OFFICIAL NOTICE OF BOND SALE

and

PRELIMINARY OFFICIAL STATEMENT

School District No. 52 (Snake River)
Bingham County, State of Idaho

$7,825,000*
General Obligation Refunding Bonds, Series 2016
(Sales Tax Guaranty Program and Credit Enhancement Program)

Electronic bids will be received up to 9:30:00 A.M., Mountain Daylight Time ("M.D.T.") for the 2016 Bonds by means of the ***PARITY®*** electronic bid submission system, on Wednesday, October 19, 2016.

* Preliminary; subject to change.

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Official Notice of Bond Sale

(Bond Sale to be Conducted Electronically)

School District No. 52 (Snake River)
Bingham County, State of Idaho

$7,825,000* General Obligation Refunding Bonds, Series 2016
(Sales Tax Guaranty Program and Credit Enhancement Program)

Bids will be received electronically (as described under "Procedures Regarding Electronic Bidding" below) by School District No. 52, Bingham County, State of Idaho (the "District") via the PARITY® electronic bid submission system ("PARITY®") until (i) up to 9:30 a.m., Mountain Daylight Time ("M.D.T"), for the purchase, all or none ("AON"), of the District's $7,825,000* General Obligation Refunding Bonds, Series 2016 (Sales Tax Guaranty Program and Credit Enhancement Program) (the "2016 Bonds") on Wednesday, October 19, 2016. The bids will be reviewed and considered by authorized officers of the District and representatives from Zions Public Finance, Inc., acting as municipal advisor to the District (the "Municipal Advisor"), in accordance with certain parameters established by the Board of Trustees of the District (the "Board") pursuant to Resolution adopted on August 17, 2016 (the "Resolution").

Description Of The 2016 Bonds

The 2016 Bonds will be dated as of the date of issuance and delivery[1], will be issuable only as fully–registered bonds in book–entry form, will be issued in denominations of $5,000 or any whole multiple thereof, not exceeding the amount of each maturity, and will mature on September 1 of each of the years and in the principal amounts as follows:

Maturity (September 1)	Principal Amount*	Maturity (September 1)	Principal Amount*
2017…………	$100,000	2023…………	$ 670,000
2018…………	–	2024…………	685,000
2019…………	615,000	2025…………	915,000
2020…………	625,000	2026…………	945,000
2021…………	640,000	2027…………	975,000
2022…………	655,000	2028…………	1,000,000
		Total	**$7,825,000**

The 2016 Bonds will be issued in registered form and, when issued, will be registered in the name of The Depository Trust Company, New York, New York, or its nominee ("DTC"). DTC will act as securities depositary for the 2016 Bonds. The 2016 Bonds are more fully described in the District's

1 The anticipated date of delivery of the 2016 Bonds is Wednesday, November 2, 2016.
* Preliminary; subject to change. See "Adjustment Of Principal Amount Of The 2016 Bonds" herein.

Preliminary Official Statement with respect to the 2016 Bonds dated October 6, 2016 (the "Preliminary Official Statement").

Term Bonds And Mandatory Sinking Fund Redemption At Bidder's Option

The 2016 Bonds scheduled to mature on two or more of the above–designated maturity dates may be rescheduled, at bidder's option, to mature as term bonds on one or more dates within that period, in which event the 2016 Bonds will mature and be subject to mandatory sinking fund redemption in such amounts and on such dates as will correspond to the above–designated maturity dates and principal amounts maturing on those dates, as adjusted.

Adjustment Of Principal Amount Of The 2016 Bonds

The District reserves the right, following determination of the best bid(s), to reduce or increase the principal amount of each maturity of the 2016 Bonds and to increase or reduce the overall principal amount of the 2016 Bonds to be issued, as described in this section. The District may adjust the aggregate principal amount of the 2016 Bonds maturing in any year as described in this paragraph, provided the aggregate principal amount of the 2016 Bonds shall not exceed $7,825,000. The adjustment of maturities may be made in such amounts as are necessary to provide the District with desired debt service payments during the life of the 2016 Bonds. Any such adjustment will be in an amount of $5,000 or a whole multiple thereof. The dollar amount of the price bid by the successful bidder may be changed as described below, but the interest rates specified by the successful bidder for all maturities will not change. A successful bidder may not withdraw its bid as a result of any changes made within these limits, and the District will consider the bid as having been made for the adjusted amount of the 2016 Bonds. The dollar amount of the price bid will be changed so that the percentage net compensation to the successful bidder (i.e., the percentage resulting from dividing (a) the aggregate difference between the offering price of the 2016 Bonds to the public and the price to be paid to the District, by (b) the principal amount of the 2016 Bonds) does not increase or decrease from what it would have been if no adjustment was made to the principal amounts shown above. The District expects to advise the successful bidder as soon as possible, but expects no later than 2:00 p.m., M.D.T, on the date of sale, of the amount, if any, by which the aggregate principal amount of the 2016 Bonds will be adjusted and the corresponding changes to the principal amount of 2016 Bonds maturing on one or more of the above–designated maturity dates for the 2016 Bonds.

To facilitate any adjustment in the principal amounts, the successful bidder is required to indicate by electronic means or facsimile transmission to the Municipal Advisor at christian.anderson@zionsbancorp.com or fax number 855.855.9702 within one–half hour of the time of bid opening, the amount of any original issue discount or premium on each maturity of the 2016 Bonds and the amount received from the sale of the 2016 Bonds to the public that will be retained by the successful bidder as its compensation.

Ratings

The District will, at its own expense, pay fees of Moody's Investors Service ("Moody's") for rating the 2016 Bonds. *Any additional ratings shall be at the option and expense of the bidder.*

Purchase Price

The purchase price bid for the 2016 Bonds shall not be less than 108% of the principal amount of the 2016 Bonds ($8,451,000).

Interest Rates

The 2016 Bonds will bear interest at any number of different rates, any of which may be repeated, which rates shall be expressed in multiples of one–eighth or one–twentieth of one percent (1/8 or 1/20 of 1%) per annum. In addition:

1. the highest interest rate bid for any of the 2016 Bonds shall not exceed five (5.00%) per annum;

2. the minimum price for any maturity of the 2016 Bonds shall not be less than ninety–eight percent (98.0%);

3. no Bond shall have more than one rate of interest;

4. interest shall be computed from the dated date of a 2016 Bond to its stated maturity date at the single interest rate specified in the bid for the 2016 Bonds of such maturity;

5. all Bonds of the same maturity must bear a single rate of interest;

6. the purchase price must be paid in immediately available funds and no bid will be accepted that contemplates the cancellation of any interest or the waiver of interest or other concession by the bidder as a substitute for immediately available federal funds;

7. any premium must be paid in the funds specified for the payment of the 2016 Bonds as part of the purchase price;

8. there shall be no supplemental interest coupons;

9. a zero percent (0%) interest rate may not be used; and

10. interest shall be computed on the basis of a 360–day year of 12, 30–day months.

Interest for the 2016 Bonds will be payable semiannually on March 1 and September 1 beginning March 1, 2017, at the rate or rates to be fixed at the time the 2016 Bonds are sold.

Payment Of Principal And Interest

Zions Bank, a division of ZB, National Association, Corporate Trust Department, Boise, Idaho, will be the paying agent and bond registrar for the 2016 Bonds. The District may remove any paying agent and any bond registrar, and any successor thereto, and appoint a successor or successors thereto. So long as the 2016 Bonds are outstanding in book–entry form, the principal of and interest on the 2016 Bonds will be paid under the standard procedures of DTC.

No Redemption

The 2016 Bonds are not subject to optional redemption prior to maturity.

Security And Sources Of Payment

The 2016 Bonds will be full general obligations of the District, payable from the proceeds of ad valorem taxes to be levied without limitation as to rate or amount on all of the taxable property in the

District, fully sufficient to pay the same as to both principal and interest. Additionally, the 2016 Bonds are secured through the Idaho Sales Tax Guaranty Program and Credit Enhancement Program.

Sales Tax Guaranty Program. The District has received a Certificate of Eligibility from the Idaho State Treasurer qualifying the District for the Idaho School Bond Guaranty Program (the "Sales Tax Guaranty Program") pursuant to the Idaho School Bond Guaranty Act, Title 33, Chapter 53, Idaho Code. Payment of the principal of and interest on the 2016 Bonds when due will be guaranteed by the sales taxes collected by the State of Idaho pursuant to the provisions of the program.

Credit Enhancement Program. The District has received a Certificate of Approval of Credit Enhancement from the endowment fund investment board pursuant to Idaho Code 57–728 (the "Credit Enhancement Program"). Payment of the principal of and interest on the 2016 Bonds when due will be additionally guaranteed by the Credit Enhancement Program.

Moody's has assigned its "Aaa" rating to bonds that are guaranteed by the Idaho Sales Tax Guaranty Program and Credit Enhancement Program. For a detailed description of the Idaho Sales Tax Guaranty Program and Credit Enhancement Program see the section "STATE OF IDAHO GUARANTY" in the Preliminary Official Statement.

Award

Award or rejection of bids will be made on Wednesday, October 19, 2016 by certain delegated officers of the District. The 2016 Bonds will be awarded to the responsible bidder offering to pay the lowest effective interest rate to the District computed from the date of the 2016 Bonds to maturity and taking into consideration the premium, if any, in the purchase price of the 2016 Bonds. The effective interest rate to the District shall be the interest rate per annum determined on a per annum true interest cost ("TIC") basis by discounting the scheduled semiannual debt service payments of the District on the 2016 Bonds (based on such rate or rates of interest so bid) to the dated date of the 2016 Bonds (based on a 360–day year consisting of 12, 30–day months), compounded semiannually and to the bid price.

Procedures Regarding Electronic Bidding

The bidding will be made and awarded for the 2016 Bonds on an AON basis.

No bid will be accepted unless the District has determined that such bidder has provided the requested Deposit described under "Good Faith Deposit" below.

Bids will be received by means of the *PARITY*® electronic bid submission system. A prospective bidder must communicate its bid electronically through *PARITY*® on or before 9:30 a.m. M.D.T on Wednesday, October 19, 2016. No bid will be received after the time for receiving bids specified above. To the extent any instructions or directions set forth in *PARITY*® conflict with this Official Notice of Bond Sale, the terms of this Official Notice of Bond Sale shall control. For further information about *PARITY*®, potential bidders may contact the Municipal Advisor or i–Deal LLC at 1359 Broadway, New York, New York 10018; 212.849.5021. The time as maintained by *PARITY*® shall constitute the official time.

Each qualified prospective bidder shall be solely responsible to make necessary arrangements to access *PARITY*® for purposes of submitting its bid in a timely manner and in compliance with the requirements of this Official Notice of Bond Sale. Neither the Municipal Advisor, the District nor i–Deal LLC shall have any duty or obligation to provide or assure such access to any qualified prospective bidder, and neither the Municipal Advisor, the District nor i–Deal LLC shall be responsible for proper operation of, or have any liability for any delays or interruptions of, or any

damages caused by, *PARITY*®. The District is using *PARITY*® as a communication mechanism, and not as the District's agent, to conduct the electronic bidding for the 2016 Bonds.

Notification

The Municipal Advisor, on behalf of the District, will notify the apparent successful bidder (electronically via *PARITY*®) as soon as possible after the District's receipt of bids, that such bidder's bid appears to be the lowest and best bid received which conforms to the requirements of this Official Notice of Bond Sale, subject to verification and to official action to be taken by the District as described in the next succeeding paragraph.

The award of the 2016 Bonds to the successful bidder will be considered by certain delegated officers of the District on Wednesday, October 19, 2016.

Form Of Bid

Each bidder for the 2016 Bonds is required to transmit electronically via *PARITY*® an unconditional bid specifying the lowest rate or rates of interest and confirm the purchase price (as described under "Purchase Price" above) at which the bidder will purchase the 2016 Bonds. Each bid must be for all the 2016 Bonds herein offered for sale.

For information purposes only, bidders are requested to state in their bids the effective interest rate for the 2016 Bonds represented on a "true interest cost" ("TIC") basis, as described under "Award" herein, represented by the rate or rates of interest and the bid price specified in their respective bids.

No bids will be accepted in written form, by facsimile transmission or in any other medium or on any system other than by means of *PARITY*®; *provided however*, that in the event a prospective bidder cannot access *PARITY*®, through no fault of its own, it may so notify the office of the Municipal Advisor by telephone at 208.501.7481. Thereafter, it may submit its bid by telephone to the Municipal Advisor at 208.501.7481, who shall transcribe such bid into written form, or by facsimile transmission to the Municipal Advisor at 855.855.9702, in either case before the time bids are due as stated above, on Wednesday, October 19, 2016. For purposes of bids submitted telephonically to the Municipal Advisor (as described above) or by facsimile transmission, the time as maintained by *PARITY*®, shall constitute the official time. Each bid submitted as provided in the preceding sentence must specify the interest rate or rates for the 2016 Bonds and the total purchase price of all of the 2016 Bonds. The Municipal Advisor will seal transcribed telephonic bids and facsimile transmission bids for submission. Neither the District nor the Municipal Advisor assumes any responsibility or liability from the failure of any such transcribed telephonic bid or facsimile transmission (whether such failure arises from equipment failure, unavailability of phone lines or otherwise). No bid will be received after the time for receiving such bids specified above.

If requested by the Municipal Advisor, the apparent successful bidder will provide written confirmation of its bid (by facsimile transmission) to the Municipal Advisor prior to 2:00 p.m., M.D.T, on Wednesday, October 19, 2016.

Right Of Cancellation

The successful bidder shall have the right, at its option, to cancel its obligation to purchase the 2016 Bonds if the District shall fail to execute the 2016 Bonds and tender the same for delivery within 60 days from the date of sale thereof, and in such event the successful bidder shall be entitled to the return of the deposit accompanying its bid.

Good Faith Deposit

A good faith deposit (the “Deposit”) in the amount of $80,000 is required only from the successful bidder. The Deposit shall be payable to the order of the District in the form of a wire transfer in federal funds as instructed by the Municipal Advisor no later than 12:00 noon, M.D.T, on Wednesday, October 19, 2016. As an alternative to wiring funds, a bidder may deliver a cashier’s or certified check, payable to the order of the District. If a check is used, it must precede each bid. Such check shall be promptly returned to its respective bidder whose bid is not accepted.

The District shall, as security for the faithful performance by the successful bidder of its obligation to take up and pay for the Bonds when tendered, cash the Deposit check, if applicable, of the successful bidder and hold the proceeds of the Deposit of the successful bidder, or invest the same (at the District’s risk) in obligations which mature at or before the delivery of the 2016 Bonds as described under the caption “Manner and Time of Delivery” below, until disposed of as follows: (a) at such delivery of the 2016 Bonds and upon compliance with the successful bidder’s obligation to take up and pay for the 2016 Bonds, the full amount of the Deposit held by the District, without adjustment for interest, shall be applied toward the purchase price of the Bonds at that time and the full amount of any interest earnings thereon shall be retained by the District; and (b) if the successful bidder fails to take up and pay for the Bonds when tendered, the full amount of the Deposit plus any interest earnings thereon will be forfeited to the District as liquidated damages.

Sale Reservations

The District reserves the right: (i) to waive any irregularity or informality in any bid or in the bidding process; (ii) to reject any and all bids for the 2016 Bonds; and (iii) to resell the 2016 Bonds as provided by law.

Prompt Award

The District will take action awarding the 2016 Bonds or rejecting all bids not later than twenty–four (24) hours after the expiration of the time herein prescribed for the receipt of bids, unless such time of award is waived by the successful bidder

Manner And Time Of Delivery

The successful bidder will be given at least seven (7) business days advance notice of the proposed date of the delivery of the 2016 Bonds when that date has been tentatively determined. It is now estimated that the 2016 Bonds will be delivered in book–entry form on or about Wednesday, November 2, 2016. The 2016 Bonds will be delivered as a single bond certificate for each maturity of the 2016 Bonds, registered in the name of DTC or its nominee. Delivery of the 2016 Bonds will be made in Boise, Idaho, pursuant to DTC’s FAST system. The successful bidder must also agree to pay for the Bonds in federal funds which will be immediately available to the District on the day of delivery.

CUSIP Numbers

It is anticipated that CUSIP numbers will be printed on the 2016 Bonds, at the expense of the District, but neither the failure to print such numbers on any Bond nor any error with respect thereof shall constitute cause for a failure or refusal by the successful bidder thereof to accept delivery of and pay for the 2016 Bonds in accordance with terms of this Official Notice of Bond Sale.

Tax Exempt Status

In the opinion of Hawley Troxell Ennis & Hawley LLP, Boise, Idaho ("Bond Counsel"), subject to the condition that the District comply with certain covenants made to satisfy pertinent requirements of the Internal Revenue Code of 1986, as amended (the "Code"), under present law, interest on the 2016 Bonds is not included in gross income under the present federal income tax laws pursuant to Section 103 of the Code. The 2016 Bonds are not private activity bonds. Interest on the 2016 Bonds will not be treated as an item of tax preference for purposes of determining the alternative minimum taxable income for individuals or corporations, but will be taken into account in the computation of the adjusted current earnings adjustment applicable to corporations for purposes of computing the alternative minimum taxable income of corporations under Section 55 of the Code. Failure to comply with certain of such District covenants could cause interest on the 2016 Bonds to be included in gross income retroactive to the date of issuance of the 2016 Bonds. Ownership of the 2016 Bonds may result in other federal tax consequences to certain taxpayers, and Bond Counsel expresses no opinion regarding any such collateral consequences with respect to the 2016 Bonds. Reference is hereby made to the discussion of the Code set forth in the Preliminary Official Statement under the caption "LEGAL MATTERS—Tax Exemption."

The District has designated the Bonds as "qualified tax–exempt obligations" for the purpose and within the meaning of Section 265(b)(3) of the Code.

Issue Price

To enable the District to comply with certain conditions of the Internal Revenue Code of 1986, as amended, the successful bidder will be required to provide a certificate as to the "issue price" of the 2016 Bonds in the form attached to this notice as **Exhibit A**. Each bidder, by submitting its bid, agrees to complete, execute and deliver such certificate, in form and substance satisfactory to Bond Counsel, by the date of delivery of the 2016 Bonds, if its bid is accepted by the District. It will be the responsibility of the successful bidder to institute such syndicate reporting requirements, to make such investigation or otherwise to ascertain the facts necessary to make such certification. Any questions regarding the certificate should be directed to Nick Miller of Hawley Troxell Ennis & Hawley LLP, Bond Counsel, 877 Main Street, Suite 1000, Boise, Idaho 83701–1617; 208.388.4849; fax 208.954.5241; nmiller@hawleytroxell.com.

Legal Opinion And Closing Documents

The unqualified approving opinion of Hawley Troxell Ennis & Hawley LLP covering the legality of the 2016 Bonds will be furnished to the successful bidder. A supplemental opinion shall be furnished to the successful bidder by Hawley Troxell Ennis & Hawley LLP with respect to the disclosure of certain information in the final Official Statement. Closing certificates will also be furnished, dated as of the date of delivery of and payment for the 2016 Bonds, including a statement that there is no litigation pending or, to the knowledge of the signer thereof, threatened affecting the validity of the 2016 Bonds.

Disclosure Certificate

The District will deliver to the successful bidder a certificate of an authorized officer(s) of the District, dated the date of the delivery of the 2016 Bonds, stating that as of the date thereof, to the best of the knowledge and belief of said authorized officer(s), and after reasonable investigation: (a) the descriptions and statements contained in the Preliminary Official Statement circulated with respect to the 2016 Bonds were at the time of the acceptance of the bid true and correct in all material respects and did not at the time of the acceptance of the bid contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they were made, not misleading; and (b) the descriptions and statements contained in the final Official Statement are at the time of the delivery of the 2016 Bonds true and correct in all material respects and do not at the time of the delivery of the 2016 Bonds contain any untrue statement of a material fact or omit to state a material fact required to be stated therein or necessary to make the statements therein, in light of the circumstances under which they were made, not misleading; *provided*, should the final Official Statement be supplemented or amended subsequent to the date thereof, the foregoing confirmation as to the final Official Statement shall relate to the final Official Statement as so supplemented or amended.

Information Reporting Agreement (Disclosure Undertaking)

The District covenants and agrees to enter into a written agreement or contract, constituting an undertaking (the "Undertaking") to provide ongoing disclosure about the District for the benefit of the beneficial owners of the 2016 Bonds on or before the date of delivery of the 2016 Bonds as required under paragraph (b)(5) of Rule 15c2–12 (the "Rule") adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934. The Undertaking shall be as described in the Preliminary Official Statement, with such changes as may be agreed upon in writing by the successful bidder. The District is in compliance with each and every Undertaking previously entered into by it pursuant to the Rule.

For a detailed discussion of the information reporting agreement, previous disclosure agreements and timing of submissions see the section titled "INFORMATION REPORTING AGREEMENT" in the Preliminary Official Statement.

The successful bidder's obligation to purchase the 2016 Bonds shall be conditioned upon the District delivering the Undertaking on or before the date of delivery of the 2016 Bonds.

Delivery Of Copies Of Final Official Statement

The District shall deliver to the successful bidder on such business day as directed in writing by the successful bidder, which is not earlier than the second business day or later than the seventh business day after the award of the 2016 Bonds as described under the caption "Award" above, copies of the final Official Statement in sufficient quantity, as directed in writing by the successful bidder, to comply with paragraph (b)(4) of the Rule and the Rules of the Municipal Securities Rulemaking Board.

Additional Information

For copies of this OFFICIAL NOTICE OF BOND SALE and the Preliminary Official Statement and information regarding the electronic bidding procedures and other related information with respect to the 2016 Bonds, contact the Municipal Advisor to the District, Zions Public Finance, Inc. at 800 W. Main Street, Suite 700, Boise, Idaho 83702; 208.501.7533; fax 855.855.9702; Christian Anderson (christian.anderson@zionsbancorp.com); Eric Pehrson (eric.pehrson@zionsbancorp.com) or Cara Bertot (cara.bertot@zionsbancorp.com). The Preliminary Official Statement is available at www.i-dealprospectus.com, www.munios.com, and www.fmmunihub.com.

DATED this 6th day of October, 2016.

SCHOOL DISTRICT NO. 52, BINGHAM COUNTY,
STATE OF IDAHO

By: /s/ David Kerns
David Kerns, Superintendent

EXHIBIT A

FORM OF CERTIFICATE OF PURCHASER

On behalf of __________, as Purchaser, I hereby certify in connection with the issuance of the $__________ School District No. 52, Bingham County, State of Idaho, General Obligation Refunding Bonds, Series 2016 (the “2016 Bonds”) as follows:

1. We have made a bona fide public offering of the 2016 Bonds to the public at the reoffering price as set forth below:

Maturity Date (September 1)	Principal Amount of Maturity	Initial Reoffering Price at which Substantial Amount Was Sold	Total Price if Total Maturity Sold at Initial Price

2. If such issue price were paid for all of the 2016 Bonds, the total issue price to the public would be $__________.

3. A substantial amount (not less than 10%) of each maturity of the 2016 Bonds was sold, or was reasonably expected at the time of the bid for the 2016 Bonds to be sold, to the public or final purchasers (not including bond houses, or brokers or similar persons or organizations acting in the capacity of underwriters or wholesalers) at or below such initial reoffering prices.

4. Based upon our experience, the issue price of the 2016 Bonds is equal to the fair market value of the 2016 Bonds as of the date of sale thereof.

IN WITNESS WHEREOF, the undersigned has hereunto fixed his official signature this _____ day of _______________, 2016.

[PURCHASER]

By:______________________________

Title: ____________________________

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PRELIMINARY OFFICIAL STATEMENT

$7,825,000*

School District No. 52 (Snake River)

Bingham County, State of Idaho

General Obligation Refunding Bonds, Series 2016

(Sales Tax Guaranty Program and Credit Enhancement Program)

On Wednesday, October 19, 2016, up to 9:30:00 A.M., M.D.T., electronic bids will be received by means of the ***PARITY***® electronic bid submission system. See the "OFFICIAL NOTICE OF BOND SALE—Procedures Regarding Electronic Bidding."

The 2016 Bonds, as defined herein, will be awarded to the successful bidder and issued pursuant to a resolution of the Board of Trustees of School District No. 52 (Snake River), Bingham County, State of Idaho, adopted on August 17, 2016.

The District has deemed this PRELIMINARY OFFICIAL STATEMENT final as of the date hereof, for purposes of paragraph (b)(1) of Rule 15c2–12 of the Securities and Exchange Commission, subject to completion with certain information to be established at the time of sale of the 2016 Bonds as permitted by the Rule.

For additional information with respect to the 2016 Bonds contact the Municipal Advisor:

ZIONS PUBLIC FINANCE, INC.

Zions Bank Building
800 W Main St, Ste 700
Boise ID 83702
208.501.7533 | f 855.855.9702
christian.anderson@zionsbancorp.com

This PRELIMINARY OFFICIAL STATEMENT is dated October 6, 2016, and the information contained herein speaks only as of that date.

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* Preliminary; subject to change.

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PRELIMINARY OFFICIAL STATEMENT DATED OCTOBER 6, 2016

NEW ISSUE **Rating:** Moody's "Aaa" (State of Idaho Guaranty; "A3" underlying)
See "STATE OF IDAHO GUARANTY" and "MISCELLANEOUS—Bond Ratings" herein.

In the opinion of Hawley Troxell Ennis & Hawley LLP, Bond Counsel, assuming continuous compliance with certain covenants described herein, interest on the 2016 Bonds(hereinafter defined) is not included in gross income under present federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and interest on the 2016 Bonds is not included in alternative minimum taxable income, as defined in Section 55(b)(2) of the Code, under present federal income tax laws, except that such interest is required to be included in calculating the "adjusted current earnings" adjustment applicable to corporations for purposes of computing the alternative minimum taxable income of corporations. Interest on the 2016 Bonds is not included in Idaho taxable income under present Idaho income tax laws. See "LEGAL MATTERS—Tax Exemption."

The 2016 Bonds have been designated "qualified tax–exempt obligations" under Section 265(b)(3) of the Code. See "LEGAL MATTERS—Qualified Tax–Exempt Obligations" herein.

$7,825,000*

School District No. 52 (Snake River)
Bingham County, State of Idaho

General Obligation Refunding Bonds, Series 2016
(Sales Tax Guaranty Program and Credit Enhancement Program)

The $7,825,000* General Obligation Refunding Bonds, Series 2016 (Sales Tax Guaranty Program and Credit Enhancement Program) (the "2016 Bonds"), dated the date of original issuance, are issuable by School District No. 52, Bingham County, State of Idaho (the "District"), as fully–registered bonds and, when initially issued, will be in book–entry only form, registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York (the "DTC"). DTC will act as securities depository for the 2016 Bonds.

