	706,902	669,881	37,021
School administration support services	333,942	325,375	295,181	30,194
District administration	323,371	327,944	322,580	5,364
District administration support services	816,275	835,443	748,824	86,619
Operations and maintenance of plant	2,876,641	2,828,812	2,798,605	30,207
Student activities	274,753	296,074	288,638	7,436
Total expenditures	<u>13,406,880</u>	<u>13,319,512</u>	<u>12,777,820</u>	<u>541,692</u>
Excess (deficiency) of revenues over expenditures	<u>87,068</u>	<u>615,241</u>	<u>1,287,825</u>	<u>672,584</u>
Other financing sources - Transfers out	<u>(484,850)</u>	<u>(621,798)</u>	<u>(621,798)</u>	<u>-</u>
Net change in fund balance	<u>\$ (397,782)</u>	<u>(6,557)</u>	<u>666,027</u>	<u>672,584</u>
Fund balance, beginning of year			<u>1,502,197</u>	
Fund balance, end of year			<u>\$ 2,168,224</u>	

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Agency Funds

Statement of Fiduciary Assets and Liabilities

June 30, 2020

Assets:

Cash and investments	\$ 62,514
Accounts receivable	724
Due from School Operating Fund	<u>295,233</u>
Total assets	<u><u>358,471</u></u>

Liabilities:

Due to student groups	<u>358,471</u>
Total liabilities	<u><u>\$ 358,471</u></u>

The notes to the financial statements are an integral part of this statement.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements

June 30, 2020

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The accompanying financial statements of the Nome Public Schools (hereafter referred to as the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The Nome Public Schools is organized under Title 29.43.030 of Alaska Statutes as amended. The City has delegated the administrative responsibility for these functions to the School Board of the Nome Public Schools. Members of the School Board are elected by the public.

The accompanying financial statements include all the activities of the District. On an annual basis, the School Board is required to submit a budget to the City Council for approval for the purpose of appropriating the local contribution. The School Board has the authority over hiring and firing all personnel and manage its financial operation subject to the limitations established by State Law and City Charter. The school board is required to submit annual budget to the City Council for approval, and all bonded indebtedness is through the City.

The School Board does not exercise oversight responsibility over any other entity. No other entity engages in activities which benefit the School District, nor do any special financial relationships exist between the District and any other entity. Therefore, the School District does not have any component units, as defined in Governmental Accounting Standards Board (GASB) Statements.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the School District. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. The School District does not presently have any business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operations or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as *general revenues*. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the district-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column named "other governmental funds".

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting, except expenditures related to compensated absences and claim and judgments, which are recorded only when payment is due.

The District follows the Uniform Chart of Accounts for School Districts as required by the State of Alaska, Department of Education and Early Development. This manual sets forth guidelines, for financial reporting and requirements for basic accounting systems which are uniform throughout Alaska.

The District uses funds to maintain its financial records during the fiscal year. A fund is a separate accounting entity. The operations of each fund is accounted for with a separate set of self-balancing accounts which comprise its assets, liabilities, fund balance, revenues and expenditures. There are three categories of funds: governmental, proprietary and fiduciary. Of these three, the District maintains governmental funds and fiduciary funds.

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance.

The District has the following major governmental funds:

The *School Operating Fund* is the District's primary operating fund. It accounts for all resources used to finance District maintenance and operation except those required to be accounted for in other funds.

The *General Capital Projects Fund* accounts for expenditures of general capital asset acquisitions, construction, repairs and upgrade projects.

Additionally, the District reports the following fund types:

The *Special Revenue Funds* account for revenue sources (other than major capital projects) that are legally restricted to expenditures for specified purposes.

The *Capital Project Funds* account for the revenues and expenditures of state and federally funded acquisitions of capital assets or construction of major capital projects.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Additionally, the District reports the following fiduciary type:

The *Student Activities Agency Fund* accounts for monies raised by students to finance student clubs and organizations but held by the District as an agent. This fund is used to account for assets that the District held for others in an agency capacity.

The *Games of Chance and Skill Agency Fund* accounts for monies raised through gaming operations. This fund is used to account for assets that the District held for others in an agency capacity.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) Charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by or given function or segment, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues.

Summarized below are the major sources of revenue, which are susceptible to accrual and the applicable recognition policies:

Intergovernmental Revenue:

State of Alaska foundation, pupil transportation and federal aid for the school lunch program are susceptible to accrual and are recorded in the year to which they relate. Federal Impact Aid receipts are recorded as revenues in the year the monies are received. State of Alaska and Federal government cost reimbursable grants and contracts are recorded to the extent of allowable expenditures in the period in which the expenditures were incurred. On-behalf payments from the State of Alaska are recognized in the year which they relate.

Revenues from the City of Nome are recorded as intergovernmental – local source revenue as prescribed by the Uniform Chart of Accounts for School Districts. Revenues are susceptible to accrual and recorded in the year of the appropriation.

Local Revenue:

Interest earned is recorded in the School Operating Fund unless otherwise specified by the funding source. Rental income from District operated property is recorded in the period to which it relates. E-rate revenue is also recorded in the period it relates. Both interest and rental income are susceptible to accrual. Proceeds from the sale of lunches and other miscellaneous revenues are recognized in the year received.

Use of 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 reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Indirect Costs

The State of Alaska, Department of Education and Early Development annually establishes an approved indirect rate for each District based on audited financial statements. The rate is based on expenditures recorded per requirements in the Uniform Chart of Accounts for School Districts and as such there is no indirect cost pool. Indirect costs and indirect cost recovery is recorded in the District Administration Support Services function.

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. There are no statutory limitations on the type of investment allowed. The Board does not have a written investment policy.

2. 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." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Management has determined that all of their receivables are collectible; therefore, no allowance for doubtful accounts has been established.

3. Inventories and Prepaid Items

Teaching and maintenance supplies are recorded as expenditures when purchased rather than as consumed. Accounting for inventory of heating fuel is on the consumption method. The consumption method records the expenditure when consumed rather than when purchased. Inventories are valued at cost using the first-in, first-out (FIFO) method. Inventories are classified as nonspendable fund balance when applicable, which indicates that they do not constitute "available spendable resources."

Payments made to vendors for services that are applicable to future accounting periods are recorded as prepaid items. The prepaid items recorded in the governmental fund types do not reflect current available resources and, thus, are classified as nonspendable fund balance in the fund financial statements.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

4. Capital Assets

The City owns all school buildings and land and certain other building fixtures and equipment which are provided to the School District without charge. The value of these assets are not accounted for by the District and are not included in the capital assets of the District.

Capital assets used in governmental fund types of the District are recorded in the government-wide financial statements at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their estimated acquisition value at the date of donation. Capital assets are defined as assets with an initial, individual cost greater than \$5,000 and have an estimated life greater than one year. Capital assets in the government-wide financial statements are depreciated on the straight-line method. Interest incurred during construction is not capitalized on government-wide financial statements.

	<u>Life in Years</u>
Buildings	20
Vehicles, machinery and equipment	5-12

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized in government-wide financial statements and are considered operations and maintenance costs.

5. Unearned Revenue

Amounts received, which are restricted as to use and have not been expended, or items for which services have not yet been rendered are shown as unearned revenue.

6. Deferred Inflows and Deferred Outflows of Resources

Deferred inflows of resources are the acquisition of fund balance / net position by the District that are applicable to a future reporting period. Deferred outflows of resources are the consumption of fund balance / net position by the District that are applicable to a future reporting period.

7. Fair Value of Financial Instruments

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The following financial instruments are recorded at fair value or at amounts that approximate fair value: (1) cash and cash equivalents, (2) receivables, net, (3) certain other current assets, (4) accounts payable, and (5) other current liabilities. The carrying amounts reported in the balance sheet and Statement of Net Position for the above financial instruments closely approximates their fair value due to the short-term nature of these assets and liabilities.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

8. Compensated Absences

Permanent 12-month classified employees earn and accrue annual leave. Unused annual leave is accrued utilizing current salary cost. All regular employees accrue sick leave, which is available for use while remaining in a permanent position. Employees' unused sick and personal leave balances are carried forward and can be used during subsequent years unless limited by personnel contracts. Classified staff is eligible for limited sick leave compensation payouts at 50% of the balance if they meet certain minimum balance amounts. Accrued leave and related changes are recorded only in the government-wide financial statements.

Vacation and sick pay that is expected to be liquidated with expendable available financial resources is reported as an expenditure in the Fund Financial Statements. Amounts not expected to be liquidated within one year are reported as a long term liability in the Government-Wide Financial Statements.

9. Pensions and Other Post-Employment Benefits (OPEB)

For purposes of measuring the net pension and OPEB liability and assets, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB and pension/OPEB expense, information about the fiduciary net position of the Public Employees' Retirement System (PERS) and the Teachers' Retirement System (TRS) and additions to/from PERS and TRS's fiduciary net position have been determined on the same basis as they are reported by PERS and TRS. 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.

10. Net Position

Government-wide net position is divided into three components:

- Net investment in capital assets – consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets.
- Restricted net position – consists of assets that are restricted by the District's creditors (for example, through debt covenants), by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.
- Unrestricted – all other net position is reported in this category.

11. Fund Balances

In the fund financial statements fund balance components include five classifications of fund balances based on constraints imposed on the use of these resources.

Nonspendable fund balances – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained. Nonspendable amounts will be determined before all other classifications and consist of a fund balance equal to the value of inventory balances and prepaid items.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Restricted fund balances – includes amounts that can be spent only for the specific purposes stipulated by external resource providers, or through enabling legislation. Restricted fund balances are comprised of restricted grant funds from external sources in governmental funds.

Committed fund balances – includes amounts that can be used only for the specific purposes determined by a formal action of the District's highest level of decision making authority (School Board). Commitments will only be used for specific purposes pursuant to a formal action of the School Board.

Assigned fund balances – includes amounts intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The School Board delegates to the Superintendent or his designee the authority to assign amounts to be used for specific purposes.

Unassigned fund balances – includes the residual classification for the District's general fund and includes all spendable amounts not contained in the other classifications. In other funds, the unassigned classification should be used only to report a deficit balance from overspending for specific purposes for which amounts have been restricted, committed, or assigned.

Prioritization of fund balance use – when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned, or unassigned) amounts are available, it shall be the policy of the District to consider restricted amounts to have been reduced first. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, it shall be the policy of the District that committed amounts would be reduced first, followed by assigned amounts and then unassigned amounts.

Special revenue funds are used to account and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than capital projects.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted by the School Board for all operating revenues, expenditures, and interfund transfers. Budgets are prepared and presented on the modified accrual basis of accounting. Unexpended balances of grants from state and federal governments lapse at June 30.

The adopted School Operating Fund budget is submitted to the City of Nome for approval of the local appropriation, then to the State of Alaska, Department of Education and Early Development for review to determine compliance with Alaska statutes and Department regulations.

The School Board authorizes formal budget revisions several times each year to adjust the revenues and expenditures to available resources and program needs. Both the original and final revised and approved budget are presented in the budgetary comparison statement. The final revised and approved budget is presented in the additional supplementary information. Expenditure authority for the School Operating Fund is limited to the total approved budget and functional areas of expenditures are not to be overspent.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Annual budgets for the Special Revenue Funds with primarily local revenue sources or those with state or federal revenue sources that do not require budgetary reporting follow the same guidelines as the School Operating Fund as noted in the preceding paragraph.

Annual budgets for the Special Revenue Funds are prepared in connection with the application for the special programs' award and are reviewed and approved by the School Board. Expenditure authority for Special Revenue Fund programs is limited to the actual combined revenues and transfers from other funds.

Project budgets are adopted for Capital Project funds based on the lives of the construction projects. Expenditure authority is limited to the actual combined revenue and transfers from other funds.

B. Excess of Expenditures Over Appropriations

For the year ended June 30, 2020 expenditures exceeded appropriations in the following funds:

Special Revenue Funds:

Pupil Transportation	\$	259
Food Service Program	\$	21,368

Excess expenditures were financed by additional current year revenues, available fund balance and current and future operating transfers from the School Operating Fund.

III. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

All deposits are carried at cost plus accrued interest.

The District bank balances are insured by federal depository insurance to a maximum of \$250,000. Any amount in excess of FDIC limits is collateralized with securities held by the District's agent in the District's name.

Custodial Credit Risk – Custodial Credit Risk is the risk that in the event of a bank failure, the District's deposits will not be returned to the District. At June 30, 2020, the District has a Tri-Party agreement which provides coverage for the cash balance. At June 30, 2020, the District's balances were fully insured.

B. Receivables

Receivables as of year end for the government's individual major funds and non-major funds are as follows:

		School Operating Fund	Other Governmental Fund	Total
Grants	\$	-	589,947	589,947
Other		604,326	-	604,326
	\$	604,326	589,947	1,194,273

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Management has determined that all their receivables are collectable; therefore, no allowance for doubtful accounts has been established.

C. Capital Assets

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

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
CIP - Schools	\$ -	66,878	-	66,878
CIP – Assets to be contributed	-	32,218	-	32,218
Total capital assets not depreciated	-	99,096	-	99,096
Governmental activities:				
Capital assets, being depreciated:				
Improvements	\$ 664,541	-	-	664,541
Equipment	1,282,769	402,059	57,191	1,627,637
Total capital assets being depreciated	1,947,310	402,059	57,191	2,292,178
Less accumulated depreciation for:				
Improvements	493,354	33,227	52,555	474,026
Equipment	808,762	91,493	-	900,255
Total accumulated depreciation	1,302,116	124,720	52,555	1,374,281
Net capital assets, being depreciated	\$ 645,194	277,339	4,636	917,897
Total capital assets, net	\$ 645,194	376,435	4,636	1,016,993

Depreciation expense was charged to governmental functions as follows:

Instruction	\$ 25,606
District administration	12,774
Operation and maintenance of plant	82,116
Food service	4,224
Total	\$ 124,720

D. Interfund Receivables and Payables and Transfers

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

Receivable Fund	Payable Funds	Amount
Other Governmental Funds	School Operating Fund	2,376,049
General Capital Projects Fund	School Operating Fund	3,261,784
School Operating Fund	Other Governmental Funds	512,160
		\$ 6,149,993

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

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

Transfer In	Transfer Out	Amount
Pupil Transportation	School Operating Fund	40,000
Food Service	School Operating Fund	150,000
General Capital Projects	School Operating Fund	431,798
		\$ <u>621,798</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

E. Fund Balances

Detailed information related to amounts committed and assigned fund balance at June 30, 2020 are as follows:

	School Operating Fund	General Capital Project Funds	Other Governmental Fund	Total
Nonspendable:				
Inventories	\$ 50,569	-	-	50,694
Prepaid items	359,069	-	-	359,069
	\$ <u>409,638</u>	<u>-</u>	<u>-</u>	<u>409,638</u>
Restricted for:				
Inupiaq Immersion Program	\$ -	-	115,550	115,550
Albro Gregory Scholarship	-	-	6,374	6,374
	\$ <u>-</u>	<u>-</u>	<u>121,924</u>	<u>121,924</u>
Committed for:				
General Capital Projects	\$ -	3,256,644	-	3,256,644
Nome-Beltz Apartments	-	-	1,359,866	1,359,866
Pupil Transportation	-	-	365,131	365,131
Artists in Schools	-	-	2,000	2,000
Food Service	-	-	142,423	142,423
	\$ <u>-</u>	<u>3,256,644</u>	<u>1,869,240</u>	<u>5,126,064</u>
Unassigned -				
School Operating Fund	\$ <u>1,758,586</u>	<u>-</u>	<u>(32,218)</u>	<u>1,726,368</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

IV. OTHER INFORMATION

A. Contingent Liabilities

Amounts received or receivable from grants or agencies are subject to audit and adjustment by the grantor agencies, principally the federal and state governments. Any disallowed claims, including amounts already collected, may constitute a liability of the School Operating Fund. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

B. Employee Retirement Systems and Plans

The District follows *Governmental Accounting Standards Board (GASB) Codification P20*, Accounting for Pensions by State and Local Governmental Employees and *GASB Codification P50*, Accounting and Financial Reporting by Employers for Post-employment Benefits Other than Pensions. *GASB Codification P20* and *GASB Codification P50* establish uniform standards for the measurement, recognition, and display of pension and other post-employment benefits other than pensions (healthcare) expenditures/expense and related liabilities, assets, note disclosure and applicable required supplementary information in the financial reports of state and local governmental employers.

All full-time employees and certain permanent part-time employees of the District participate in either the State of Alaska Public Employees' Retirement System (PERS) or the State of Alaska Teachers' Retirement System (TRS). In addition to the pension plan both systems also administer other post-employment benefit (OPEB) plans.

The system is governed by the Alaska Retirement Management Board. The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee.

Summary of Significant Accounting Policies. The financial statements for PERS and TRS are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. The District's contributions are recognized when due and a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value.

PERS and TRS act as the common investment and administrative agencies for the following multiple-employer plans:

Plan Name	Type of Plan
Defined Benefit Pension Plan (DB)	Cost-sharing, Defined Benefit Pension
Defined Contribution Pension Plan (DC)	Defined Contribution Pension
Defined Benefit Other Postemployment Benefits (OPEB):	
Occupational Death and Disability Plan	Defined Benefit OPEB
Alaska Retiree Healthcare Trust Plan	Defined Benefit OPEB
Retiree Medical Plan	Defined Benefit OPEB
Defined Contribution Other Postemployment Benefits (DC):	
Healthcare Reimbursement Arrangement Plan	Cost-sharing, Defined Contribution OPEB

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Other Postemployment Benefit Plans (OPEB)

Occupational Death and Disability Plan (ODD)

The Occupational Death and Disability Plan provides death benefits for beneficiaries of plan participants and long-term disability benefits to all active members within the System. For the year ended June 30, 2020 the employer contribution rate is 0.72% for PERS peace officers/firefighters, 0.26% for all others in PERS and 0.08% for TRS.