Principal of and interest on the 2016 Bonds (interest payable March 1 and September 1 of each year, commencing March 1, 2017) are payable by Zions Bank, a division of ZB, National Association, Corporate Trust Department, Boise, Idaho, as Paying Agent (the "Paying Agent"), to the registered owners thereof, initially DTC. See "THE 2016 BONDS—Book–Entry System" herein.

The 2016 Bonds are not subject to optional redemption prior to maturity. The 2016 Bonds may be subject to mandatory sinking fund redemption at the option of the successful bidder(s). See "THE 2016 BONDS—No Redemption" and "—Mandatory Sinking Fund Redemption At Bidder's Option" herein.

The 2016 Bonds will be general obligations of the District payable from the proceeds of ad valorem taxes to be levied without limitation as to rate or amount on all of the taxable property in the District, fully sufficient to pay the 2016 Bonds as to both principal and interest.

Payment of the principal of and interest on the 2016 Bonds when due is further secured by the

State of Idaho

pursuant to the guaranty under the Idaho School Bond Guaranty Act and the Idaho Endowment Fund Investment Board pursuant to the Credit Enhancement Program. See "STATE OF IDAHO GUARANTY" herein.

Dated: Date of Delivery[1] Due: September 1, as shown on inside cover

See the inside front cover for the maturity schedule of the 2016 Bonds.

The 2016 Bonds will be awarded pursuant to competitive bidding received by means of the *PARITY*® electronic bid submission system on Wednesday, October 19, 2016 as set forth in the OFFICIAL NOTICE OF BOND SALE (dated October 6, 2016).

Zions Public Finance, Inc., Boise, Idaho, is acting as Municipal Advisor.

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire OFFICIAL STATEMENT to obtain information essential to the making of an informed investment decision.

This OFFICIAL STATEMENT is dated October __, 2016, and the information contained herein speaks only as of that date.

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*Preliminary; subject to change.

1 The anticipated date of delivery is Wednesday, November 2, 2016.

$7,825,000*

General Obligation Refunding Bonds, Series 2016
(Sales Tax Guaranty Program and Credit Enhancement Program)

Dated: Date of Delivery[1] **Due: September 1, as shown below**

Due September 1	CUSIP® 090365	Principal Amount*	Interest Rate	Yield/ Price
2017…….		$ 100,000		
2018…….		–		
2019…….		615,000		
2020…….		625,000		
2021…….		640,000		
2022…….		655,000		
2023…….		670,000		
2024…….		685,000		
2025…….		915,000		
2026…….		945,000		
2027…….		975,000		
2028…….		1,000,000		

$__________ ____% Term Bond due September 1, 20__—Yield of ____% (CUSIP ______ __)

[1] The anticipated date of delivery is Wednesday, November 2, 2016.

* Preliminary; subject to change.

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This OFFICIAL STATEMENT does not constitute an offer to sell, or the solicitation of an offer to buy, nor shall there be any sale of the principal amount of the 2016 Bonds (as defined herein) by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation or sale. No dealer, broker, salesman or other person has been authorized to give any information or to make any representations other than those contained herein, and if given or made, such other informational representations must not be relied upon as having been authorized by any of: School District No. 52 (Snake River), Bingham County, State of Idaho; Zions Public Finance, Inc., Boise, Idaho; Zions Bank, a division of ZB, National Association, Corporate Trust Department, Boise, Idaho, as Paying Agent; the successful bidder; or any other entity. All other information contained herein has been obtained from the District, The Depository Trust Company, New York, New York, and from other sources which are believed to be reliable. The information and expressions of opinion herein are subject to change without notice and neither the delivery of this OFFICIAL STATEMENT nor the issuance, sale, delivery or exchange of the 2016 Bonds, shall under any circumstance create any implication that there has been no change in the affairs of the District, since the date hereof.

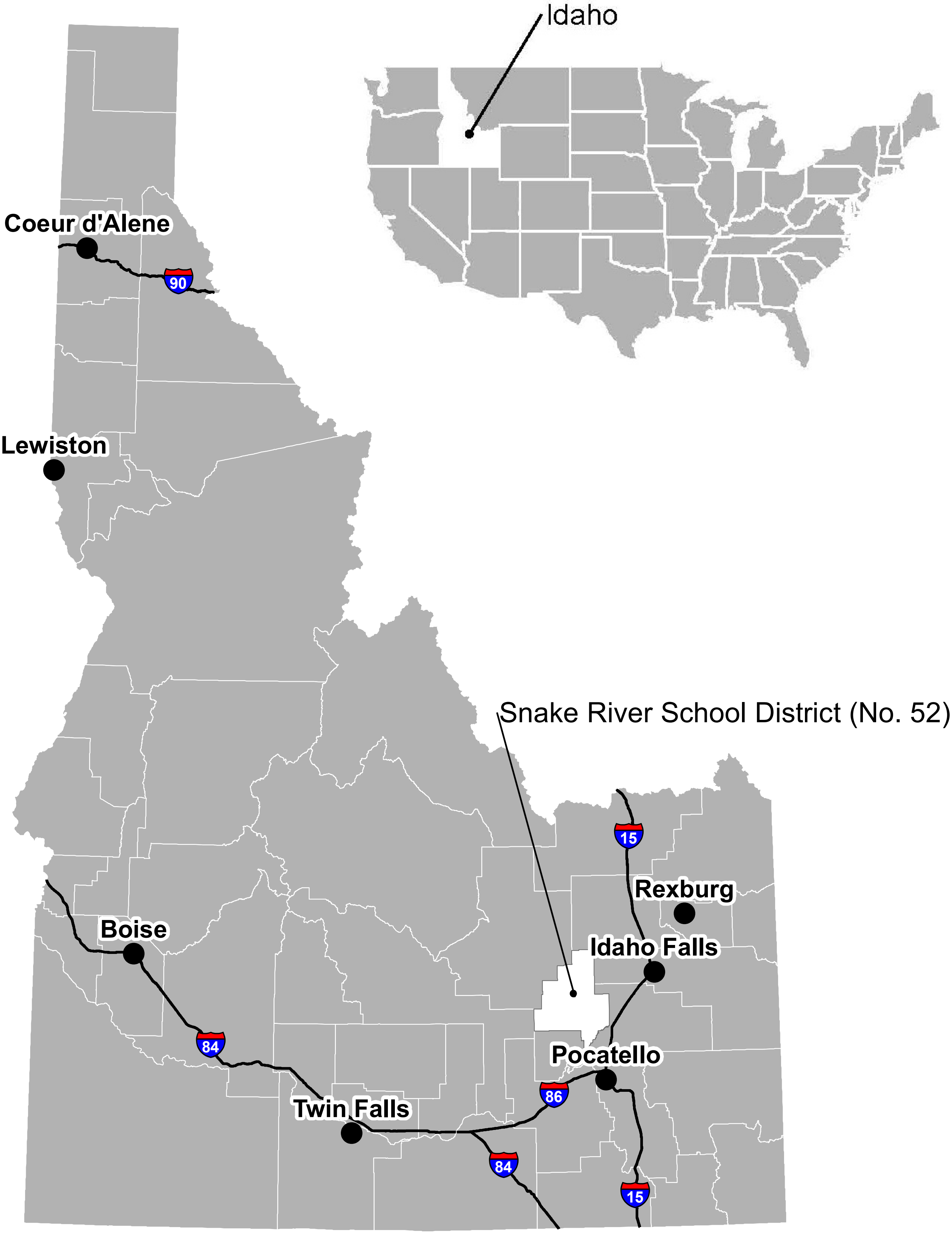
The 2016 Bonds have not been registered under the Securities Act of 1933, as amended, or any state securities laws in reliance upon exemptions contained in such act and laws. Neither the Securities and Exchange Commission nor any state securities commission has passed upon the accuracy or adequacy of this OFFICIAL STATEMENT. Any representation to the contrary is unlawful.

The yields/prices at which the 2016 Bonds are offered to the public may vary from the initial reoffering yields on the inside front cover page of this OFFICIAL STATEMENT. In addition the successful bidder may allow concessions or discounts from the initial offering prices of the 2016 Bonds to dealers and others. In connection with the offering of the 2016 Bonds, the successful bidder may engage in transactions that stabilize, maintain, or otherwise affect the price of the 2016 Bonds. Such transactions may include overallotments in connection with the purchase of 2016 Bonds, the purchase of 2016 Bonds to stabilize their market price and the purchase of 2016 Bonds to cover the successful bidder's short positions. Such transactions, if commenced, may be discontinued at any time.

Forward–Looking Statements. Certain statements included or incorporated by reference in this OFFICIAL STATEMENT may constitute "forward–looking statements" within the meaning of the United States Private Securities Litigation Reform Act of 1995, Section 21E of the United States Securities Exchange Act of 1934, as amended, and Section 27A of the United States Securities Act of 1933, as amended. Such statements are generally identifiable by the terminology used, such as "plan," "project," "forecast," "expect," "estimate," "budget" or other similar words. ***The achievement of certain results or other expectations contained in such forward–looking statements involve known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements described to be materially different from any future results, performance or achievements expressed or implied by such forward–looking statements. The District does not plan to issue any updates or revisions to those forward–looking statements if or when its expectations, or events, conditions or circumstances on which such statements are based occur.***

The CUSIP® (the Committee on Uniform Securities Identification Procedures) identification numbers are provided on the inside cover page of this OFFICIAL STATEMENT and are being provided solely for the convenience of bondholders only, and the District does not make any representation with respect to such numbers or undertake any responsibility for their accuracy. The CUSIP® numbers are subject to being changed after the issuance of the 2016 Bonds as a result of various subsequent actions including, but not limited to, a refunding in whole or in part of the 2016 Bonds.

The information available from websites referenced in this OFFICIAL STATEMENT has not been reviewed for accuracy and completeness. Such information has not been provided in connection with the offering of the 2016 Bonds and is not a part of this OFFICIAL STATEMENT.



Snake River School District (No. 52)

OFFICIAL STATEMENT RELATED TO

$7,825,000*

School District No. 52 (Snake River)

Bingham County, State of Idaho

General Obligation Refunding Bonds, Series 2016
(Sales Tax Guaranty Program and Credit Enhancement Program)

INTRODUCTION

This introduction is only a brief description of the 2016 Bonds, as hereinafter defined, the security and source of payment for the 2016 Bonds and certain information regarding School District No. 52, Bingham County, State of Idaho (the "District"). The information contained herein is expressly qualified by reference to the entire OFFICIAL STATEMENT. Investors are urged to make a full review of the entire OFFICIAL STATEMENT.

See the following appendices that are attached hereto and incorporated herein by reference: "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016;" "APPENDIX B—PROPOSED FORM OF OPINION OF BOND COUNSEL;" "APPENDIX C—PROPOSED FORM OF INFORMATION REPORTING AGREEMENT;" and "APPENDIX D—BOOK–ENTRY SYSTEM."

When used herein the terms "Fiscal Year[s] 20YY" or "Fiscal Year[s] End[ed][ing] June 30, 20YY" shall refer to the year ended or ending on June 30 of the year indicated and beginning on July 1 of the preceding calendar year. Capitalized terms used but not otherwise defined herein have the same meaning as given to them in the Resolution, as hereinafter defined.

Public Sale/Electronic Bid

The 2016 Bonds will be awarded pursuant to competitive bidding received by means of the ***PARITY®*** electronic bid submission system on Wednesday, October 19, 2016 as set forth in the OFFICIAL NOTICE OF BOND SALE (dated October 6, 2016).

See the "OFFICIAL NOTICE OF BOND SALE" above.

The 2016 Bonds may be offered and sold to certain dealers (including dealers depositing the 2016 Bonds into investment trusts) at prices lower than the initial public offering prices set forth on the inside cover page of the OFFICIAL STATEMENT and such public offering prices may be changed from time to time.

The District

The District was established in 1948 when school districts Nos. 2, 12, 28, 40 and 48 were consolidated. The District is located in the southeast portion of the State of Idaho in the Snake River Valley area. The City of Blackfoot (the "City"), the 19th most populous city in the State of Idaho (the "State") (according to the

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* Preliminary; subject to change.

2015 Census estimate) was incorporated in 1901 and is the county seat of Bingham County (the "County"). The City (11,740 residents according to the 2015 Census estimate) covers approximately 5.5 square miles and is halfway between Pocatello City (the State's fifth most populous city), 25 miles to the south and Idaho Falls (the State's fourth most populous City) to the north. Within the County are six school districts and they include: the District, School District No. 55 (Blackfoot), School District No. 58 (Aberdeen), School District No. 59 (Firth), School District No. 60 (Shelley Joint), and School District No. 93 (Bonneville Joint). The County has 44,990 residents according to the 2015 Census estimate. See "THE DISTRICT" below.

The District's service area includes areas of the County to the west and south of the City in and near the unincorporated communities of Moreland, Pingree, Riverside, Rockford and Thomas. The District maintains a website at http://www.snakeriver.org/. See in this section "Contact Persons" below.

As a school district, the District is funded from a combination of local tax sources and state funds. See "TAXES AND STATE FUNDING" below.

The 2016 Bonds

This OFFICIAL STATEMENT, including the cover page, introduction and appendices, provides information in connection with the issuance and sale by the District of its $7,825,000* General Obligation Refunding Bonds, Series 2016 (Sales Tax Guaranty Program and Credit Enhancement Program) (the "2016 Bonds or "2016 Bond"), initially issued in book–entry form.

Security

The 2016 Bonds will be general obligations of the District, payable from the proceeds of ad valorem taxes to be levied, without limitation as to rate or amount, on all of the taxable property in the District, fully sufficient to pay the 2016 Bonds as to both principal and interest. See "THE 2016 BONDS—Security And Sources Of Payment" and "TAXES AND STATE FUNDING—Tax Levy And Collection" below. The District has initiated a plan to eliminate a recent pattern of seasonal deficits in its bond fund. See "TAXES AND STATE FUNDING—Elimination of Seasonal Bond Fund Deficits."

Payment of the principal of and interest on the 2016 Bonds when due is guaranteed by the State pursuant to the sales tax pledge under the provisions of the Idaho School Bond Guaranty Act, Title 33, Chapter 53, Idaho Code (the "Sales Tax Guaranty Program") and the Credit Enhancement Program supported by the public schools endowment fund, pursuant to Section 57–728, Idaho Code (the "Credit Enhancement Program"). See "STATE OF IDAHO GUARANTY" below.

Authority And Purpose

Authority. The 2016 Bonds are being issued pursuant to (i) the School Bonds Law, Title 33, Chapter 11, Idaho Code, as amended, the Public Obligations Registration Act, Title 57, Chapter 9, Idaho Code, as amended, the Municipal Bond Law, Title 57, Chapter 2, and the bond refunding provisions of Title 57, Chapter 5, Idaho Code (collectively, the "Act"), (ii) the Resolution of the District adopted on August 17, 2016 (the "Resolution"), which provides for the issuance of the 2016 Bonds and delegates to certain officers of the District the authority to accept the winning bid at the competitive sale of the 2016 Bonds, subject to certain limitations, and (iii) other applicable provisions of law.

Purpose. The 2016 Bonds are being issued to advance refund a portion of the District's $12,000,000, General Obligation School Bonds, Series 2009B, dated July 29, 2009 (the "2009 Bonds"), and the payment of costs associated with the issuance of the 2016 Bonds. See "THE 2016 BONDS—Plan Of Refunding," and "—Sources And Uses Of Funds" below.

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* Preliminary; subject to change.

No Redemption

The 2016 Bonds are not subject to optional redemption prior to maturity. The 2016 Bonds may be subject to mandatory sinking fund redemption at the option of the successful bidder(s). See "THE 2016 BONDS—No Redemption" and "—Mandatory Sinking Fund Redemption At Bidder's Option" herein.

Registration, Denominations, Manner Of Payment

The 2016 Bonds are issuable only as fully–registered bonds and, when initially issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the 2016 Bonds. Purchases of 2016 Bonds will be made in book–entry form only, in the principal amount of $5,000 or any whole multiple thereof, through brokers and dealers who are, or who act through, DTC's Direct Participants (as defined herein). Beneficial Owners (as defined herein) of the 2016 Bonds will not be entitled to receive physical delivery of bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the 2016 Bonds. "Direct Participants," "Indirect Participants" and "Beneficial Owners" are defined under "APPENDIX D—BOOK–ENTRY SYSTEM" below.

Principal of and interest on the 2016 Bonds (interest payable March 1 and September 1 of each year, commencing March 1, 2017) are payable by Zions Bank, a division of ZB, National Association, Corporate Trust Department, Boise, Idaho ("Zions Bank"), as paying agent (the "Paying Agent") for the 2016 Bonds, to the registered owners of the 2016 Bonds. So long as Cede & Co. is the registered owner of the 2016 Bonds, DTC will, in turn, remit such principal and interest to its Direct Participants, for subsequent disbursements to the Beneficial Owners of the 2016 Bonds, as described under "APPENDIX D—BOOK–ENTRY SYSTEM" below.

So long as DTC or its nominee is the registered owner of the 2016 Bonds, neither the District nor the Paying Agent will have any responsibility or obligation to any Direct or Indirect Participants of DTC, or the persons for whom they act as nominees, with respect to the payments to or the providing of notice for the Direct Participants, Indirect Participants or the Beneficial Owners of the 2016 Bonds. Under these same circumstances, references herein and in the Resolution to the "Bondowners" or "Registered Owners" of the 2016 Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the 2016 Bonds.

Tax–Exempt Status Of The 2016 Bonds

In the opinion of Hawley Troxell Ennis & Hawley LLP, Bond Counsel, assuming continuous compliance with certain covenants described herein, interest on the 2016 Bonds is not included in gross income under present federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"), and interest on the 2016 Bonds is not included in alternative minimum taxable income, as defined in Section 55(b)(2) of the Code, under present federal income tax laws, except that such interest is required to be included in calculating the "adjusted current earnings" adjustment applicable to corporations for purposes of computing the alternative minimum taxable income of corporations. Interest on the 2016 Bonds is not included in Idaho taxable income under present Idaho income tax laws. See "LEGAL MATTERS—Tax Exemption" below.

Qualified Tax–Exempt Obligations

The 2016 Bonds are "qualified tax–exempt obligations" under Section 265(b)(3) of the Code, as amended. See "LEGAL MATTERS—Qualified Tax–Exempt Obligations" herein.

Professional Services

In connection with the issuance of the 2016 Bonds, the following have served the District in the capacity indicated.

Bond Counsel

Hawley Troxell Ennis & Hawley LLP
877 Main St Ste 1000
PO Box 1617
Boise ID 83701–1617
208.344.6000 | f 208.954.5421
nmiller@hawleytroxell.com

Attorney for the District

Blaser, Oleson, & Lloyd, Chartered
PO Box 1047
Blackfoot, Idaho 83221
208.785.4700 | f 208.785.7080

Paying Agent, Escrow Agent and Bond Registrar

Zions Bank, a division of ZB, National Association
Corporate Trust Department
800 W Main St Ste 700
Boise ID 83702
208.501.7493 | f 208.855.9705
twyla.lehto@zionsbancorp.com

Municipal Advisor

Zions Public Finance, Inc.
800 W Main St, Ste 700
Boise ID 83702
208.501.7533 | f 855.855.9702
christian.anderson@zionsbancorp.com

Conditions Of Delivery, Anticipated Date, Manner, And Place Of Delivery

The 2016 Bonds are offered, subject to prior sale, when, as and if issued and received by the successful bidder, subject to the approval of legality of the 2016 Bonds by Bond Counsel, and certain other conditions. Certain legal matters will be passed on for the District by Blaser, Oleson, & Lloyd, Chartered, Blackfoot, Idaho. It is expected that the 2016 Bonds, in book–entry form only, will be available for delivery in Boise, Idaho for deposit with the Paying Agent, as fast agent of DTC, on or about Wednesday, November 2, 2016.

Information Reporting Agreement (Disclosure Undertaking)

The District will enter into an Information Reporting Agreement (the "Disclosure Undertaking") for the benefit of the owners of the 2016 Bonds. For a detailed discussion of the Disclosure Undertaking, previous undertakings and timing of submissions see "INFORMATION REPORTING AGREEMENT" below and "APPENDIX C—PROPOSED FORM OF INFORMATION REPORTING AGREEMENT."

Basic Documentation

This OFFICIAL STATEMENT speaks only as of its date, and the information contained herein is subject to change. Brief descriptions of the District's Board of Trustees (the "Board"), the District, the 2016 Bonds, and the Resolution are included in this OFFICIAL STATEMENT. Such descriptions do not purport to be comprehensive or definitive. All references herein to the Resolution are qualified in their entirety by reference to such document, and references herein to the 2016 Bonds are qualified in their entirety by reference to the form thereof included in the Resolution. The "basic documentation" which includes the Resolution, the closing documents and other documentation authorizing the issuance of the 2016 Bonds and establishing the rights and responsibilities of the District and other parties to the transaction may be obtained from the "contact persons" as indicated below.

Contact Persons

As of the date of this OFFICIAL STATEMENT, additional requests for information may be directed to Zions Public Finance, Inc., Boise, Idaho, as municipal advisor to the District (the "Municipal Advisor"):

Christian Anderson, Vice President, christian.anderson@zionsbancorp.com

Zions Public Finance, Inc.
Zions Bank Building
800 W Main St, Ste 700
Boise ID 83702
208.501.7533 | f 855.855.9702

As of the date of this OFFICIAL STATEMENT, the chief contact persons for the District concerning the 2016 Bonds are:

David Kerns, Superintendent, kerndavi@snakeriver.org
Chris Nelson, Business Manager, cnelson@snakeriver.org
School District No. 52 (Snake River)
103 S 900 W
Blackfoot ID 83221
208.684.3001 | f 208.684.3003

As of the date of this OFFICIAL STATEMENT, the chief contact person for the State concerning the guaranty for the 2016 Bonds under the Programs is:

Jace Perry, Investment Manager, jace.perry@sto.idaho.gov
Office of the Idaho State Treasurer
304 N 8th St Rm 208
Boise ID 83720
208.332.2940 | f 208.332.2961
sto.idaho.gov

INFORMATION REPORTING AGREEMENT

The District will enter into the Disclosure Undertaking for the benefit of the Beneficial Owners of the 2016 Bonds to send certain information annually and to provide notice of certain events to the Municipal Securities Rulemaking Board ("MSRB") through its Electronic Municipal Market Access system ("EMMA") pursuant to the requirements of paragraph (b)(5) of Rule 15c2–12 (the "Rule") adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as amended. The information to be provided on an annual basis, the events which will be noticed on an occurrence basis and other terms of the Disclosure Undertaking, including termination, amendment and remedies, are set forth in the proposed form of Disclosure Undertaking in "APPENDIX C—PROPOSED FORM OF INFORMATION REPORTING AGREEMENT."

The District has complied in all material respects with the disclosure undertakings previously entered into by it pursuant to the Rule in the last five years.

The Disclosure Undertaking requires the District to submit its annual financial report (Fiscal Year Ending June 30) and other operating and financial information on or before December 27 (180 days from the end of the Fiscal Year). The District will submit the Fiscal Year 2016 financial report and other operating and financial information for the 2016 Bonds on or before December 27, 2016, and annually thereafter on or before each December 27.

A failure by the District to comply with the Disclosure Undertaking will not constitute a default under the Resolution, and Bondowners of the 2016 Bonds are limited to the remedies provided in the Disclosure Undertaking. A failure by the District to comply with the Disclosure Undertaking must be reported in accordance with the Rule and must be considered by any broker, dealer or municipal securities dealer before recommending the purchase or sale of the 2016 Bonds in the secondary market. Any such failure may adversely affect the marketability of the 2016 Bonds.

STATE OF IDAHO GUARANTY

The Guaranty; Pledge of State Sales Tax

School districts are eligible to apply for a guarantee by the Idaho State School Bond Guaranty Program pursuant to the provisions of the Idaho School Bond Guaranty Act, Title 33, Chapter 53, Idaho Code (the "Sales Tax Guaranty Program") and may apply for further credit enhancement by the Credit Enhancement Program supported by the public school's endowment fund, pursuant to section 57-728, Idaho Code (the "Credit Enhancement Program") (the Sales Tax Guaranty Program and the Credit Enhancement Program, collectively referred to herein as the "Programs"). School districts may have outstanding up to $40 million of school bonds guaranteed by both the Programs and may obtain a guaranty solely by the Sales Tax Guaranty Program if bonds to be guaranteed or already guaranteed are in excess of $40 million.

As of the date of this OFFICIAL STATEMENT, Moody's has assigned its "Aa1" rating to bonds that are guaranteed by the Sales Tax Guaranty Program. Moody's has assigned its "Aaa" rating to bonds that are guaranteed by the Credit Enhancement Program and the Sales Tax Guaranty Program. ***The 2016 Bonds are guaranteed by both Programs.***

The Sales Tax Guaranty Program

General. Any school district may apply to the Idaho State Treasurer (the "State Treasurer") for the State's guaranty of its eligible bonds. Pursuant to the Sales Tax Guaranty Program, the sales tax of the State is pledged to guarantee full and timely payment of the principal of (either at the stated maturity or by any advancement of maturity pursuant to a mandatory sinking fund payment) and interest on, refunding bonds issued on and after March 1, 1999, which meet certain requirements detailed below, for voter–approved bonds which were voted on by the electorate prior to March 1, 1999, and voter–approved bonds for new projects which were voted on by the electorate on and after March 1, 1999, as such payments shall become due (except that in the event of any acceleration of the due date of such principal by reason of mandatory or optional redemption or acceleration resulting from default or otherwise, other than any advancement of maturity pursuant to a mandatory sinking fund payment, the payments guaranteed shall be made in such amounts and at such times as such payments of principal would have been due had there not been any such acceleration) (the "Guaranty"). The Guaranty is good for the life of the bond, even if the State Treasurer later determines a district is ineligible for future guaranties. See in this section "State Treasurer to Monitor District's Fiscal Solvency" below.

On September 15, 2016, the State Treasurer issued to the District a Certificate of Eligibility for the Sales Tax Guaranty Program for the 2016 Bonds.

The Certificate of Eligibility evidences the District's eligibility for the Sales Tax Guaranty Program for 90 days from the date of issuance. Once the 2016 Bonds are issued pursuant to the Certificate of Eligibility, the Guaranty is in effect for so long as the 2016 Bonds are outstanding.