Membership in the plan consisted of the following at June 30, 2019 (latest available report):

Membership	PERS	TRS
Active plan members	22,311	5,218
Participating employers	154	57

Alaska Retiree Healthcare Trust Plan (ARHCT)

Beginning July 1, 2007, the Alaska Retiree Healthcare Trust Plan (ARHCT), a Healthcare Trust Fund of the State, was established. The ARHCT is self-funded and provides major medical coverage to retirees of the System. The System retains the risk of loss of allowable claims for eligible members. The ARHCT began paying member healthcare claims on March 1, 2008. Prior to that, healthcare claims were paid for by the Retiree Health Fund (RHF). For the year ended June 30, 2019 (latest available information) employer contributions were 4.88% for PERS and 4.15% for TRS of annual payroll. Membership in the plan consisted of the following at June 30, 2018 (latest report available):

Membership	PERS	TRS
Inactive plan members or beneficiaries currently receiving benefits	36,059	13,239
Inactive plan members entitled to but not yet receiving benefits	7,361	799
Inactive plan members not entitled to benefits	10,808	1,811
Active plan members	12,316	4,087
Total plan membership	66,544	19,936

Retiree Medical Plan (RMP)

The retiree medical plan provides major medical coverage to retirees of the DC plan. The plan is self-insured. Members are not eligible to use this plan until they have at least 10 years of service and are Medicare age eligible. For the year ended June 30, 2020 employer contributions were 1.32% for PERS and 1.09% for TRS. Membership in the plan consists of the following at June 30, 2019 (latest available report):

Membership	PERS	TRS
Inactive plan members or beneficiaries currently receiving benefits	34	14
Inactive plan members entitled to but not yet receiving benefits	1,412	706
Inactive plan members not entitled to benefits	13,248	2,642
Active plan members	22,311	5,218
Total plan membership	37,005	8,580

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Healthcare Reimbursement Arrangement Plan

The Healthcare Reimbursement Arrangement Plan was established to allow medical expenses to be reimbursed from individual savings accounts established for eligible participants. Employer contributions are 3% of the average annual compensation of all employees in the PERS and TRS plans. Membership in the plan consists of the following at June 30, 2019 (latest available report):

Membership	PERS	TRS
Inactive plan members or beneficiaries currently receiving benefits	40	13
Inactive plan members entitled to but not yet receiving benefits	1,412	706
Inactive plan members not entitled to benefits	13,248	2,642
Active plan members	22,311	5,218
Total plan membership	37,011	8,579

Investments

The Board is the investment oversight authority of the system's investments. As the fiduciary, the Board has the statutory authority to invest the assets under the Prudent Investor Rule. Fiduciary responsibility for the Board's invested assets is pursuant to AS 37.10.210.390.

State of Alaska Department of Treasury provides staff for the Board. Treasury has created a pooled environment by which it manages investments of the Board. Additionally, Treasury manages a mix of Pooled Investment Funds and Collective Investment Funds for the DC Participant-directed Pension plans under the Board's fiduciary responsibility.

Rate of Return

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return, net of investment expense, for the year ended June 30, 2019 (latest available report) for the DB Pension Plan for PERS and TRS is 5.88% and 5.85%, for the ARHCT plan is 6.03% and 6.02%, for the ODD Plan is 6.22% and 6.15%, and for the RMP is 6.21% and 6.16%, respectively.

For additional information on securities lending, interest rates, credit risks, foreign exchange, derivatives, fair value, and counterparty credit risks, see the separately issued report on the Invested Assets of the State of Alaska Retirement and Benefits Plans at:

<http://treasury.dor.alaska.gov/armb/Reports-and-Policies/Annual-Audited-Financial-Schedules.aspx>.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

The long-term expected rate of return on pension and OPEB plan investments was determined using the building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension 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 and adding expected inflation. The best estimates of arithmetic real rates of return for each major asset class are summarized below for the PERS and TRS plans:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Broad Domestic Equity	8.16%
Global Equity (non-U.S.)	7.51%
Intermediate Treasuries	1.58%
Opportunistic	3.96%
Real Assets	4.76%
Private Equity	11.39%
Cash Equivalents	0.83%

Discount Rate: The discount rate used to measure the total pension and OPEB liabilities and assets is 7.38%, which represents a decrease of 0.62% since the prior measurement period. The projection of the cash flows used to determine the discount rate assumes that Employer and State contributions will continue to follow the current funding policy, which meets State statutes. Based on those assumptions, the net pension and OPEB plans fiduciary net pension and OPEB liabilities and assets were projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension and OPEB plan investments were applied to all periods of projected benefit payments to determine the total pension and OPEB liabilities and assets. In the event benefit payments are not covered by the plan's fiduciary net position, a municipal bond rate would be used to discount the benefits not covered by the plan's fiduciary net position. The S&P Municipal Bond 20-Year High Grade Index rate was 2.79% as of June 30, 2019.

Employer and Other Contribution Rates. There are several contribution rates associated with the pension and healthcare contributions and related liabilities and assets. These amounts are calculated on an annual basis.

Employer Effective Rate: This is the actual employer pay-in rate. Under current legislation, this rate is statutorily capped at 22% for PERS and 12.56% for TRS of eligible wages, subject to the salary floor, and other termination costs as described below. This rate is calculated on all PERS or TRS participating wages, including those wages attributable to employees in the defined benefit plan.

ARM Board Adopted Rate: This is the rate formally adopted by the Alaska Retirement Management Board. This rate is actuarially determined and used to calculate annual Plan funding requirements, without regard to the statutory rate cap or the GASB accounting rate. Prior to July 1, 2015, there were no constraints or restrictions on the actuarial cost method or other assumptions used in the ARM Board valuation. Effective July 1, 2015, the Legislature requires the ARM Board to adopt employer contribution rates for past service liabilities using a level percent of pay method over a closed 25 year term which ends in 2039. This will result in lower ARM Board Rates in future years.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

On-behalf Contribution Rate: This is the rate paid in by the State as an on-behalf payment as mandated under current statute. Under state law, subject to annual appropriation, the state will contribute an on-behalf payment into the plan in an amount equal to the difference between the ARM Board Rate and the Employer Effective Rate. On-behalf contribution amounts have been recognized in these financial statements as both revenue and expenditures.

GASB Rate: This is the rate used to determine the long-term pension and healthcare liability for plan accounting purposes. Certain actuarial methods and assumptions for this rate calculation are mandated by the *Governmental Accounting Standards Board* (GASB). Medicare Part D subsidies are not reflected in this rate. The rate uses a 7.38% discount rate.

Employer Contribution rates for PERS and TRS for the year ended June 30, 2020 are as follows:

	Employer Effective Rate	ARM Board Adopted Rate	State Contribution Rate
PERS:			
Pension	15.72%	23.73%	6.62%
OPEB	6.28%	4.89%	0%
Total PERS contribution rates	22.00%	28.62%	6.62%
TRS:			
Pension	8.03%	26.56%	17.91%
OPEB	4.53%	3.91%	0%
Total TRS contribution rates	12.56%	30.47%	17.91%

Termination Costs: If the District decides to terminate coverage for a department, group, or other classification of members, even if that termination results from the decision to divest of a particular District function, all affected employees in that department, group, or other classification of members become immediately vested in the plan. The District must pay to have a termination study completed. The purpose of the study is to calculate the District's one-time termination costs. The costs represent the amount necessary to fully fund the costs of plan members who become vested through this process and for other changes in actuarial assumptions, such as, earlier than expected retirement, that arise from the act of termination of coverage. The District must pay a lump sum within 60 days of termination or arrange a payment plan that is acceptable to the PERS or TRS Administrator. For fiscal year 2020 the past service rate for PERS is 17.44%.

Actuarial Assumptions: The total pension and OPEB liabilities on June 30, 2019 (latest available) were determined by an actuarial valuation as of June 30, 2018 which was rolled forward to the measurement date June 30, 2019. These actuarial assumptions were based on the results of an actuarial experience study for the period from July 1, 2013 to June 30, 2017:

Investment return / discount rate	7.38% per year (geometric), compounded annually, net of expenses
Salary scale	Inflation – 2.5% per year Productivity – 0.25% per year

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Payroll growth	2.75% per year (inflation + productivity)
Total inflation	Total inflation as measured by the Consumer Price Index for urban and clerical workers from Anchorage is assumed to increase 2.5% annually.
PERS Mortality (Pre-termination)	Based upon 2013-2017 actual mortality experience, 100% (male and female) of RP-2014 healthy annuitant table with MP-2017 generational improvement.
TRS Mortality (Pre-termination)	Based upon 2013-2017 actual mortality experience, RP-2014 white-collar employee table with MP-2017 generational improvement.
PERS Mortality (Post-termination)	Mortality rates based upon the 2013-2017 actual experience. 91% of male and 96% of female rates of RP-2014 health annuitant table with MP-2017 generational improvement.
TRS Mortality (Post-termination)	Mortality rates based upon the 2013-2017 actual experience. 93% of male and 90% of female rates of RP-2014 white-collar healthy annuitant table with MP-2017 generational improvement.
Total turnover	Based upon the 2013-2017 actual withdrawal experience.
PERS Disability	Incidence rates based on 2013-2017 actual experience. Post-disability mortality in accordance with the RP-2014 disability table with MP-2017 generational improvement. Disabilities are assumed to be occupational 75% of the time for peace officers/firefighters, 40% of the time for others.
TRS Disability	Incidence rates based on 2013-2017 actual experience. Disabilities are assumed to be occupational 15% of the time. Post-disability mortality in accordance with the RP-2014 disabled table with MP-2017 generational improvement.
Retirement	Retirement rates based upon the 2013-2017 actual experience. Deferred vested members are assumed to retire at their earliest unreduced retirement date.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

PERS Marriage and age difference	Males are assumed to be three years older than their wives. Females are assumed to be two years younger than their husbands. For others, 75% of male members and 70% of female members are assumed to be married. For peace officers/firefighters, 85% of male members and 60% female members are assumed to be married.
TRS Marriage and age difference	Males are assumed to be three years older than their wives. Females are assumed to be two years younger than their husbands. 85% of male members and 75% of female members are assumed to be married at termination from active service.
Healthcare cost trend rates (ARHCT Plan and RMP)	Pre-65 medical: 7.5% grading down to 4.5% Post-65 medical: 5.5% grading down to 4.5% Prescription drugs: 8.5% grading down to 4.5% EGWP: 8.5% grading down to 4.5%.

As a result of the latest experience study, the Board adopted updated actuarial assumptions for the June 30, 2018 actuarial valuation to better reflect expected future experience. In addition to the changes in assumptions resulting from the experience study, the following assumption changes related to the ARHCT plan have been made since the prior valuation:

1. Based on recent experience, the healthcare cost trend assumptions were updated.
2. Per capita claims costs were updated to reflect recent experience.
3. Healthcare cost trends were updated to reflect a Cadillac Tax load.

The changes of assumptions from the latest experience study created substantial deferred outflows of resources attributable to the District, as well as an OPEB benefit recognized by the District for the State's proportionate share of OPEB plan expense attributable to the District. In some instances the reduction of revenues and expenses reported for the State's proportionate share of OPEB plan expense attributable to the District creates a net negative Pension/OPEB expense (net pension/OPEB benefit) which results in negative operating grants and contributions for certain functions reported on the Statement of Activities.

Alaska Public Employee Retirement System (PERS) – Defined Benefit Plan (DB)

Plan Description. The District participates in the Alaska Public Employees' Retirement System (PERS), a cost sharing multiple employer defined benefit pension plan. PERS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The Plan was established and is administered by the State of Alaska, Department of Administration. The Public Employee's Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for PERS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at: <http://doa.alaska.gov/dr/pers>.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Pension Benefits. All tier employee benefits vest with five years of credited service. There are three tiers of employees based on entry date. Tier I employees enrolled prior to July 1, 1986, with five or more years of credited service are entitled to annual pension benefits beginning at normal retirement age 55 or early retirement age 50. For Tier II and III employees enrolled after June 30, 1986, but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. All tier employees with 30 or more years of credited service may retire at any age and receive a normal benefit.

The PERS defined benefit is closed to new hires enrolled on or after July 1, 2006. New hires after this date participate in the PERS defined contribution plan (DC) described later in these notes.

Currently there are 154 employers participating in PERS defined benefit plan, including the State of Alaska and 153 political subdivisions and public organizations.

The DB Plan's membership consisted of the following at June 30, 2019 (latest available report):

Inactive plan members or beneficiaries currently receiving benefits	36,059
Inactive plan members entitled to but not receiving benefits	7,361
Inactive members not entitled to benefits	10,808
Active plan members	<u>12,316</u>
Total DB plan membership	<u>66,544</u>

Retirement benefits are calculated by multiplying the average monthly compensation (AMC) times credited PERS service times the percentage multiplier. The AMC is determined by averaging the salaries earned during the five highest (three highest for peace officers/firefighters members or members hired prior to July 1, 1996) consecutive payroll years. Members must earn at least 115 days of credit in the last year worked to include it in the AMC calculation. The PERS pays a minimum benefit of \$25 per month for each year of service when the calculated benefit is less.

The percentage multipliers for peace officers/firefighters are 2% for the first ten years of service and 2.5% for all service over 10 years. The percentage multipliers for all other participants are 2% for the first ten years, 2.25% for the next ten years, and 2.5% for all remaining service earned on or after July 1, 1986. All service before that date is calculated at 2%.

Post-employment healthcare benefits are provided without cost to all members first enrolled before July 1, 1986. Members first enrolled after June 30, 1986, but before July 1, 2006, and who have not reached age 60 may elect to pay for major medical benefits.

Post Retirement Pension Adjustments. Post retirement pension adjustments (PRPAs) are granted annually to eligible benefit recipients when the consumer price index (CPI) increases during the preceding calendar year. PRPAs are calculated by multiplying the recipient's base benefit, including past PRPAs, times:

- (a) 75% of the CPI increase in the preceding calendar year or 9%, whichever is less, if the recipient is at least 65 or on PERS disability; or
- (b) 50% of the CPI increase in the preceding calendar year or 6%, whichever is less, if the recipient is at least 60, or has been receiving benefits for at least five years.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Ad hoc PRPAs, up to a maximum of 4%, may be granted to eligible recipients who first entered the PERS before July 1, 1986, if the CPI increases and the financial condition of the fund will permit an increase. In a year where an ad hoc PRPA is granted, eligible recipients will receive the higher of the two calculations.

Funding Policy. In April 2008 the Alaska Legislature passed legislation which statutorily capped the employer contribution, established a state funded “on-behalf” contribution, and required that employer contributions be calculated against all PERS eligible wages, including wages paid to participants of the PERS Tier IV defined contribution plan (DC) described later in these footnotes. The state legislature capped the rate at 22%, with the State contributing an on-behalf payment for the difference between the actuarial contribution and the cap.

Salary Floor. During the 25th legislation session, Senate Bill 125 passed, which established a June 30, 2008 salary floor under AS 39.35.255(a)(2). The salary floor is the total base salaries paid by an employer to active employees of the system as of the fiscal year ending June 30, 2008. The statute requires the Division of Retirement and Benefits (Division) to collect employer contributions at a minimum based on FY 2008 base salaries.

Employee Contribution Rate. The District PERS active members are required to contribute 6.75% and if elected to be calculated under TRS, non-teacher school district employees are required to contribute 9.60% of their annual covered salary.

Employer contributions for the year ended June 30, 2020, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
\$	227,074	104,822	381,896

Public Employees Retirement Plans

For the year ended June 30, 2020 the State of Alaska contributed \$106,398 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date June 30, 2019 to a total of (\$39,519), to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2020, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that were associated with the District were as follows:

Defined Benefit:		Pension
District's proportionate share of the net pension liability	\$	2,476,540
State's proportionate share of the net pension liability		983,863
Total	\$	<u>3,460,403</u>
		OPEB
District's proportionate share of the ARHCT OPEB liability	\$	66,878
State's proportionate share of the ARHCT OPEB liability		26,794
Total	\$	<u>93,672</u>
District's proportionate share of the ODD OPEB liability (asset)	\$	<u>(12,999)</u>
District's proportionate share of the RMP OPEB liability	\$	<u>16,137</u>
Total District's share of net pension and OPEB liabilities and assets	\$	<u>2,546,556</u>

The net pension and OPEB liabilities and assets were measured as of June 30, 2019, and the total pension and OPEB liabilities used to calculate the net pension and OPEB liabilities and assets were determined by an actuarial valuation as of that date. The District's proportion of the net pension and OPEB liabilities were based on the present value of contributions for FY2021 through FY2039, as determined by projections based on the June 30, 2019 valuation.