In addition, the Sales Tax Guaranty Program provides that the State pledges to and agrees with the holders of bonds guaranteed under the program that the State will not alter, impair, or limit the rights vested by the program with respect to bonds until the bonds, together with applicable interest, are fully paid and discharged. However, this pledge does not preclude an alteration, impairment, or limitation if adequate provision is made by law for the protection of the holders of the bonds.

Program Limitations. On April 4, 2013, the State adopted a debt capacity policy that caps the Sales Tax Guaranty Program at the combined "maximum annual debt service" of bonds issued thereunder and the IBBA's revenue bonds/municipal loan program at no greater than 20% of prior Fiscal Year audited State sales tax revenue. The State's sales tax revenue for Fiscal Year 2015 was $1.444 billion. The combined maximum annual debt service under the Sales Tax Guaranty Program and IBBA's revenue bonds/municipal program as of July 26, 2016 was $150,201,564, resulting in a percentage of 10%.

Refundings. In order to receive the Guaranty on refinancing bonds not previously guaranteed by the Guaranty, the State Treasurer requires a district to show a minimum of 5% net present value savings of the refunded bonds measured at the time the refunding bonds are sold (the "5% Test") or, alternatively, a district must demonstrate a clear benefit to the district by restructuring its existing debt. The Guaranty does not extend to the payment of any redemption premium.

Credit Enhancement Program

If approved to participate in the Sales Tax Guaranty Program, a school district may also apply to the Credit Enhancement Program. Pursuant to the Credit Enhancement Program, the endowment fund investment board (the "Endowment Board") is mandated to purchase notes issued by the State for the purpose of making debt service payments under the Sales Tax Guaranty Program.

Under the Credit Enhancement Program, the following shall take effect in the event moneys from the sales tax are insufficient to pay a school district's debt service payment under the Sales Tax Guaranty Program: (i) the Endowment Board may purchase on behalf of the public school endowment fund, or from other funds administered by the Endowment Board, notes from the State issued by the State Treasurer under such terms as are negotiated between the Endowment Board and the State Treasurer; or (ii) upon the request of the State Treasurer, the Endowment Board shall purchase on behalf of the public school endowment fund notes issued by the State Treasurer, the proceeds of which shall be sufficient to pay debt service payments as they become due (the "Notes").

The Notes shall bear interest at a rate equal to the annual rate of one year treasury bills, as published by the federal reserve, plus 400 basis points, plus, for the first six months of the term of the Notes, an amount, as determined by the Endowment Board, up to a maximum of 50 basis points, to cover all additional administrative and transaction costs related to the purchase of the Notes. The Notes will have a maximum term of one year, and may be renewed at the request of the State Treasurer; the Notes shall be repaid from a school district's reimbursement payments pursuant to the Sales Tax Guaranty Program and the State may make additional payments on the Notes. The Endowment Board may require the State Treasurer to compel a school district to modify its fiscal practices and its general operations if the Endowment Board determines that there is a substantial likelihood that a school district will not be able to make future payments.

Pursuant to the provisions of the Credit Enhancement Program, the Endowment Board shall make available $300 million from the public school endowment fund for the purposes of purchasing Notes under this program, and the principal amount of bonds guaranteed by the Credit Enhancement Program shall not be greater than $1.2 billion. The aggregate principal amount of school district bonds outstanding that may be guaranteed by the Credit Enhancement Program shall not exceed $40 million per district. The 2016 Bonds will be guaranteed under the Programs.

On September 15, 2016, the Endowment Board issued to the District its Certificate of Approval of Credit Enhancement for the 2016 Bonds. The Certificate of Approval evidences the District's eligibility for the Credit Enhancement Program for 90 days following the issuance of the certificate.

The District has the following general obligation bonds outstanding that are currently guaranteed under the Credit Enhancement Program:

Series	Purpose	Original Principal Amount	Final Maturity Date	Current Principal Outstanding
2009A..................	Building/improvements	$ 5,000,000	July 29, 2024	$ 5,000,000
2009B (1)	Building/improvements	12,000,000	September 1, 2028	8,940,000
Total Outstanding Direct Debt...				$13,940,000

(1) A portion of the outstanding 2009B Bonds in the amount of $7,825,000 will be refunded by the 2016 Bonds.

Guaranty Procedures

The Programs are for the protection of the bondholders. Ultimate liability for the payment of the 2016 Bonds remains with the District. Accordingly, the Sales Tax Guaranty Program contains provisions, including interception of State aid to the District, possible action to compel levy of a tax sufficient to reimburse the State for any payments made to bondholders pursuant to its Guaranty, and various oversight provisions to assure that the District, and not the State, will ultimately be responsible for debt service on the 2016 Bonds.

Under the Sales Tax Guaranty Program, the District's Superintendent is required to transfer moneys sufficient for scheduled debt service payments on the 2016 Bonds to the Paying Agent at least 15 days before any principal or interest payment date for the 2016 Bonds. If the Superintendent is unable to transfer the scheduled debt service payment to the Paying Agent at least 15 days before the payment date, the Superintendent must immediately notify the Paying Agent and the State Treasurer. In addition, if the Paying Agent has not received the scheduled debt service payment at least 15 days prior to the scheduled debt service payment date for the 2016 Bonds the Paying Agent must notify the State Treasurer in writing at least 10 days prior to the payment date. The Sales Tax Guaranty Program further provides that if sufficient moneys have not been transferred to the Paying Agent, then the State Treasurer shall, on or before the scheduled payment date, transfer sufficient moneys to the Paying Agent to make the scheduled debt service payment. Payment by the State of a debt service payment on the 2016 Bonds discharges the obligation of the District to the bondholders for that payment to the extent of the State's payment, and transfers the District's obligation for that payment to the State.

If one or more payments are made by the State Treasurer pursuant to the Sales Tax Guaranty Program, the State Treasurer shall immediately intercept any payments from any sources of operating moneys provided by the State to the District that would otherwise be paid to the District, and apply these intercepted payments to reimburse the State until all obligations of the District to the State arising from these payments are paid in full, including interest and penalties payable pursuant to the Sales Tax Guaranty Program. The State has no obligation to replace any moneys intercepted. The Sales Tax Guaranty Program obligates the District to reimburse all moneys drawn by the State Treasurer on its behalf, pay interest to the State on all moneys paid at not less than the average prime rate for national money center banks plus 1%, and to pay any additional penalties, which may be imposed by the State Treasurer pursuant to the Sales Tax Guaranty Program at a rate of not more than 5% of the amount paid by the State pursuant to its Guaranty, for each instance payment is made. If the State Treasurer determines amounts obtained pursuant to the Sales Tax Guaranty Program will not be sufficient to reimburse the State within one year from a payment the State makes, the State Treasurer must pursue any legal action against the District necessary to compel it to levy and provide tax revenues sufficient to pay debt service and to meet its repayment obligations to the State.

The District may use property taxes or other moneys to replace intercepted funds if the moneys are derived from taxes originally levied to make the payment but which were not timely received by the District; taxes from a supplemental levy made to make the missed payment or to replace the intercepted moneys; moneys transferred from the undistributed reserve, if any, of the District, or any other source of money on hand and legally available. The District may not replace operating funds intercepted by the State with moneys collected and held to make payments on the 2016 Bonds if that replacement would divert moneys from the payment of future debt service on the 2016 Bonds and increase the risk that the Guaranty would be called upon an additional time.

Since the inception of the Programs, the State has not been called upon to pay the principal of or interest on any bonds guaranteed under the Programs.

State Treasurer to Monitor District's Fiscal Solvency

The Sales Tax Guaranty Program also charges the State Treasurer with the responsibility to monitor, evaluate and, at least annually, report his or her findings as to the fiscal solvency of each school district. Pursuant to the Sales Tax Guaranty Program, the State Treasurer will receive annual statements of the financial condition of the District and a copy of the complete audit of the financial statements of the District, which is prepared pursuant to Section 33–701, Idaho Code. The State Treasurer is also required to report his conclusions regarding the fiscal solvency of the District at least annually to the Governor, the Idaho State Legislature (the "State Legislature"), the Endowment Board and the State Superintendent of Public Instruction. In addition, the State Treasurer must immediately report any circumstances suggesting that the District will be unable to meet its debt service obligations and immediately recommend a course of remedial action.

Status Of The Programs

As of September 15, 2016, the State has the following bonds guaranteed under the Programs:

	Sales Tax Guaranty Program (1)	Sales Tax Guaranty and Credit Enhancement Programs
Number of school districts with bonds outstanding	61	59
Number of outstanding bond issues	112	82
Outstanding principal guaranteed	$1,101,291,058	$446,329,931

(1) Districts included in the Sales Tax Guaranty Program column may also have bonds that are secured by both Programs.

(Source: Office of the Idaho State Treasurer.)

State Of Idaho–Financial And Operating Information

The State produces a Comprehensive Annual Financial Report ("CAFR") in accordance with generally accepted accounting principles as defined by the Government Accounting Standards Board. The State's Fiscal Year 2015 CAFR may be found at http://www.sco.idaho.gov. The State's most recent official statement for its tax anticipation notes (base CUSIP®451434) is currently on file with EMMA. Such information contained on websites shall not be considered to be a part of this OFFICIAL STATEMENT and is not provided in connection with the offering of the 2016 Bonds.

BOND LEVY EQUALIZATION SUPPORT PROGRAM

Bond Levy Subsidy Program

In 2002, the State created a Bond Levy Equalization Support Program (the "Bond Levy Subsidy Program"). The Bond Levy Subsidy Program provides for a subsidy payment (the "Levy Subsidy") from the State's Bond Levy Equalization Fund to school districts to offset a portion of the costs of annual bond interest and redemption payments made on bonds approved at elections occurring on or after September 15, 2002.

Availability Of The Levy Subsidy

To determine the amount of the average payment, the Idaho State Department of Education (the "DOE") calculates a value index (the "Value Index") annually for each school district based upon the following three components: (i) the district's market value per support unit for equalization divided by two; (ii) the average annual seasonally adjusted unemployment rate in the county in which a plurality of the school district's market value for assessment purposes (the "Taxable Assessed Value") is located; and (iii) the per capita income in the county in which a plurality of the school district's Taxable Assessed Value is located.

The Levy Subsidy payment to a district is determined by multiplying one, minus the district's Value Index, times the district's average annual principal and interest on bonded indebtedness, subject to the provisions that every school district with a Value Index of less than 1.50 will receive a minimum payment of no less than 10% of its interest payments. School districts with a Value Index of 1.50 or greater receive no Levy Subsidy. The DOE disburses Levy Subsidy payments no later than September 1 of each year for school districts in which voters have approved the issuance of qualifying bonds by no later than January 1 of that calendar year.

To be entitled to a Levy Subsidy payment from the DOE, a district is required to annually report the status of all qualifying bonds to the DOE by January 1 of each year, including bonds approved by the voters that have not been issued. Information submitted includes the following: (1) the actual or estimated bond interest and redemption payment schedule; (2) any qualifying bond that has been paid in full; and (3) other information as may be required by the DOE.

In 2016, the State Legislature appropriated $22.4 million for the Levy Subsidy for Fiscal Year 2017 disbursement, which was disbursed to qualifying schools on September 1, 2016. See "STATE OF IDAHO SCHOOL FINANCE–Appropriations To Public Schools."

The Value Index is recalculated annually. There can be no assurance that the District will qualify to receive levy equalization payments from the State or that there will be sufficient funds in the Bond Levy Equalization Fund of the State to make payments to all eligible districts. However, a portion of the State's revenue collected from the Idaho Lottery, which for Fiscal Year 2017 comprised $12 million of the $22.4 million appropriation, with the balance coming from carryover balance and the general fund, is directed by statute to the Bond Levy Subsidy Program. Further, there can be no assurance that the Bond Levy Subsidy Program will not be altered, amended or discontinued in the future.

Benefit Of Levy Subsidy To The District

Based on information provided by the DOE, the District's Value Index for Fiscal Year 2017 is approximately 0.6951. The Value Index for future fiscal years (beginning with Fiscal Year 2018) will be recalculated annually by the DOE and provided in July, shortly after the beginning of the applicable fiscal year. Based on information provided by the District, the District's value index for Fiscal Year 2018 is not expected to exceed the 1.50 index cap. If the District's Value Index is above 1.50 for any fiscal year during the repayment of the 2016 Bonds, the District will not receive a subsidy payment for that fiscal year.

For newly–authorized bonds, school districts receive their first Levy Subsidy payment on September 1 of the year following the calendar year in which the bonds were issued.

The District has been receiving a Levy Subsidy payment on its following outstanding bonds: $5,000,000 General Obligation Bonds (Qualified School Construction Bonds), Series 2009A and $12,000,000 General Obligation Bonds, Series 2009B. Under the Bond Levy Subsidy Program, refunding bonds (such as the 2016 Bonds) are eligible for Levy Subsidy payments. The District will receive a Levy Subsidy payment for the outstanding bonds in September 2017 for Fiscal Year 2018 payments. The District has covenanted in the Resolution to comply with the information requirements of the DOE to receive the Levy Subsidy. The District has complied with the information requirements of the DOE and expects to be able to continue to do so. The DOE recalculates a bond's average annual principal and interest payments in circumstances where a bond is refunded to be measured by the average annual principal and interest on the refunding bonds.

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THE 2016 BONDS

General

The 2016 Bonds will be dated the date of their original issuance and delivery[1] (the "Dated Date") and will mature on September 1 of the years and in the amounts as set forth on the inside cover page of this OFFICIAL STATEMENT.

The 2016 Bonds will bear interest from their Dated Date at the rates set forth on the inside cover page of this OFFICIAL STATEMENT. Interest on the 2016 Bonds is payable semiannually on each March 1 and September 1, commencing March 1, 2017. Interest on the 2016 Bonds will be computed on the basis of a 360–day year comprised of 12, 30–day months. Zions Bank is the Bond Registrar and Paying Agent for the 2016 Bonds under the Resolution (in such respective capacities, the initial "Bond Registrar").

The 2016 Bonds will be issued as fully–registered bonds, initially in book–entry form, in the denomination of $5,000 or any whole multiple thereof, not exceeding the amount of each maturity.

Plan Of Refunding

The District issued its General Obligation Bonds, Series 2009B in the principal amount of $12,000,000 (the "2009B Bonds") on July 29, 2009. The 2009B Bonds financed the costs of making renovations and improvements to existing schools and facilities throughout the District, and the costs of issuance of the 2009B Bonds.

A portion of the proceeds of the 2016 Bonds will be used to refund certain maturities under the 2009B Bonds (such refunded maturities collectively referred to herein as the "Refunded Bonds"). Refundings of outstanding general obligation school bonds may be issued without a vote of the electorate in the District.

Pursuant to an escrow agreement between the District and Zions Bank, a division of ZB, National Corporation, Boise, Idaho, serving in its role as the escrow agent for the Refunded Bonds (the "Escrow Agent"), a portion of the proceeds of the 2016 Bonds together with available moneys of the District will purchase certain direct United States government obligations to defease and pay the Refunded Bonds maturing on and after September 1, 2019, in the aggregate principal amount of $7,825,000, thereby defeasing the following described 2009B Bonds:

Scheduled Maturity (September 1)	Redemption Date	CUSIP® 090365	Principal Amount	Interest Rate	Redemption Price
2019	September 1, 2018	DK0	$ 585,000	3.25%	100%
2020	September 1, 2018	DL8	600,000	4.00	100
2021	September 1, 2018	DM6	625,000	4.00	100
2022	September 1, 2018	DN4	650,000	4.00	100
2023	September 1, 2018	DP9	680,000	3.50	100
2024	September 1, 2018	DQ7	700,000	3.75	100
2025	September 1, 2018	DR5	940,000	3.75	100
2026	September 1, 2018	DS3	975,000	3.85	100
2027	September 1, 2018	DT1	1,015,000	4.00	100
2028	September 1, 2018	DU8	1,055,000	4.00	100
Totals			$7,825,000		

The government obligations will be deposited into the escrow account in the custody of the Escrow Agent (the "Escrow Account"). The maturing principal of the government obligations, interest earned thereon, and

[1] The anticipated date of delivery is Wednesday, November 2, 2016.

necessary cash balance, if any, will provide funds to pay accrued interest on the Refunded Bonds on each interest payment date to and including the Redemption Date and to redeem the Refunded Bonds pursuant to the call on September 1, 2018.

The government obligations, interest earned thereon, and necessary cash balance, if any, will irrevocably be pledged to and held in trust by the Escrow Agent for the benefit of the owners of the Refunded Bonds pursuant to the escrow agreement.

Certain mathematical computations regarding the sufficiency of and the yield on the investments held in the Escrow Account will be verified by Grant Thornton LLP, Minneapolis, Minnesota. See "MISCELLANEOUS—Escrow Verification" below.

Sources And Uses Of Funds

The sources and uses of funds in connection with the issuance of the 2016 Bonds are estimated to be as follows:

Sources:	
Par amount of 2016 Bonds	$
[Transfer from prior issue Debt Service Fund	]
Original issue premium	
Total	$
Uses:	
Deposit to Escrow Account	$
Underwriter's discount	
Original issue discount	
Costs of Issuance (1)	
Total	$

(1) Includes legal fees, Municipal Advisor fees, rating agency fees, credit enhancement application fees, Bond Registrar and Paying Agent fees, Escrow Agent fees, escrow verification agent fees, rounding amounts and other miscellaneous costs of issuance.

Security And Sources Of Payment

The 2016 Bonds will be general obligations of the District, payable from the proceeds of ad valorem taxes to be levied without limitation as to rate or amount on all of the taxable property in the District, fully sufficient to pay the 2016 Bonds as to both principal and interest.

The District has initiated a plan to eliminate a recent pattern of seasonal deficits in its bond fund. See "TAXES AND STATE FUNDING—Elimination of Seasonal Bond Fund Deficits."

Payment of the principal of and interest on the 2016 Bonds will be guaranteed by the Programs. See "STATE OF IDAHO GUARANTY" above.

See "TAXES AND STATE FUNDING—Ad Valorem Tax System" and "STATE OF IDAHO SCHOOL FINANCE" below.

No Redemption

The 2016 Bonds are not subject to optional redemption prior to maturity.

Mandatory Sinking Fund Redemption At Bidder's Option

The 2016 Bonds may be subject to mandatory sinking fund redemption at the option of the successful bidder. See "OFFICIAL NOTICE OF BOND SALE—Term Bonds and Mandatory Sinking Fund Redemption at Bidder's Option."

Registration And Transfer; Record Date

In the event the book–entry system is discontinued, any 2016 Bond may, in accordance with its terms, be transferred, upon the registration books kept by the Bond Registrar, by the person in whose name it is registered, in person or by such owner's duly authorized attorney, upon surrender of such 2016 Bond for cancellation, accompanied by delivery of a duly executed written instrument of transfer in a form approved by the Bond Registrar. No transfer will be effective until entered on the registration books kept by the Bond Registrar. Whenever any 2016 Bond is surrendered for transfer, the Bond Registrar will authenticate and deliver a new fully–registered 2016 Bond or 2016 Bonds of the same series, designation, maturity and interest rate and of authorized denominations duly executed by the District, for a like aggregate principal amount.

The 2016 Bonds may be exchanged at the office of the Bond Registrar for a like aggregate principal amount of fully–registered 2016 Bonds of the same series, designation, maturity and interest rate of other authorized denominations.

For every such exchange or transfer of the 2016 Bonds, the Bond Registrar must make a charge sufficient to reimburse it for any tax or other governmental charge required to be paid with respect to such exchange or transfer of the 2016 Bonds.

The Bond Registrar will not be required to transfer or exchange any 2016 Bond (a) after the Record Date with respect to any interest payment date to and including such interest payment date, or (b) after the Record Date with respect to any redemption of such 2016 Bond. The term "Record Date" means (i) with respect to each interest payment date, the fifteenth day of the month preceding each interest payment date, or if such day is not a business day for the Bond Registrar, the next preceding day that is a business day for the Bond Registrar, and (ii) with respect to any redemption of any 2016 Bond such Record Date as is specified by the Bond Registrar in the notice of redemption, provided that such Record Date will be not less than 15 calendar days before the mailing of such notice of redemption.

The District, the Bond Registrar and the Paying Agent may treat and consider the person in whose name each 2016 Bond is registered in the registration books kept by the Bond Registrar as the holder and absolute owner thereof for the purpose of receiving payment of, or on account of, the principal or redemption price thereof (on the 2016 Bonds) and interest due thereon and for all other purposes whatsoever.

Book–Entry System

DTC will act as securities depository for the 2016 Bonds. The 2016 Bonds will be issued as fully–registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully–registered Bond certificate will be issued for each maturity of the 2016 Bonds, each in the aggregate principal amount of such maturity, and will be deposited with DTC. See "APPENDIX D—BOOK–ENTRY SYSTEM" for a more detailed discussion of the book–entry system and DTC.

The District, the Bond Registrar and the Paying Agent may treat DTC (or its nominee) as the sole and exclusive owner of the 2016 Bonds registered in its name for the purpose of payment of the principal of and interest on the 2016 Bonds, giving any notice permitted or required to be given to registered owners under the Resolution, registering the transfer of 2016 Bonds, obtaining any consent or other action to be taken by registered owners and for all other purposes whatsoever, and shall not be affected by any notice to the contrary. The District, the Bond Registrar and the Paying Agent shall not have any responsibility or obligation to any Participant, any person claiming a beneficial ownership interest in the 2016 Bonds under or through DTC or any Participant, or any other person which is not shown on the registration books of the District.

So long as Cede & Co. is the registered owner of the 2016 Bonds, as nominee of DTC, references herein and in the Resolution to the Bondowners or registered owners of the 2016 Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the 2016 Bonds.

Neither the District, the Bond Registrar nor the Paying Agent will have any responsibility or obligation to any Participants of DTC, or the persons for whom they act as nominees, with respect to the payments to or the providing of notice to the Participants, or Beneficial Owners of the 2016 Bonds.

In the event the book–entry system is discontinued, interest on the 2016 Bonds will be payable by check or draft of the Paying Agent, mailed to the registered owners thereof at the addresses shown on the registration books of the District kept for that purpose by the Bond Registrar. The principal of all 2016 Bonds will be payable at the principal office of the Paying Agent.

Debt Service On The 2016 Bonds

	The 2016 Bonds			
Payment Date	Principal*	Interest	Period Total	Fiscal Total
March 1, 2017	$ 0.00			
September 1, 2017	100,000.00			
March 1, 2018	0.00			
September 1, 2018	0.00			
March 1, 2019	0.00			
September 1, 2019	615,000.00			
March 1, 2020	0.00			
September 1, 2020	625,000.00			
March 1, 2021	0.00			
September 1, 2021	640,000.00			
March 1, 2022	0.00			
September 1, 2022	655,000.00			
March 1, 2023	0.00			
September 1, 2023	670,000.00			
March 1, 2024	0.00			
September 1, 2024	685,000.00			
March 1, 2025	0.00			
September 1, 2025	915,000.00			
March 1, 2026	0.00			
September 1, 2026	945,000.00			
March 1, 2027	0.00			
September 1, 2027	975,000.00			
March 1, 2028	0.00			
September 1, 2028	1,000,000.00			
Totals	$7,825,000.00	$	$	

* Preliminary; subject to change.

THE DISTRICT

General

The District was established in 1948 when school districts Nos. 2, 12, 28, 40 and 48 were consolidated. The District is located in the southeast portion of the State in the Snake River Valley area. The City is the 19th most populous city in the State (according to the 2015 Census estimate) was incorporated in 1901 and is the county seat of the County. The City with a 2015 Census population estimate of 11,740, covers approximately 5.5 square miles and is halfway between Pocatello City (the State's fifth most populous city), 25 miles to the south and Idaho Falls (the State's fourth most populous City) to the north.

Within the County are six school districts and they include: the District, School District No. 55 (Blackfoot), School District No. 58 (Aberdeen), School District No. 59 (Firth), School District No. 60 (Shelley Joint), and School District No. 93 (Bonneville Joint). The County has 44,990 residents according to the 2015 Census estimate. The County, created in 1885, consists of approximately 2,183 square miles and is recognized as the nation's leading county for potato production.

The District's service area includes areas of the County to the west and south of the City in and near the unincorporated communities of Moreland, Pingree, Riverside, Rockford and Thomas.

The District presently operates three elementary schools, one middle school, one junior high school, and one high school.

District Enrollment And Average Daily Attendance

The amount of State funding provided to each school district is determined, in part, by support units calculated for each district, which units are calculated largely based on average daily attendance ("ADA") at each district. ADA is calculated in accordance with Idaho Code § 33–1003A, based on the entire school year except that the 28 weeks having the highest ADA, not necessarily consecutive, may be used. Accordingly, an increase or decrease in a district's enrollment and ADA will affect the level of state funding received by the district. In the event a school district's annual ADA drops for a period of one year, Idaho Code § 33–1003 provides for only a minimal percentage decrease in funding to allow a school district one year to adjust to the lower ADA. Although the District's ADA has remained relatively stable to date, students of the District could be recruited to a number of area charter schools or could petition to enroll in a neighboring school district, which would result in a reduction of state funding based on the District's decreased ADA.

Following is a table showing the historic and projected ADA for the District, calculated in accordance with Idaho statutes.

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Historical and Projected Average Daily Attendance and Enrollment

Fiscal Year	Elementary (P–4)	Middle (5–8)	Secondary (9–12)	Total	% Change	ADA
2017 (1).....	653	533	594	1,780	4.2%	1,688
2016 (2).....	672	484	553	1,709	0.0	1,629
2015 (3)….	674	472	563	1,709	(0.5)	1,629
2014 (3)….	689	493	535	1,717	(1.0)	1,616
2013 (3)….	688	546	521	1,735	(0.9)	1,652
2012 (3)….	693	523	534	1,750	(0.2)	1,682
2011 (3)….	683	540	530	1,753	(4.3)	1,678
2010 (3)….	715	567	550	1,832	(0.2)	1,761
2009 (3)….	730	549	557	1,836	(3.6)	1,744
2008 (3)….	707	554	643	1,904	0.6	1,745

(1) Estimates based on District's projections. The District makes no assurance that the projections will be achieved; actual results may differ materially from the forecasts shown above.
(2) Enrollment as of July 11, 2016 reporting period.
(3) Historical enrollment as of fall each year.

(Source: The Idaho State Department of Education.)