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2018 Measurement	June 30, 2019 Measurement	Change
Pension	0.0618%	0.0452%	(0.0166%)
OPEB:			
ARHCT	0.0618%	0.0451%	(0.0167%)
ODD	0.0762%	0.0536%	(0.0226%)
RMP	0.0762%	0.0675%	(0.0087%)

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

Based on the measurement date of June 30, 2019, the District recognized pension and OPEB expense of (\$25,152) and (\$693,834), respectively, for the year ended June 30, 2020. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pension	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Defined Benefit:		
Differences between expected and actual experience	\$ -	(36,663)
Changes of assumptions	75,821	-
Net difference between projected and actual earnings on pension plan investments	35,508	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(264,214)
District contributions subsequent to the measurement date	227,074	-
Total	\$ 338,403	(300,877)

	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(44,941)
Changes of assumptions	88,746	-
Net difference between projected and actual earnings on OPEB plan investments	-	(29,285)
Changes in proportion and differences between District contributions and proportionate share of contributions	6,897	(76,918)
District contributions subsequent to the measurement date	87,814	-
Total	\$ 183,457	(151,144)

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(4,053)
Changes of assumptions	-	(249)
Net difference between projected and actual earnings on OPEB plan investments	-	(85)
Changes in proportion and differences between District contributions and proportionate share of contributions	5,056	
District contributions subsequent to the measurement date	2,799	-
Total	<u>\$ 7,855</u>	<u>(4,387)</u>

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(1,195)
Changes of assumptions	7,811	-
Net difference between projected and actual earnings on OPEB plan investments	-	(178)
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(2,633)
District contributions subsequent to the measurement date	14,209	-
Total	<u>\$ 22,020</u>	<u>(4,006)</u>

\$227,074 and \$104,822 are reported as deferred outflows of resources related to pension and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension and OPEB liabilities or an increase of the net pension and OPEB assets in the year ended June 30, 2020, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension and OPEB will be recognized in pension and OPEB expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2020	\$ (185,658)	(48,979)	48	274
2021	(26,216)	(22,763)	48	274
2022	10,075	7,046	167	701
2023	12,251	9,195	169	694
2024	-	-	129	530
Thereafter	-	-	108	1,332
Total	<u>\$ (189,548)</u>	<u>55,501</u>	<u>669</u>	<u>3,805</u>

NOME PUBLIC SCHOOLS
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Notes to the Basic Financial Statements, Continued

For the year ended June 30, 2020, the District recognized (\$495,230) and (\$100,477) of pension and OPEB amortization of the net deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities (assets) of the plan calculated using the discount rate of 7.38%, as well as what the Plans' net pension and OPEB liabilities (assets) would be if they were calculated using a discount rate that is 1-percentage-point lower (6.38%) or 1-percentage-point higher (8.38%) than the current rate:

		1% Decrease (6.38%)	Current Rate (7.38%)	1% Increase (8.38%)
Net pension liability (asset)	\$	<u>3,268,599</u>	<u>2,476,540</u>	<u>1,813,217</u>
Net OPEB ARHCT liability (asset)	\$	<u>537,948</u>	<u>66,878</u>	<u>(320,629)</u>
Net OPEB ODD liability (asset)	\$	<u>(12,331)</u>	<u>(12,999)</u>	<u>(13,540)</u>
Net OPEB RMP liability	\$	<u>40,531</u>	<u>16,137</u>	<u>(2,228)</u>

Sensitivity of the District's proportionate share of the Net OPEB liability to changes in the healthcare cost trend rates. The following present the District's proportionate share of the net OPEB liability, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

		1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT liability (asset)	\$	<u>(365,951)</u>	<u>66,878</u>	<u>595,092</u>
Net OPEB RMP liability (asset)		<u>(4,963)</u>	<u>16,137</u>	<u>(45,021)</u>

Alaska Public Employee Retirement System (PERS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. School Districts and Public Employers in the State of Alaska have a defined contribution retirement plan (PERS Tier IV) for new hires first enrolled on or after July 1, 2006. This Plan is administered by the State of Alaska, Department of Administration in conjunction with the defined benefit plan noted above. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8% of gross eligible compensation. This amount goes directly to the individual's account. State statutes require the employer to contribute 5% of employees' eligible compensation. Additionally, employers are required to contribute to OPEB (DB): 1.32% for the retiree medical plan (DB), 0.26% for occupational and death and disability benefits (DB) and 3% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The effective employer contribution is 22%. Additionally, there is a defined benefit unfunded liability (DBUL) amount levied against the DC plan and allocated to the DB Plan's pension and OPEB contribution.

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

- 2 years of service – 25%
- 3 years of service – 50%
- 4 years of service – 75%
- 5 years of service – 100%

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

The School District contributed \$92,931 for the year ended June 30, 2020, which included forfeitures of \$48,617 which have been applied against contributions.

Teachers Retirement System (TRS) – Defined Benefit Plan (DB)

Plan Description. The School District participates in the Teacher's Retirement System (TRS), a cost sharing multiple-employer defined benefit plan. Currently, there are 57 employers participating in TRS, including 53 school districts. TRS provides retirement benefits, disability and death benefits, and post-employment healthcare to plan members and beneficiaries. The system is governed by the Alaska Retirement Board. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. The benefit and contribution provisions are established by State law and may be amended only by the State legislature. The Teachers' Retirement System issues a publicly available financial report that includes financial statements and required supplementary information for TRS. This report may be obtained from the system at Pouch C, Juneau, Alaska 99811 or online at <http://doa.alaska.gov/drbr/trs>.

The DB Plan's membership consisted of the following at June 30, 2019 (latest available report):

Inactive plan members or beneficiaries currently receiving benefits	13,239
Inactive plan members entitled to but not receiving benefits	799
Inactive plan members not entitled to benefits	1,811
Active plan members	<u>4,087</u>
Total DB plan membership	<u>19,936</u>

Pension Benefits. Employees hired prior to July 1, 1990, are entitled to annual pension benefits beginning at normal retirement age 55, or early retirement age 50. For employees hired after June 30, 1990 but before July 1, 2006, the normal and early retirement ages are 60 and 55, respectively. Employees may also retire at any age and receive a normal benefit when they accumulate the required credited service. The benefit related to all years of credited service prior to July 1, 1990 and for years of service through a total of 20 years is equal to 2% of their highest three-year average annual compensation for each year of service. The benefit for each year over 20 years of service subsequent to June 30, 1990, is equal to 2.5% of their highest three-year average annual compensation for each year of service. Employees may elect to receive their pension benefits in the form of a joint or survivor annuity. Effective January 1, 1987, a married member who retires must receive his or her benefit in the form of a joint and survivor annuity unless the member's spouse consents to another form of benefit.

Minimum benefits for employees eligible for retirement are \$25 per month for each year of credited service.

Post Retirement Pension Adjustments. Effective in fiscal year 1991, automatic post retirement pension adjustment (PRPA) was granted to all current and future retirees. The PRPA amount may not exceed the lesser of (a) the actual cost of living increase (percentage) from the date of retirement until the effective date of the PRPA; or (b) 4.00% of the base benefits for each full year that the member has been retired and a prorated percentage for each partial year. However, the PRPA percentage is offset by the percentage of all prior PRPAs that have been granted. TRS members receiving a retirement, disability or survivor benefit, who remain in Alaska, are eligible for an additional allowance equal to 10.00% of the base benefit.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

Employee Contribution Rate. The District's active TRS members are required to contribute 8.65% of their annual covered salary.

Employer contributions for the year ended June 30, 2020, were:

	Pensions (DB)	Other Post-Employment Benefits (DB)	Total
\$	156,327	120,887	277,214

Teachers Retirement Plans

For the year ended June 30, 2020 the State of Alaska contributed \$813,064 (100% pension cost) on-behalf of the District, which has been recorded in the fund financial statements under the modified-accrual basis of accounting. In the government-wide financial statements the on-behalf contribution has been adjusted as of the measurement date to a total of (\$666,712) to represent the pension/OPEB expense attributable to the State under the full accrual basis of accounting.

Pension and OPEB Liabilities and Assets, Pension and OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions and OPEB: At June 30, 2020, the District reported liabilities and assets that reflected a reduction for State pension and OPEB support provided to the District. The amount recognized by the District as its proportionate share of net pension and OPEB liabilities (assets), the related State support, and the total portion of the net pension and OPEB liabilities (assets) that was associated with the District were as follows:

	Pension
Defined Benefit:	
District's proportionate share of the net pension liability	\$ 3,451,847
State's proportionate share of the net pension liability	5,119,986
Total	<u>\$ 8,571,833</u>
	OPEB
District's proportionate share of the ARHCT OPEB liability (asset)	\$ (282,079)
State's proportionate share of the ARHCT OPEB liability (asset)	(419,481)
Total	<u>\$ (701,560)</u>
District's proportionate share of the ODD OPEB liability (asset)	<u>\$ (28,417)</u>
District's proportionate share of the RMP OPEB liability (asset)	<u>\$ (27,090)</u>
Total District's share of net pension and OPEB liabilities and assets	<u>\$ 3,114,261</u>

The net pension and OPEB liabilities and assets were measured as of June 30, 2019, and the total pension and OPEB liabilities used to calculate the net pension and OPEB liabilities and assets were determined by an actuarial valuation as of that date. The District's proportion of the net pension and OPEB liabilities and assets were based on the present value of contributions for FY2021 through FY2039, as determined by projections based on the June 30, 2019 valuation.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

The District's proportionate share and changes in the pension and OPEB liabilities and assets were as follows:

	June 30, 2018 Measurement	June 30, 2019 Measurement	Change
Pension	0.2130%	0.1847%	(0.0283%)
OPEB:			
ARHCT	0.2127%	0.1846%	(0.0281%)
ODD	0.7308%	0.7067%	(0.0241%)
RMP	0.7308%	0.7062%	(0.0246%)

Based on the measurement date of June 30, 2019, the District recognized pension expense of \$188,902 and OPEB expense of (\$1,761,782), respectively, for the year ended June 30, 2020. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions and OPEB from the following sources:

	Pensions	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Defined Benefit:		
Differences between expected and actual experience	\$ -	(93,605)
Changes of assumptions	-	(24,429)
Net difference between projected and actual earnings on pension plan investments	88,661	-
Changes in proportion and differences between District contributions and proportionate share of contributions	-	(273,514)
District contribution subsequent to the measurement date	156,327	-
Total	\$ 244,988	(391,548)
	OPEB ARHCT	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(51,620)
Changes of assumptions	27,504	(85,238)
Net difference between projected and actual earnings on pension plan investments	-	(43,652)
Changes in proportion and differences between District contributions and proportionate share of contributions	6,484	(22,588)
District contribution subsequent to the measurement date	88,054	-
Total	\$ 122,042	(203,098)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

	OPEB ODD	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	(3,209)
Changes of assumptions	-	(31)
Net difference between projected and actual earnings on pension plan investments	-	(201)
Changes in proportion and differences between District contributions and proportionate share of contributions	2,086	(1,847)
District contribution subsequent to the measurement date	2,347	-
Total	<u>\$ 4,433</u>	<u>(5,288)</u>

	OPEB RMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 16,924	(2,219)
Changes of assumptions	12,399	(28,568)
Net difference between projected and actual earnings on pension plan investments	-	(708)
Changes in proportion and differences between District contributions and proportionate share of contributions	2,074	(2,230)
District contribution subsequent to the measurement date	30,486	-
Total	<u>\$ 61,883</u>	<u>(33,725)</u>

\$156,327 and \$120,887 are reported as deferred outflows of resources related to pensions and OPEB resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension and OPEB liability and as an increase to the net pension and OPEB assets in the year ended June 30, 2019 (actuarial), respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be recognized in pension expense as follows:

Year Ended June 30,	Pension	OPEB ARHCT	OPEB ODD	OPEB RMP
2020	\$ (292,946)	(159,968)	(517)	(1,235)
2021	(64,274)	(34,509)	(517)	(1,235)
2022	24,235	11,104	(298)	455
2023	30,098	14,263	(287)	431
2024	-	-	(355)	(219)
Thereafter	-	-	(1,228)	(525)
Total	<u>\$ (302,887)</u>	<u>(169,110)</u>	<u>(3,202)</u>	<u>(2,328)</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

For the year ended June 30, 2020, the District recognized (\$469,756) and (\$14,330) of pension and OPEB amortization of the deferred outflows and inflows of resources, respectively.

Sensitivity of the Net Pension and OPEB Liabilities and Assets to Changes in the Discount Rate: The following presents the net pension and OPEB liabilities (assets) of the Plan calculated using the discount rate of 7.38%, as well as what the Plans' net pension and OPEB liabilities would be if they were calculated using a discount rate that is 1-percentage-point lower (6.38%) or 1-percentage-point higher (8.38%) than the current rate:

		1% Decrease (6.38%)	Current Rate (7.38%)	1% Increase (8.38%)
Net pension liability	\$	<u>4,972,482</u>	<u>3,451,847</u>	<u>2,175,089</u>
Net OPEB ARHCT liability (asset)	\$	<u>423,272</u>	<u>(282,079)</u>	<u>(859,450)</u>
Net OPEB ODD liability (asset)	\$	<u>(28,516)</u>	<u>(28,417)</u>	<u>(28,360)</u>
Net OPEB RMP liability (asset)	\$	<u>47,470</u>	<u>(27,090)</u>	<u>(82,540)</u>

Sensitivity of the District's proportionate share of the net OPEB liability and asset to changes in the healthcare cost trend rates. The following present the District's proportionate share of the net OPEB liability and asset, as well as what the District's proportionate share of the net OPEB liability and asset would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

		1% Decrease	Current Rate	1% Increase
Net OPEB ARHCT liability (asset)	\$	<u>(923,134)</u>	<u>(282,079)</u>	<u>504,289</u>
Net OPEB RMP liability (asset)	\$	<u>(90,357)</u>	<u>(27,090)</u>	<u>60,556</u>

Teachers Retirement System (TRS) – Defined Contribution Plan (DC)

Plan Description and Funding Requirements. School Districts and Public Employers in the State of Alaska have a defined contribution retirement plan for new hires first enrolled on or after July 1, 2006. The Administrator of the Plan is the Commissioner of Administration or the Commissioner's designee. Plan members make mandatory contributions of 8% of gross eligible compensation. State statutes require the employer to contribute 7% of employees' eligible compensation. Additionally, employers are required to contribute to other post-employment benefits (DB): 1.09% for the retiree medical plan, 0.08% for occupational death and disability, and 3% of employers' average annual employee compensation to the health reimbursement arrangement (HRA DC). The employer effective contribution rate is 12.56%. Plan members are 100% vested with their contributions. Additionally, there is a defined benefit unfunded liability (DBUL) amount levied against the DC plan and allocated to the DB Plan's pension and OPEB contribution.

Plan members are 100% vested with their contributions.

Members become vested in employers' contributions as follows:

- 2 years of service – 25%
- 3 years of service – 50%
- 4 years of service – 75%
- 5 years of service – 100%

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

The School District contributed \$285,102 for the year ended June 30, 2020, which included forfeitures of \$7,495 which has been applied against contributions.

C. Risk Management

The District faces a considerable number of risks of loss, including (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability, i.e., errors and omissions, (d) environmental damage, (e) workers compensation, and (f) medical/dental/vision costs for employees. The District participates in the Alaska Public Entity Insurance (APEI), which covers property and contents, torts, general and auto liability, school leader's errors and omissions, and workers compensation. APEI is a public entity risk pool which reinsures risk above certain levels, thereby relieving the members of the need for additional assessments. The Association's bylaws provide for the assessment of supplemental contributions from members in the event that losses and expenses for any coverage year exceed the annual contributions and income earned on such contributions for the year. The Association made no supplemental assessments during the year ended June 30, 2020.

The District has elected the reimbursable method of payment for Employment Security Compensation (ESC). Under this arrangement, the actual costs of ESC are reimbursed to the State of Alaska.

Health Insurance

The District maintains a health and medical benefit program, which covers all full time employees. The District has retained a major portion of the risk for this plan and, accordingly, is liable for any employee health claims that are approved for payment. Stop-loss coverage limits were \$95,000 for individual claims and \$916,022 for aggregate claims. Health and medical insurance expenditures were \$887,171 for the year ended June 30, 2020, and consisted of paid claims, stop-loss premiums, and administrative fees.

Accruals were made based upon estimates of the health claims on a monthly basis, they are then refunded the excess amount 120 days after year end. Such excess amounts were accounted for in the General (School Operating) Fund and are included in "Insurance Refund Receivable." Total estimated receivable at June 30, 2020 amounted to \$127,810. Changes in the claims receivable amount were:

Fiscal Year	Beginning Liability	Excess Premiums Paid	Claims Paid	Claim Expenditure	Ending Liability (Receivable)
2019	\$ 591,362	(162,353)	1,182,113	699,460	271,062
2020	271,062	486,289	635,748	723,166	(127,810)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

D. Subsequent Accounting Pronouncements

The Governmental Accounting Standards Board has passed several new accounting standards with upcoming implementation dates covering several topics as follows:

- GASB 84 *Fiduciary Activities*. Effective for fiscal years beginning after December 15, 2019.
- GASB 87 *Leases*. Effective for fiscal years beginning after June 15, 2021.
- GASB 89 *Accounting for Interest Cost Incurred before the End of a Construction Period*. Effective for fiscal years beginning after December 15, 2020.
- GASB 90 *Majority Equity Interests*. Effective for fiscal years beginning after December 15, 2019.
- GASB 91 *Conduit Debt Obligation*. Effective for fiscal years beginning after December 15, 2021.
- GASB 92 *Omnibus 2020*. This Statement has multiple effective dates which vary by topic.
- GASB 93 *Replacement of Interbank Offered Rates*. Effective for fiscal years beginning after June 15, 2021.
- GASB 94 *Public-Private and Public-Public Partnerships and Availability Payments Arrangements*. Effective for fiscal years beginning after June 15, 2022.
- GASB 95 *Postponement of the Effective Dates of Certain Authoritative Guidance*. Effective immediately.
- GASB 96 *Subscription-Based Information Technology Arrangements*. Effective for fiscal years beginning after June 15, 2022.
- GASB 97 *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. Effective for fiscal years beginning after June 15, 2021.

Statements 90, 91, 94, and 97 are not expected to have any significant impact on the financial statements of the District.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

GASB Statement No. 84, the objective of this Statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. This Statement establishes criteria for identifying fiduciary activities of all state and local governments. The focus of the criteria generally is on (1) whether a government is controlling the assets of the fiduciary activity and (2) the beneficiaries with whom a fiduciary relationship exists. Separate criteria are included to identify fiduciary component units and postemployment benefit arrangements that are fiduciary activities. An activity meeting the criteria should be reported in a fiduciary fund in the basic financial statements. Governments with activities meeting the criteria should present a statement of fiduciary net position and a statement of changes in fiduciary net position. An exception to that requirement is provided for a business-type activity that normally expects to hold custodial assets for three months or less. This Statement describes four fiduciary funds that should be reported, if applicable: (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds. Custodial funds generally should report fiduciary activities that are not held in a trust or equivalent arrangement that meets specific criteria. A fiduciary component unit, when reported in the fiduciary fund financial statements of a primary government, should combine its information with its component units that are fiduciary component units and aggregate that combined information with the primary government's fiduciary funds. This Statement also provides for recognition of a liability to the beneficiaries in a fiduciary fund when an event has occurred that compels the government to disburse fiduciary resources. Events that compel a government to disburse fiduciary resources occur when a demand for the resources has been made or when no further action, approval, or condition is required to be taken or met by the beneficiary to release the assets

GASB Statement No. 87, the objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

GASB Statement No. 89 requires interest costs incurred before the end of a construction period to be recognized as an expenditure or expense in the period in which the cost is incurred for financial statements prepared under the current financial resources measurement focus or the economic resource measurement focus.

GASB Statement No. 92, the objectives of this Statement are to enhance comparability and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Notes to the Basic Financial Statements, Continued

GASB Statement No. 93, addresses the fact that some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate.

GASB Statement No. 95 provides temporary relief to governments in light of the COVID-19 pandemic. The effective dates of the following pronouncement are postponed by one year: GASB Statements No. 83, No.84, No.88, No. 89, No. 90, No. 91, No.92, and No. 93. The effective date for GASB 87 has been postponed by 18 months.

GASB Statement No. 96 will improve financial reporting by establishing a definition for Subscription-based information technology arrangements (SBITAs) and providing uniform guidance for accounting and financial reporting for transactions that meet that definition. That definition and uniform guidance will result in greater consistency in practice. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. This Statement also will enhance the relevance and reliability of a government's financial statements by requiring a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The disclosures will allow users to understand the scale and important aspects of a government's SBITA activities and evaluate a government's obligations and assets resulting from SBITAs.

REQUIRED SUPPLEMENTARY INFORMATION

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net Pension Liability (Asset)

Public Employees' Retirement System (PERS)

June 30, 2020

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0442%	\$ 2,063,075	\$ 1,988,775	\$ 4,051,850	\$ 1,984,403	104%	62.37%
2016	0.0756%	\$ 3,664,413	\$ 984,525	\$ 4,648,938	\$ 1,902,337	193%	63.96%
2017	7.5600%	\$ 3,942,606	\$ 498,163	\$ 4,440,769	\$ 1,794,827	220%	59.55%
2018	0.0602%	\$ 3,110,761	\$ 1,157,693	\$ 4,268,454	\$ 1,729,430	180%	63.37%
2019	0.0618%	\$ 3,068,792	\$ 892,968	\$ 3,961,760	\$ 1,755,118	175%	65.19%
2020	0.0452%	\$ 2,476,540	\$ 983,863	\$ 3,460,403	\$ 1,699,864	146%	63.42%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset)

Public Employees' Retirement System (PERS)

June 30, 2020

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.0602%	\$ 508,539	\$ 189,262	\$ 697,801	\$ 1,729,430	29.41%	89.68%
2019	0.0618%	\$ 633,294	\$ 183,507	\$ 816,801	\$ 1,755,118	36.08%	88.12%
2020	0.0451%	\$ 66,878	\$ 26,794	\$ 93,672	\$ 1,699,864	3.93%	98.13%
Occupational Death and Disability (ODD):							
2018	0.0901%	\$ (12,789)	\$ -	\$ (12,789)	\$ 1,729,430	-0.74%	212.97%
2019	0.0762%	\$ (14,808)	\$ -	\$ (14,808)	\$ 1,755,118	-0.84%	270.62%
2020	0.0536%	\$ (12,999)	\$ -	\$ (12,999)	\$ 1,699,864	-0.76%	297.43%
Retiree Medical Plan (RMP):							
2018	0.0901%	\$ 4,700	\$ -	\$ 4,700	\$ 392,864	1.20%	93.98%
2019	0.0762%	\$ 9,702	\$ -	\$ 9,702	\$ 359,677	2.70%	88.71%
2020	0.0675%	\$ 16,137	\$ -	\$ 16,137	\$ 304,986	5.29%	83.17%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)
Schedule of the District's Contributions (Pensions)
Public Employees' Retirement System (PERS)
June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 164,943	\$ (164,943)	\$ -	\$ 1,902,337	8.67%
2016	\$ 173,815	\$ (173,815)	\$ -	\$ 1,794,827	9.68%
2017	\$ 191,409	\$ (191,409)	\$ -	\$ 1,729,430	11.07%
2018	\$ 229,523	\$ (229,523)	\$ -	\$ 1,755,118	13.08%
2019	\$ 220,579	\$ (219,945)	\$ 634	\$ 1,699,864	12.98%
2020	\$ 226,054	\$ (227,074)	\$ (1,020)	\$ 1,931,032	11.71%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 7.75% to 2.75% based on service for Peace Officers/Firefighters. Ranges from 6.75% to 2.75% based on age and service for all others.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.5% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates based upon the 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Contributions (OPEB)

Public Employees' Retirement System (PERS)

June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	\$ 68,866	\$ (68,866)	\$ -	\$ 1,755,118	3.92%
2019	\$ 76,823	\$ (76,823)	\$ -	\$ 1,699,864	4.52%
2020	\$ 87,814	\$ (87,814)	\$ -	\$ 1,931,032	4.55%
Occupational Death and Disability (ODD):					
2018	\$ 1,381	\$ (1,381)	\$ -	\$ 1,755,118	0.08%
2019	\$ 2,189	\$ (2,189)	\$ -	\$ 1,699,864	0.13%
2020	\$ 2,799	\$ (2,799)	\$ -	\$ 1,931,032	0.14%
Retiree Medical Plan (RMP):					
2018	\$ 8,888	\$ (8,888)	\$ -	\$ 359,677	2.47%
2019	\$ 7,916	\$ (7,916)	\$ -	\$ 304,986	2.60%
2020	\$ 14,209	\$ (14,209)	\$ -	\$ 422,414	3.36%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 7.75% to 2.75% based on service for Peace Officers/Firefighters. Ranges from 6.75% to 2.75% based on age and service for all others.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.5% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates based upon the 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net Pension Liability (Asset)

Teachers' Retirement System (TRS)

June 30, 2020

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	State of Alaska Proportionate Share of the Net Pension Liability	Total Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2015	0.0832%	\$ 2,495,425	\$ 11,804,622	\$ 14,300,047	\$ 4,673,662	53.39%	55.70%
2016	0.2151%	\$ 4,001,658	\$ 4,946,597	\$ 8,948,255	\$ 4,976,332	80.41%	73.82%
2017	0.2781%	\$ 6,350,471	\$ 5,877,618	\$ 12,228,089	\$ 4,673,662	135.88%	68.40%
2018	0.2095%	\$ 4,245,734	\$ 5,786,624	\$ 10,032,358	\$ 4,700,743	90.32%	72.39%
2019	0.2130%	\$ 4,078,378	\$ 6,064,234	\$ 10,142,612	\$ 4,501,282	90.60%	74.09%
2020	0.1847%	\$ 3,451,847	\$ 5,119,986	\$ 8,571,833	\$ 4,052,747	85.17%	74.68%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset)

Teachers' Retirement System (TRS)

June 30, 2020

Year	District's Proportion of the Net OPEB Liability (Asset)	District's Proportionate Share of the Net OPEB Liability (Asset)	State of Alaska Proportionate Share of the Net OPEB Liability (Asset)	Total Net OPEB Liability (Asset)	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability (Asset)
Alaska Retiree Healthcare Trust Plan (ARHCT):							
2018	0.2088%	\$ 384,039	\$ 674,032	\$ 1,058,071	\$ 4,700,743	8.17%	93.75%
2019	0.2127%	661,259	985,960	1,647,219	4,501,282	14.69%	90.23%
2020	0.1846%	(282,079)	(419,481)	(701,560)	4,052,747	-6.96%	105.50%
Occupational Death and Disability (ODD):							
2018	0.6574%	\$ (21,484)	\$ -	\$ (21,484)	\$ 4,700,743	-0.46%	1342.59%
2019	0.7308%	(25,621)	-	(25,621)	4,501,282	-0.57%	1304.81%
2020	0.7067%	(28,417)	-	(28,417)	4,052,747	-0.70%	1409.77%
Retiree Medical Plan (RMP):							
2018	0.6574%	\$ (31,161)	\$ -	\$ (31,161)	\$ 1,147,033	-2.72%	118.16%
2019	0.7308%	(23,370)	-	(23,370)	2,172,070	-1.08%	109.56%
2020	0.7062%	(27,090)	-	(27,090)	2,417,771	-1.12%	110.03%

Notes to Schedule:

1. The plan measurement date is one year prior to fiscal year end for all years presented.
2. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)
Schedule of the District's Contributions (Pensions)
Teachers' Retirement System (TRS)
June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 197,303	\$ (197,303)	\$ -	\$ 4,976,332	3.96%
2016	\$ 180,778	\$ (180,778)	\$ -	\$ 4,673,662	3.87%
2017	\$ 200,341	\$ (200,341)	\$ -	\$ 4,700,743	4.26%
2018	\$ 219,437	\$ (219,437)	\$ -	\$ 4,501,282	4.87%
2019	\$ 140,384	\$ (113,224)	\$ 27,160	\$ 4,052,747	3.46%
2020	\$ 156,072	\$ (156,327)	\$ (255)	\$ 4,476,154	3.49%

Notes to schedule

1. Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
2. Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

3. Actuarial cost method: Entry Age Normal - level percentage of payroll.
4. Amortization method: Level dollar, closed.
5. Amortization period: 25 years, as a level of percentage of payroll.
6. Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
7. Inflation: 2.5% per annum.
8. Salary increases: Ranges from 6.75% to 2.75% based on service.
9. Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.50% and a real rate of return of 4.88%.
10. Retirement age: Retirement rates based upon the 2013-2017 actual experience.
11. Mortality: Mortality rates are based upon 2013-2017 actual experience.
12. This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

NOME PUBLIC SCHOOLS
(A component Unit of the City of Nome)

Schedule of the District's Contributions (OPEB)

Teachers' Retirement System (TRS)

June 30, 2020

Year	Contractually Required Contribution	Contributions Relative to the Contractually Required Contribution	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
Alaska Retiree Healthcare Trust Plan (ARHCT):					
2018	\$ 95,188	\$ (95,188)	\$ -	\$ 4,501,282	2.11%
2019	\$ 68,138	\$ (68,138)	\$ -	\$ 4,052,747	1.68%
2020	\$ 88,054	\$ (88,054)	\$ -	\$ 4,476,154	1.97%
Occupational Death and Disability (ODD):					
2018	\$ -	\$ -	\$ -	\$ 4,501,282	0.00%
2019	\$ 2,206	\$ (2,206)	\$ -	\$ 4,052,747	0.05%
2020	\$ 2,237	\$ (2,237)	\$ -	\$ 4,476,154	0.05%
Retiree Medical Plan (RMP):					
2018	\$ 23,903	\$ (23,903)	\$ -	\$ 2,172,070	1.10%
2019	\$ 21,785	\$ (21,785)	\$ -	\$ 2,417,771	0.90%
2020	\$ 30,486	\$ (30,486)	\$ -	\$ 2,269,912	1.34%

Notes to schedule

- Valuation date: June 30, 2018, which was rolled forward to June 30, 2019.
- Actuarially determined contribution rates are calculated as of June 30th, two years prior to the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

- Actuarial cost method: Entry Age Normal - level percentage of payroll.
- Amortization method: Level dollar, closed.
- Amortization period: 25 years, as a level of percentage of payroll.
- Asset valuation method: The actuarial asset value was reinitialized to equal fair value of assets as of June 30, 2014. Beginning in FY2015, the assets value method recognizes 20% of the gain or loss each year, for a period of 5 years, all assets are valued at fair value.
- Inflation: 2.5% per annum.
- Salary increases: Ranges from 6.75% to 2.75% based on service.
- Investment rate of return: 7.38%, net of pension plan investment expenses. This is based on an average inflation rate of 2.50% and a real rate of return of 4.88%.
- Retirement age: Retirement rates based upon the 2013-2017 actual experience.
- Mortality: Mortality rates are based upon 2013-2017 actual experience.
- This schedule is intended to present 10 years of information. Additional years' information will be included as it becomes available.

ADDITIONAL SUPPLEMENTARY INFORMATION

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

Year Ended June 30, 2020

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Other local	\$ 405,587	374,729	(30,858)
E-rate	598,647	576,180	(22,467)
Total local sources	<u>1,004,234</u>	<u>950,909</u>	<u>(53,325)</u>
Intergovernmental -			
City of Nome - direct appropriation	<u>3,000,000</u>	<u>3,000,000</u>	<u>-</u>
State of Alaska:			
Foundation program	8,826,726	8,904,940	78,214
Quality schools	26,703	27,139	436
Other state revenue	199,123	202,363	3,240
On-behalf TRS	732,031	813,064	81,033
On-behalf PERS	95,936	106,398	10,462
Total State of Alaska	<u>9,880,519</u>	<u>10,053,904</u>	<u>173,385</u>
Federal sources -			
Direct sources - Impact Aid	<u>50,000</u>	<u>60,832</u>	<u>10,832</u>
Total revenues	<u>13,934,753</u>	<u>14,065,645</u>	<u>130,892</u>
Expenditures:			
Instruction:			
Certificated salaries	2,912,662	2,903,127	9,535
Non-certificated salaries	190,043	188,365	1,678
Employee benefits	1,489,580	1,358,106	131,474
Transportation allowance	40,084	27,783	12,301
Staff travel	-	141	(141)
Utility services	4,365	4,363	2
Other purchased services	73,136	65,733	7,403
Supplies, materials and media	236,552	204,663	31,889
Tuition and stipends	18,000	12,590	5,410
Other expenses	10,185	385	9,800
Total instruction	<u>4,974,607</u>	<u>4,765,256</u>	<u>209,351</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
Special education instruction:			
Certificated salaries	\$ 295,436	294,630	806
Non-certificated salaries	357,308	350,668	6,640
Employee benefits	380,518	333,656	46,862
Transportation allowance	6,515	2,455	4,060
Supplies, materials and media	8,338	7,594	744
Other expenses	150	-	150
Total special education instruction	<u>1,048,265</u>	<u>989,003</u>	<u>59,262</u>
Special education support services - students:			
Certificated salaries	83,806	83,806	-
Non-certificated salaries	31,942	29,225	2,717
Employee benefits	73,732	57,211	16,521
Transportation allowance	1,608	804	804
Staff travel	1,787	1,787	-
Other purchased services	15	13	2
Supplies, materials and media	16,882	10,965	5,917
Total special education support services - students	<u>209,772</u>	<u>183,811</u>	<u>25,961</u>
Support services - students:			
Certificated salaries	119,948	119,948	-
Non-certificated salaries	141,116	131,599	9,517
Employee benefits	168,538	148,791	19,747
Transportation allowance	800	334	466
Other purchased services	231	231	-
Supplies, materials and media	4,323	2,928	1,395
Total support services - students	<u>434,956</u>	<u>403,831</u>	<u>31,125</u>
Support services - instruction:			
Certificated salaries	87,266	84,697	2,569
Non-certificated salaries	224,433	224,428	5
Employee benefits	162,435	152,202	10,233
Transportation allowance	1,350	1,350	-
Professional and technical services	3,331	1,330	2,001
Staff travel	8,966	8,966	-
Utility services	664,105	662,011	2,094
Other purchased services	5,687	2,543	3,144
Supplies, materials and media	130,363	147,875	(17,512)
Other expenses	32,626	26,808	5,818
Equipment	10,800	-	10,800
Total support services - instruction	<u>1,331,362</u>	<u>1,312,210</u>	<u>19,152</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
School administration:			
Certificated salaries	\$ 458,352	458,351	1
Employee benefits	234,737	199,558	35,179
Transportation allowance	3,800	3,800	-
Other purchased services	3,862	3,858	4
Supplies, materials and media	4,232	3,533	699
Other expenses	1,919	781	1,138
Total school administration	<u>706,902</u>	<u>669,881</u>	<u>37,021</u>
School administration support services:			
Non-certificated salaries	183,315	175,818	7,497
Employee benefits	135,714	114,907	20,807
Utility services	1,398	1,023	375
Other purchased services	1,363	198	1,165
Supplies, materials and media	3,585	3,235	350
Total school administration support services	<u>325,375</u>	<u>295,181</u>	<u>30,194</u>
District administration:			
Certificated salaries	145,782	145,782	-
Employee benefits	71,487	75,277	(3,790)
Transportation allowance	810	809	1
Professional and technical services	39,864	39,631	233
Staff travel	28,276	23,743	4,533
Other purchased services	-	40	(40)
Insurance and bond premiums	225	191	34
Supplies, materials and media	4,257	1,742	2,515
Other expenses	31,487	29,610	1,877
Equipment	5,756	5,755	1
Total district administration	<u>327,944</u>	<u>322,580</u>	<u>5,364</u>
District administration support services:			
Non-certificated salaries	273,131	273,129	2
Employee benefits	261,601	212,976	48,625
Professional and technical services	237,995	226,503	11,492
Staff travel	12,824	1,801	11,023
Utility services	167	167	-
Other purchased services	7,970	7,360	610
Insurance and bond premiums	65,000	62,656	2,344
Supplies, materials and media	15,600	7,370	8,230
Other expenses	11,333	7,677	3,656
Indirect cost recovery	(50,178)	(50,815)	637
Total district administration support services	<u>835,443</u>	<u>748,824</u>	<u>86,619</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Operating Fund