Form Of Government

Board of Trustees. The determination of policies for the management of the District is the responsibility of its Board, the members of which are elected by the qualified electors within the District. The District is divided into five representative zones, and a member of the Board is elected from each of the five zones. Members serve four–year terms, which are staggered to provide continuity.

The Board is empowered, among other things, to: (i) implement core curriculum; (ii) administer tests which measure the progress of each student, and are used to create plans to improve the student's progress; (iii) implement training programs for school administrators; (iv) purchase, sell and improve school sites, buildings and equipment; (v) construct and furnish school buildings; (vi) establish, locate and maintain elementary, secondary and applied technology schools; (vii) maintain school libraries; (viii) make and enforce all necessary rules and regulations for the control and management of the public schools in the District; (ix) adopt bylaws and rules for its own procedure; and (x) appoint a superintendent of schools, business administrator, and such officers or employees as are deemed necessary for the promotion of the interests of the schools.

Superintendent. The Superintendent of Schools (the "Superintendent") is appointed by the Board and is responsible for the actual administration of the schools in the District. The powers and duties of the Superintendent are prescribed by the Board. Pursuant to State law, the Superintendent is required to prepare and submit to the Board an annual budget itemizing anticipated revenues and expenditures for the next school year. The current Superintendent is employed by the Board for a three–year term.

Business Manager. The Business Manager (the "Business Manager") is appointed by the Board and reports to the Superintendent. The duties of the Business Manager, among others, are to (i) keep an account and prepare and publish an annual statement of moneys received by the District and amounts paid out of the treasury and (ii) have custody of the records and papers of the Board. The Business Manager is the custodian of all moneys belonging to the District and is required to prepare and submit to the Board a monthly report of the receipts and disbursements of the Business Manager's office.

Current members of the Board, the Superintendent and the Business Manager and their respective terms in office are as follows:

Office	Person	Years in Service	Expiration of Current Term
Chairperson	Bill Martin	5	July 2019
Vice Chairperson	Carol Hepworth	8	July 2019
Member	Kim Kunz	3	July 2017
Member	Kent Miller	3	July 2017
Treasurer	Annis Williams	3	July 2017
Superintendent (1)	David Kerns	1	Appointed
Business Manager	Chris Nelson	27	Appointed

(1) In addition to serving as Superintendent to the District, Mr. Kerns served as Superintendent at School District No. 161, Clark County, Idaho, for four years.

District Staff

The District employs approximately 400 persons in the following capacities: 108 certified staff (including teachers); 7 administrators; 102 classified staff; 23 adjunct coaches; and 160 substitutes. The number of teachers who are members of the Idaho Educational Association ("IEA") is not available to the District.

Pension System; No Other Post–Employment Benefits

Pension System. The District is a member of the Idaho State Public Employees' Retirement System ("PERSI"). PERSI is the administrator of a multiple employer cost–sharing defined benefit public employee retirement system. A retirement board (the "PERSI Board"), appointed by the governor and confirmed by the legislature, manages the system which includes selecting investment managers to direct the investment, exchange and liquidation of assets in the managed accounts and to establish policy for asset allocation and other investment guidelines. The retirement board is charged with the fiduciary responsibility of administering the plan.

PERSI is the administrator of six fiduciary funds, including two defined benefit retirement plans, the Public Employee Retirement Fund Base Plan ("PERSI Base Plan") and the Firefighters' Retirement Fund ("FRF"); two defined contribution plans, the Public Employee Retirement Fund Choice Plans 401(k) and 414(k); and two Sick Leave Insurance Reserve Trust Funds, one of State employers and one for school district employers.

PERSI membership is mandatory for eligible employees of participating employers. Employees must be: (i) working 20 hours per week or more; (ii) teachers working a half–time contract or greater; or (iii) persons who are elected or appointed officials. Membership is mandatory for State agency and local school district employees, and membership by contract is permitted for participating political subdivisions such as cities and counties. On July 1, 2015, PERSI had 67,008 active members, 29,827 inactive members (of whom 11,859 are entitled to vested benefits), and 42,657 annuitants. As of July 1, 2015, there were 766 participating employers in the PERSI Base Plan. Total membership in PERSI was 139,492.

As of July 1, 2015, PERSI's actuarial value of assets total $13,956.7 million and the actuarial liabilities funded by PERSI total $15,448.2 million. This means that as of July 1, 2015 PERSI is 90.4% funded. Governmental Accounting Standards Board ("GASB") Statement 25 (Reporting Standards for defined benefit pension plans) has replaced Projected Benefits Obligations as the measure of pension plan funding status. As required by GASB Statement 25, the PERSI Schedule of Funding Progress shows a Funded Ratio of 90.4% and an amortization period of 17.4 years for the PERSI Base Plan, based on contribution rates and scheduled increases established as of the valuation date. The Schedule of Employer Contributions shows that PERSI employers have contributed at least 100% of the Actuarially Required Contributions.

Annual actuarial valuations for PERSI are provided by the private actuarial firm of Milliman, which has provided the actuarial valuations for PERSI since PERSI's inception. As a result of the statutory requirement that the amortization period for the unfunded actuarial liability be 25 years or less, contribution rate increases for the three years beginning July 1, 2011, as proposed by the actuary, were reviewed and approved by the PERSI Board on December 8, 2009. Only one of the approved contribution rate increases has taken effect to date, on July 1, 2013. All other approved contribution rate increases were cancelled. The current contribution rates are shown below:

	Member		Employer	
	General/ Teacher	Fire/ Police	General/ Teacher	Fire/ Police
Contribution Rates (1)..........	6.79%	8.36 %	11.32%	11.66%

(1) Rate as of June 30, 2015.

(Source: PERSI 2015 CAFR for Fiscal Year 2015.)

The District reported a liability for its proportionate share of the net pension liability. The net pension liability is measured as of July 1 annually, and the total pension liability used to calculate the net pension liability is determined by an actuarial valuation as of that date. The District's proportion of the net pension liability is based on the District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. On July 1, 2015, the District's proportion was 0.2235148 percent or $2,943,326.31. For the year ended June 30, 2016, the District recognized pension expense of $432,147.

PERSI issues a publicly available financial report that includes financial statements and required supplementary information and may be found at http://www.persi.idaho.gov. See "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016–Notes To The Financial Statements–Note F. Pension Plan" (page A–22).

No Other Post–Employment Benefits. The District does not offer post–employment benefits beyond what is offered through PERSI.

Risk Management

The District manages its risks through the purchase of individual insurance policies through a commercial insurance company. The District has flood and earthquake protection included in its insurance policies. As of the date of this OFFICIAL STATEMENT, all policies are current and in force. The District believes its risk management policies and coverages are normal and within acceptable coverage limits for the type of services the District provides.

Investment Of Funds

Chapter 12 of Title 67, Idaho Code, provides authorization for the investment of funds as well as specific direction as to what constitutes an allowable investment. District procedures are consistent with the Idaho Code. The Idaho Code limits investments to the following general types: (i) certain revenue bonds, general obligation bonds, local improvement district bonds and registered warrants of State and local governmental entities; (ii) time deposits accounts and tax anticipation and interest–bearing notes; (iii) bonds, treasury bills, debentures or other similar obligations issued or guaranteed by agencies or instrumentalities of the government of the State of Idaho or the United States; and (iv) repurchase agreements.

The District has adopted a formal investment policy and is governed by Idaho Code 67–1210 and 67–1210A. Local governments, including the District, are also authorized to invest in the Local Government Investment Pool ("LGIP") and the Joint Powers Investment Pool ("Pool"), established as cooperative endeavors to enable public entities of the state of Idaho to aggregate funds for investment. This pooling is intended to improve administrative efficiency and increase investment yield. Both the LGIP and the Pool are managed by the State Treasurer's Office. Information about the LGIP and the Pool investments is available from the Idaho State Treasurer at http://sto.idaho.gov. The District does invest in the LGIP.

Investments are stated at cost, except for investments in the deferred compensation agency fund, which are reported at market value. Interest income on such investments is recorded as earned in the General Fund of the District unless otherwise specified by law.

See "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016–Notes To The Financial Statements–Note B. Cash and Investments" (page A–17).

DEMOGRAPHIC INFORMATION ABOUT THE DISTRICT

Population

The following historical population information is provided for the City and the County.

	The City	% Over Prior Period	The County	% Over Prior Period
2015 Estimate (1)	11,740	(1.3)%	44,990	(1.4)%
2010 Census	11,899	14.2	45,607	9.3
2000 Census	10,419	8.0	41,735	11.0
1990 Census	9,646	(4.2)	37,583	3.0
1980 Census	10,065	15.5	36,489	25.1
1970 Census (2)	8,716	18.1	29,167	3.4

(1) 2015 estimate percent change as compared to the 2010 Census.
(2) 1970 percent change as compared to 1960 Census.

(Source: U.S. Department of Commerce, Bureau of the Census.)

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Economic Indicators of the County

Per Capita, Total Personal Income and Median Income

	2014	2013	2012	2011	2010
Per Capita Income (1)					
Bingham County	$32,166	$32,495	$31,645	$31,134	$29,031
% change from prior year	(1.0)	2.7	1.6	7.2	0.3
State of Idaho	36,734	35,641	34,846	33,544	32,050
% change from prior year	3.1	2.3	3.9	4.7	1.3
Total Personal Income (1)					
Bingham County ($ in thousands)	$1,456,132	$1,475,512	$1,439,631	$1,428,571	$1,327,767
% change from prior year	(1.3)	2.5	0.8	7.6	2.0
State of Idaho ($ in millions)	60,041	57,484	55,599	53,127	50,339
% change from prior year	4.4	3.4	4.7	5.5	2.4
Median Income (2)					
Bingham County	$47,292	$47,721	$46,816	$45,354	$43,571
% change from prior year	(0.9)	1.9	3.2	4.1	0.7
State of Idaho	47,572	46,621	45,296	43,345	43,259
% change from prior year	2.0	2.9	4.5	0.2	(3.1)

(1) Source: Bureau of Economic Analysis, U.S. Department of Commerce.
(2) Source: U.S. Census Bureau.

Largest Employers (1)

The following is a list of the largest employers in the County:

Firm/Location	Business	Employees
Basic American Foods (Blackfoot)	Manufacturing	850–899
Shoshone Bannock Tribes (Fort Hall)	Local government	700–749
Bingham Memorial Hospital (Blackfoot)	Health care	550–599
Blackfoot School District #55 (Blackfoot)	Local government	400–449
J R Simplot Company (Aberdeen) (2)	Manufacturing	350–399
Shoshone Bannock Tribes Gaming (Fort Hall)	Local government	250–299
Shelley Joint School District #60 (Shelley)	Local government	250–299
Department of Health and Welfare (Blackfoot)	State government	250–299
Wal-Mart Associates Inc. (Blackfoot)	Retail Trade	250–299
Premier Technology Inc. (Blackfoot)	Manufacturing	250–299
Bingham County (Blackfoot)	Local government	200–249
Idaho Supreme Potatoes Inc. (Firth)	Manufacturing	200–249
Snake River School District #52 (Blackfoot)	Local government	200–249
City of Blackfoot (Blackfoot)	Local government	150–199
Nonpareil Corporation (Blackfoot)	Wholesale trade	150–199

(1) Some employers may not be included on this list because they have not signed a consent form.
(2) JR Simplot Company is no longer in operation as of the date of this OFFICIAL STATEMENT.

(Source: Idaho Department of Labor, Communications and Research, Quarterly Report of Employment and Wages 2015 as of August 23, 2016.)

Labor Market Data of the County and Employment by Industry (1)

	2015	2014	2013	2012	2011
Total civilian work force	22,160	22,108	22,330	22,768	22,836
Unemployed	907	997	1,317	1,457	1,629
Percent of labor force unemployed	4.1	4.5	5.9	6.4	7.1
Total employment	21,252	21,111	21,013	21,310	21,207
Total covered employment	14,387	14,495	14,608	14,804	14,653
Average annual covered wages	$33,213	$33,536	$32,536	$31,915	$31,388
Agriculture, forestry, fishing and hunting	1,391	1,501	1,520	1,526	1,460
Mining	11	11	5	14	9
Construction	789	757	725	774	723
Manufacturing	2,183	2,203	2,265	2,225	2,252
Trade, utilities, and transportation	2,557	2,618	2,655	2,804	2,795
Information	35	39	44	46	50
Financial activities	373	383	364	377	355
Professional and business services	526	512	580	601	557
Educational and health services	1,517	1,531	1,491	1,528	1,567
Leisure and hospitality	687	664	791	783	700
Other services	316	337	334	323	334
Government	4,003	3,939	3,835	3,804	3,852

(1) (Source: Quarterly Report of Employment & Wages, Idaho Department of Labor; information gathered July 2016; annual average.)

Construction Value And Building Permits Of The County

Year	Units	Permits Issued	Single Family	Repairs/ Additions/ Remodel	Commercial/ Industrial	Total Construction Value
2016 (1)	69	141	$8,383,349	$ 273,619	$ 2,200,971	$10,857,939
2015	88	233	8,936,961	573,036	3,431,810	12,941,807
2014	86	234	9,639,491	578,255	4,823,424	15,041,170
2013	56	210	5,993,237	667,947	3,890,000	10,551,184
2012	70	237	6,574,658	998,342	4,322,094	11,895,094
2011	60	243	5,659,040	1,117,507	14,725,250	21,501,797

(1) Preliminary; subject to change. Information as of July 31, 2016.

(Source: "Idaho Construction Report," City of Ammon Planning Department.)

Rate Of Unemployment—Annual Average

Year	The County	State of Idaho	United States
2016 (1)	3.8%	3.8%	4.9%
2015	4.1	4.1	5.3
2014	4.5	4.8	6.2
2013	5.9	6.2	7.4
2012	6.4	7.2	8.1
2011	7.1	8.3	8.9

(1) Preliminary; subject to change. July 2016 only, seasonally adjusted.

(Source: U.S Bureau of Labor Statistics.)

DEBT STRUCTURE OF THE DISTRICT

Outstanding General Obligation Bonded Indebtedness

Series	Purpose	Original Principal Amount	Final Maturity Date	Current Balance Outstanding
2016 (a)	Refunding	$ 7,825,000*	September 1, 2028	$ 7,825,000*
2009B (1) (2)	Building	12,000,000	September 1, 2018* (3)	1,115,000*
2009A (1) (4)	Building/QSCB	5,000,000	July 29, 2024	5,000,000
Total outstanding direct debt				13,940,000
Less market value of Deposit Account (5)				(2,257,565)
Total outstanding direct debt net of Deposit Account				$11,682,435*

* Preliminary; subject to change.

(a) For purposes of this OFFICIAL STATEMENT, the 2016 Bonds will be considered issued and outstanding. Rated "Aaa" (State of Idaho Guaranty; "A3" underlying) by Moody's as of the date of this OFFICIAL STATEMENT.

(1) Rated "Aaa" (State of Idaho Guaranty; no underlying) by Moody's, as of the date of this OFFICIAL STATEMENT.

(2) A portion of these bonds will be refunded by the 2016 Bonds.

(3) Final maturity date after a portion of these bonds will be refunded by the 2016 Bonds.

(4) The 2009A Bond was privately placed and is not rated. The 2009A Bond is a federally taxable Qualified School Construction Bond, ("QSCB"), authorized by the American Recovery and Reinvestment Act of 2009. All principal of the 2009A Bond matures on July 29, 2024.

(5) As provided for QSCB bonds, the District established a sinking fund deposit account (the "Deposit Account") which is irrevocably pledged to the repayment of the 2009A Bond. The District contributes money annually to the Deposit Account in amounts such that sufficient funds will be on deposit to repay the 2009A Bond at maturity. As of September 8, 2016, the market value of the Deposit Account was $2,257,565.

Other Financial Considerations/Future Issuance Of Debt

Other than the outstanding general obligation bonds, the District has no other long–term debt or capital leases outstanding.

Short–term borrowing. Under Idaho Code, the District is permitted to issue notes for a period of up to one year in anticipation of taxes, State funds and other revenues receivable in the current fiscal year. The District does not currently have any notes outstanding.

The cycle for receiving State funds and local tax revenues places the greatest potential stress on the District's general fund cash flow in June and July of each year until State funds are received in mid-August. The District monitors its budget and cash flow on a monthly basis and maintains a contingency plan for short-term bank financing in the June-August time frame if needed.

Leases and Other Obligations. Idaho Code provides broad authority for the District to purchase personal property and equipment for school purposes. The District may finance such purchases over more than one year if such purchases constitute "ordinary and necessary" expenses as interpreted under the Idaho Constitution. The District may also finance such purchases under lease-purchase agreements that give the District the right to non-renew the lease on an annual basis as part of its budget and appropriation process and the right to cancel the lease without penalty. The District does not currently have any lease obligations.

Future issuance of debt. Other than the issuance of the 2016 Bonds (and any refunding opportunities) the District does not anticipate the issuance of any other debt within the next three years.

Debt Service Schedule Of Outstanding General Obligation Bonds By Fiscal Year

Fiscal Year Ending June 30	Series 2016 $7,825,000*		Series 2009B $12,000,000		Series 2009A (QSCB) (2) $5,000,000				**Totals***		
	Principal*	Interest (a)	Principal	Interest	Principal	Interest	Estimated Annual Contributions to Sinking Account	Total Payment Required For Debt Service	Total Principal	Total Interest	Total Debt Service
2016..........	$ 0	$ 0	$ 525,000	$ 351,788	$ 0	$ 0	$ 342,857	$ 342,857	$ 867,857	$ 694,645	$ 1,562,502
2017..........	0	67,718	540,000	188,650	0	0	342,857	342,857	882,857	599,225	1,482,082
2018..........	100,000	203,863	550,000	24,513	0	0	342,857	342,857	992,857	571,232	1,564,089
2019..........	0	202,863	565,000	8,475	0	0	342,857	342,857	907,857	554,195	1,462,052
2020..........	615,000	196,713	0	0 (1)	0	0	342,857	342,857	957,857	539,570	1,497,427
2021..........	625,000	184,313	0	0 (1)	0	0	342,857	342,857	967,857	527,170	1,495,027
2022..........	640,000	170,863	0	0 (1)	0	0	342,857	342,857	982,857	513,720	1,496,577
2023..........	655,000	156,294	0	0 (1)	0	0	342,857	342,857	997,857	499,151	1,497,008
2024..........	670,000	140,550	0	0 (1)	0	0	342,857	342,857	1,012,857	483,407	1,496,264
2025..........	685,000	123,613	0	0 (1)	5,000,000	0	342,859	342,859	1,027,859	466,472	1,494,331
2026..........	915,000	101,325	0	0 (1)	–	–		–	915,000	101,325	1,016,325
2027..........	945,000	73,425	0	0 (1)	–	–		–	945,000	73,425	1,018,425
2028..........	975,000	44,625	0	0 (1)	–	–		–	975,000	44,625	1,019,625
2029..........	1,000,000	15,000	0	0 (1)	–	–		–	1,000,000	15,000	1,015,000
Totals.........	$7,825,000	$1,681,162	$ 2,180,000	$ 573,425	$ 5,000,000	$ 0	$ 3,428,572	$ 3,428,572	$ 13,433,572	$ 5,683,159	$ 19,116,731

* Preliminary; subject to change.

(a) Preliminary; subject to change. Interest has been estimated at an average interest rate of 2.76% per annum.

(1) Principal and interest to be refunded by the 2016 Bonds.

(2) These bonds are federally taxable. The District contributed $200,000 on July 29, 2010 and contributes approximately $342,857 (or less, depending on interest earnings) on each year thereafter through 2024 into a sinking fund, which may earn interest up to the “Permitted Sinking Fund” yield which is 4.71% per annum. Contributions of principal amounts, together with interest earnings, should be sufficient to retire the 2009A Bond on July 29, 2024.

Overlapping General Obligation Debt

As of the date of this OFFICIAL STATEMENT, there is no overlapping general obligation debt within the District's boundaries.

Debt Ratios

The following table sets forth the ratios of general obligation debt that is expected to be paid from taxes levied specifically for such debt and not from other revenues over the market value of property within the District and the population of the District. The State's general obligation debt is not included in the debt ratios because the State currently levies no property tax for payment of general obligation debt.

	To 2016 Net Taxable Value (1)	To 2016 Full Taxable Value (2)	To 2014 Population Estimate Per Capita (3)
Direct General Obligation Debt*	3.96%	2.90%	$1,778
Direct and Overlapping General Obligation Debt*	3.96	2.90	1,778

* Preliminary; subject to change.
(1) Based on a 2016 Net Taxable Value of $351,981,671, which value excludes homeowners' exemptions and urban renewal increment.
(2) Based on a 2016 Full Taxable Value of $480,713,280, which value includes homeowners' exemptions and urban renewal increment.
(3) Based on 2014 population estimate of 7,839 according to the U.S. Census Bureau.

(Source of values: Idaho State Tax Commission)

General Obligation Legal Debt Limit And Additional Debt Incurring Capacity*

Section 33–1103, Idaho Code, establishes limits on bonded indebtedness for school districts in Idaho. The general obligation indebtedness of the District is limited by State law to 5% of the market value of taxable property in the District. The legal debt limit and additional debt incurring capacity of the District are based on the full taxable value for 2016, and are calculated as follows:

2016 Full Taxable Market Value	$480,713,280
Full Taxable Market Value times 5% ("Debt Limit")	$24,035,664
Less: Current Outstanding General Obligation Debt* (1)	(11,682,435)
Estimated Additional Debt Incurring Capacity* (2)	$12,353,229

* Preliminary; subject to change.
(1) The District is subtracting from outstanding indebtedness the $2,257,565 on deposit in the Deposit Account which is irrevocably pledged to repay the 2009A Bond. See "DEBT STRUCTURE OF THE DISTRICT—Outstanding General Obligation Bonded Indebtedness."
(2) Pursuant to Section 33–1103, Idaho Code, "aggregate outstanding indebtedness," for the purpose of legal debt limit and additional debt incurring capacity, means the total sum of unredeemed outstanding bonds, minus all moneys in the bond interest and redemption fund or funds accumulated for the redemption of such outstanding bonds, and minus the sum of all taxes levied for the redemption of such bonds, with the exception of that portion of such tax levies required for the payment of interest on bonds, which taxes remain uncollected.

* Preliminary; subject to change.

No Defaulted Obligations

The District has never failed to pay principal of and interest on its bond obligations when due.

FINANCIAL INFORMATION REGARDING THE DISTRICT

Fund Structure; Accounting Basis

The accounting policies of the District conform to all generally accepted accounting principles for governmental units in general and the State's school districts' accounting policies in particular. The accounts of the District are organized on the basis of funds or groups of accounts, each of which is considered to be a separate set of self–balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements. See "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016–Notes To The Financial Statements–Note A—Summary of Significant Accounting Policies" below.

Budgets And Budgetary Accounting

The District operates within the budget requirements for school districts as specified by State law and as interpreted by the State Superintendent of Public Instruction.

No later than 28 days prior to its annual meeting (the annual meeting is the date of its regular July meeting in each year) the board of trustees of each school district shall have prepared a budget, in form prescribed by the state superintendent of public instruction, and shall have called and caused to be held a public hearing thereon, and at such public hearing, or at a special meeting held no later than 14 days after the public hearing, shall adopt a budget for the ensuing year.

Undistributed Reserve In School District Budget

A board of trustees of any school district may create and establish a general fund contingency reserve within the annual school district budget. The general fund contingency reserve may not exceed 5% of the total general fund budget, or the equivalent value of one "support unit" as defined and described under the Idaho Code. Disbursements from said fund may be made by resolution from time to time as the board of trustees determines necessary for contingencies that may arise. The balance of said fund shall not be accumulated beyond the budgeted fiscal year. If any money remains in the contingency reserve it shall be treated as an item of income in the following year's budget.

Financial Summaries

The summaries contained herein were extracted from the District's basic financial statements and required supplementary information for Fiscal Years 2012 through 2016. The summaries have not been audited. See "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016" below.

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School District No. 52 (Snake River)

Statement of Net Position

Governmental Activities

(This summary has not been audited)

	Fiscal Year Ended June 30				
	2016	2015	2014	2013	2012
Assets					
Cash and investments	$ 3,604,839	$ 3,220,497	$ 3,001,637	$ 3,677,624	$ 4,726,476
Receivables:					
Local sources	801,886	798,862	739,188	447,330	468,718
State sources	264,645	312,750	292,893	123,295	152,371
Federal sources	409,569	405,060	571,075	1,030,467	897,204
Inventory	22,041	26,934	24,828	31,395	30,968
Total current assets	5,102,980	4,764,103	4,629,621	5,310,111	6,275,737
Noncurrent assets					
Nondepreciable net captial assets	18,824	18,824	18,824	20,074	20,074
Depreciable net capital assets	16,248,425	16,664,079	17,202,388	17,785,518	18,373,877
Total assets	21,370,229	21,447,006	21,850,833	23,115,703	24,669,688
Deferred outflows or resources					
Pension sources	1,893,180	851,269	–	–	–
Total deferred outflows of resources	1,893,180	851,269	–	–	–
Total assets and deferred outflows of resources	$ 23,263,409	$ 22,298,275	$ 21,850,833	$ 23,115,703	$ 24,669,688
Liabilities:					
Current liabilities:					
Accounts payable	321,743	275,539	142,583	199,421	130,991
Salaries and benefits	1,283,926	1,234,196	1,294,244	1,328,740	1,262,884
Unspent grant allocation	180,552	185,336	230,101	–	–
Deferred revenue	–	–	–	–	694,070
Accrued interest on long–term debt	115,075	119,450	123,312	126,679	129,979
Current portion of long–term debt	882,857	867,857	857,857	847,857	837,857
Total current liabilities	2,784,153	2,682,378	2,648,097	2,502,697	3,055,781
Noncurrent liabilities:					
Long–term debt noncurrent portion	11,682,858	12,565,715	13,433,572	14,291,429	15,139,286
Net pension liability	2,943,326	1,712,735	–	–	–
Total liabilities	17,410,337	16,960,828	16,081,669	16,794,126	18,195,067
Deferred Inflows of Resources:					
Pension sources	1,898,487	2,357,783	–	–	–
Unspent grant allocation	–	–	–	689,610	–
Total liabilities and deferred inflows of resources	19,308,824	19,318,611	16,081,669	17,483,736	18,195,067
Net Position:					
Invested in capital assets, net of related debt	3,586,459	3,129,881	2,806,471	2,539,627	2,286,829
Restricted for:					
Special programs	531,449	679,616	880,618	902,315	869,913
Debt service	507,546	479,107	721,839	951,823	1,125,490
Capital projects	603,890	510,637	463,899	432,590	878,134
Unrestricted	(1,274,759)	(1,819,577)	896,337	805,612	1,314,255
Total net position	3,954,585	2,979,664	5,769,164	5,631,967	6,474,621
Total liabilities, deferred inflows of resources, and net pension	$ 23,263,409	$ 22,298,275	$ 21,850,833	$ 23,115,703	$ 24,669,688

(Source: Information taken from the District's basic financial statements and supplementary information. This summary itself has not been audited.)