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

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Expenditures, continued:			
Operations and maintenance of plant:			
Non-certificated salaries	296,287	296,287	-
Employee benefits	135,377	126,979	8,398
Staff travel	276	276	-
Utility services	82,338	79,003	3,335
Energy	1,066,965	1,043,571	23,394
Other purchased services	1,018,581	1,026,680	(8,099)
Insurance and bond premiums	119,011	119,010	1
Supplies, materials and media	39,861	36,684	3,177
Other expenses	20	20	-
Equipment	70,096	70,095	1
Total operations and maintenance of plant	<u>2,828,812</u>	<u>2,798,605</u>	<u>30,207</u>
Student activities:			
Certificated salaries	74,394	74,394	-
Non-certificated salaries	12,189	12,189	-
Employee benefits	23,471	22,276	1,195
Professional and technical services	9,260	9,260	-
Staff travel	7,163	21,313	(14,150)
Student travel	129,685	128,851	834
Other purchased services	20,286	3,470	16,816
Supplies, materials and media	16,026	15,426	600
Other expenses	3,600	1,459	2,141
Total student activities	<u>296,074</u>	<u>288,638</u>	<u>7,436</u>
Total expenditures	<u>13,319,512</u>	<u>12,777,820</u>	<u>541,692</u>
Excess (deficiency) of revenues over expenditures	<u>615,241</u>	<u>1,287,825</u>	<u>672,584</u>
Other financing sources:			
Transfers to other funds:			
Food Services	150,000	150,000	-
Pupil Transportation	40,000	40,000	-
Capital Projects Fund	431,798	431,798	-
Total transfers	<u>621,798</u>	<u>621,798</u>	<u>-</u>
Net change in fund balance	\$ <u>(6,557)</u>	666,027	<u>672,584</u>
Fund balance, beginning of year		<u>1,502,197</u>	
Fund balance, end of year		\$ <u>2,168,224</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

General Capital Projects Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
	\$ <u>-</u>
Expenditures:	
Support services - instruction- Equipment	<u>110,442</u>
School administration support services- Equipment	<u>28,331</u>
Operations and maintenance of plant:	
Professional and technical services	14,740
Other purchased services	25,008
Supplies, materials and media	10,347
Equipment	<u>222,737</u>
Total operations and maintenance of plant	<u>272,832</u>
Total expenditures	<u>411,605</u>
Excess (deficiency) of revenues over expenditures	(411,605)
Other financing sources - Transfers from School Operating Fund	<u>431,798</u>
Net change in fund balance	20,193
Fund balance, beginning of year	<u>3,236,451</u>
Fund balance, end of year	\$ <u><u>3,256,644</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet

June 30, 2020

	Special Revenue Funds							
	<u>Pupil Transportation</u>	<u>Artists in Schools</u>	<u>AASB - Cultural Safety Grant</u>	<u>AASB - CRSEL</u>	<u>Comprehensive State Literacy Development</u>	<u>Food Service Program</u>	<u>Alaska Nutritional Foods</u>	<u>Title VI-B IDEA</u>
<u>Assets</u>								
Assets:								
Accounts receivable	\$ -	-	-	36,510	12,737	62,346	-	76,381
Due from other funds	365,131	2,000	12	-	-	80,077	8,881	-
Total assets	<u>365,131</u>	<u>2,000</u>	<u>12</u>	<u>36,510</u>	<u>12,737</u>	<u>142,423</u>	<u>8,881</u>	<u>76,381</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	-	-	-	-	-	-	-	-
Unearned revenue	-	-	12	-	-	-	8,881	-
Due to other funds	-	-	-	36,510	12,737	-	-	76,381
Total liabilities	<u>-</u>	<u>-</u>	<u>12</u>	<u>36,510</u>	<u>12,737</u>	<u>-</u>	<u>8,881</u>	<u>76,381</u>
Fund balances (deficit):								
Restricted	-	-	-	-	-	-	-	-
Committed	365,131	2,000	-	-	-	142,423	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficit)	<u>365,131</u>	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>142,423</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances(deficit) \$	<u>365,131</u>	<u>2,000</u>	<u>12</u>	<u>36,510</u>	<u>12,737</u>	<u>142,423</u>	<u>8,881</u>	<u>76,381</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds							
	Title I-A Consolidated Admin Pool Program	Preschool Disabled	School Improvement	Title I-A Basic	Title I-C Migrant Education	Migrant Book Program	Carl Perkins	Safe Children's Act
<u>Assets</u>								
Assets:								
Accounts receivable	\$ 32,535	3,008	2,954	58,441	121,855	8,315	17,377	-
Due from other funds	-	-	-	-	-	-	-	93
Total assets	<u>32,535</u>	<u>3,008</u>	<u>2,954</u>	<u>58,441</u>	<u>121,855</u>	<u>8,315</u>	<u>17,377</u>	<u>93</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	-	-	-	-	472	-	-	-
Unearned revenue	-	-	-	-	-	-	-	93
Due to other funds	32,535	3,008	2,954	58,441	121,383	8,315	17,377	-
Total liabilities	<u>32,535</u>	<u>3,008</u>	<u>2,954</u>	<u>58,441</u>	<u>121,855</u>	<u>8,315</u>	<u>17,377</u>	<u>93</u>
Fund balances (deficit):								
Restricted	-	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances(deficit) \$	<u>32,535</u>	<u>3,008</u>	<u>2,954</u>	<u>58,441</u>	<u>121,855</u>	<u>8,315</u>	<u>17,377</u>	<u>93</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds							NSEDG - Large Infrastructure Program
	COVID-19 (ESSERF)	COVID-19 (GEERF)	Indian Education	Johnson O'Malley	UAF TASK	UAF Future Educators	Inupiaq Immersion Program	
<u>Assets</u>								
Assets:								
Accounts receivable	\$ 24,077	6,259	80,274	-	-	-	-	46,878
Due from other funds	-	-	-	11,448	631	808	115,550	30,000
Total assets	<u>24,077</u>	<u>6,259</u>	<u>80,274</u>	<u>11,448</u>	<u>631</u>	<u>808</u>	<u>115,550</u>	<u>76,878</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	309	-	-	-	408	-	-	66,878
Unearned revenue	-	-	-	11,448	223	808	-	10,000
Due to other funds	23,768	6,259	80,274	-	-	-	-	-
Total liabilities	<u>24,077</u>	<u>6,259</u>	<u>80,274</u>	<u>11,448</u>	<u>631</u>	<u>808</u>	<u>-</u>	<u>76,878</u>
Fund balances (deficit):								
Restricted	-	-	-	-	-	-	115,550	-
Committed	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,550</u>	<u>-</u>
Total liabilities and fund balances(deficit)	\$ <u>24,077</u>	<u>6,259</u>	<u>80,274</u>	<u>11,448</u>	<u>631</u>	<u>808</u>	<u>115,550</u>	<u>76,878</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Balance Sheet, Continued

	Special Revenue Funds			Capital Project Funds			Total Capital Project Funds	Total Other Governmental Funds
	Nome-Beltz Apartments Program	Albro Gregory Scholarship Program	Total Special Revenue Funds	NBHS Partial Roof Replacement Capital Project Fund	NBHS and NES DDC Control System Upgrade Capital Project Fund	NES Fire Alarm System Replacement Capital Project Fund		
<u>Assets</u>								
Assets:								
Accounts receivable	\$ -	-	589,947	-	-	-	-	589,947
Due from other funds	1,370,046	6,374	1,991,051	384,998	-	-	384,998	2,376,049
Total assets	<u>1,370,046</u>	<u>6,374</u>	<u>2,580,998</u>	<u>384,998</u>	<u>-</u>	<u>-</u>	<u>384,998</u>	<u>2,965,996</u>
<u>Liabilities and Fund Balances(Deficit)</u>								
Liabilities:								
Accounts payable	10,180	-	78,247	-	-	-	-	78,247
Unearned revenue	-	-	31,465	384,998	-	-	384,998	416,463
Due to other funds	-	-	479,942	-	27,338	4,880	32,218	512,160
Total liabilities	<u>10,180</u>	<u>-</u>	<u>589,654</u>	<u>384,998</u>	<u>27,338</u>	<u>4,880</u>	<u>417,216</u>	<u>1,006,870</u>
Fund balances (deficit):								
Restricted	-	6,374	121,924	-	-	-	-	121,924
Committed	1,359,866	-	1,869,420	-	-	-	-	1,869,420
Unassigned	-	-	-	-	(27,338)	(4,880)	(32,218)	(32,218)
Total fund balances(deficit)	<u>1,359,866</u>	<u>6,374</u>	<u>1,991,344</u>	<u>-</u>	<u>(27,338)</u>	<u>(4,880)</u>	<u>(32,218)</u>	<u>1,959,126</u>
Total liabilities and fund balances(deficit)	\$ <u>1,370,046</u>	<u>6,374</u>	<u>2,580,998</u>	<u>384,998</u>	<u>-</u>	<u>-</u>	<u>384,998</u>	<u>2,965,996</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit)

Year Ended June 30, 2020

	Special Revenue Funds							
	Pupil Transportation	Artists in Schools	AASB - Cultural Safety Grant	AASB - CRSEL	Staff Development	Comprehensive State Literacy Development	Food Service Program	Alaska Nutritional Foods
Revenues:								
Local sources:								
Charges for services	\$ -	-	-	-	-	-	3,662	-
Other local	-	2,000	48,882	-	-	-	10,722	-
Intergovernmental:								
State of Alaska	478,897	-	-	-		-	-	6,105
Federal sources								
Direct	-	-	-	-	-	-	-	-
Pass-through	-	-	-	38,838	17,444	28,043	620,643	-
Total revenues	478,897	2,000	48,882	38,838	17,444	28,043	635,027	6,105
Expenditures:								
Current:								
Instruction	-	-	18,145	2,104	-	21,770	-	-
Special education instruction	-	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-	-
Support services - instruction	-	-	30,737	24,929	17,444	4,973	-	-
School administration	-	-	-	-	-	-	-	-
District administration support services	-	-	-	-	-	1,300	-	-
Operations and maintenance of plant	-	-	-	-	-	-	8,572	-
Student activities	-	-	-	-	-	-	-	-
Student transportation - to and from school	532,585	-	-	-	-	-	-	-
Student transportation - school activities	7,038	-	-	-	-	-	-	-
Community services	-	-	-	11,805	-	-	-	-
Food services	-	-	-	-	-	-	790,796	6,105
Construction and facilities acquisition	-	-	-	-	-	-	-	-
Total expenditures	539,623	-	48,882	38,838	17,444	28,043	799,368	6,105
Excess (deficiency) of revenues over expenditures	(60,726)	2,000	-	-	-	-	(164,341)	-
Other financing sources - Transfers from School Operating Fund	40,000	-	-	-	-	-	150,000	-
Net change in fund balance	(20,726)	2,000	-	-	-	-	(14,341)	-
Fund balance, beginning of year	385,857	-	-	-	-	-	156,764	-
Fund balance(deficit), end of year	\$ 365,131	2,000	-	-	-	-	142,423	-

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Special Revenue Funds						
	Title VI-B IDEA	Title I-A Consolidated Admin Pool Program	Preschool Disabled	School Improvement	Title II-A	Title I-A Basic	Title I-C Migrant Education
Revenues:							
Local sources:							
Charges for services	\$ -	-	-	-	-	-	-
Other local	-	-	-	-	-	-	-
Intergovernmental:							
State of Alaska	-	-	-	-	-	-	-
Federal sources							
Direct	-	-	-	-	-	-	-
Pass-through	215,764	81,500	3,313	43,508	58,024	176,401	290,729
Total revenues	<u>215,764</u>	<u>81,500</u>	<u>3,313</u>	<u>43,508</u>	<u>58,024</u>	<u>176,401</u>	<u>290,729</u>
Expenditures:							
Current:							
Instruction	-	-	-	1,617	1,625	163,030	133,811
Special education instruction	183,354	-	2,868	-	-	-	-
Special education support services - students	22,410	-	291	-	-	-	-
Support services - students	-	-	-	-	-	-	100,809
Support services - instruction	-	81,500	-	39,670	51,855	2,631	37,649
School administration	-	-	-	-	1,855	-	-
District administration support services	10,000	-	154	2,221	2,689	8,176	10,999
Operations and maintenance of plant	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	1,086
Student transportation-to and from school	-	-	-	-	-	-	-
Student transportation-school activities	-	-	-	-	-	-	6,300
Community services	-	-	-	-	-	2,564	75
Food services	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total expenditures	<u>215,764</u>	<u>81,500</u>	<u>3,313</u>	<u>43,508</u>	<u>58,024</u>	<u>176,401</u>	<u>290,729</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-
Other financing sources -							
Transfers from School Operating Fund	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-	-
Fund balance(deficit), end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Special Revenue Funds						
	Migrant Book Program	Migrant Education Parent Advisory	Carl Perkins	Safe Children's Act	COVID-19 (ESSERF)	COVID-19 (GEERF)	REAP-RLIS Education
Revenues:							
Local sources:							
Charges for services	\$ -	-	-	-	-	-	-
Other local	-	-	-	-	-	-	-
Intergovernmental:							
State of Alaska	-	-	-	346	-	-	-
Federal sources							
Direct	-	-	-	-	-	-	12,035
Pass-through	8,315	734	26,419	-	24,077	6,259	-
Total revenues	8,315	734	26,419	346	24,077	6,259	12,035
Expenditures:							
Current:							
Instruction	8,315	-	25,472	346	22,961	-	11,264
Special education instruction	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-
Support services - instruction	-	-	-	-	-	-	213
School administration	-	-	-	-	-	-	-
District administration support services	-	-	947	-	1,116	290	558
Operations and maintenance of plant	-	-	-	-	-	-	-
Student activities	-	-	-	-	-	-	-
Student transportation-to and from school	-	-	-	-	-	-	-
Student transportation-school activities	-	-	-	-	-	-	-
Community services	-	734	-	-	-	-	-
Food services	-	-	-	-	-	5,969	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total expenditures	8,315	734	26,419	346	24,077	6,259	12,035
Excess (deficiency) of revenues over expenditures	-	-	-	-	-	-	-
Other financing sources -							
Transfers from School Operating Fund	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-	-	-
Fund balance(deficit), end of year	\$ -	-	-	-	-	-	-

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Indian Education	Johnson O'Malley	UAF - TASK	UAF - Future Educators	Inupiaq Immersion Program	NSEDC - Large Infrastructure Program	Nome-Beltz Apartments Program
Revenues:							
Local sources:							
Charges for services	\$ -	-	-	-	-	-	250,339
Other local	-	-	-	4,193	500	66,878	-
Intergovernmental:							
State of Alaska	-	-	-	-	-	-	-
Federal sources							
Direct	244,444	-	-	-	-	-	-
Pass-through	-	22,357	9,778	-	-	-	-
Total revenues	<u>244,444</u>	<u>22,357</u>	<u>9,778</u>	<u>4,193</u>	<u>500</u>	<u>66,878</u>	<u>250,339</u>
Expenditures:							
Current:							
Instruction	233,115	18,149	9,498	-	983	-	-
Special education instruction	-	-	-	-	-	-	-
Special education support services - students	-	-	-	-	-	-	-
Support services - students	-	-	-	-	-	-	-
Support services - instruction	-	1,879	-	-	-	-	-
School administration	-	-	-	-	-	-	-
District administration support services	11,329	1,036	-	-	-	-	-
Operations and maintenance of plant	-	-	-	-	-	66,878	96,014
Student activities	-	-	-	4,193	-	-	-
Student transportation-to and from school	-	-	-	-	-	-	-
Student transportation-school activities	-	-	280	-	-	-	-
Community services	-	1,293	-	-	-	-	-
Food services	-	-	-	-	-	-	-
Construction and facilities acquisition	-	-	-	-	-	-	-
Total expenditures	<u>244,444</u>	<u>22,357</u>	<u>9,778</u>	<u>4,193</u>	<u>983</u>	<u>66,878</u>	<u>96,014</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-	(483)	-	154,325
Other financing sources -							
Transfers from School Operating Fund	-	-	-	-	-	-	-
Net change in fund balance	-	-	-	-	(483)	-	154,325
Fund balance, beginning of year	-	-	-	-	116,033	-	1,205,541
Fund balance(deficit), end of year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,550</u>	<u>-</u>	<u>1,359,866</u>

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Other Governmental Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances(Deficit), Continued

	Special Revenue Funds		Total Special Revenue Funds	Capital Project Fund			Total Capital Project Funds	Total Other Governmental Funds
	Albro Gregory Scholarship	Verna Mickelson Scholarship		NBHS Partial Roof Replacement Capital Project Fund	NBHS and NES DDC Control System Upgrade Capital Project Fund	NES Fire Alarm System Replacement Capital Project Fund		
Revenues:								
Local sources:								
Charges for services	\$ -	-	254,001	-	-	-	-	254,001
Other local	-	-	133,175	-	-	-	-	133,175
Intergovernmental:								
State of Alaska	-	-	485,348	129,914	-	-	129,914	615,262
Federal sources								
Direct	-	-	256,479	-	-	-	-	256,479
Pass-through	-	-	1,672,146	-	-	-	-	1,672,146
Total revenues	-	-	2,801,149	129,914	-	-	129,914	2,931,063
Expenditures:								
Current:								
Instruction	-	-	672,205	-	-	-	-	672,205
Special education instruction	-	-	186,222	-	-	-	-	186,222
Special education support services - students	-	-	22,701	-	-	-	-	22,701
Support services - students	-	-	100,809	-	-	-	-	100,809
Support services - instruction	-	-	293,480	-	-	-	-	293,480
School administration	-	-	1,855	-	-	-	-	1,855
District administration support services	-	-	50,815	-	-	-	-	50,815
Operations and maintenance of plant	-	-	171,464	-	-	-	-	171,464
Student activities	-	-	5,279	-	-	-	-	5,279
Student transportation-to and from school	-	-	532,585	-	-	-	-	532,585
Student transportation-school activities	-	-	13,618	-	-	-	-	13,618
Community services	500	986	17,957	-	-	-	-	17,957
Food services	-	-	802,870	-	-	-	-	802,870
Construction and facilities acquisition	-	-	-	129,914	27,338	4,880	162,132	162,132
Total expenditures	500	986	2,871,860	129,914	27,338	4,880	162,132	3,033,992
Excess (deficiency) of revenues over expenditures	(500)	(986)	(70,711)	-	(27,338)	(4,880)	(32,218)	(102,929)
Other financing sources - Transfers from School Operating Fund	-	-	190,000	-	-	-	-	190,000
Net change in fund balance	(500)	(986)	119,289	-	(27,338)	(4,880)	(32,218)	87,071
Fund balance, beginning of year	6,874	986	1,872,055	-	-	-	-	1,872,055
Fund balance(deficit), end of year	\$ 6,374	-	1,991,344	-	(27,338)	(4,880)	(32,218)	1,959,126

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Pupil Transportation Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
State of Alaska	\$ 478,897	478,897	-
Expenditures:			
Student transportation - to and from school:			
Other purchased services	531,244	532,585	(1,341)
Student transportation - school activities:			
Non-certificated salaries	-	3,400	(3,400)
Employee benefits	-	1,328	(1,328)
Other purchased services	8,120	2,310	5,810
Total transportation - school activities	8,120	7,038	1,082
Total expenditures	539,364	539,623	(259)
Excess (deficiency) of revenues			
over expenditures	(60,467)	(60,726)	(259)
Other financing sources -			
Transfers from School Operating Fund	-	40,000	(40,000)
Net change in fund balance	\$ (60,467)	(20,726)	(40,259)
Fund balance, beginning of year		385,857	
Fund balance, end of year		\$ 365,131	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Artists in Schools Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Other local	\$ 2,000	2,000	-
Expenditures:			
Instruction:			
Professional and technical services	2,000	-	2,000
Excess (deficiency) of revenues over expenditures	\$ -	2,000	(2,000)
Fund balance, beginning of year		-	
Fund balance, end of year		\$ 2,000	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

AASB - Cultural Safety Grant Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources -			
Other local	\$ 50,080	48,882	(1,198)
Expenditures:			
Instruction:			
Certificated salaries	-	6,000	(6,000)
Employee benefits	-	145	(145)
Professional and technical services	24,380	12,000	12,380
Staff travel	4,200	-	4,200
Total Instruction	28,580	18,145	10,435
Support services - instruction:			
Professional and technical services	-	14,280	(14,280)
Supplies, materials and media	21,500	13,500	8,000
Other expenses	-	2,957	(2,957)
Total support services - instruction	21,500	30,737	(9,237)
Total expenditures	50,080	48,882	1,198
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

AASB - CRESEL Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through other			
intermediate agencies	\$ 74,609	38,838	(35,771)
Expenditures:			
Instruction			
Supplies, materials and media	9,520	2,104	7,416
Support services - instruction -			
Staff travel	5,438	23,214	(17,776)
Other expenses	2,500	1,715	785
Total support services - instruction	7,938	24,929	(16,991)
Community services:			
Non-certificated salaries	32,266	4,690	27,576
Employee benefits	17,385	404	16,981
Other expenses	7,500	6,711	789
Total community services	57,151	11,805	45,346
Total expenditures	74,609	38,838	35,771
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Staff Development Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental:			
Federal sources - through the State of Alaska	\$ <u>19,800</u>	<u>17,444</u>	<u>(2,356)</u>
Expenditures:			
Support services - instruction- Staff travel	<u>19,800</u>	<u>17,444</u>	<u>2,356</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Comprehensive State Literacy Development Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 43,142	28,043	(15,099)
Expenditures:			
Instruction:			
Certificated salaries	-	12,000	(12,000)
Employee benefits	-	381	(381)
Supplies, materials and media	9,537	9,389	148
Total instruction	9,537	21,770	(12,233)
Support services - instruction:			
Certificated salaries	14,080	-	14,080
Non-certificated salaries	1,315	-	1,315
Employee benefits	483	-	483
Staff travel	15,727	4,973	10,754
Total support services - instruction	31,605	4,973	26,632
District administration support services-			
Indirect cost	2,000	1,300	700
Total expenditures	43,142	28,043	15,099
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Food Service Program Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Charges for services- food services	\$ 7,000	3,662	(3,338)
Other local	8,000	10,722	2,722
Intergovernmental -			
Federal sources - through the State of Alaska	585,000	620,643	35,643
Total revenues	<u>600,000</u>	<u>635,027</u>	<u>35,027</u>
Expenditures:			
Operations and maintenance of plant:			
Supplies, materials and media	-	2,852	(2,852)
Equipment	-	5,720	(5,720)
Total operations and maintenance of plant	<u>-</u>	<u>8,572</u>	<u>(8,572)</u>
Food services:			
Non-certificated salaries	3,000	2,757	243
Employee benefits	-	228	(228)
Other purchased services	775,000	753,050	21,950
Supplies, materials and media	-	24,095	(24,095)
Other expenses	-	6,572	(6,572)
Equipment	-	4,094	(4,094)
Total food services	<u>778,000</u>	<u>790,796</u>	<u>(12,796)</u>
Total expenditures	<u>778,000</u>	<u>799,368</u>	<u>(21,368)</u>
Excess (deficiency) of revenues over expenditures	<u>(178,000)</u>	<u>(164,341)</u>	<u>56,395</u>
Other financing sources -			
Transfers from School Operating Fund	<u>250,000</u>	<u>150,000</u>	<u>100,000</u>
Net change in fund balance	\$ <u><u>72,000</u></u>	(14,341)	<u><u>156,395</u></u>
Fund balance, beginning of year		<u>156,764</u>	
Fund balance, end of year		\$ <u><u>142,423</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Alaska Nutritional Foods Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental - State of Alaska	14,986	6,105	8,881
Expenditures:			
Food services- Supplies, materials and media	14,986	6,105	8,881
Excess (deficiency) of revenues over expenditures	-	-	-
Net change in fund balance	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title VI-B IDEA Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through the State of Alaska	\$ 237,451	215,764	(21,687)
Expenditures:			
Special education instruction:			
Certificated salaries	61,953	57,827	4,126
Employee benefits	43,577	41,535	2,042
Transportation allowance	3,000	3,000	-
Professional and technical services	67,462	62,861	4,601
Staff travel	10,546	2,079	8,467
Other purchased services	3,000	-	3,000
Supplies, materials and media	16,807	16,052	755
Other expenses	222	-	222
Total special education instruction	206,567	183,354	23,213
Special education support services - students:			
Professional and technical services	15,500	14,737	763
Staff travel	2,484	2,822	(338)
Supplies, materials and media	1,895	4,851	(2,956)
Total special education support services - students	19,879	22,410	(2,531)
District administration support services:			
Indirect costs	11,005	10,000	1,005
Total expenditures	237,451	215,764	21,687
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title I-A Consolidated Admin Pool Program Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 81,500	81,500	-
Expenditures:			
Support services - instruction:			
Certificated salaries	59,906	60,526	(620)
Employee benefits	15,864	17,000	(1,136)
Transportation allowance	1,500	1,650	(150)
Staff travel	4,230	2,324	1,906
Total expenditures	81,500	81,500	-
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Preschool Disabled Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 3,313	3,313	-
Expenditures:			
Special education instruction-			
Professional and technical services	3,159	2,868	291
Special education support services - students-			
Other purchased services	-	291	(291)
District administration support services-			
Indirect costs	154	154	-
Total expenditures	3,313	3,313	-
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

School Improvement Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 50,000	43,508	(6,492)
Expenditures:			
Instruction-			
Supplies, materials and media	1,600	1,617	(17)
Support services - instruction:			
Certificated salaries	9,800	9,804	(4)
Employee benefits	2,000	252	1,748
Professional and technical services	7,200	7,188	12
Staff travel	26,848	22,426	4,422
Total support services - instruction	45,848	39,670	6,178
District administration support services-			
Indirect costs	2,552	2,221	331
Total expenditures	50,000	43,508	6,492
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title II-A Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 80,213	58,024	(22,189)
Expenditures:			
Instruction:			
Non-certificated salaries	3,380	-	3,380
Supplies, materials and media	1,550	1,625	(75)
Total instruction	4,930	1,625	3,305
Support services - instruction:			
Certificated salaries	6,000	3,842	2,158
Employee benefits	2,250	100	2,150
Professional and technical services	9,000	8,985	15
Staff travel	43,400	31,491	11,909
Supplies, materials and media	2,175	296	1,879
Other expenses	6,840	7,141	(301)
Total support services - instruction	69,665	51,855	17,810
School administration-			
Staff Travel	1,900	1,855	45
District administration support services-			
Indirect costs	3,718	2,689	1,029
Total expenditures	80,213	58,024	22,189
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title I-A Basic Program Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 228,628	176,401	(52,227)
Expenditures:			
Instruction:			
Certificated salaries	78,704	76,202	2,502
Non-certificated salaries	44,564	45,401	(837)
Employee benefits	89,254	41,068	48,186
Transportation allowance	400	-	400
Staff travel	2,610	-	2,610
Supplies, materials and media	2,500	359	2,141
Total instruction	218,032	163,030	55,002
Support services - instruction-			
Staff travel	-	2,631	(2,631)
District administration support services-			
Indirect costs	10,596	8,176	2,420
Community services:			
Certificated salaries	-	2,502	(2,502)
Employee benefits	-	62	(62)
Total community services	-	2,564	(2,564)
Total expenditures	228,628	176,401	52,227
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Title I-C Migrant Education Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 492,443	290,729	(201,714)
Expenditures:			
Instruction:			
Certificated salaries	2,500	18,700	(16,200)
Employee benefits	800	1,780	(980)
Professional and technical services	4,710	4,700	10
Student travel	1,030	1,368	(338)
Other purchased services	-	2,550	(2,550)
Supplies, materials and media	50,619	51,304	(685)
Tuition - students and stipends	81,704	53,409	28,295
Total instruction	141,363	133,811	7,552
Support services - students:			
Certificated salaries	119,204	76,204	43,000
Employee benefits	77,853	21,231	56,622
Transportation allowance	3,375	3,374	1
Total support services - students	200,432	100,809	99,623
Support services - instruction:			
Non-certificated salaries	91,263	19,826	71,437
Employee benefits	17,880	11,441	6,439
Professional and technical services	174	6,150	(5,976)
Staff travel	-	43	(43)
Supplies, materials and media	-	189	(189)
Total support services - instruction	109,317	37,649	71,668
District administration support services-			
Indirect costs	19,037	10,999	8,038
Student activities:			
Non-certificated salaries	1,000	1,000	-
Employee benefits	93	86	7
Total student activities	1,093	1,086	7
Student transportation - school activities-			
Other purchased services	21,125	6,300	14,825
Community Services			
Staff travel	76	75	1
Total expenditures	492,443	290,729	201,714
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Migrant Book Program Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 10,313	8,315	(1,998)
Expenditures:			
Instruction:			
Certificated salaries	-	3,500	(3,500)
Employee benefits	-	272	(272)
Supplies, materials and media	10,313	4,543	5,770
Total expenditures	<u>10,313</u>	<u>8,315</u>	<u>1,998</u>
Excess (deficiency) of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		-	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Migrant Education Parent Advisory Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ <u>5,000</u>	<u>734</u>	<u>(4,266)</u>
Expenditures:			
Community services:			
Staff travel	5,000	-	5,000
Professional and technical services	<u>-</u>	<u>734</u>	<u>(734)</u>
Total expenditures	<u>5,000</u>	<u>734</u>	<u>4,266</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Carl Perkins Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 26,419	26,419	-
Expenditures:			
Instruction:			
Other purchased services	4,073	4,073	-
Supplies, materials and media	21,122	15,404	5,718
Equipment		5,995	(5,995)
Total instruction	<u>25,195</u>	<u>25,472</u>	<u>(277)</u>
District administration support services:			
Indirect costs	<u>1,224</u>	<u>947</u>	<u>277</u>
Total expenditures	<u>26,419</u>	<u>26,419</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Safe Children's Act Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
State of Alaska	\$ <u>600</u>	<u>346</u>	<u>(254)</u>
Expenditures:			
Instruction:			
Supplies, materials and media	<u>600</u>	<u>346</u>	<u>254</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

COVID-19 (ESSERF) Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 181,823	24,077	(157,746)
Expenditures:			
Instruction:			
Certificated salaries	-	21,750	(21,750)
Employee benefits	-	843	(843)
Staff travel	-	368	(368)
Supplies, materials and media	181,823	-	181,823
Total instruction	181,823	22,961	158,862
District administration support services-			
Indirect costs	-	1,116	(1,116)
Total expenditures	181,823	24,077	157,746
Excess (deficiency) of revenues			
over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

COVID-19 (GEERF) Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through			
the State of Alaska	\$ 13,891	6,259	(7,632)
Expenditures:			
District administration support services:			
Indirect costs	-	290	(290)
Food Services:			
Supplies, materials, media	13,891	5,969	7,922
Total expenditures	13,891	6,259	7,632
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

REAP - RLIS Education Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - direct	\$ 14,993	12,035	(2,958)
Expenditures:			
Instruction:			
Employee benefits	14,298	-	14,298
Supplies, materials, media	-	11,264	(11,264)
Total instruction	14,298	11,264	3,034
Support services - instruction-			
Supplies, materials, media	-	213	(213)
District administration support services-			
Indirect costs	695	558	137
Total expenditures	14,993	12,035	2,958
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Indian Education Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - direct	\$ 246,110	244,444	(1,666)
Expenditures:			
Instruction:			
Certificated salaries	219,172	171,967	47,205
Non-certificated salaries	-	7,191	(7,191)
Employee benefits	15,531	53,957	(38,426)
Total instruction	<u>234,703</u>	<u>233,115</u>	<u>1,588</u>
District administration support services:			
Indirect costs	<u>11,407</u>	<u>11,329</u>	<u>78</u>
Total expenditures	<u>246,110</u>	<u>244,444</u>	<u>1,666</u>
Excess (deficiency) of revenues over expenditures	\$ <u>-</u>	-	<u>-</u>
Fund balance, beginning of year		-	
Fund balance, end of year		\$ <u>-</u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Johnson O'Malley Special Revenue Fund

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

Year Ended June 30, 2020

	Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Intergovernmental -			
Federal sources - through other intermediate agencies	\$ 33,805	22,357	(11,448)
Expenditures:			
Instruction:			
Non-certificated salaries	1,250	-	1,250
Employee benefits	238	-	238
Professional and technical services	5,275	5,000	275
Student travel	4,279	-	4,279
Supplies, materials and media	12,825	13,149	(324)
Tuition-students and stipends	2,916	-	2,916
Total instruction	26,783	18,149	8,634
Support services - instruction:			
Professional and technical services	5,275	300	4,975
Other expenses	180	1,579	(1,399)
Total support services - instruction	5,455	1,879	3,576
District administration support services:			
Indirect costs	1,567	1,036	531
Community services:			
Professional and technical services	-	1,293	(1,293)
Total expenditures	33,805	22,357	11,448
Excess (deficiency) of revenues over expenditures	\$ -	-	-
Fund balance, beginning of year		-	
Fund balance, end of year		\$ -	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

UAF - TASK Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Intergovernmental -			
Federal sources - through other intermediate agencies	\$ <u>10,000</u>	<u>9,778</u>	<u>(222)</u>
Expenditures:			
Instruction-			
Supplies, materials and media	<u>10,000</u>	<u>9,498</u>	<u>502</u>
Student transportation - school activities-			
Other purchased services	<u>-</u>	<u>280</u>	<u>(280)</u>
Total expenditures	<u>10,000</u>	<u>9,778</u>	<u>222</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