School District No. 52 (Snake River)

Statement of Activities

Total Governmental Activities

(This summary has not been audited)

	Net (Expense) Revenue and Changes in Net Assets Fiscal Year Ended June 30				
	2016	2015	2014	2013	2012
Governmental activities:					
Instructional programs:					
Elementary school…………………………	$ (2,269,114)	$ (2,267,883)	$ (2,278,221)	$ (2,206,169)	$ (2,048,032)
Secondary school…………………………	(2,145,477)	(2,422,697)	(2,428,117)	(2,759,595)	(2,589,535)
Special education…………………………	(629,238)	(497,255)	(398,957)	(417,929)	(429,090)
Preschool special education………………	(71,784)	(91,127)	(89,868)	(88,872)	(84,447)
Interscholastic……………………………	(145,233)	(138,083)	(137,738)	(137,904)	(132,813)
Support service programs:					
Attendance, guidance, and health care……	(362,707)	(345,145)	(331,015)	(328,872)	(306,004)
Special services……………………………	(150,936)	(155,327)	(146,899)	(97,337)	(89,215)
Instruction - improvement…………………	(70,335)	(118,025)	(87,900)	(47,406)	(24,348)
Educational media…………………………	(302,089)	(301,752)	(265,420)	(272,863)	(257,121)
Instruction related technology……………	(215,541)	(208,802)	(313,430)	(110,037)	(115,697)
Board of education………………………	(12,675)	(17,004)	(12,303)	(13,331)	(12,371)
District administration……………………	(248,356)	(325,245)	(271,946)	(215,838)	(187,406)
School administration……………………	(664,464)	(783,368)	(754,040)	(690,234)	(621,311)
Business operations………………………	(90,763)	(87,099)	(78,487)	(73,595)	(72,641)
Building care and upkeep…………………	(666,404)	(685,477)	(604,989)	(559,808)	(548,420)
Maintenance–non-student occupied………	(400)	–	(3,800)	–	–
Maintenance–student occupied………...…	(521,083)	(482,365)	(446,447)	(458,242)	(364,113)
Maintenance–grounds……………………	(108,023)	(108,367)	(130,128)	(141,595)	(62,824)
Security……………………………………	(45,125)	(24,730)	(26,425)	(25,876)	(24,378)
Pupil-to school transportation……………	(593,701)	(610,625)	(602,809)	(673,842)	(674,408)
Pupil-activity transportation………………	(31,650)	(25,783)	(26,752)	27,466	29,216
Transportation……………………………	(6,830)	(10,386)	(12,470)	(11,632)	(11,550)
Noninstructional programs:					
Child nutrition……………………………	(43,846)	(17,144)	(20,011)	(27,911)	8,665
Capital assets - student occupied…………	(535,872)	(584,113)	(615,312)	(678,514)	(481,534)
Capital assets - nonstudent occupied……	–	–	–	(300)	–
Debt service - interest……………………	(347,406)	(360,278)	(371,612)	(386,188)	(395,994)
Total government activities…………	$ (10,279,052)	$ (10,668,080)	$ (10,455,096)	$ (10,396,424)	$ (9,495,371)
General revenues:					
Local taxes………………………………	2,150,392	2,076,713	2,071,837	1,207,036	1,147,682
Other local revenue………………………	236,587	850,127	228,375	118,578	86,809
State sources………………………………	8,866,994	8,681,741	8,285,089	8,218,188	7,816,908
Federal revenues………………………..	–	7,430	6,992	9,968	8,710
Total general revenues………………	11,253,973	11,616,011	10,592,293	9,553,770	9,060,109
Change in net position……………………………	974,921	947,931	137,197	(842,654)	(435,262)
Net position, as previously stated………………	2,979,664	5,769,164	–	–	–
Restatement (1)………………………………	–	(3,737,431)	–	–	–
Net position–beginning, as restated……………	2,979,664	2,031,733	5,631,967	6,474,621	6,909,883
Net position–ending…………………..………	$ 3,954,585	$ 2,979,664	$ 5,769,164	$ 5,631,967	$ 6,474,621

(1) The District's Fiscal Year 2015 net position was restated as per GASB 68.

This report is presented is summary format concerning the single item of "Net (Expense) Revenue and Changes in Net Position" and is no intended to be complete. For a detailed itemized report see "APPENDIX A—SNAKE RIVER SCHOOL DISTRICT NO. 52, BINGHAM COUNTY, ID BASIC FINANCIAL STATEMENTS FOR FISCAL YEAR 2016–Statement Of Activities Fiscal Year Ended June 30, 2016" below.

(Source: Information taken from the District's basic financial statements and supplementary information. This summary itself has not been audited.)

School District No. 52 (Snake River)

Balance Sheet—Maintenance and Operation (General) Fund

(This summary has not been audited)

	Fiscal Year Ended June 30				
	2016	2015	2014	2013	2012
Assets					
Cash and investments	$2,265,438	$1,741,513	$1,270,472	$1,606,338	$2,122,693
Receivables:					
Local sources	296,480	347,827	319,131	141,102	147,574
State sources	253,864	283,906	281,094	109,519	140,572
Due from other funds	127,720	126,276	227,161	225,957	105,166
Total assets	$2,943,502	$2,499,522	$2,097,858	$2,082,916	$2,516,005
Liabilities:					
Accounts payable	$ 289,352	$ 205,081	$ 108,589	$ 128,732	$ 101,750
Salaries and benefits	1,067,467	1,034,733	1,092,932	1,148,572	1,100,000
Deferred revenue	–	–	–	–	14,822
Total liabilities	1,356,819	1,239,814	1,201,521	1,277,304	1,216,572
Deferred Inflows of Resources:					
Current deferred inflows of resources					
Unavailable tax revenues	38,170	51,677	43,416	21,786	–
Fund balances:					
Unreserved fund balance	1,548,513	1,208,031	852,921	783,826	1,299,433
Total fund balances	1,548,513	1,208,031	852,921	783,826	1,299,433
Total liabilities and fund balances	$2,943,502	$2,499,522	$2,097,858	$2,082,916	$2,516,005

(Source: Information taken from the District's basic financial statements and supplementary information. This summary itself has not been audited.)

School District No. 52 (Snake River)

Statement of Revenues, Expenditures and Changes in Fund Balance

General Fund

(This summary has not been audited)

	Fiscal Year Ended June 30				
	2016	2015	2014	2013	2012
Revenues:					
Local taxes	$ 754,077	$ 868,346	$ 867,913	$ 374,657	$ 360,314
Other local resources	175,498	229,566	182,910	196,489	190,764
State sources	8,526,845	8,352,126	7,839,922	7,864,425	7,938,384
Federal sources	10,067	7,430	6,992	9,968	255,701
Total revenues	9,466,487	9,457,468	8,897,737	8,445,539	8,745,163
Expenditures:					
Instructional programs:					
Elementary school	2,401,835	2,220,418	2,234,074	2,194,951	2,153,111
Secondary school	2,292,670	2,430,966	2,415,327	2,755,391	2,720,064
Special education	416,389	380,194	376,894	417,929	429,090
Special education preschool	71,784	91,127	89,868	88,872	84,447
Interscholastic	145,233	138,083	137,738	137,904	132,813
Support service programs:					
Attendance, guidance and health care	362,707	345,145	331,015	328,872	306,004
Special education support services	97,273	95,072	94,532	97,337	89,215
Instructional–improvement	70,335	75,644	54,869	47,406	24,348
Education media	302,089	301,752	265,420	272,863	257,121
Instruction related technology	198,483	162,953	116,340	80,015	75,697
Board of education	12,675	17,004	12,303	13,331	12,371
District administration	241,045	325,155	269,633	215,082	187,406
School administration	664,464	774,368	754,040	690,234	621,311
Business operations	86,263	82,599	72,836	73,595	72,641
Building care and upkeep	666,404	685,477	609,754	565,148	552,410
Maintenance–student occupied	299,938	178,525	177,169	180,923	155,909
Maintenance–grounds	–	4,672	5,563	4,836	4,303
Security	26,325	24,730	26,425	25,876	24,378
Pupil-to-school transportation	516,041	533,729	523,133	588,454	585,848
Pupil-to-activity transportation	31,650	36,056	36,289	1,671	3,291
Transportation	6,830	10,386	12,470	11,632	11,550
Non–instructional programs:					
Child nutrition	12,912	11,576	11,328	11,548	11,642
Total expenditures	8,923,345	8,925,631	8,627,020	8,803,870	8,514,970
Excess of revenues over (under) expenditures	543,142	531,837	270,717	(358,331)	230,193
Other financing sources (uses):					
Operating transfers in	–	–	–	–	356,618
Operating transfers out	(202,660)	(176,727)	(201,622)	(157,276)	(218,909)
Total other financing sources (uses)	(202,660)	(176,727)	(201,622)	(157,276)	137,709
Excess of revenues and other financing sources over expenditures and other uses	340,482	355,110	69,095	(515,607)	367,902
Fund balance, beginning of year	1,208,031	852,921	783,826	1,299,433	931,531
Fund balance, end of year	$1,548,513	$1,208,031	$ 852,921	$ 783,826	$1,299,433

(Source: Information taken from the District's basic financial statements and supplementary information. This summary itself has not been audited.)

TAXES AND STATE FUNDING

Overview

This section describes the process for levying and collecting taxes as well as receipt of State resources. Significant recent changes to State funding sources are described below and under the heading entitled "STATE OF IDAHO SCHOOL FINANCE."

Operating Resources. The District receives revenues from three primary sources for operations: local sources, State sources and federal sources. In Fiscal Year 2016, State sources represented 90% of the District's total General Fund revenues, local sources represented 10% and federal sources represented less than 1%. The District's tax levy is certified to the Board of County Commissioners in September. The County Treasurer disburses tax receipts to the District approximately one month after the statutory payment dates.

Resources for Capital Projects. The District may pay for capital improvements from unappropriated resources, voter–approved general obligation bonds, voter–approved special plant facilities levies, and donations. General obligation bond levies and special plant facilities levies are property tax levies that are certified above and beyond all other amounts certified to be levied and collected.

Tax Levy And Collection

The District's taxes are collected by the County. Prior to the second Monday in September, the District certifies its levy for all funds, including the debt service fund, to the Board of County Commissioners of the County. These levies are based on the equalized or adjusted valuations assessed within the District. These levies are then incorporated within the total levy for all local government units for each property owner. Taxes become due on December 20 but may be paid in installments on December 20 and June 20. Payment is made to the treasurer of the County and transmitted to the District monthly. A penalty of 2% is applied to taxes paid after the December 20 and June 20 payment dates plus interest at the rate of 1% per month, calculated from January 1 of the year following the date of the levy, on the amount of the unpaid installment plus the penalty. Delinquent taxes on property outstanding for three years subject the property to a county tax deed, and said property can be auctioned off for tax purposes.

The District's bond resolutions for its outstanding bonds as well as the resolution for the 2016 Bonds provide that property taxes collected for payment of the District's bonds shall be placed into the District's debt service fund or bond fund and used for no other purpose than for payment of principal and interest on the District's bonds as they become due. The Idaho system of ad valorem tax collection and disbursement does not require counties to segregate tax collections dedicated to pay principal and interest on bonded indebtedness of political subdivisions from the other revenues the county collects on behalf of the political subdivision. In addition to the revenues collected from the dedicated ad valorem tax levy for the District's bonds, such revenues include revenues from the District's other ad valorem tax levies. See "School District Levies" in this section. The District maintains certain internal controls to ensure that monies received from the County are properly allocated to their intended purposes, and that monies received from the bond levy are promptly deposited into the District's debt service fund. The District also has internal controls in place to prevent withdrawals from the debt service fund for any purpose other than payment of principal and interest on the District's bonds.

Similarly, Levy Subsidy payments received from the State are direct deposited to the District in the same manner as other state funds. The District's internal controls ensure that Levy Subsidy payments are properly allocated to the payment of debt service and promptly deposited into the District's debt service fund.

Elimination of Seasonal Bond Fund Deficits

In 2015 the District initiated a plan to eliminate an emerging pattern of seasonal deficits in its bond fund. The District's audits show a positive balance in the bond fund at the end of each Fiscal Year. However, because of the timing of receipts–tax revenues and Levy Subsidy payments, and disbursements–payment of debt service on bonds, the District experienced a deficit in its bond fund at the time principal payments are due on the District's bonds which occurs in August of each year. Deficits occurred beginning in August 2014, and reoccurred into August 2015 and August 2016. In each case, the District supplemented bond funds with a transfer from its General Fund to make full and timely payment on its bonds. The General Fund was then replenished from bond levy tax revenues and Levy Subsidy payments received within a few months thereafter. Consequently, in 2015 the District determined to begin increases in its bond levy certification, an action it had delayed up to that point in light of the overall levy impact to taxpayers when the District increased its supplemental levy and a carryover balance in the bond fund that could be drawn upon. The District increased its bond levy certification from $700,000 for Fiscal Year 2015 to $950,000 and to $1,200,000 for Fiscal Years 2016 and 2017, respectively. The District has resolved to levy a similar amount in the next levy certification cycle in September 2017. The District expects that these increases in the bond levy will enable the District to maintain a positive balance in its bond fund at all future times except for August 2017 when an expected $150,000 deficit will occur, which will be more than offset by expected $350,000 of Levy Subsidy payments expected in September 2017. The District foresees no difficulty bridging this deficit from its General Fund.

Ad Valorem Tax System

Property taxes are established and collected by individual counties and taxing districts to provide local services and do not generate revenue for State use. The State has the responsibility of overseeing property tax procedures to make sure they comply with State laws. In addition, the Idaho State Tax Commission is responsible for valuing public utilities, railroad car companies and railroads which, collectively, are called operating property.

Property taxes apply to homes (including manufactured housing), farms, businesses, industry, warehouses, offices, most privately owned real estate, and operating property, as well as personal property such as machinery and equipment, farm implements and office furniture and equipment. Exemptions from property tax include inventories, livestock, stored property in transit, pollution control facilities, household belongings, clothing, property licensed motor or recreational vehicles, and most property belonging to religious, fraternal and educational organizations and institutions. Partial exemptions are available for residential improvement and the speculative value of agricultural land. Partial tax credits are available to elderly, widowed and disabled homeowners.

Timberland is taxed according to the acreage involved and rural electrical associations pay a 3 ½% tax on adjusted gross revenue instead of property tax. Counties collect the tax, which is computed by the State Tax Commission and apportioned on a wire mile basis.

Complaints or disagreement concerning assessed values of real or personal property are being taken to the assessors of the respective county. If differences are not resolved at this level, a property owner may proceed through the County Board of Equalization, State Board of Tax Appeals or District Court, and the Idaho State Supreme Court. Operating property assessments must be appealed to the State Tax Commission, then through the courts.

Certain property acts in the Idaho Code provide that all real and personal property within the District are to be subject to assessment as of January 1 of each year, unless otherwise provided by law. All taxes levied upon real property shall be a lien upon the real property assessed. All taxes levied upon personal property shall be a lien upon the real property of the owner.

Homeowner's Exemption

The homeowner's exemption provides a permanent exemption from ad valorem taxation for 50% of the market value for assessment purposes of a homeowner's primary residence including up to one acre of the land value, up to a maximum of $94,745 (the "Homeowner's Exemption") for Tax Year 2016, which represents an increase of 5.77% from Tax Year 2015 ($89,580). In 2016, the Legislature amended Idaho Code Section 63-602G to fix the maximum amount of the Homeowner's Exemption for future tax years beginning in Tax Year 2017 at $100,000.

Legislation Affecting Personal Property Tax

The 2016 Bonds are secured by an unlimited tax on taxable property in the District. Taxable property includes real property and personal property. In 2008, the State Legislature amended Idaho Code Section 63–602KK to exempt the first $100,000 of personal property tax value effective the year after the State general fund revenues increase 5% over the fiscal 2008 base year. The 2013 State Legislature adopted HB 315 which creates a new $3,000 exemption on a de minimus item of taxable property, includes operating property in the exemption (which was excluded in the 2008 legislation) and triggers the $100,000 exemption on business personal property on January 1, 2013. Section 63–602KK contains a provision for appropriations from the State sales tax receipts to taxing districts to replace the lost revenues, estimated at $20 million. Because of the replacement provision, HB 315 has not had an effect on the District's finances. However; there is no assurance that the Legislature will appropriate sufficient moneys in future years to replace lost revenues.

School District Levies

Tax Levy Procedure. Prior to the commencement of each Fiscal Year, the Board adopts a resolution to adopt its annual budget and approve submission of its property tax levies to the Board of County Commissioners of the County. The budget and tax levy process is described under "FINANCIAL INFORMATION REGARDING THE DISTRICT—Budgets and Budgetary Accounting" above. The District's tax levy is certified to the Board of County Commissioners in September. The County Treasurer disburses tax receipts to the District approximately one month after the statutory payable dates. The District may levy the following ad valorem taxes for the following purposes:

> *Supplemental M&O Levy.* Subject to voter approval school districts can levy and collect a supplemental maintenance and operation levy (the "Supplemental M&O Levy"). The Supplemental M&O Levy may be authorized for up to two years for a non–charter district through an election approved by a simple majority of the district electors voting in such an election. *The District currently levies a Supplemental M&O Levy.*
>
> *Emergency Levy; Tort Levy; Judgment Levy.* Taxes may be levied and collected for the purpose of paying for a specific, unanticipated expenditure, judgment, or legal claim for which funds were not budgeted in the prior year. *The District currently does not levy an Emergency, Tort, or Judgment Levy*.
>
> *Tuition Levy.* When a pupil leaves the school district of his residence to attend a nonresident school, the receiving district is authorized to charge for the tuition of its nonresident pupils where tuition has not been waived. The District is authorized to levy (above the regular maintenance and operation levy, if levied) for the purpose of paying tuition costs of students who, under the authorization of the board of trustees of the district, attend school in another district either in or out of the State. *The District currently does not levy a Tuition Levy.*
>
> *Bond Levy.* Subject to voter approval and debt limitations the District may levy a tax for the purposes of repaying voter approved debt for specific capital projects. *The District currently levies a Bond Levy and has for the last five years.*
>
> *Plant Facilities Levy.* A plant facilities levy must be authorized by voter approval. The annual dollar amount of the levy requested is limited to an amount that does not exceed 0.4% of the taxable market value of a school district as of December 31 of the year immediately prior to the year of election. The collection term of a Plant Facilities Levy is limited to 10 years. *The District has levied a Plant Facilities Levy for the last five years.*

Historical Tax Rates

	Tax Rate				
	2015–16	2014–15	2013–14	2012–13	2011–12
Maintenance and Operation	.000000000	.000000000	.000000000	.000000000	.000000000
Supplemental Maintenance and Operation	.002139427	.002518649	.002614798	.001125164	. 001306184
Tort Liability	.000000000	.000000000	.000000000	.000000000	.000000000
Judgment	.000000000	.000023639	.000000000	.000000000	.000000000
Total Maintenance and Operation Fund	.002139427	.002542288	.002614798	.001125164	.001306184
Bond Levy	.002726513	.002024173	.002031117	.002090632	.002293192
Plant	.001433932	.001379818	.001452666	.000375055	.000435395
All Funds	.006299872	.005946279	.006098581	.003590851	.004034771

(Source: *Tax Levies for School Purposes,* State Superintendent of Public Instruction.)

Comparative Total School District Tax Rates

	Tax Rate				
Tax Levying District	2015–16	2014–15	2013–14	2012–13	2011–12
Firth No. 59	.001777062	.001848574	.001735240	.001888951	.002026421
Shelley No. 60	.003469726	.003766047	.003553027	.003318899	.003364596
Blackfoot No. 55	.004578606	.003791292	.003163288	.003230318	.003714447
Bonneville No. 93	.005447999	.005448000	.005448000	.005448000	.005447999
Snake River No. 52	*.006299872*	*.005946279*	*.006098581*	*.003590851*	*.004034771*
Aberdeen No. 58	.007946793	.006598827	.006809092	.005191416	.005987738

(Source: *Tax Levies for School Purposes*, State Superintendent of Public Instruction.)

Market Value Of Property Of The District

Tax Year (1)	Full Taxable Value (2)	% change over prior year	Net Taxable Value (3)	% change over prior year
2016	$480,713,280	1.3%	$351,981,671	0.9%
2015	474,535,904	1.5	348,691,488	0.8
2014	467,717,019	0.7	345,820,277	0.5
2013	464,640,977	2.1	344,194,812	3.3
2012	455,302,656	13.2	333,284,851	16.1

(1) "Tax Year" runs from July 1 through June 30.
(2) Includes homeowner's exemption value.
(3) "Net Taxable Value" is the full market value less statutory exemptions and incremental changes to the base value in any urban renewal area that overlaps the District pursuant to Title 50 of the Code. Statutory exemption includes a homeowner's exemption and property tax reductions. The Net Taxable Value is the value against which tax levies are applied.

Tax Collection Record Of The District

Year (1)	Tax Levy In Dollars	Amount Collected (2)	% Collected
2015 (3)	$2,201,154	$2,156,644	98.0%
2014 (3)	2,059,907	2,038,661	99.0
2013 (3)	2,091,183	2,079,736	99.5
2012	1,212,105	1,212,099	100.0
2011	1,176,467	1,176,461	100.0

(1) The tax year runs from January 1 to December 31.
(2) Ad valorem taxes, including delinquent taxes, penalties and amounts canceled, are collected by the Treasurer of Bingham County and are remitted to the District during the month following collection.
(3) Includes personal property tax replacement from the State of Idaho.

(Source: Bingham County Treasurer.)

The Largest Taxpayers Of The District

The following list represents the ten largest taxpayers in the District:

Taxpayer	Type of Business	2015 Taxable Value	% of District's 2015 Tax–able Value
Idaho Power Company	Electric utility	$19,004,726	5.5%
Union Pacific Railroad	Transportation & warehousing	7,890,209	2.3
Wada Farms Potato Inc.	Agriculture	6,934,951	2.0
H & G Enterprises	Business services	6,809,967	2.0
PacifiCorp	Gas utility	3,311,010	0.9
Zions Credit Corp	Finance and insurance	2,791,023	0.8
LIM Construction	Construction	2,279,709	0.7
Spudnik Equipment	Manufacturing	1,806,675	0.5
Qwest Corporation	Information	1,613,970	0.5
Intermountain Gas	Gas utility	1,573,772	0.5
Totals		$54,016,012	15.5%

STATE OF IDAHO SCHOOL FINANCE

General

The State Legislature appropriates State and federal moneys for support of public school districts (the "Schools Appropriations"). The Schools Appropriations are deposited into the "Public School Income Fund" for further distribution by the DOE to school districts pursuant to a formula set forth in Idaho Code Section 33–1002 and accompanying rules and regulations of the DOE. See in this section "State Support to the District" below. The amount of State funding provided to each school district is determined, in part, by support units calculated for each district, which units are calculated largely based on ADA at each district. ADA is calculated in accordance with Idaho Code Section 33–1003A, based on the entire school year except that the 28 weeks having the highest ADA, not necessarily consecutive, may be used. Accordingly, an increase or decrease in a district's ADA will affect the level of state funding received by the district. See "THE DISTRICT—District Enrollment And Average Daily Attendance" herein for a discussion of the District's ADA.

The State sets an annual budget based on the State's Fiscal Year which begins on July 1 and ends on the following June 30. Both the executive and legislative branches play a role in the budget setting process. All State agencies, including the DOE, submit a budget request to the Division of Financial Management (the "DFM") in the Governor's office and to the Legislative Services Office not later than September 1 of each year. The Governor, through DFM, then prepares a proposed budget for the subsequent fiscal year, and the Governor submits this budget recommendation to the State Legislature within five days after the commencement of the annual legislative session in early January. The Governor's budget recommendation is based on revenue projections developed by DFM.

A joint committee composed of the Senate Finance Committee and the House Appropriations Committee ("JFAC") then initiates legislative action on the state budget. Taking into account the Governor's recommendation, JFAC hears presentations of, or reviews without hearings, budget requests of all State agencies and drafts a series of appropriation bills that are sent to the entire legislative body. The JFAC budget is based on the revenue projections of a joint legislative economic outlook committee. Upon passage by each legislative body, the appropriation bills for each agency are sent to the Governor for signature. The Governor has "line–item" veto power for distinct appropriations. The Idaho Constitution requires a balanced budget, stating that appropriations must match the projected revenues currently provided for by law.

The State Legislature usually adjourns before April 15, once it has adopted a budget, set appropriations for the upcoming fiscal year, and, if necessary, revised the current fiscal year's budget. The appropriations, as enacted by the State Legislature, constitute the limit for each agency's authorized expenditures, subject to limited flexibility for emergency situations and/or unanticipated revenue.

If during the course of a fiscal year the Governor determines anticipated revenues expected to be available fail to meet the State Legislature's authorized expenditures, the Governor may issue an executive order to reduce (or holdback) the spending authority on file in the office of the State Controller for any department, agency, or institution of the State.

Beginning July 1, 2003, the State established an Education Stabilization Fund (the "Stabilization Fund"). The Stabilization Fund acts as a reserve account from which the State can draw funds to make up revenue shortfalls and into which funds are deposited in times of surplus. Stabilization Fund balances were drawn down in Fiscal Years 2009–2011 to supplement general fund appropriations and restored in subsequent Fiscal Years. The balance in the Stabilization Fund at June 30, 2015 was $90,900,000.

Appropriations To Public Schools

The Legislature convened its 2016 session on January 11, 2016, and adjourned on March 25, 2016, having set the appropriations and budgets for Fiscal Year 2017. The Legislature approved an increase of approximately 7.4% for public school support appropriations from the General Fund for Fiscal Year 2017 compared to Fiscal Year 2016.