UAF - Future Educators Special Revenue Fund

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

Year Ended June 30, 2020

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Positive (Negative)</u>
Revenues:			
Local sources -			
Other local	\$ <u>4,763</u>	<u>4,193</u>	<u>(570)</u>
Expenditures:			
Student Activities-			
Student travel	<u>4,763</u>	<u>4,193</u>	<u>570</u>
Excess (deficiency) of revenues over expenditures	\$ <u><u>-</u></u>	<u>-</u>	<u><u>-</u></u>
Fund balance, beginning of year		<u>-</u>	
Fund balance, end of year		\$ <u><u>-</u></u>	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Inupiaq Immersion Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Local sources -	
Other local	\$ <u>500</u>
Expenditures:	
Instruction:	
Certificated salaries	960
Employee benefits	<u>23</u>
Total expenditures	<u>983</u>
Excess (deficiency) of revenues over expenditures	(483)
Fund balance, beginning of year	<u>116,033</u>
Fund balance, end of year	\$ <u><u>115,550</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NSEDG - Large Infrastructure Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Local sources -	
Other local	\$ <u>66,878</u>
Expenditures:	
Operations and maintenance of plant-	
Equipment	<u>66,878</u>
Excess (deficiency) of revenues over expenditures	-
Fund balance, beginning of year	<u>-</u>
Fund balance, end of year	\$ <u><u>-</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Nome-Beltz Apartments Program Special Revenue Fund

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

Year Ended June 30, 2020

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Revenues:			
Local sources:			
Charges for services - rental receipts	\$ 250,339	250,339	-
Expenditures:			
Operations and maintenance of plant:			
Professional and technical services	7,811	7,811	
Utility services	5,659	5,659	-
Energy	20,317	20,317	
Other purchased services	2,382	2,382	-
Supplies, materials and media	59,221	59,221	-
Other expenses	624	624	-
Total operations and maintenance of plant	96,014	96,014	-
Excess (deficiency) of revenues over expenditures	\$ 154,325	154,325	-
Fund balance, beginning of year		1,205,541	
Fund balance, end of year		\$ 1,359,866	

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Albro Gregory Scholarship Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues -	\$ <u>-</u>
Expenditures -	
Community services:	
Other noncurrent debits	<u>500</u>
Excess (deficiency) of revenues over expenditures	(500)
Fund balance, beginning of year	<u>6,874</u>
Fund balance, end of year	\$ <u><u>6,374</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Verna Mickelson Scholarship Program Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	Actual
Revenues -	
	\$ -
Expenditures:	
Community services -	
Other noncurrent debits	986
Excess (deficiency) of revenues over expenditures	(986)
Fund balance, beginning of year	986
Fund balance, end of year	\$ -

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NBHS Partial Roof Replacement Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Intergovernmental -	
State of Alaska	\$ <u>129,914</u>
Expenditures:	
Construction and facilities acquisition-	
Professional and technical services	<u>129,914</u>
Excess (deficiency) of revenues over expenditures	-
Fund balance, beginning of year	<u>-</u>
Fund balance, end of year	\$ <u><u>-</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NBHS and NES DDC Control System Upgrade Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance(Deficit)

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Intergovernmental -	
State of Alaska	\$ <u>-</u>
Expenditures:	
Construction and facilities acquisition -	
Professional and technical services	<u>27,338</u>
Excess (deficiency) of revenues over expenditures	(27,338)
Fund balance, beginning of year	<u>-</u>
Fund balance(deficit), end of year	\$ <u><u>(27,338)</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

NES Fire Alarm System Replacement Capital Project Fund

Schedule of Revenues, Expenditures, and Changes
in Fund Balance(Deficiti)

Year Ended June 30, 2020

	<u>Actual</u>
Revenues:	
Intergovernmental -	
State of Alaska	\$ <u>-</u>
Expenditures:	
Construction and facilities acquisition -	
Professional and technical services	<u>4,880</u>
Excess (deficiency) of revenues over expenditures	(4,880)
Fund balance, beginning of year	<u>-</u>
Fund balance(deficit), end of year	\$ <u><u>(4,880)</u></u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Games of Chance and Skill Agency Fund

Schedule of Changes in Assets and Liabilities

June 30, 2020

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Decreases</u>	<u>Ending Balance</u>
Assets				
Cash and investments	\$ <u>16,229</u>	<u>73</u>	<u>447</u>	<u>15,855</u>
Liabilities				
Due to student groups	\$ 15,850	73	68	15,855
Due to other funds	<u>379</u>	<u>-</u>	<u>379</u>	<u>-</u>
Total liabilities	\$ <u>16,229</u>	<u>73</u>	<u>447</u>	<u>15,855</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Student Activity Agency Fund

Schedule of Changes in Assets and Liabilities

June 30, 2020

	Beginning Balance	Increases	Decreases	Ending Balance
Assets				
Cash and investments	\$ 14,762	348,572	316,675	46,659
Accounts receivable	724	-	-	724
Due from School Operating Fund	264,749	30,484	-	295,233
Prepaid expenses	9,219	-	9,219	-
	<u>\$ 289,454</u>	<u>379,056</u>	<u>325,894</u>	<u>342,616</u>
Liabilities				
Accounts Payable	910	-	910	-
Due to student groups				
Jr./Sr. High school -				
ACSA -- 8th Grade Class of 2020 DC Trip	11,932	13,156	12,393	12,695
ACSA -- 8th Grade Class of 2022 DC Trip	822	295	-	1,117
ACSA -- 8th Grade Class of 2023 DC Trip	52	900	693	259
ACSA -- Action	1,335	-	-	1,335
ACSA - Class of 2021 DC Trip	2,557	2,880	-	5,437
ACSA -- DC Ticket Account	3,767	53	-	3,820
ACSA - Ski & Bike Mechanics	-	1,000	625	375
ACSA -- Student Council	5,474	260	-	5,734
Archery Club	-	120	80	40
Booster Club	4,839	-	4,839	-
Bowling League	494	-	494	-
Boys Varsity Basketball	9,444	11,398	3,423	17,419
Breakfast Snack	142	-	71	71
Bridge Club	896	-	896	-
Class of 2020	6,657	1,100	4,834	2,923
Class of 2021	-	5,179	1,018	4,161
Counselor's Office	407	-	407	-
Cross Country	6,406	1,980	5,210	3,176
Culinary Club	1,180	325	641	864
Culture Club	1,009	1,550	2,424	135
Design Technology	15,002	-	14,919	83
Drama Club	2,886	925	375	3,436
Esports	-	1,181	704	477
General	-	3,571	1,012	2,559
Girls Varsity Basketball	2,339	27,129	(3,107)	32,575
Gym Banners	9,999	12,928	17,635	5,292
Honor Society	133	220	-	353
HS Student Council	1,704	-	569	1,135

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Student Activity Agency Fund

Schedule of Changes in Assets and Liabilities, continued

	Beginning Balance	Increases	Decreases	Ending Balance
Liabilities , continued				
Due to student groups, continued:				
Jr./SR. High school, continued -				
Jr. High Basketball Tournament	2,572	-	-	2,572
Jr. High Boys Basketball	14,186	28,273	17,374	25,085
Jr. High Girls Basketball	8,896	7,877	10,618	6,155
Jr. High Student Council	3,407	24	150	3,281
Jr. High Volleyball	5,960	5,687	4,752	6,895
Jr. High Wrestling	22	-	6,363	(6,341)
JV Boys Basketball	2,259	1,000	2,376	883
JV Girls Basketball	2,154	1,500	2,376	1,278
Let Us Buy - Student Store	1,800	2,108	1,830	2,078
Music/Choir	2,427	9,066	1,965	9,528
Nanook News	(35)	-	-	(35)
Native Youth Leadership NNYLO	5,220	500	4,640	1,080
Native Youth Olympics NYO	12,581	10,550	5,494	17,637
NB Activities	47	-	47	-
NB Class of 2021	1,309	25	-	1,334
NBHS Athletics	4,027	-	3,088	939
NBHS Close Up/DC Trip	15,805	86,880	71,146	31,539
Norton Sound Shootout	4,585	-	200	4,385
NSEDG - Biology Outdoor Equipment	3,000	2,665	5,665	-
NSEDG - Cross Country	675	-	675	-
NSEDG - Outdoor Activities	-	3,263	-	3,263
NSEDG - Student Activity Travel	2,182	17,000	19,295	(113)
NYO Junior Account	3,010	-	-	3,010
Resource Center -- Library	1,869	-	1,869	-
Skills USA VICA	22,506	2,000	235	24,271
Spanish Club	-	-	-	-
Speech & Debate Club	-	4,270	3,234	1,036
Spirit Committee	650	-	-	650
Student Career Exploration Trips	-	8,111	8,111	-
Subway Showdown	217	11,564	5,340	6,441

(continued)

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Student Activity Agency Fund

Schedule of Changes in Assets and Liabilities, continued

	Beginning Balance	Increases	Decreases	Ending Balance
Liabilities , continued				
Due to student groups, continued:				
High school, continued -				
Suicide, Alcohol and/or Substance Abuse Prevention	2,308	1,500	2,308	1,500
Swim Team	595	300	-	895
Varsity Cheerleading	3,152	4,988	786	7,354
Varsity Volleyball	35,106	18,521	22,996	30,631
Varsity Wrestling	2,123	46,409	31,519	17,013
Yearbook	(5,000)	7,060	2,060	-
You Are Not Alone Club	364	-	364	-
Youth Dance Group	2,980	1,000	-	3,980
Total High School	<u>252,435</u>	<u>368,291</u>	<u>307,031</u>	<u>313,695</u>
Elementary school -				
Lisa's Leepers - Lego Robotics	9,680	-	-	9,680
NES Basketball	27	-	-	27
NES Cross Country	175	-	-	175
NES Library Club	13,005	5,649	9,177	9,477
NES Student Council	663	-	-	663
NES Wrestling	7,390	250	-	7,640
NES Youth Activities	2,462	-	-	2,462
Nome Elementary General Activities	6,548	50	2,000	4,598
Ski Team	352	-	102	250
Youth Basketball	(4,193)	4,813	6,671	(6,051)
Total Elementary School	<u>36,109</u>	<u>10,762</u>	<u>17,950</u>	<u>28,921</u>
Total Due to Student Groups	<u>288,544</u>	<u>379,053</u>	<u>324,981</u>	<u>342,616</u>
Total Due to Student Groups and Liabilities	<u>\$ 289,454</u>	<u>379,053</u>	<u>325,891</u>	<u>342,616</u>

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Schedule of Compliance - AS 14.17.505

June 30, 2020

Total fund balance - School Operating Fund	\$ 2,168,224
less exemptions per 4 AAC 09.160(a)	
Inventory	50,569
Prepaid items	359,069
Federal impact aid received	<u>60,832</u>
Fund Balance Subject to 10% Limitation	<u><u>\$ 1,697,754</u></u>

Nonexempt fund balance as a percentage of current year expenditures:

<u>Fund balance subject to limitation</u>	<u>1,697,754</u>	=	<u>13.29%</u>
Current year expenditures	12,777,820		

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

Grant Title	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	Federal Share of Expenditures
U.S. Department of Education:				
Direct programs:				
Impact Aid	11-AK-2019-0501	84.041	\$ 12,242	12,242
Impact Aid	11-AK-2020-0501	84.041	48,590	48,590
Total CFDA 84.041			<u>60,832</u>	<u>60,832</u>
Indian Education	S060A190518	84.060	<u>246,110</u>	<u>244,444</u>
REAP-RLIS	S358C190003	84.358	<u>14,993</u>	<u>12,035</u>
Passed through the State of Alaska,				
Department of Education and Early Development:				
Title II-A	IP 20.NPSD.01	84.367	80,213	58,024
Staff Development	SD 20.NPSD.01	84.367	2,600	2,600
Total CFDA 84.367			<u>82,813</u>	<u>60,624</u>
Title VI-B IDEA	SE 20.035.01	84.027	237,451	215,764
Preschool Disabled	SE 20.035.01	84.173	3,313	3,313
Total Special Education Cluster			<u>240,764</u>	<u>219,077</u>
Carl Perkins	EK 20.NPSD.01	84.048	26,419	26,419
Staff Development	SD 20.NPSD.01	84.048	4,500	3,796
Total CFDA 84.048			<u>30,919</u>	<u>30,215</u>
Title IA Basic	IP 20.NPSD.01	84.010	228,628	176,401
Title IA Basic Consolidated Admin Pool Program	SE 20.035.01	84.010	40,000	40,000
Staff Development	SD 20.NPSD.01	84.010	5,000	3,348
School Improvement	SI 19.NPSD.02	84.010	50,000	43,508
Total CFDA 84.010			<u>323,628</u>	<u>263,257</u>
COVID-19 Governor's Emergency Relief Fund	ER.20.NPSD.01	84.425C	13,891	6,259
COVID-19 Elementary & Secondary School Emergency Relief Fund	ER.20.NPSD.01	84.425D	181,823	24,077
Total CFDA 84.425			<u>195,714</u>	<u>30,336</u>
Comprehensive State Literacy Development	AL 20.NPSD.01	84.371	<u>43,142</u>	<u>28,043</u>
Staff Development	SD 20.NPSD.01	84.011	3,700	3,700
Title IC Consolidated Admin Pool Program	SE 20.035.01	84.011	41,500	41,500
Title IC Migrant Education	IP 20.NPSD.01	84.011	492,443	290,729
Migrant Book	MB 20.NPSD.01	84.011	10,313	8,315
Migrant, Parent Advisory Council	MP 20.NPSD.02	84.011	5,000	734
Total CFDA 84.011			<u>552,956</u>	<u>344,978</u>
Passed through:				
Association of Alaska School Board - CRSEL	U411C150085	84.411	<u>74,609</u>	<u>38,838</u>
Passed through:				
University of Alaska Fairbanks TASK	S362A180024-19	84.362A	<u>10,000</u>	<u>9,778</u>
Total Department of Education			<u>1,876,480</u>	<u>1,342,457</u>
U.S. Department of Health and Social Services				
Passed through the State of Alaska,				
Department of Education & Early Development:				
Staff Development	SD 20.NPSD.01	93.243	<u>4,000</u>	<u>4,000</u>
U.S. Department of the Interior:				
Passed through Kawerak, Inc.:				
Johnson O'Malley	FY20	15.130	<u>33,805</u>	<u>22,357</u>
U.S. Department of Agriculture:				
Passed through the State of Alaska,				
Department of Education and Early Development:				
National School Breakfast Program	MS 20.NPSD.01	10.553	139,153	139,153
COVID-19 National School Breakfast Program	MS 20.NPSD.01	10.553	11,349	11,349
Total CFDA 10.553			<u>150,502</u>	<u>150,502</u>
National School Lunch Program	MS 20.NPSD.01	10.555	269,018	269,018
COVID-19 National School Lunch Program	MS 20.NPSD.01	10.555	21,828	21,828
Commodity Supplemental Food Program	FY20	10.555	23,068	23,068
Total CFDA 10.555			<u>313,914</u>	<u>313,914</u>
COVID-19 Summer Food Service Program	MS 20.NPSD.01	10.559	154,869	154,869
Total Child Nutrition Cluster			<u>619,285</u>	<u>619,285</u>
Food Distribution Admin Fee Reimbursement	FD 20.NPSD.01	10.560	<u>1,358</u>	<u>1,358</u>
Total Department of Agriculture			<u>620,643</u>	<u>620,643</u>
Total Expenditures of Federal Awards			<u>\$ 2,534,928</u>	<u>1,989,457</u>

See accompanying notes to the Schedule

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Notes to Schedule of Expenditures of Federal Awards

Year Ended June 30, 2020

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Nome Public Schools under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*. Because the Schedule presents only a selected portion of the operations of Nome Public Schools, it is not intended to and does not present the basic financial statements of Nome Public Schools.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Nome Public Schools has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

Note 3. Non-monetary Assistance

Non-monetary assistance is reported in the schedule at fair market value of commodities received and disbursed. For the year ended June 30, 2020, the District received \$23,068 in commodities.

Note 4. Passed Through Awards

No amounts were passed through to subrecipients.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Schedule of State Financial Assistance

Year Ended June 30, 2020

<u>Grant Title</u>	<u>Grant Number</u>	<u>Grant Award</u>	<u>Eligible Expenditures</u>
State of Alaska, Department of Education and Early Development:			
Direct:			
# Foundation	None	\$ 8,904,940	8,904,940
Quality Schools	None	27,139	27,139
# Student Transportation	None	478,897	478,897
NBHS Partial Roof Replacement	GR-19-018	1,556,442	129,914
Safe Childrens Act	SC18.NPSD.01	600	346
House Bill 287	None	199,123	199,123
Dividend Raffle Funds	None	3,240	3,240
Total Department of Education and Early Development		<u>11,170,381</u>	<u>9,743,599</u>
State of Alaska, Department of Administration:			
Direct:			
# On-behalf TRS	FY20	813,064	813,064
On-behalf PERS	FY20	<u>106,398</u>	<u>106,398</u>
Total State of Alaska, Department of Administration		<u>919,462</u>	<u>919,462</u>
State of Alaska, Department of Commerce, Community, and Economic Development:			
Direct:			
Alaska Nutritional Foods	None	<u>14,986</u>	<u>6,105</u>
Total state financial assistance		<u>\$ 12,104,829</u>	<u>10,669,166</u>

See accompanying notes to schedule.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Notes to Schedule of State Financial Assistance

Year Ended June 30, 2020

Note 1. Basis of Presentation

The accompanying schedule of state financial assistance (the "Schedule") includes the state award activity of Nome Public Schools under programs of the State of Alaska for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the Schedule presents only a selected portion of the operations of Nome Public Schools, it is not intended to and does not present the basic financial statements of Nome Public Schools.

Note 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting, which is described in Note 1 to the District's basic financial statements.

Note 3. Subrecipients

No state funds were passed through to Subrecipients.