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Historical and Budgeted State Appropriations (1)

	Fiscal Year ($ In Thousands)				
	2017	2016	2015	2014	2013
General Fund	$1,584,669	$1,475,784	$1,374,598	$1,308,365	$1,279,819
Transfers from Public Education Stabilization Fund	0	0	0	0	0
Dedicated Funds (2)	77,496	74,189	86,812	74,568	66,873
Federal Funds	264,339	264,339	215,224	215,224	220,121
Total State appropriation	$1,926,504	$1,814,312	$1,676,634	$1,598,157	$1,566,813
% change over previous year	6.2%	8.2%	4.9%	2.0%	0.4%

(1) Years 2013 to 2016 are historical; Year 2017 is budgeted and appropriated.

(2) Includes Lottery Receipts, Endowment Fund Receipts, Miscellaneous Receipt Balances, and Cigarette Taxes & Lottery Income.

(Source: Idaho Legislature, Sine Die Reports for 2013–2016, and HB 617–623, and 625 2016 Legislature.)

The State funding schedule for distributions is as follows:

Payment Date	Payment Amount (1)
August 15	50%
November 15	20%
February 15	20%
May 15	10%
July 15	Final payment adjustment

Percentages are an approximation of the distribution to be received, final amounts may vary.

(1) For the Fiscal Year ending the previous June 30.

Legislation Affecting Public School Appropriations

The Legislature annually reviews the overall framework for funding of public schools. Generally, these actions relate to operations funding and do not affect the District's ability to pay debt service on the 2016 Bonds, which is funded from local property tax revenues allowed to be levied without limitation as needed to pay debt service on the 2016 Bonds.

The current template for Legislative action is a set of twenty recommendations developed by a broad-based task force appointed by the Governor in 2013 (the "Task Force Recommendations"). The 2014 Legislature took action with regard to seven of the Task Force Recommendations, including an increase in operations funding to help reverse the recession era cuts to education funding with the intent to restore operations funding to pre-recession levels within five years. The 2015 Legislature further increased operations funding and adopted additional recommendations, including adoption of a "career ladder" and a commitment over the next five years to increase funding for teacher salaries by a total of approximately $214 million, of which approximately $33 million was approved for funding in the Fiscal Year 2016 budget. The 2016 Legislature added pupil service staff to the career ladder and appropriated $39.561 million for the second year of instructors on the career ladder (source: HB 618, 2016 Legislature). The 2016 Legislative appropriations resulted in overall operations funding being restored to pre-recession levels in three years instead five.

The District cannot predict the outcome of other Task Force Recommendations or of other possible proposals regarding education funding, programs, or requirements, all of which are subject to the plenary authority of the Legislature to consider and approve or reject.

State Support To The District

In Fiscal Year 2016, the dedicated and appropriated funding sources from the State account for approximately 90% of the District's budgeted General Fund revenue. A summary of funds the District has received from the State over the past five years follows:

	Fiscal Year Ended June 30				
	2016	2015	2014	2013	2012
August	$4,007,048	$3,774,988	$2,276,454	$ 2,262,122	$ 2,329,389
October	n/a	n/a	2,279,277	2,261,007	2,330,581
November	1,606,178	1,514,089	1,521,554	1,521,455	1,560,043
February	1,499,357	1,582,317	521,307	844,965	624,217
May	799,430	808,387	768,422	684,635	784,057
July	208,423	239,158	241,827	70,252	101,306
Total	$8,120,436	$7,918,940	$7,608,842	$ 7,644,436	$7,729,593
% change over prior year	2.5%	4.1%	(0.5%)	(1.1%)	(7.6)%

(Source: The District.)

See "FINANCIAL INFORMATION REGARDING THE DISTRICT—Five–Year Financial Summaries" above.

The Initiative Process

The Initiative Process. Article I, Section 3 of the Idaho Constitution provides that the people of the State have reserved to themselves the power of initiative and referendum, pursuant to which measures to enact or repeal laws can be placed on the statewide general election ballot for consideration by the voters. The initiative and referendum powers relate only to laws; the Idaho Supreme Court has ruled that the Idaho Constitution cannot be amended by initiative or referendum.

In 1997, the State Legislature enacted significant procedural prerequisites including signature distribution requirements, to qualify an initiative or referendum measure for submittal to the electors. Any person may file a proposed measure with the signatures of 20 qualified electors of the State with the Idaho Secretary of State's office. The Idaho Attorney General is required by law to review and make recommendations (if any) on the petition to the petitioner before issuing a certificate of review to the Secretary of State. The petitioner then, within 15 working days, files the measure with the Secretary of State for assignment of a ballot title and submittal to the Attorney General. The Attorney General, within 10 working days thereafter, shall provide a ballot title for the measure. Any elector that submitted written comments who is dissatisfied with the ballot title certified by the Attorney General may petition the Idaho Supreme Court seeking a revision of the certified ballot title.

Once the ballot title has been certified and the form of the petition has been approved by the Secretary of State, the proponents of the measure shall print the petition and, during an 18 month circulation period or until April 30 in an election year, whichever occurs first, may start gathering the petition signatures necessary to place the proposed measure on the ballot.

To be placed on a general election ballot, not less than four months prior to the election, the proponents must submit to the Secretary of State petitions signed by a number of qualified voters equal to at least 6% of the qualified electors, i.e., registered voters, at the immediately previous general election. The 2013 State Legislature adopted SB 1108 which increases the number of registered voters needed to place an initiative or referendum on the ballot by requiring signatures of 6% of the registered voters in at least a majority of the State's 35 legislative districts, as well as 6% of the total registered voters of the State.

Proponents of measures are permitted to compensate persons obtaining signatures for the petition, but in such instances the petition must contain a notice of such payment to the elector whose signature is being sought.

Historical Initiative Petitions

According to the Elections Division of the Idaho Secretary of State, there are no initiative petitions that have qualified for the ballot since 2006, at which time there were 2 initiatives that qualified.

LEGAL MATTERS

Absence Of Litigation Concerning The 2016 Bonds

The attorney for the District, Bryce Lloyd at Blaser, Oleson, & Lloyd, Blackfoot, Idaho, has advised that, to the best of his knowledge after due inquiry, there is no pending or threatened litigation that would legally stop, enjoin, or prohibit the issuance, sale or delivery of the 2016 Bonds.

Tax Exemption

In the opinion of Hawley Troxell Ennis & Hawley LLP, Bond Counsel, assuming continuous compliance with certain covenants described below, interest on the 2016 Bonds is not included in gross income under present federal income tax laws pursuant to Section 103 of the Code, and is exempt from all State of Idaho income taxes under present State income tax laws, and interest on the 2016 Bonds is not included in alternative minimum taxable income as defined in Section 55(b)(2) of the Code under present federal income tax laws except that such interest is required to be included in calculating the “adjusted current earnings” adjustment applicable to corporations for purposes of computing the alternative minimum taxable income of corporations as described below. The Code imposes several requirements that must be met with respect to the 2016 Bonds in order for the interest thereon to be excluded from gross income and alternative minimum taxable income (except to the extent of the aforementioned adjustment applicable to corporations).

Certain of these requirements must be met on a continuous basis throughout the term of the 2016 Bonds. These requirements include: (i) limitations as to the use of proceeds of the 2016 Bonds, and (ii) limitations on the extent to which the proceeds of the 2016 Bonds may be invested in higher yielding investments. The Board will covenant that they will take all steps to comply with the requirements of the Code to the extent necessary to maintain the exclusion of interest on the 2016 Bonds from gross income and alternative minimum taxable income (except to the extent of the aforementioned adjustments applicable to corporations) under present federal income tax laws. Bond Counsel’s opinion as to the exclusion of interest on the 2016 Bonds from gross income and alternative minimum taxable income (to the extent described above) is rendered in reliance on these covenants, and assumes continuous compliance therewith. The failure or inability of the District to comply with these requirements could cause the interest on the 2016 Bonds to be included in gross income, alternative minimum taxable income or both from the date of issuance.

Section 55 of the Code contains a 20% alternative minimum tax on the alternative minimum taxable income of corporations. Under the Code, for taxable years beginning after 1989, 75% of the excess of a corporation’s “adjusted current earnings” over the corporation’s alternative minimum taxable income (determined without regard to this adjustment and the alternative tax net operating loss deduction) is included in the corporation’s alternative minimum taxable income for purposes of the alternative minimum tax applicable to the corporation. “Adjusted current earnings” includes interest on the 2016 Bonds.

The Code contains numerous provisions that may affect an investor's decision to purchase the 2016 Bonds. Beneficial Owners should be aware that the ownership of tax exempt obligations by particular persons and entities, including, without limitation, financial institutions, insurance companies, recipients of Social Security or Railroad Retirement benefits, taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry tax–exempt obligations, foreign corporations doing business in the United States and certain "Subchapter S" corporations, may result in adverse federal tax consequences. Bond Counsel's opinion relates only to the exclusion of interest on the 2016 Bonds from gross income and alternative minimum taxable income as described above and will state that no opinion is expressed regarding other federal tax consequences arising from the receipt or accrual of interest on ownership of the 2016 Bonds. Beneficial Owners should consult their own tax advisors as to the applicability of these consequences.

Amendments to the federal tax laws could be proposed or enacted in the future, and there can be no assurance that any such future amendments which may be made to the federal tax laws will not adversely affect the value of the 2016 Bonds, the exclusion of interest on the 2016 Bonds from gross income or alternative minimum taxable income or both from the date of issuance of the 2016 Bonds or any other date, or result in other adverse federal tax consequences.

The Internal Revenue Service (the "IRS") has an ongoing program of auditing tax–exempt obligations to determine whether, in the view of the IRS, interest on such tax–exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. It cannot be predicted whether or not the IRS will commence an audit of the 2016 Bonds. If an audit is commenced, under current procedures the IRS may treat the District as the taxpayer and the Bondholders may have no right to participate in such procedure. The commencement of an audit could adversely affect the market value and liquidity of the 2016 Bonds until the audit is concluded, regardless of the ultimate outcome. Moreover, because achieving judicial review in connection with an audit examination of tax–exempt Bonds is difficult, obtaining an independent review of IRS positions with which the District legitimately disagrees may not be practicable. Any action of the IRS, including but not limited to selection of the 2016 Bonds for audit, or the course or result of such audit, or an audit of bonds presenting similar tax issues may affect the market price for, or the marketability of, the 2016 Bonds, and may cause the District or the Beneficial Owners to incur significant expense.

The opinions expressed by Bond Counsel are based on existing law as of the date of delivery of the 2016 Bonds. No opinion is expressed as of any subsequent date nor is any opinion expressed with respect to pending or proposed litigation. Amendments to the federal or state laws may be pending now or could be proposed in the future that, if enacted into law, could adversely affect the value of the 2016 Bonds, the exclusion of interest on the 2016 Bonds or any other from gross income or alternative minimum taxable income or both from the date of issuance of the 2016 Bonds or any other date, or that could result in other adverse tax consequences. In addition, future court actions or regulatory decisions could affect the market value of the 2016 Bonds. For example, although the U.S. Supreme Court recently decided that the U.S. Constitution does not preclude the current practice that states grant more favorable tax treatment to bonds issued by issuers inside the state than bonds issued outside that state, the pendency of such case caused uncertainty until it was decided. There can be no assurance that other cases may from time to time create uncertainty or could result in a change in the treatment for state tax purposes of obligations such as the 2016 Bonds, or a change in the market value of the 2016 Bonds. Owners of the 2016 Bonds are advised to consult with their own tax advisors with respect to such matters.

Qualified Tax–Exempt Obligations

The District has designated the 2016 Bonds as "qualified tax–exempt obligations" pursuant to the small issuer exception provided by Section 265(b)(3) of the Code, which affords banks and thrift institutions purchasing the 2016 Bonds more favorable treatment of their deduction for interest expense than would otherwise be allowed under Section 265(b)(2) of the Code for taxable years of such financial institutions ending after December 31, 1986.

Premium Bonds

The initial public offering price of certain maturities of the 2016 Bonds (the "Premium Bonds"), as shown on the inside front cover, are issued at original offering prices in excess of their original principal amount. The difference between the amount of the Premium Bonds at the original offering price and the principal amount payable at maturity represents "bond premium" under the Code. As a result of requirements of the Code relating to the amortization of bond premium, under certain circumstances an initial owner of a Bond may realize a taxable gain upon disposition of such a bond, even though such bond is sold or redeemed for an amount equal to the original owner's cost of acquiring such bond. All owners of 2016 Bonds are advised that they should consult with their own tax advisors with respect to the tax consequences of owning and disposing of 2016 Bonds, whether the disposition is pursuant to a sale of the 2016 Bonds or other transfer, or redemption.

Original Issue Discount

[The initial public offering price of certain maturities of the 2016 Bonds (the "Discount Bonds"), as shown on the inside cover page hereof, is less than the amount payable on such 2016 Bonds at maturity. The difference between the amount of the Discount Bonds payable at maturity and the initial public offering price of the Discount Bonds will be treated as "original issue discount" for federal income tax purposes. The original issue discount on the Discount Bonds is treated as accruing over the respective terms of such Discount Bonds on the basis of a constant interest rate compounded at the end of each six–month period (or shorter period from the date of original issue) ending on March 1 and September 1 with straight line interpolation between compounding dates. In the case of a purchaser who acquires the Discount Bonds in this offering, the amount of original issue discount accruing each period (calculated as described in the preceding sentence) constitutes interest which is excluded from gross income, alternative minimum taxable income and Idaho taxable income under the conditions and subject to the exceptions described in the preceding paragraphs and will be added to the owner's basis in the Discount Bonds. Such adjusted basis will be used to determine taxable gain or loss upon disposition of the Discount Bonds (including sale or payment at maturity).

Beneficial Owners who purchase Discount Bonds in the initial offering at a price other than the original offering price shown on the inside cover page hereof and owners who purchase Discount Bonds after the initial offering should consult their own tax advisors with respect to the tax consequences of the ownership of the Discount Bonds. Beneficial Owners who are subject to state or local income taxation (other than Idaho state income taxation) should consult their tax advisor with respect to the state and local income tax consequences of ownership of the Discount Bonds. It is possible that, under the applicable provisions governing determination of state and local taxes, accrued original issue discount on the Discount Bonds may be deemed to be received in the year of accrual even though there will not be a corresponding cash payment.]

Tax Legislative Changes

Current law may change so as directly or indirectly to reduce or eliminate the benefit of the exclusion of interest on the 2016 Bonds from the gross income for federal income tax purposes. Any proposed legislation, whether or not enacted, could also affect the value and liquidity of the 2016 Bonds. Prospective purchasers of the 2016 Bonds should consult with their own tax advisors with respect to the effects of any proposed or future legislation.

Municipal Reorganization

Idaho Code Section 67–3903 permits school districts, as taxing districts of the State, to file a petition for federal bankruptcy relief, in accordance with Chapter 9 of the United States Bankruptcy Code, which permits municipalities to file a voluntary petition for the adjustment of debts. Prior to filing such petition, the taxing district is required to adopt a resolution authorizing the filing. The statute authorizes the taxing district to take actions to consummate a plan of readjustment pursuant to its bankruptcy proceedings, including cancellation and remission of moneys payable under bonds, warrants or other obligations; issuance of refunding bonds on certain conditions, adoption of necessary ordinances, assessment, levy and collection of taxes to enforce collections necessary pursuant to the plan of readjustment, cancellation or reduction in taxes or special assessments for bonds refunded under the plan as a result of reduction in debt service accomplished by such refunding and to take any other actions necessary for accomplishment of the plan. Prior to refunding bonds or levying any taxes or special assessments, the taxing district is required to provide notice and hold a hearing prior to the adoption of the plan for readjustment requiring such actions.

Bankruptcy proceedings by the District could have an adverse effect on the owners of the 2016 Bonds, including but not limited to delay in the enforcement of their remedies, subordination of their claims to those supplying goods or services to the District and to the administrative expenses of the bankruptcy proceedings and the imposition of a plan of reorganization reducing or delaying payment of the 2016 Bonds.

The District does not expect to file a petition for federal bankruptcy relief.

General

The authorization and issuance of the 2016 Bonds are subject to the approval of Hawley Troxell Ennis & Hawley LLP, Boise, Idaho, Bond Counsel. Certain legal matters will be passed upon for the District by Blaser, Oleson & Lloyd, Chartered, Blackfoot, Idaho. The approving opinion of Bond Counsel will be delivered with the 2016 Bonds. A copy of the opinion of Bond Counsel in substantially the form set forth in "APPENDIX B—PROPOSED FORM OF OPINION OF BOND COUNSEL" of this OFFICIAL STATEMENT will be made available upon request from the contact person as indicated under "INTRODUCTION—Contact Persons" above.

Bond Counsel has not participated in the preparation of this OFFICIAL STATEMENT. The employment of Bond Counsel is limited to the review of the transcripts of legal proceedings authorizing the issuance of the 2016 Bonds and the legality of the source of payment of the 2016 Bonds, and to the issuance of the legal opinion, in conventional form, relating solely to the validity of the 2016 Bonds pursuant to such authority and the excludability of interest on the 2016 Bonds for income tax purposes as described above. Except for said legal matters, which will be specifically covered in its opinion, Bond Counsel has assumed no responsibility for the accuracy or completeness of any information furnished to any person in connection with or any offer or sale of the 2016 Bonds in the OFFICIAL STATEMENT or otherwise.

MISCELLANEOUS

Bond Ratings

The District has received a rating for the 2016 Bonds from Moody's. As of the date of this OFFICIAL STATEMENT, the 2016 Bonds have been rated "Aaa" by Moody's based upon the Programs. Moody's rates all bond issues guaranteed under the both Programs "Aaa". An explanation of the above ratings may be obtained from Moody's. The District has not directly applied to S&P or Fitch Ratings for a rating on the 2016 Bonds.

The 2016 Bonds have an "A3" underlying rating from Moody's.

Such ratings do not constitute a recommendation by the rating agency to buy, sell or hold the 2016 Bonds. Such ratings reflect only the views of Moody's and any desired explanation of the significance of such ratings should be obtained from Moody's. Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own.

There is no assurance that the ratings given the 2016 Bonds will continue for any given period of time or that the ratings will not be revised downward or withdrawn entirely by the rating agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such ratings may have an adverse effect on the market price of the 2016 Bonds.

Escrow Verification

Grant Thornton LLP, Minneapolis, Minnesota, Certified Public Accountants, will verify the accuracy of the mathematical computations concerning the adequacy of the maturing principal amounts of and interest earned on the obligations of the United States of America, together with other escrowed moneys to be placed in the Escrow Account to pay when due pursuant to prior redemption the redemption price of, and interest on the Refunded Bond and the mathematical computations of the yield on the 2016 Bonds and the yield on the government obligations purchased with a portion of the proceeds of the sale of the 2016 Bonds. Such verifications shall be based in part upon information supplied by the successful bidder.

Municipal Advisor

The District has entered into an agreement with the Municipal Advisor whereunder the Municipal Advisor provides financial recommendations and guidance to the District with respect to preparation for sale of the 2016 Bonds, timing of sale, tax–exempt bond market conditions, costs of issuance and other factors related to the sale of the 2016 Bonds. The Municipal Advisor has read and participated in the drafting of certain portions of this OFFICIAL STATEMENT and has supervised the completion and editing thereof. The Municipal Advisor has not audited, authenticated or otherwise verified the information set forth in the OFFICIAL STATEMENT, or any other related information available to the District, with respect to accuracy and completeness of disclosure of such information, and the Municipal Advisor makes no guaranty, warranty or other representation respecting accuracy and completeness of the OFFICIAL STATEMENT or any other matter related to the OFFICIAL STATEMENT.

Independent Auditors; Qualified Opinion

The financial statements of the District as of June 30, 2016 and for the year then ended, included in this OFFICIAL STATEMENT, have been audited by Quest CPAs, P.C., Payette, Idaho ("Quest CPAs") as stated in its report in "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016."

Quest CPAs has not participated in the preparation or review of this OFFICIAL STATEMENT. Based upon Quest CPAs' non–participation, they have not consented to the use of their name in this OFFICIAL STATEMENT.

Qualified Opinion. As noted in the Independent Auditor's Report, the Governmental Accounting Standard Board ("GASB") Statement No. 45 was not implemented in the District's 2016 Basic Financial Statements; thus, resulting in a qualified opinion. However, it should also be noted that except for the departure of the GASB Statement No. 45, it is the opinion of Quest CPAs that all aspects of the District's 2016 Annual Financial Report is presented fairly, in all material respects. For additional information regarding the District's qualified opinion, please see "APPENDIX A—ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016—Independent Auditor's Report" (page 1).

Additional Information

All quotations contained herein from and summaries and explanations of the State Constitution, statutes, programs and laws of the State, court decisions and the Resolution, do not purport to be complete, and reference is made to said State Constitution, statutes, programs, laws, court decisions and the Resolution for full and complete statements of their respective provisions.

Any statements in this OFFICIAL STATEMENT involving matters of opinion, whether or not expressly so stated, are intended as such and not as representation of fact.

The appendices attached hereto are an integral part of this OFFICIAL STATEMENT and should be read in conjunction with the foregoing material.

This PRELIMINARY OFFICIAL STATEMENT is in a form deemed final for purposes of paragraph (b)(1) of Rule 15c2–12 of the Securities and Exchange Commission.

This OFFICIAL STATEMENT and its distribution and use have been duly authorized by the District.

Board of Trustees of School District No. 52 (Snake River)
Bingham County, State of Idaho

____

Bill Martin
Chairperson of the Board of Trustees

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APPENDIX A

ANNUAL FINANCIAL STATEMENTS FOR SCHOOL DISTRICT NO. 52 FOR FISCAL YEAR 2016

The annual financial statements for Fiscal Year 2016 are contained herein. Copies of current and prior financial statements are available upon request from the contact persons as indicated under “INTRODUCTION—Contact Persons” above.

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SNAKE RIVER SCHOOL DISTRICT NO. 52

FINANCIAL STATEMENTS

Year Ended June 30, 2016

SNAKE RIVER SCHOOL DISTRICT NO. 52
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OTHER REPORTS AND SCHEDULES

FINANCIAL SECTION

Audits
Taxes
Special Services

Quest CPAs, P.C.
Quality Expertise Service Timeliness

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Independent Auditor's Report

Board of Trustees
Snake River School District No. 52

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 Snake River School District No. 52 (the School) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the School'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 of 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.

Basis for Qualified Opinion on Governmental Activities

Management believes the costs of implementing GASB 45 (having actuarial calculations performed for other post-employment benefits) cannot be justified at this time. Accounting principles generally accepted in the United States of America require that a liability be recorded for other post-employment benefits, which would decrease net position, increase liabilities, and increase expenses in the governmental activities. The amount by which this departure would affect net position, liabilities, and expenses in the governmental activities has not been determined.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on Governmental Activities" paragraph, the financial statements referred to previously present fairly, in all material respects, the financial position of the governmental activities of the School, as of June 30, 2016, and the changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund and the aggregate remaining fund information of the School as of June 30, 2016, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules, schedule of employer's share of net pension liability, and schedule of employer contributions listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not required to be 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, and historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has not included the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School's basic financial statements. The accompanying combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis 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 is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated August 11, 2016, on our consideration of the School's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance.

Quest CPAs, P.C.