Note 4. Major Programs

denotes a major program for compliance audit purposes.

Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Independent Auditor's Report

Members of the School Board
Nome Public Schools
Nome, Alaska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Nome Public Schools, a component unit of the City of Nome, Alaska, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise Nome Public School's basic financial statements, and have issued our report thereon dated November 3, 2020.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Nome Public Schools' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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



Anchorage, Alaska
November 3, 2020

**Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance
Required by the Uniform Guidance**

Independent Auditor's Report

Members of the School Board
Nome Public Schools
Nome, Alaska

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

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

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

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

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



Anchorage, Alaska
November 3, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Federal Schedule of Findings and Questioned Costs

Year Ended June 30, 2020

Section I – Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Is a going concern emphasis-of-matter paragraph included in the audit report?

_____ Yes X No

Internal control over financial reporting:

Material weakness identified?

_____ Yes X No

Significant deficiency identified?

_____ Yes X None reported

Noncompliance material to the financial statements noted?

_____ Yes X No

Federal Awards

Internal control over major federal programs (2 CFR 200.516(a)(1)):

Material weakness identified?

_____ Yes X No

Significant deficiency identified?

_____ Yes X None reported

Any material noncompliance with provisions of laws, regulations, contracts, or grant agreements related to a major program (2 CFR 200.516(a)(2))?

_____ Yes X No

Type of auditor's report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance, 2 CFR 200.516(a)(3) or (4)?

_____ Yes X No

Identification of major programs:

CFDA Number(s)

84.060

10.553/10.555/10.559

Name of Federal Program or Cluster

Indian Education

Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 750,000

Auditee qualified as low-risk auditee?

_____ Yes X No

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome, Alaska)

Federal Schedule of Findings and Questioned Costs, Continued

Section II – Financial Statement Findings

Nome Public Schools did not have any findings that relate to the financial statements.

Section III – Federal Award Findings

Nome Public Schools did not have any findings that relate to the federal awards.

Report on Compliance for Each Major State Program and Report on Internal Control over Compliance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*

Independent Auditor's Report

Members of the School Board
Nome Public Schools
Nome, Alaska

Report on Compliance for Each Major State Program

We have audited Nome Public Schools compliance with the types of compliance requirements described in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* that could have a direct and material effect on each of Nome Public Schools' major State programs for the year ended June 30, 2020. Nome Public Schools major State programs are identified in the accompanying Schedule of State Financial Assistance.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Nome Public Schools' major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Those standards and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about Nome Public Schools' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major state program. However, our audit does not provide a legal determination of Nome Public Schools' compliance.

Opinion on Each Major State Program

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

Report on Internal Control over Compliance

Management of Nome Public Schools is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Nome Public Schools' internal control over compliance with the types of requirements that could have a direct and material effect on each major State program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major State program and to test and report on internal control over compliance in accordance with *the State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Nome Public Schools' internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Accordingly, this report is not suitable for any other purpose.



Anchorage, Alaska
November 3, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

State Schedule of Findings and Questioned Costs

Year Ended June 30, 2020

Section I – Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:

Unmodified

Internal control over financial reporting:

Material weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Noncompliance material to financial statements noted?

_____ Yes X No

State Awards

Internal control over major programs:

Material weakness(es) identified?

_____ Yes X No

Significant deficiency(ies) identified?

_____ Yes X None reported

Type of auditor's report issued on compliance
for major programs:

Unmodified

Dollar threshold used to distinguish a state major program:

\$ 200,000

Section II – Financial Statement Findings

See Federal Schedule of Findings and Questioned Costs.

Section III – State Award Findings and Questioned Costs

The Nome Public Schools did not have any findings related to the state awards.

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Letter to the Governing Board

Year Ended June 30, 2020

NOME PUBLIC SCHOOLS
(A Component Unit of the City of Nome)

Letter to the Governing Board

Year Ended June 30, 2020

November 3, 2020

Members of the Board
Nome Public Schools
City of Nome, Alaska

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Nome Public Schools (the District), a component unit of the City of Nome, Alaska, for the year ended June 30, 2020 and the related notes to the financial statements, which collectively comprise the District's basic financial statements. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards*, Title 2.U.S. Code of Federal Regulations Part 200, *Uniform Administration Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)*, and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 6, 2020. Professional standards also require that we communicate to you the following information related to our audit.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Nome Public Schools are described in Note 1 to the Financial Statements. No new accounting policies were adopted and the application of existing policies were not changed in 2020. We noted no transactions entered into by Nome Public Schools during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the District's financial statements were:

All Opinion Units:

Management's estimate of the collectability of accounts receivable is based on historical collections. We evaluated the key factors and assumptions used to develop the collectability of accounts receivable in determining that it is reasonable in relation to the financial statements taken as a whole.

Management's estimate of health and medical insurance liability is based on claims paid for the year and a three month estimate of the insurance liability. We evaluated the key factors and assumptions used to develop the health and medical liability in determining that it is reasonable in relation to the financial statements taken as a whole.

Government-wide Opinion Unit:

Management's estimate of the useful lives and depreciation is based upon the expected life of an asset. We evaluated the key factors and assumptions used to develop the useful lives and depreciation expense in determining that it is reasonable in relation to the financial statements as a whole.

Management's estimates of the District's proportionate share of the collective net pension/OPEB liability and asset and related deferred outflows and inflows of resources are based on information furnished by the State of Alaska and actuarial reports generated during the audit of the Public Employees' Retirement System and Teachers' Retirement System. The amortization of these deferrals is based on guidance provided by the Governmental Accounting Standards Board. We evaluated the key factors and assumptions used to develop the estimates of the District's proportionate share of the collective net pension/OPEB liability and deferred outflows and inflows of resources and related amortization in determining that it is reasonable in relation to the financial statements as a whole.

Financial Statement Disclosures

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. During the course of our audit we noted the following misstatement that was corrected by management:

- \$127,810 to adjust Health Insurance Accrual.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 3, 2020.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Internal Control Matters

See the June 30, 2020 audited financial statements Compliance Reports for definitions and descriptions of deficiencies, significant deficiencies, material weaknesses, and any reported findings.

Supplementary Information

We applied certain limited procedures to Schedules of Proportionate Share of Net Pension/OPEB Liability and Asset and Contributions for the Public Employees' Retirement System and the Teachers' Retirement System, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Additional Supplementary Information, as listed in the table of contents of the financial statements, which accompany the financial statements but is not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as Nome Public School's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Accounting Assistance

As part of our engagement we drafted the financial statements of the District from the District's accounting records; however, management of the District was involved in the drafting process and retains responsibility for the basic financial statements.

Restriction of Use

This information is intended solely for the use of the School Board and management of Nome Public Schools and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Altman, Rogers & Co.".

Anchorage, Alaska

SCHOOL BOARD COMMUNICATION

Title: Approval of District Priorities for FY21

Date: November 9, 2020

Administrator: Jamie Burgess, Superintendent

Attachments: District Priority List

☒	Action Needed	☐	For Discussion	☐	Information	☐	Other
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BACKGROUND INFORMATION

The Nome Public Schools Board of Education and superintendent recently participated in a half-day Board Retreat facilitated by representatives from the Alaska Association of School Boards. One aspect of the retreat was for the board to identify their priorities for the current school year.

The board identified three priorities for the current year, one of which was a carry over from the prior year. These priorities give directives to the superintendent and district/site leadership as they carry out their work within the District.

1. The Nome Public Schools Board of Education, in concert with the district administration, will elaborate on and support the implementation of the Strategic Equity Framework (SEF). *(Specifically, a revised implementation timeframe, a prioritization of initiative implementation, and development of measures to assess implementation and effect).*
Continued from 2019-2020.
2. Nome Public Schools, in concert with NACTEC and the UAF Northwest Campus, will revitalize the NPS Career and Technical Education (CTE) program.
3. Nome Public Schools will sustain and grow the Inupiaq Immersion Program.

ADMINISTRATIVE RECOMMENDATION

The administration recommends approval of the Board of Education's District Priorities for 2020-2021 as presented.

Sample Motion: I approve the Board of Education's District Priorities for 2020-2021 as presented.



**Nome Public Schools Board of Education
2020-2021 Board Priorities**

1. The Nome Public Schools Board of Education, in concert with the district administration, will elaborate on and support the implementation of the Strategic Equity Framework (SEF). *(Specifically, a revised implementation timeframe, a prioritization of initiative implementation, and development of measures to assess implementation and effect).*
Continued from 2019-2020.
2. Nome Public Schools, in concert with NACTEC and the UAF Northwest Campus, will revitalize the NPS Career and Technical Education (CTE) program.
3. Nome Public Schools will sustain and grow the Inupiaq Immersion Program.

SCHOOL BOARD COMMUNICATION

Title: Approval of District-Wide Re-Keying Project

Date: November 9, 2020

Administrator: Jamie Burgess, Superintendent and John Mortensen, Maintenance Director

Attachments: Vendor Quotes

☒	Action Needed	☐	For Discussion	☐	Information	☐	Other
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BACKGROUND INFORMATION

With the amount of turnover in the maintenance department, combined with the discovery that tracking of issuance and recovery of keys for district buildings had not been consistent for several years, it was the decision of administration in conjunction with the maintenance department that a full do-over of the key system for all buildings was needed. In addition, the recent resignation of the single maintenance employee who was trained to cut keys resulted in a need for training of several new employees in the department.

The District reached out to vendors with the criteria of 1) the vendor would design the key control system; 2) the vendor would be able to work with our current locks to minimize the cost of replacement of locks/cores; 3) the vendor would provide the labor to change cores/cut keys for the new lock systems, 4) the vendor would provide needed training for maintenance staff, and 5) the District would have ownership of the key control system to prevent being locked into a long-term relationship with a vendor.

Two companies visited Nome and provided quotes as attached. Administration recommends awarding of the contract to Able Locksmith; this company took detailed notes of our needs, provided a detailed estimate including labor costs, and would work with building and district administrators to develop the key control system. The second vendor did not provide any details as to the actual estimated cost (only some per hour/per piece quotes), and would require the district to design the control system and then provide it.

The cost for the rekeying project will be paid out of the District's CIP funds. The project would take place in January after winter break, with the district providing lodging and flights to two technicians who would be on-site for approximately 10-14 days.

Nome Public Schools
PO Box 131
Nome, AK 99762
907-443-2231 – www.nomeschools.org

ADMINISTRATIVE RECOMMENDATION

The administration recommends approval of the district-wide rekeying project with Able Locksmith as vendor for an estimated cost of \$33,000.00.

Sample Motion: I approve the district-wide rekeying project with Able Locksmith as vendor for an estimated cost of \$33,000.00.

Able Locksmiths and Security
Center LLC
206 E Northern Lights Blvd,
Ste 2
Anchorage, AK 99503



Phone: (907) 276-4147
Fax: (907) 272-1827
able@gci.net
www.ablelocksmith.net

Bill to
Nome Public Schools
PO Box 131
Nome AK 99762-0131

Ship to
Nome Public Schools
PO Box 131
Nome AK 99762-0131

Quote Q2283

Item	Description	Quantity	Price	Amount
Mdse	Schlage Asylum Levers	46	\$185.00	\$8,510.00
Mdse	Von Duprin 9927 Panic Bar	2	\$3,100.00	\$6,200.00
Mdse	Blank Filler	32	\$29.95	\$958.40
Misc.	Per Diem	20	\$75.00	\$1,500.00
Locksmith Labor	Re-Key of Entire Campus, Training and Continued Key System Maintenance	80	\$190.00	\$15,200.00

Total: \$32,368.40

Acceptance

I accept the services performed by Able Locksmith and Security Center LLC are to my satisfaction



2375 E. 63rd Avenue Suite #2
Anchorage, AK 99507
907-248-3785

|| PROPOSAL FOR SERVICES

OVERVIEW

Action Security, Inc. is pleased to submit this proposal for services to support Nome Public Schools (NPS) in achieving its goals of instituting a new master-key system including; Improved security & key control, Provide training for its employee(s), Provide post-sales support in order to maintain the new master-key system. Action is committed to improving your security and customer experience by providing local support, convenience, product and technical support on an ongoing basis.

The Objective

- Need #1 Generate new Master-key System
- Need #2 Technical Training for Cylinder Keying and Key Generation
- Need #3 Help Setup Keying Office
- Need #4 Technical & Product Support
- Need #5 Improve Security & Code Compliance
- Need#6 Emergency Keying and Installation on a As Needed Basis
- Need#7 Identify which Keyway NPS will use

The Opportunity

- Goal #1 Generate Door Schedule and Door Numbering System
- Goal #2 Generate Master-Key System within 2-3 days after keying conference
- Goal #3 Technical Training and Functional Training on New System
- Goal #4 Rekey Buildings to New Master-Key System
- Goal #5 Setup Keying Room, and Support NPS Staff Telephonically and On-Site
- Goal #6 Identify and Supply; Products , Tools, and Miscellaneous Items to Maintain System
- Goal#7 Improve Security by Introducing New Products
- Goal#8 Code Compliance Support

OUR PROPOSAL

Action Security has a well deserved reputation for quality customer service and retains Alaska's most knowledgeable technicians. We have custom developed this proposal to help meet your exact needs and are flexibility enough to adjust this proposal at anytime in order to meet any unidentified needs that may surface. Most importantly, we are providing training and support for the new solution that ensures your staff can ramp up quickly allowing NPS to realize improvements immediately in their key system and security needs.

Timeline for Execution

Proposal start dates are based on NPS ability to generate items described prior to start of project.

Description	Start Date	End Date	Duration
Project Start	TBD		
Door Schedule	TBD		
Keying Conference	TBD		1-4 hours
Master-key System	TBD		2-3 Days
Training	TBD		2 - 4 Hour Classes
Keying Room	TBD		4-8 Hours
Technical Support	As Needed		
Product & Tool Supply	As Needed		
On-site Support	As Needed		

Supplied Material

The following materials are to be supplied by Action Security.

Materials to be supplied by Action Security	Due Date*
Key System	TBD
All Training Materials; Keys, Cores	TBD
1 Core Keyed to New System with 1 Operating Key	TBD

TRAINING CLASS OUTLINE

1. Terminology
2. Lock Identification
3. Lock Functions
4. Lock Installation
5. Cores & Blanks
6. Tools
7. Key Cutting
8. Core Construction
9. Master-key System (NPS New System)
10. Pinning Cores
11. Record Keeping
12. Installation of Cores
13. Core Removal / Drilling Cores
14. Exam Review
15. Core / Keying Exam
16. Review

NPS Staff will leave with a working core and 1 key from NPS existing system (Locksmith Shop Core)

EXPECTED RESULTS

We expect our proposed solutions to provide the following results:

Financial Benefits

- Result #1: Cost reduction / product and supplies
- Result #2: In house maintenance

Technical Benefits

- Result #1: New key system
- Result #2: Increased security & code compliance
- Result #3: Knowledgeable staff

Other Benefits

Increase employee satisfaction concerning key needs
Speed of key service increased dramatically

PRICING

The Following details pricing for services outlined in this proposal. This pricing is valid for 30 days from the date of this proposal. Training needs to be prepaid 2 weeks prior to scheduled training date, to allow for necessary training materials.

Key System Proposal #1 Price

Action generates and maintains new key system and provides cut keys and keyed cores to NPS. \$0.00

Action will maintain the system in order to keep the system updated and to insure that there are no interchanges or ghost keys. Action will provide and record any key information to NPS during normal business hours free of charge

Total System Cost **\$0.00**

Key System Proposal #2 Price

Action generates new key system and NPS maintains system.

Keying Conference \$400.00

Generate key system \$200.00

1 hour of technical Support Included

System support for NPS staff (hourly Rate) \$ 98.00

System Cost **\$600.00**

Training Price

2 Four hour classes

Class Materials

Training Cost **\$995.00**

Miscellaneous Items Price

Keyed Cores \$ 39.50

Stamped & Duplicated Keys \$ 4.50

Telephonic Technical Support \$ 98.00

Travel & Onsite Labor (Time & Material / portal to portal) \$110.00

Daily Per Diem (NPS provides Lodging and Airfare) \$118.00

Lock shop setup & consulting (NPS staff will be qualified after training) \$ N/A

Other Expenses as needed (Rental Car, Air Fare, Freight, etc...) \$TBD

Product, tools and supplies \$TBD

QUALIFICATION

Action is continually proven to be an industry leader for high quality products and services. Technical training, technical support and product knowledge will be based off 57 years of business experiences in Alaska. All technical training will be provided by a (CPS) Certified Professional Locksmith, with over 41 years of locksmith experience, as well as hundreds of in house training classes taught. An agenda will be followed on in house technical training and NPS staff will be able to generate keys, key cylinders and drill cores by end of training.

EXCLUSIONS

Keying conference pricing is based on NPS providing all building locations floor plans and keying information completed by NPS staff. Action will decipher keying information and apply to master-key system. Product price increases are not included in this proposal, except what has been identified. Action will honor key and core pricing mentioned in this proposal for 1 year.

CONCLUSION

Action looks forward to working with NPS and supporting its efforts to improve its key system needs and security. We are confident that we can meet NPS lock system challenges and stand ready to deliver Action's exceptional service. If you have any questions on this proposal, feel free to contact Scott Henke at your convenience by Email or by telephone.

Thank you for your consideration,

Scott Henke CPS, CPL
President & CEO



The Only Security Company You'll Ever Need

♦ Electronic Security ♦ Professional Locksmiths ♦ Builders Hardware ♦ Financial Security Services

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Anchorage, AK 99507

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