Payette, Idaho
August 11, 2016

BASIC FINANCIAL STATEMENTS

SNAKE RIVER SCHOOL DISTRICT NO. 52

Statement of Net Position

June 30, 2016

	Governmental Activities
Assets	
Current Assets	
Cash & Investments	$3,604,839
Receivables:	
Local Sources	801,886
State Sources	264,645
Federal Sources	409,569
Inventory	22,041
Total Current Assets	5,102,980
Noncurrent Assets	
Nondepreciable Capital Assets	18,824
Depreciable Net Capital Assets	16,248,425
Total Noncurrent Assets	16,267,249
Total Assets	21,370,229
Deferred Outflows of Resources	
Pension Sources	1,893,180
Total Deferred Outflows of Resources	1,893,180
Total Assets and Deferred Outflows of Resources	$23,263,409
Liabilities	
Current Liabilities	
Accounts Payable	$321,743
Salaries & Benefits Payable	1,283,926
Unspent Grant Allocation	180,552
Accrued Interest	115,075
Long-Term Debt, Current	882,857
Total Current Liabilities	2,784,153
Noncurrent Liabilities	
Long-Term Debt, Noncurrent	11,682,858
Net Pension Liability	2,943,326
Total Noncurrent Liabilities	14,626,184
Total Liabilities	17,410,337
Deferred Inflows of Resources	
Pension Sources	1,898,487
Total Deferred Inflows of Resources	1,898,487
Total Liabilities and Deferred Inflows of Resources	19,308,824
Net Position	
Net Investment in Capital Assets	3,586,459
Restricted:	
Special Programs	531,449
Debt Service	507,546
Capital Projects	603,890
Unrestricted	(1,274,759)
Total Net Position	3,954,585
Total Liabilities and Deferred Inflows of Resources and Net Position	$23,263,409

SNAKE RIVER SCHOOL DISTRICT NO. 52
Statement of Activities
Year Ended June 30, 2016

		Program Revenues			Net (Expense) Revenue And Changes in Net Position
Functions/Programs	**Expenses**	**Charges For Services**	**Operating Grants And Contributions**	**Capital Grants And Contributions**	**Governmental Activities**
Governmental Activities					
Instructional Programs					
Elementary School	$2,608,993		$339,879		($2,269,114)
Secondary School	2,214,896	$9,020	60,399		(2,145,477)
Vocational-Technical	35,936		35,936		0
Special Education	918,746		289,508		(629,238)
Special Education Preschool	88,091		16,307		(71,784)
Interscholastic	145,233				(145,233)
Support Service Programs					
Attendance - Guidance - Health	372,145		9,438		(362,707)
Special Education Support Services	196,828		45,892		(150,936)
Instruction Improvement	401,041		330,706		(70,335)
Educational Media	302,089				(302,089)
Instruction-Related Technology	344,009		128,468		(215,541)
Board of Education	12,675				(12,675)
District Administration	248,356				(248,356)
School Administration	664,464				(664,464)
Business Operation	90,763				(90,763)
Administrative Technology Service	72,007		72,007		0
Buildings - Care	666,404				(666,404)
Maintenance - Non-Student Occupied	400				(400)
Maintenance - Student Occupied	521,083				(521,083)
Maintenance - Grounds	126,823		18,800		(108,023)
Security	45,125				(45,125)
Pupil-To-School Transportation	593,701				(593,701)
Pupil-Activity Transportation	31,650				(31,650)
General Transportation	6,830				(6,830)
Non-Instructional Programs					
Child Nutrition	489,483	116,197	329,440		(43,846)
Community Services	1,990		1,990		0
Capital Assets - Student Occupied	535,872				(535,872)
Capital Assets - Non-Student Occupied	0				0
Debt Service - Principal	0				0
Debt Service - Interest	347,406				(347,406)
Total	$12,083,039	$125,217	$1,678,770	$0	(10,279,052)

General Revenues	
Local Taxes	2,150,392
Other Local Revenues	236,587
State Revenues	8,866,994
Federal Revenues	0
Total	11,253,973
Change in Net Position	974,921
Net Position - Beginning	2,979,664
Net Position - Ending	$3,954,585

SNAKE RIVER SCHOOL DISTRICT NO. 52
Balance Sheet - Governmental Funds
June 30, 2016

	General Fund	Medicaid Support Fund	Child Nutrition Fund	Debt Service Fund
Assets				
Cash & Investments	$2,265,438	$414,907	$48,588	$222,374
Receivables:				
Local Sources	296,480		32	326,556
State Sources	253,864			
Federal Sources				
Due From Other Funds	127,720			
Inventory			22,041	
Total Assets	$2,943,502	$414,907	$70,661	$548,930
Liabilities				
Accounts Payable	$289,352		$8	
Due To Other Funds				
Salaries & Benefits Payable	1,067,467	$37,673	33,014	
Unspent Grant Allocation				
Total Liabilities	1,356,819	37,673	33,022	$0
Deferred Inflows of Resources				
Unavailable Tax Revenues	38,170			41,384
Total Deferred Inflows of Resources	38,170	0	0	41,384
Fund Balances				
Restricted:				
Special Programs		377,234	15,598	
Debt Service				507,546
Capital Projects				
Nonspendable			22,041	
Unassigned	1,548,513			
Total Fund Balances	1,548,513	377,234	37,639	507,546
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$2,943,502	$414,907	$70,661	$548,930

SNAKE RIVER SCHOOL DISTRICT NO. 52
Balance Sheet - Governmental Funds
June 30, 2016

	Capital Construction Fund	Plant Facilities Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash & Investments	$173,308		$480,224	$3,604,839
Receivables:				
Local Sources	79	$173,824	4,915	801,886
State Sources			10,781	264,645
Federal Sources			409,569	409,569
Due From Other Funds			0	127,720
Inventory			0	22,041
Total Assets	$173,387	$173,824	$905,489	$5,230,700
Liabilities				
Accounts Payable		$6,970	$25,413	$321,743
Due To Other Funds		14,229	113,491	127,720
Salaries & Benefits Payable			145,772	1,283,926
Unspent Grant Allocation			180,552	180,552
Total Liabilities	$0	21,199	465,228	1,913,941
Deferred Inflows of Resources				
Unavailable Tax Revenues		23,766	0	103,320
Total Deferred Inflows of Resources	0	23,766	0	103,320
Fund Balances				
Restricted:				
Special Programs			138,617	531,449
Debt Service			0	507,546
Capital Projects	173,387	128,859	301,644	603,890
Nonspendable			0	22,041
Unassigned			0	1,548,513
Total Fund Balances	173,387	128,859	440,261	3,213,439
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$173,387	$173,824	$905,489	$5,230,700

SNAKE RIVER SCHOOL DISTRICT NO. 52
Balance Sheet - Governmental Funds
June 30, 2016

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

Total Governmental Fund Balances	$3,213,439
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	16,267,249
Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	103,321
Certain liabilities, including accrued interest, are not due and payable in the current period and therefore are not reported in the funds.	(12,680,790)
Net pension liability and related pension source deferred outflow and deferred inflow of resources, are not due and payable in the current period and therefore are not reported in the funds.	(2,948,634)
Net Position of Governmental Activities	$3,954,585

SNAKE RIVER SCHOOL DISTRICT NO. 52

Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2016

	General Fund	Medicaid Support Fund	Child Nutrition Fund	Debt Service Fund
Revenues				
Local Taxes	$754,077			$926,306
Other Local Revenue	175,498	$67,781	$116,197	
State Revenue	8,526,845			326,271
Federal Revenue	10,067		329,440	
Total Revenues	9,466,487	67,781	445,637	1,252,577
Expenditures				
Instructional Programs				
Elementary School	2,401,835			
Secondary School	2,292,670			
Vocational-Technical				
Special Education	416,389	212,849		
Special Education Preschool	71,784			
Interscholastic	145,233			
Support Service Programs				
Attendance - Guidance - Health	362,707			
Special Education Support Services	97,273	53,663		
Instruction Improvement	70,335			
Educational Media	302,089			
Instruction-Related Technology	198,483			
Board of Education	12,675			
District Administration	241,045			
School Administration	664,464			
Business Operation	86,263			4,500
Administrative Technology Service				
Buildings - Care	666,404			
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied	299,938			
Maintenance - Grounds				
Security	26,325			
Pupil-To-School Transportation	516,041			
Pupil-Activity Transportation	31,650			
General Transportation	6,830			
Non-Instructional Programs				
Child Nutrition	12,912		476,571	
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				867,857
Debt Service - Interest				351,781
Total Expenditures	8,923,345	266,512	476,571	1,224,138
Excess (Deficiency) of Revenues				
Over Expenditures	543,142	(198,731)	(30,934)	28,439
Other Financing Sources (Uses)				
Transfers In				
Transfers Out	(202,660)			
Total Other Financing Sources (Uses)	(202,660)	0	0	0
Net Change in Fund Balances	340,482	(198,731)	(30,934)	28,439
Fund Balances - Beginning	1,208,031	575,965	68,573	479,107
Fund Balances - Ending	$1,548,513	$377,234	$37,639	$507,546

SNAKE RIVER SCHOOL DISTRICT NO. 52

Statement of Revenues, Expenditures, and Changes in
Fund Balances - Governmental Funds
Year Ended June 30, 2016

	Capital Construction Fund	Plant Facilities Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Local Taxes		$489,734	$0	$2,170,117
Other Local Revenue	$628	1,180	14,935	376,219
State Revenue			441,129	9,294,245
Federal Revenue			897,597	1,237,104
Total Revenues	628	490,914	1,353,661	13,077,685
Expenditures				
Instructional Programs				
Elementary School		13,629	339,879	2,755,343
Secondary School		13,066	33,403	2,339,139
Vocational-Technical			35,936	35,936
Special Education			289,508	918,746
Special Education Preschool			16,307	88,091
Interscholastic			0	145,233
Support Service Programs				
Attendance - Guidance - Health			9,438	372,145
Special Education Support Services			45,892	196,828
Instruction Improvement			330,706	401,041
Educational Media			0	302,089
Instruction-Related Technology	480	40,000	128,468	367,431
Board of Education			0	12,675
District Administration		7,311	0	248,356
School Administration			0	664,464
Business Operation			0	90,763
Administrative Technology Service			72,007	72,007
Buildings - Care			0	666,404
Maintenance - Non-Student Occupied		400	0	400
Maintenance - Student Occupied		288,786	0	588,724
Maintenance - Grounds		126,823	0	126,823
Security			18,800	45,125
Pupil-To-School Transportation			0	516,041
Pupil-Activity Transportation			0	31,650
General Transportation			0	6,830
Non-Instructional Programs				
Child Nutrition			0	489,483
Community Services			1,990	1,990
Capital Assets - Student Occupied	24,773		0	24,773
Capital Assets - Non-Student Occupied			82,042	82,042
Debt Service - Principal			0	867,857
Debt Service - Interest			0	351,781
Total Expenditures	25,253	490,015	1,404,376	12,810,210
Excess (Deficiency) of Revenues Over Expenditures	(24,625)	899	(50,715)	267,475
Other Financing Sources (Uses)				
Transfers In			227,660	227,660
Transfers Out			(25,000)	(227,660)
Total Other Financing Sources (Uses)	0	0	202,660	0
Net Change in Fund Balances	(24,625)	899	151,945	267,475
Fund Balances - Beginning	198,012	127,960	288,316	2,945,964
Fund Balances - Ending	$173,387	$128,859	$440,261	$3,213,439

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

Net Change in Fund Balances - Total Governmental Funds	$267,475
Amounts reported for governmental activities in the statement of activities are different because:	
Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the excess of capital outlays over (under) depreciation expense in the current period.	(415,654)
Revenues in the statement of activities that do not provide current financial resources are deferred in the funds.	(19,725)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term debt in the statement of net position.	867,857
In the statement of activities, interest is accrued on long-term debt, but the expenditure is reported when due in the governmental funds.	4,375
Changes in net pension liability and related pension source deferred outflow and deferred inflow of resources do not provide or require current financial resources and therefore are not reflected in the funds.	270,593
Change in Net Position of Governmental Activities	$974,921

SNAKE RIVER SCHOOL DISTRICT NO. 52
Statement of Fiduciary Net Position
June 30, 2016

	Agency Funds - Student Activity
Assets	
Cash & Investments	$325,028
Total Assets	$325,028
Liabilities	
Due to Student Groups	$325,028
Total Liabilities	325,028
Net Position	
Total Net Position	0
Total Liabilities and Net Position	$325,028

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – Snake River School District No. 52 (the School) provides public school educational services as authorized by Section 33 of Idaho Code. The School's boundaries for taxing and school enrollment purposes are located within Bingham County.

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

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

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

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

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

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

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

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

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

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. Major governmental funds of the School include:

General Fund – The general fund is the School's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the Medicaid support fund, which accounts for Medicaid related funding and activities and the child nutrition fund, which serves to account for providing nutritional meals to students (including subsidized meals).

Debt Service Fund – The debt service fund is used to account for the accumulation of funds for the periodic payment of principal and interest on long term debt.

Capital Projects Funds – Capital projects funds are used to account for the acquisition of capital assets. Major capital project funds include the plant facilities fund, used to account for the maintenance of facilities and other capital assets, and the capital construction fund, used to account for the facility construction and betterments.

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore are not available to support School programs. The reporting focus is on net position and changes in net position and are reported using accounting principles similar to proprietary funds. Fiduciary funds of the School include:

Agency Funds – Agency funds are used to account for assets held by the School on behalf of students.

Basis of Accounting – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Activities in the government-wide and fiduciary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

Cash and Investments – Nearly all the cash and investment balances of the School's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is paid to the general fund unless Idaho Code specifies otherwise. Investments include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent measurement of investment value amongst pool participants. Investments also include the diversified bond fund and are stated at fair value using the market approach and Level 2 inputs (inputs other than quoted prices included in Level 1 that are observable for an asset, liability, either directly or indirectly). The fair value of the diversified bond fund is not the same as the value of its shares.

Receivables – Receivables are reported net of any estimated uncollectible amounts.

Inventories – Material supplies on hand at year end are stated at cost using the first-in, first-out method.

Capital Assets and Depreciation – Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method, except for certain transportation vehicles which use the declining balance method.

Compensated Absences – The School provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is deemed to be immaterial and, accordingly, no liability is recorded.

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

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

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

Fund Balance Classifications – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the School first utilizes restricted resources. When expenditures are incurred that qualify for either committed or assigned or unassigned resources, the School first utilizes committed resources then assigned resources before using unassigned resources.

Property Taxes – The School is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20th and June 20th. A lien is filed on real property three years from the date of delinquency.

Contingent Liabilities – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the School expects such amounts, if any, to be immaterial.

Interfund Activity – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses.

Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

Use of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Concentrations of Credit Risk – The School maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The School does not have a formal policy concerning concentrations of credit risk.

Risk Management – The School is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

Nonmonetary Transactions – Items received via food commodities programs are recognized at their stated fair market value.

Subsequent Events – Subsequent events were evaluated through the date of the auditor's report, which is the date the financial statements were available to be issued.

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

Cash - Deposits	$1,773,655
Investments - Local Government Investment Pool	2,109,094
Investments - Diversified Bond Fund	47,118
Total	$3,929,867

Deposits – At year end, the carrying amounts of the School's deposits were $1,773,655 and the bank balances were $1,849,861. Of the bank balances, $342,567 was insured, $1,154,371 was collateralized, and the remainder was uninsured and uncollateralized.

Change in fair value of investments (for investments that are recorded at fair value) during the year consists of the following:

Fair value - ending	$47,118
Plus proceeds from investments sold during the year	0
Less cost of investments purchased during the year	(838)
Less fair value - beginning	(45,314)
Total	$966

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

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. More information on the local governmental investment pool including regulatory information, restriction on withdrawals, and rating and risk information can be found at sto.idaho.gov. Government accounting standards board statements requires government entities to disclose credit quality ratings, concentration of credit risk, and interest rate risk on investment balances. Investments in the local government investment pool and diversified bond fund are, due to their nature, not required to be rated in terms of credit quality, and are excluded from the other disclosure requirements.

C. RECEIVABLES

Receivables consist of the following at year end:

	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	Total
Local Sources					
Local Taxes	$255,995		$326,556	$173,903	$756,454
Other Local Sources	40,485	$32		4,915	45,432
Total	$296,480	$32	$326,556	$178,818	$801,886
State Sources					
Foundation Program	$208,423				$208,423
Special Programs	45,441	$10,781			56,222
Total	$253,864	$10,781			$264,645
Federal Sources					
Special Programs		$409,569			$409,569
Total		$409,569			$409,569

D. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	$18,824			$18,824
Total	18,824	$0	$0	18,824
Depreciable Capital Assets				
Buildings	26,290,254	65,577		26,355,831
Equipment	671,585	50,189		721,774
Transportation	1,709,069	82,042	53,307	1,737,804
Subtotal	28,670,908	197,808	53,307	28,815,409
Accumulated Depreciation				
Buildings	10,071,615	527,117		10,598,732
Equipment	639,280	8,685		647,965
Transportation	1,295,934	77,660	53,307	1,320,287
Subtotal	12,006,829	613,462	53,307	12,566,984
Total	16,664,079	(415,654)	0	16,248,425
Net Capital Assets	$16,682,903	($415,654)	$0	$16,267,249

Depreciation expense was charged to the following programs:

Capital Assets - Student Occupied	$535,802
Pupil-To-School Transportation	77,660
Total	$613,462

E. LONG-TERM DEBT

At year end, the School's bonded debt was as follows:

	Outstanding
2009 - $5,000,000 - qualified school construction (QSC) bonds for capital improvements due in annual principal installments without interest (bondholders are compensated in the form of federal tax credits) through 2024/25, secured by future taxes, paid through the debt service fund	$3,085,715
2009 - $12,000,000 - general obligation bonds for capital improvements due in annual principal installments and semiannual interest payments with interest at 1.39% - 4.50% through 2028/29, secured by future taxes, paid through the debt service fund	9,480,000
Total	$12,565,715

Maturities on the bonds are estimated as follows:

Year Ended	Principal	Interest
6/30/17	$882,857	$338,475
6/30/18	892,857	324,163
6/30/19	907,857	308,125
6/30/20	927,857	290,143
6/30/21	942,857	268,637
6/30/22-26	4,966,430	963,186
6/30/27-29	3,045,000	185,169
Total	$12,565,715	$2,677,898

Changes in long-term debt are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
2009 Q.S.C. Bonds	$3,428,572		$342,857	$3,085,715	$342,857
2009 G.O. Bonds	10,005,000		525,000	9,480,000	540,000
Total	$13,433,572	$0	$867,857	$12,565,715	$882,857

Interest and related costs during the year amounted to $347,406 and were charged to the debt service – interest program.

F. PENSION PLAN

Plan Description

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

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Employee membership data related to the PERSI Base Plan, as of June 30, 2015 was as follows:

Active participants	67,008
Terminated and vested	42,657
Retirees and beneficiaries	11,859
Total	121,524

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for police and firefighters. As of June 30, 2015 it was 6.79% for general employees and 8.36% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.32% for general employees and 8.36% for police and firefighters. The School's contributions were $702,763 for the year ended June 30, 2016.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2016, the School reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of July 1, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School's proportion of the net pension liability was based on the School's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At July 1, 2015, the School's proportion was 0.2235148 percent.

For the year ended June 30, 2016, the School recognized pension expense (revenue) of $432,147. At June 30, 2016, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	**Deferred Inflows of Resources**
Differences between expected and actual experience		$352,842
Changes in assumptions or other inputs	$107,191	
Net difference between projected and actual earnings on pension plan investments	1,083,226	1,545,645
Employer contributions subsequent to the measurement date	702,763	
Total	$1,893,180	$1,898,487

$702,763 reported as deferred outflows of resources related to pensions resulting from School contributions made subsequent to the measurement date will be recognized as an addition to the plan pension expense or reduction of the plan pension revenue in the year ending June 30, 2017.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2014 the beginning of the measurement period ended June 30, 2015 is 5.5 years.

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

Year Ended	
6/30/17	($301,923)
6/30/18	(301,923)
6/30/19	(301,923)
6/30/20	219,143
6/30/21	(21,443)
Total	($708,069)

Actuarial Assumptions

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

The total pension liability in the July 1, 2015 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.25%
Salary increases	4.25 – 10.00%
Salary inflation	3.75%
Investment rate of return	7.10%, net of investment expenses
Cost-of-living adjustments	1%

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed in 2012 for the period July 1, 2007 through June 30, 2011 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The total pension liability as of June 30, 2015 is based on the results of an actuarial valuation date of July 1, 2015.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model 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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of January 1, 2014.

Asset Class	Index	Target Allocation	Long-Term Expected Real Rate of Return*
Core Fixed Income	Barclays Aggregate	30.00%	0.80%
Broad US Equities	Wilshire 5000 / Russell 3000	55.00%	6.90%
Developed Foreign Equities	MSCI ACWI ex USA	15.00%	7.55%
Assumed Inflation - Mean			3.25%
Assumed Inflation - Standard Deviation			2.00%
Portfolio Arithmetic Mean Return			8.42%
Portfolio Long-Term Expected Geometric Rate of Return			7.50%
Assumed Investment Expenses			0.40%
Long-Term Expected Geometric Rate of Return, Net of Investment Expenses			**7.10%**

*Arithmetic Return

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

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

The following presents the School's proportionate share of the net pension liability calculated using the discount rate of 7.10 percent, as well as what the School's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10 percent) or 1-percentage-point higher (8.10 percent) than the current rate:

	1% Decrease (6.10%)	**Current Discount Rate (7.10%)**	**1% Increase (8.10%)**
School's proportionate share of the net pension liability (asset)	$7,168,874	$2,943,326	($569,656)

Pension plan fiduciary net position

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

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

G. INTERFUND BALANCES AND TRANSFERS

Interfund balances at year end consist of the following:

	Due From Fund		
Due To Fund	Plant Facilities	Nonmajor Governmental	**Total**
General	$14,229	$113,491	$127,720
Total	$14,229	$113,491	$127,720

These interfund balances resulted from the time lag between when expenditures are incurred in a fund and when the fund is reimbursed for such expenditures.

Interfund transfers during the year consist of the following:

Fund	**Transfer In**	**Transfer Out**	**Purpose**
General		$202,660	Support, Depreciation
Nonmajor Governmental	$227,660	25,000	Support, Depreciation
Total	$227,660	$227,660	

REQUIRED SUPPLEMENTARY INFORMATION

SNAKE RIVER SCHOOL DISTRICT NO. 52

Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended June 30, 2016

General Fund	Budgeted Amounts (GAAP Basis) Original	Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Local Taxes	$746,000	$746,000	$754,077	$8,077	
Other Local Revenue	167,480	167,480	175,498	8,018	
State Revenue	8,377,319	8,377,319	8,526,845	149,526	
Federal Revenue	8,000	8,000	10,067	2,067	
Total Revenues	9,298,799	9,298,799	9,466,487	167,688	
Expenditures					
Instructional Programs					
Elementary School	2,488,540	2,488,540	2,401,835	86,705	
Secondary School	2,542,552	2,542,552	2,292,670	249,882	
Vocational-Technical	0	0	0		
Special Education	433,427	433,427	416,389	17,038	
Special Education Preschool	70,411	70,411	71,784	(1,373)	
Interscholastic	161,001	161,001	145,233	15,768	
Support Service Programs					
Attendance - Guidance - Health	365,017	365,017	362,707	2,310	
Special Education Support Services	103,571	103,571	97,273	6,298	
Instruction Improvement	85,300	85,300	70,335	14,965	
Educational Media	327,851	327,851	302,089	25,762	
Instruction-Related Technology	155,198	155,198	198,483	(43,285)	
Board of Education	19,150	19,150	12,675	6,475	
District Administration	281,130	281,130	241,045	40,085	
School Administration	842,966	842,966	664,464	178,502	
Business Operation	92,927	92,927	86,263	6,664	
Administrative Technology Service	0	0	0	0	
Buildings - Care	734,365	734,365	666,404	67,961	
Maintenance - Non-Student Occupied	0	0	0	0	
Maintenance - Student Occupied	185,257	185,257	299,938	(114,681)	
Maintenance - Grounds	0	0	0	0	
Security	27,000	27,000	26,325	675	
Pupil-To-School Transportation	638,800	638,800	516,041	122,759	
Pupil-Activity Transportation	41,690	41,690	31,650	10,040	
General Transportation	15,000	15,000	6,830	8,170	
Non-Instructional Programs					
Child Nutrition	13,900	13,900	12,912	988	
Community Services	0	0	0	0	
Capital Assets - Student Occupied	355,999	355,999	0	355,999	
Capital Assets - Non-Student Occupied	0	0	0	0	
Debt Service - Principal	0	0	0	0	
Debt Service - Interest	0	0	0	0	
Total Expenditures	9,981,052	9,981,052	8,923,345	1,057,707	*
Excess (Deficiency) of Revenues Over Expenditures	(682,253)	(682,253)	543,142	1,225,395	
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	
Transfers Out	(190,362)	(190,362)	(202,660)	(12,298)	*
Total Other Financing Sources (Uses)	(190,362)	(190,362)	(202,660)	(12,298)	
Net Change in Fund Balances	(872,615)	(872,615)	340,482	1,213,097	
Fund Balances - Beginning	872,615	872,615	1,208,031	335,416	
Fund Balances - Ending	$0	$0	$1,548,513	$1,548,513	

**Total expenditures (over) under appropriations are:* $1,045,409

SNAKE RIVER SCHOOL DISTRICT NO. 52
Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended June 30, 2016

Medicaid Support Fund	Budgeted Amounts (GAAP Basis) Original	Budgeted Amounts (GAAP Basis) Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Local Taxes	$0	$0	$0	$0	
Other Local Revenue	400,000	400,000	67,781	(332,219)	
State Revenue	0	0	0	0	
Federal Revenue	0	0	0	0	
Total Revenues	400,000	400,000	67,781	(332,219)	
Expenditures					
Instructional Programs					
Elementary School	0	0	0	0	
Secondary School	0	0	0	0	
Vocational-Technical	0	0	0		
Special Education	316,679	316,679	212,849	103,830	
Special Education Preschool	0	0	0	0	
Interscholastic	0	0	0	0	
Support Service Programs					
Attendance - Guidance - Health	0	0	0	0	
Special Education Support Services	83,321	83,321	53,663	29,658	
Instruction Improvement	0	0	0	0	
Educational Media	0	0	0	0	
Instruction-Related Technology	0	0	0	0	
Board of Education	0	0	0	0	
District Administration	0	0	0	0	
School Administration	0	0	0	0	
Business Operation	0	0	0	0	
Administrative Technology Service	0	0	0	0	
Buildings - Care	0	0	0	0	
Maintenance - Non-Student Occupied	0	0	0	0	
Maintenance - Student Occupied	0	0	0	0	
Maintenance - Grounds	0	0	0	0	
Security	0	0	0	0	
Pupil-To-School Transportation	0	0	0	0	
Pupil-Activity Transportation	0	0	0	0	
General Transportation	0	0	0	0	
Non-Instructional Programs					
Child Nutrition	0	0	0	0	
Community Services	0	0	0	0	
Capital Assets - Student Occupied	0	0	0	0	
Capital Assets - Non-Student Occupied	0	0	0	0	
Debt Service - Principal	0	0	0	0	
Debt Service - Interest	0	0	0	0	
Total Expenditures	400,000	400,000	266,512	133,488	*
Excess (Deficiency) of Revenues Over Expenditures	0	0	(198,731)	(198,731)	
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	
Transfers Out	0	0	0	0	*
Total Other Financing Sources (Uses)	0	0	0	0	
Net Change in Fund Balances	0	0	(198,731)	(198,731)	
Fund Balances - Beginning	0	0	575,965	575,965	
Fund Balances - Ending	$0	$0	$377,234	$377,234	

**Total expenditures (over) under appropriations are:* $133,488

SNAKE RIVER SCHOOL DISTRICT NO. 52
Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended June 30, 2016

Child Nutrition Fund	Budgeted Amounts (GAAP Basis) Original	Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Other Local Revenue	$136,792	$136,792	$116,197	($20,595)	
Federal Revenue	280,000	280,000	329,440	49,440	
Total Revenues	416,792	416,792	445,637	28,845	
Expenditures					
Non-Instructional Programs					
Child Nutrition	486,792	486,792	476,571	10,221	
Total Expenditures	486,792	486,792	476,571	10,221	*
Excess (Deficiency) of Revenues					
Over Expenditures	(70,000)	(70,000)	(30,934)	39,066	
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	
Transfers Out	0	0	0	0	*
Total Other Financing Sources (Uses)	0	0	0	0	
Net Change in Fund Balances	(70,000)	(70,000)	(30,934)	39,066	
Fund Balances - Beginning	70,000	70,000	68,573	(1,427)	
Fund Balances - Ending	$0	$0	$37,639	$37,639	

**Total expenditures (over) under appropriations are:* $10,221

SNAKE RIVER SCHOOL DISTRICT NO. 52

Schedule of Employer's Share of Net Pension Liability

PERSI - Base Plan

Last 10 - Fiscal Years*

	2016	2015
School's portion of the net pension liability	0.2235148%	0.2326591%
School's proportionate share of the net pension liability	$2,943,326	$1,712,735
School's covered-employee payroll	$6,208,154	$6,260,592
School's proportional share of the net pension liability as a percentage of its covered-employee payroll	47.41%	27.36%
Plan fiduciary net position as a percentage of the total pension liability	91.38%	94.95%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured using the beginning fiscal year measurement date (i.e. July 1).

SNAKE RIVER SCHOOL DISTRICT NO. 52

Schedule of Employer Contributions

PERSI - Base Plan

Last 10 - Fiscal Years*

	2016	2015
Statutorily required contribution	$702,763	$708,699
Contributions in relation to the statutorily required contribution	$702,763	$708,699
Contribution deficiency (excess)	$0	$0
School's covered-employee payroll	$6,208,154	$6,260,592
Contributions as a percentage of covered-employee payroll	11.32%	11.32%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10-year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of each year's fiscal year end.

SUPPLEMENTARY INFORMATION

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2016

	Special Revenue Funds			
	Limited English Proficiency	**Literacy Proficiency**	**SREF Grants**	**ISAT Remediation**
Assets				
Cash & Investments	$13,424	$63,033	$14,481	$21,443
Receivables:				
Local Sources				
State Sources				
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	$13,424	$63,033	$14,481	$21,443
Liabilities				
Accounts Payable				
Due To Other Funds				
Salaries & Benefits Payable	$8,447	$11,995		$9,481
Unspent Grant Allocation				
Total Liabilities	8,447	11,995	0	9,481
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs	4,977	51,038	14,481	11,962
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	4,977	51,038	14,481	11,962
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$13,424	$63,033	$14,481	$21,443

SNAKE RIVER SCHOOL DISTRICT NO. 52
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2016

	Special Revenue Funds			
	Driver Education	**Professional Technical**	**Technology**	**Substance Abuse**
Assets				
Cash & Investments	$18,613		$52,501	
Receivables:				
Local Sources				
State Sources		$10,781		
Federal Sources				
Due From Other Funds				
Inventory				
Total Assets	$18,613	$10,781	$52,501	$0
Liabilities				
Accounts Payable		$7,296	$14,955	
Due To Other Funds		3,485		
Salaries & Benefits Payable				
Unspent Grant Allocation				
Total Liabilities	0	10,781	14,955	0
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs	18,613		37,546	
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	18,613	0	37,546	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$18,613	$10,781	$52,501	$0

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Balance Sheet - Nonmajor Governmental Funds

June 30, 2016

	Special Revenue Funds			
	Title I-A ESEA IBP	**Title I-C ESEA EMC**	**Special Educ. IDEA Part B School-Age**	**Special Educ. IDEA Preschool**
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	$176,468	$10,547	$151,290	$13,685
Due From Other Funds				
Inventory				
Total Assets	$176,468	$10,547	$151,290	$13,685
Liabilities				
Accounts Payable				
Due To Other Funds	$50,843	$53	$25,114	$2,631
Salaries & Benefits Payable	55,328		48,932	2,528
Unspent Grant Allocation	70,297	10,494	77,244	8,526
Total Liabilities	176,468	10,547	151,290	13,685
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$176,468	$10,547	$151,290	$13,685

SNAKE RIVER SCHOOL DISTRICT NO. 52
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2016

	Special Revenue Funds			
	Title VI-B ESEA REAP	**Perkins III Professional Technical Act**	**Title III ESEA LILEP&I**	**Title II-A Improving Teacher Quality**
Assets				
Cash & Investments				
Receivables:				
Local Sources				
State Sources				
Federal Sources	$258	$25,588	$8,120	$23,613
Due From Other Funds				
Inventory				
Total Assets	$258	$25,588	$8,120	$23,613
Liabilities				
Accounts Payable		$3,162		
Due To Other Funds		22,426	$1,321	$7,618
Salaries & Benefits Payable			2,643	6,418
Unspent Grant Allocation	$258		4,156	9,577
Total Liabilities	258	25,588	8,120	23,613
Deferred Inflows of Resources				
Unavailable Tax Revenues				
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances				
Restricted:				
Special Programs				
Debt Service				
Capital Projects				
Nonspendable				
Unassigned				
Total Fund Balances	0	0	0	0
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$258	$25,588	$8,120	$23,613

SNAKE RIVER SCHOOL DISTRICT NO. 52
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2016

	Capital Projects Funds		
	Bus Depreciation	Lottery	Total
Assets			
Cash & Investments	$21,558	$275,171	$480,224
Receivables:			
Local Sources	4,915		4,915
State Sources			10,781
Federal Sources			409,569
Due From Other Funds			0
Inventory			0
Total Assets	$26,473	$275,171	$905,489
Liabilities			
Accounts Payable			$25,413
Due To Other Funds			113,491
Salaries & Benefits Payable			145,772
Unspent Grant Allocation			180,552
Total Liabilities	$0	$0	465,228
Deferred Inflows of Resources			
Unavailable Tax Revenues			0
Total Deferred Inflows of Resources	0	0	0
Fund Balances			
Restricted:			
Special Programs			138,617
Debt Service			0
Capital Projects	26,473	275,171	301,644
Nonspendable			0
Unassigned			0
Total Fund Balances	26,473	275,171	440,261
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$26,473	$275,171	$905,489

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Year Ended June 30, 2016

	Special Revenue Funds			
	Limited English Proficiency	**Literacy Proficiency**	**SREF Grants**	**ISAT Remediation**
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue	$42,185	$13,878		$25,893
Federal Revenue				
Total Revenues	42,185	13,878	$0	25,893
Expenditures				
Instructional Programs				
Elementary School	55,607		1,652	
Secondary School			1,000	
Vocational-Technical				
Special Education				
Special Education Preschool				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement		18,558		66,905
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	55,607	18,558	2,652	66,905
Excess (Deficiency) of Revenues				
Over Expenditures	(13,422)	(4,680)	(2,652)	(41,012)
Other Financing Sources (Uses)				
Transfers In	10,500	37,500		42,000
Transfers Out				
Total Other Financing Sources (Uses)	10,500	37,500	0	42,000
Net Change in Fund Balances	(2,922)	32,820	(2,652)	988
Fund Balances - Beginning	7,899	18,218	17,133	10,974
Fund Balances - Ending	$4,977	$51,038	$14,481	$11,962

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2016

	Special Revenue Funds			
	Driver Education	**Professional Technical**	**Technology**	**Substance Abuse**
Revenues				
Local Taxes				
Other Local Revenue	$9,020			
State Revenue	10,125	$35,936	$101,711	$23,948
Federal Revenue				
Total Revenues	19,145	35,936	$101,711	23,948
Expenditures				
Instructional Programs				
Elementary School				
Secondary School	20,343			
Vocational-Technical		35,936		
Special Education				
Special Education Preschool				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement				5,461
Educational Media				
Instruction-Related Technology			128,468	
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				18,800
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	20,343	35,936	128,468	24,261
Excess (Deficiency) of Revenues Over Expenditures	(1,198)	0	(26,757)	(313)
Other Financing Sources (Uses)				
Transfers In			35,000	
Transfers Out				
Total Other Financing Sources (Uses)	0	0	35,000	0
Net Change in Fund Balances	(1,198)	0	8,243	(313)
Fund Balances - Beginning	19,811	0	29,303	313
Fund Balances - Ending	$18,613	$0	$37,546	$0

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2016

	Special Revenue Funds			
	Title I-A ESEA IBP	**Title I-C ESEA EMC**	**Special Educ. IDEA Part B School-Age**	**Special Educ. IDEA Preschool**
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	$377,211	$19,842	$334,100	$17,607
Total Revenues	377,211	19,842	334,100	17,607
Expenditures				
Instructional Programs				
Elementary School	263,257	6,748		
Secondary School		260		
Vocational-Technical				
Special Education			289,508	
Special Education Preschool				16,307
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health		9,438		
Special Education Support Services			44,592	1,300
Instruction Improvement	111,964	3,396		
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services	1,990			
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	377,211	19,842	334,100	17,607
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	$0	$0	$0	$0

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2016

	Special Revenue Funds			
	Title VI-B ESEA REAP	Perkins III Professional Technical Act	Title III ESEA LILEP&I	Title II-A Improving Teacher Quality
Revenues				
Local Taxes				
Other Local Revenue				
State Revenue				
Federal Revenue	$38,652	$25,588	$23,201	$61,396
Total Revenues	38,652	25,588	23,201	61,396
Expenditures				
Instructional Programs				
Elementary School			11,401	1,214
Secondary School			11,800	
Vocational-Technical				
Special Education				
Special Education Preschool				
Interscholastic				
Support Service Programs				
Attendance - Guidance - Health				
Special Education Support Services				
Instruction Improvement	38,652	25,588		60,182
Educational Media				
Instruction-Related Technology				
Board of Education				
District Administration				
School Administration				
Business Operation				
Administrative Technology Service				
Buildings - Care				
Maintenance - Non-Student Occupied				
Maintenance - Student Occupied				
Maintenance - Grounds				
Security				
Pupil-To-School Transportation				
Pupil-Activity Transportation				
General Transportation				
Non-Instructional Programs				
Child Nutrition				
Community Services				
Capital Assets - Student Occupied				
Capital Assets - Non-Student Occupied				
Debt Service - Principal				
Debt Service - Interest				
Total Expenditures	38,652	25,588	23,201	61,396
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	0
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	0	0	0	0
Fund Balances - Beginning	0	0	0	0
Fund Balances - Ending	$0	$0	$0	$0

SNAKE RIVER SCHOOL DISTRICT NO. 52

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended June 30, 2016

	Capital Projects Funds		
	Bus Depreciation	Lottery	Total
Revenues			
Local Taxes			$0
Other Local Revenue	$5,915		14,935
State Revenue		$187,453	441,129
Federal Revenue			897,597
Total Revenues	5,915	187,453	1,353,661
Expenditures			
Instructional Programs			
Elementary School			339,879
Secondary School			33,403
Vocational-Technical			35,936
Special Education			289,508
Special Education Preschool			16,307
Interscholastic			0
Support Service Programs			0
Attendance - Guidance - Health			9,438
Special Education Support Services			45,892
Instruction Improvement			330,706
Educational Media			0
Instruction-Related Technology			128,468
Board of Education			0
District Administration			0
School Administration			0
Business Operation			0
Administrative Technology Service		72,007	72,007
Buildings - Care			0
Maintenance - Non-Student Occupied			0
Maintenance - Student Occupied			0
Maintenance - Grounds			0
Security			18,800
Pupil-To-School Transportation			0
Pupil-Activity Transportation			0
General Transportation			0
Non-Instructional Programs			0
Child Nutrition			0
Community Services			1,990
Capital Assets - Student Occupied			0
Capital Assets - Non-Student Occupied	82,042		82,042
Debt Service - Principal			0
Debt Service - Interest			0
Total Expenditures	82,042	72,007	1,404,376
Excess (Deficiency) of Revenues Over Expenditures	(76,127)	115,446	(50,715)
Other Financing Sources (Uses)			
Transfers In	102,660		227,660
Transfers Out		(25,000)	(25,000)
Total Other Financing Sources (Uses)	102,660	(25,000)	202,660
Net Change in Fund Balances	26,533	90,446	151,945
Fund Balances - Beginning	(60)	184,725	288,316
Fund Balances - Ending	$26,473	$275,171	$440,261

SNAKE RIVER SCHOOL DISTRICT NO. 52

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2016

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Pass-Through Entity Identifying Number	Federal Expenditures
US Dept of Agriculture			
Passed Through Idaho Dept of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553		$37,940
National School Lunch Program*	10.555		291,500
Total Child Nutrition Cluster			329,440
Total US Dept of Agriculture			329,440
US Dept of Education			
Direct Program:			
Impact Aid Cluster:			
Impact Aid	84.041		10,067
Total Impact Aid Cluster			10,067
Passed Through Idaho Dept of Education:			
Special Education Cluster:			
Special Education - Grants to States	84.027		334,100
Special Education - Preschool Grants	84.173		17,607
Total Special Education Cluster			351,707
Title I Grants to Local Educational Agencies	84.010		377,211
Migrant Education - State Grant Program	84.011		19,842
Career & Technical Education - Basic Grants to States	84.048		25,588
Rural Education	84.358		38,652
English Language Acquisition State Grants	84.365		23,201
Improving Teacher Quality State Grants	84.367		61,396
Total US Dept of Education			907,664
Total Expenditures of Federal Awards			$1,237,104

NOTES:

A. Basis of Presentation - The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of the School under programs of the federal government for the year ended June 30, 2016. 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* . Because the schedule presents only a selected portion of the operations of the School, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the School.

B. Summary of Significant Accounting Policies - Expenditures reported on the schedule are reported on the 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. The School has not elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

***C. Nonmonetary Assistance** - Included in the National School Lunch Program award is USDA food commodities stated at a fair market value of $52,346.

OTHER REPORTS AND SCHEDULES

Audits
Taxes
Special Services

Quest CPAs, P.C.
Quality Expertise Service Timeliness

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Payette, Idaho 83661
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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Board of Trustees
Snake River School District No. 52

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Snake River School District No. 52 (the School), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the School's basic financial statements, and have issued our report thereon dated August 11, 2016.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 School's internal control or compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School's internal control over financial reporting and compliance. Accordingly, this communication is not suitable for any other purpose.

Quest CPAs, P.C.

Payette, Idaho
August 11, 2016

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

Board of Trustees
Snake River School District No. 52

Report on Compliance for Each Major Federal Program

We have audited Snake River School District No. 52 (the School's) 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 School's major federal programs for the year ended June 30, 2016. The School's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the School's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations 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 School's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the School 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, 2016.

Report on Internal Control Over Compliance

Management of the School is responsible for establishing and maintaining effective internal control over compliance with the types of requirements referred to above. In planning and performing our audit of compliance, we considered the School's internal control over compliance with the requirements that could have a direct and material effect on a 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 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 School's internal control over compliance.

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

Quest CPAs, P.C.

Payette, Idaho
August 11, 2016

SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report being issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

FEDERAL AWARDS

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 2 CFR section 200.516(a)?	No
Major program identification: a. Child Nutrition Cluster – CFDA #10.553, 10.555	
Dollar threshold used to distinguish between type A and B programs:	$750,000
Auditee qualified as a low-risk auditee?	Yes

APPENDIX B

PROPOSED FORM OF OPINION OF BOND COUNSEL

Upon the delivery of the 2016 Bonds, Hawley Troxell Ennis & Hawley LLP, Bond Counsel, proposes to issue their final approving opinion in substantially the following form:

(The remainder of this page has been intentionally left blank.)

HAWLEY TROXELL

ATTORNEYS AND COUNSELORS

Hawley Troxell Ennis & Hawley LLP
877 Main Street, Suite 1000
P.O. Box 1617
Boise, Idaho 83701-1617
208.344.6000
www.hawleytroxell.com

[Date of Delivery]

Board of Trustees
School District No. 52, Bingham County, State of Idaho
103 S. 900 W.
Blackfoot, ID 83221

Re: *School District No. 52, Bingham County, State of Idaho*
General Obligation Refunding Bonds, Series 2016

This is to certify that we have acted as Bond Counsel in connection with the issuance by School District No. 52, Bingham County, State of Idaho (the “District”), of its General Obligation Refunding Bonds, Series 2016, in the principal amount of $__________ (the “Bonds”), dated the date hereof, and issued pursuant to a Resolution of the District adopted August 17, 2016 (the “Delegation Resolution”) and the Certificate as to Pricing and Related Matters dated ________________, 2016 (the “Pricing Certificate”), authorized pursuant to the Delegation Resolution (the Delegation Resolution together with the Pricing Certificate, the “Resolution”). We have examined the Constitution and laws of the State of Idaho and such certified proceedings and other papers as we deem necessary to render this opinion.

Our services as Bond Counsel have been limited to the preparation of the legal proceedings and supporting certificates authorizing the issuance of the Bonds under the applicable laws of the State of Idaho and to a review of the transcript of such proceedings and certifications. As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify the same by independent investigation. Our examination has been limited to the foregoing as they exist or are in effect as of the date hereof. Our opinion is limited to the matters expressly set forth herein, and we express no opinion concerning any other matters.

The Bonds bear interest from their date at the rates per annum payable pursuant to the provisions of the Resolution, and mature on the dates in each of the designated years and in the principal amounts set forth below:

September 1 Year	Amount Maturing	Interest Rate (Per Annum)
2017		
2018		
2019		
2020		
2021		
2022		
2023		
2024		
2025		
2026		
2027		
2028		

The Bonds are issuable as fully registered bonds in the denomination of $5,000 or any integral multiple thereof. The Bonds are not subject to optional call and redemption prior to maturity.

The Bonds are being issued under the authority of chapter 11 of Title 33, chapters 2, 5 and 9 of Title 57 and Section 57-504, Idaho Code, as amended, for the purpose of refunding $_________ aggregate principal amount of the District's outstanding General Obligation Bonds, Series 2009B (the "Refunded Bonds"). The District has directed Zions Bank, a division of ZB, National Association, Corporate Trust Department, Boise, Idaho, as Escrow Agent, to apply a portion of the proceeds of the sale of the Bonds, together with other available funds of the District, if applicable, to the purchase of certain obligations of the United States of America (the "Defeasance Securities") as set forth in Attachment I to the Escrow Agreement dated ________, 2016, between the District and Escrow Agent (the "Escrow Agreement"), and deposit such Defeasance Securities together with a cash deposit in trust in an escrow account created under the Escrow Agreement. Under the Escrow Agreement, the Escrow Agent will apply the principal of the Defeasance Securities and the interest thereon, together with the cash deposit, to the payment of principal of and interest on the Refunded Bonds as such principal and interest become due thereon pursuant to stated maturity or call for redemption.

We have relied upon an accountant's report of Grant Thornton LLP, Certified Public Accountants, as to the accuracy of the mathematical computations concerning the adequacy of the maturing principal of and interest on the Defeasance Securities, together with the cash deposit, to pay when due pursuant to stated maturity or call for redemption principal of and interest on the Refunded Bonds. We have relied on calculations made by Zions Public Finance, Inc., as municipal advisor, for the calculation of the yield on the Bonds and the present value savings in debt service to be realized by the District as a result of refunding the Refunded Bonds.

Based upon the foregoing, we are of the opinion that, under existing law:

1. The Resolution has been duly adopted and authorized by the District's Board of Trustees and constitutes a legal, valid, and binding agreement of the District, enforceable against the District in accordance with its terms, except as such enforceability may be limited by laws relating to bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights generally from time to time in effect and from the application of general principles of equity and public policy limitations on the exercise of any rights to indemnification and contribution.

2. The Bonds have been duly authorized, executed, and delivered under the Constitution and the laws of the State of Idaho.

3. The Bonds are valid and legally binding general obligations of the District, enforceable in accordance with their terms except to the extent such enforcement is limited by the bankruptcy laws of the United States of America and by the reasonable exercise of the sovereign police power of the State of Idaho.

4. Provision has been made for the levy and collection each year of ad valorem taxes on all the taxable property within the District sufficient to pay the principal of and interest on the Bonds as the same become due, and all of the taxable property in the District is subject to the levy of ad valorem taxes to pay the same without limitation as to rate or amount.

5. The interest on the Bonds is not includable in gross income of the owners of the Bonds for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals and corporations; it should be noted, however, that for the purpose of computing the alternative minimum tax imposed on corporations (as defined for federal income tax purposes), such interest is taken into account in determining adjusted current earnings. The foregoing opinion set forth in this paragraph 5 assumes that the District will comply with certain covenants in the Resolution relating to requirements of the Internal Revenue Code of 1986, as amended.

6. To the extent that interest on the Bonds is not includable in gross income of the owners thereof for federal income tax purposes, interest on the Bonds is exempt from taxes imposed by the Idaho Income Tax Act, as amended.

7. The District has designated the Bonds as "qualified tax-exempt obligations" within the meaning of Section 265(b)(3) of the Code.

8. Based upon the certificate of eligibility issued to the District by the Treasurer of the State of Idaho, payment of the interest and the principal of the Bonds when due is guaranteed by the sales tax collected by the State of Idaho under the provisions of the Idaho School Bond Guaranty Act, Title 33, chapter 53, Idaho Code. Based upon the certificate of approval of credit

enhancement issued to the District by the State of Idaho Endowment Fund Investment Board, payment of the principal of and interest on the Bonds when due is further guaranteed by the school district bond credit enhancement program under Title 57, chapter 7, Idaho Code.

9. Upon the issuance of the Bonds and the application of the proceeds thereof to refund the Refunded Bonds in accordance with the Resolution and the Escrow Agreement, the Refunded Bonds shall be deemed duly paid and discharged for the purposes of the indebtedness limitation contained in Section 33-1103, Idaho Code, and all other purposes.

It is to be understood that the rights of the holders of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable, and their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

Ownership of tax-exempt obligations, including the Bonds, may result in collateral federal income tax consequences to certain taxpayers. Prospective purchasers of the Bonds should consult their own tax advisors as to the applicability of any such collateral consequences.

Very truly yours,

HAWLEY TROXELL ENNIS & HAWLEY LLP

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APPENDIX C

PROPOSED FORM OF INFORMATION REPORTING AGREEMENT

SCHOOL DISTRICT NO. 52, BINGHAM COUNTY, STATE OF IDAHO

INFORMATION REPORTING AGREEMENT

$__________ initial principal amount of General Obligation Refunding Bonds, Series 2016, dated _________, 2016 (the "Bonds"), of School District No. 52, Bingham County, State of Idaho (the "Issuer") and issued pursuant to a Resolution authorizing the issuance and providing for the sale of the Bonds (the "Resolution")

THIS INFORMATION REPORTING AGREEMENT (the "Agreement") is executed and delivered by the Issuer and Zions Public Finance, Inc. (also known for purposes of this Agreement as the "Disclosure Agent") as of the date set forth below in order for the Issuer to authorize and direct the Disclosure Agent, as the agent of the Issuer, to make certain information available to the public in compliance with Section (b)(5)(i) of Rule 15c2-12, as hereinafter defined.

WITNESSETH:

1. **Background**. The Issuer has issued the Bonds pursuant to the Resolution. The CUSIP number assigned to the final maturity of the Bonds is 090365___.

2. **Appointment of Disclosure Agent**. The Issuer hereby appoints the Disclosure Agent, and any successor Disclosure Agent acting as such under the Resolution, as its agent under this Agreement to disseminate the financial information and notices furnished by the Issuer hereunder in the manner and at the times as herein provided and to discharge the other duties assigned.

3. **Information to be Furnished by the Issuer**. The Issuer hereby covenants for the benefit of the registered and beneficial owners of the Bonds that, as long as the Bonds are outstanding under the Resolution, the Issuer will deliver the following information to the Disclosure Agent:

a. Within 180 days after the end of the Issuer's fiscal year (no later than December 27 of each year), the audited financial statements of the Issuer prepared in accordance with generally-accepted accounting principles, together with the report thereon of the Issuer's independent auditors, beginning with fiscal year ending June 30, 2017. If audited financial statements are not available by the time specified herein, unaudited financial statements will be provided and audited financial statements will be provided when, and if, available. The Issuer shall include with each submission a written representation addressed to the Disclosure Agent to the effect that the financial statements are the financial statements required by this Agreement and that they comply with the applicable requirements of this Agreement. For the purposes of determining whether information received from the Issuer is the required financial statements, the Disclosure Agent shall be entitled conclusively to rely on the Issuer's written representation made pursuant to this Section.

b. Within 180 days after the end of the Issuer's fiscal year (no later than December 27 of each year), the other financial, statistical and operating data for said fiscal year of the Issuer in the form and scope similar to the financial, statistical and operating data contained in the Issuer's Official Statement, specifically the tables and/or information contained under the following headings and subheadings of the Official Statement reflected on the below-referenced pages of the Official Statement:

THE DISTRICT

- District Enrollment and Average Daily Attendance - Historical and Projected Average Daily Attendance and Enrollment - page __

DEBT STRUCTURE OF THE DISTRICT

- Outstanding General Obligation Bonded Indebtedness - page __
- Overlapping General Obligation Debt - page __

FINANCIAL INFORMATION REGARDING THE DISTRICT

- Financial Summaries- pages _____

TAXES AND STATE FUNDING

- Historical Tax Rates- page __
- Market Value of Property of the District- page __
- Tax Collection Record of the District- page __
- The Largest Taxpayers of the District- page __

STATE OF IDAHO SCHOOL FINANCE

- State Support to the District- page __

c. The Disclosure Agent shall provide notice to the Issuer of its requirement to provide the information listed in Sections 3.a. and 3.b. at least thirty (30) days prior to the date such information is to be provided to the Disclosure Agent by the Issuer. Any or all of the items listed above in Sections 3.a. or 3.b. may be incorporated by reference from other documents, including official statements of debt issues of the Issuer which have been previously submitted to the Repository or the SEC. If the document incorporated by reference is a final official statement, it must be available from the MSRB. The Issuer shall clearly identify each such document incorporated by reference.

d. Within ten (10) business days after the occurrence of the event, written notice of any of the following events with respect to the Bonds:

(1) Principal and interest payment delinquencies;

(2) Nonpayment-related defaults, if material;

(3) Unscheduled draws on debt service reserves reflecting financial difficulties;

(4) Unscheduled draws on credit enhancements reflecting financial difficulties;

(5) Substitution of credit or liquidity providers, or their failure to perform;

(6) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the security, or other material events affecting the tax status of the security;

(7) Modifications to rights of security holders, if material;

(8) Bond calls, if material, and tender offers:

(9) Defeasances;

(10) Release, substitution or sale of property securing repayment of the securities, if material;

(11) Rating changes;

(12) Bankruptcy, insolvency, receivership or similar event of the obligated person;[1]

(13) The consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

---

1 For the purposes of the event identified in paragraph (12) above, the event is considered to occur when any of the following occur: The appointment of a receiver, fiscal agent or similar officer for an obligated person in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the obligated person, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the obligated person.

(14) Appointment of a successor or additional trustee or the change of name of a trustee, if material; and

(15) In a timely manner, notice of a failure of the Issuer or the obligated person to provide the required annual financial information specified in Sections 3.a. and 3.b. above, on or before the date specified therein, in the form attached hereto as Exhibit A.

e. Although the Disclosure Agent disclaims any affirmative obligation to monitor occurrences affecting the Issuer, the Disclosure Agent shall promptly advise the Issuer whenever, in the course of performing its duties under the Resolution, the Disclosure Agent identifies an occurrence which would require the Issuer to provide a notice of the occurrence of any of the events listed in Section 3.d. above; provided that the failure of the Disclosure Agent so to advise the Issuer of such occurrence shall not constitute a breach by the Disclosure Agent of any of its duties and responsibilities hereunder. The Disclosure Agent shall only send notice of such event listed in Section 3.d above to the Repository if such written notice is provided to it by the Issuer, and in no event shall the Disclosure Agent be required to determine the materiality of such event.

4. Manner and Time by Which Information is to be made Public by the Disclosure Agent.

a. The information required to be delivered to the Disclosure Agent pursuant to Sections 3.a. and 3.b. hereof shall be referred to as the Continuous Disclosure Information (the "Continuous Disclosure Information"), and the notices required to be delivered to the Disclosure Agent pursuant to Section 3.d. hereof shall be referred to as the Event Information (the "Event Information").

b. After the receipt of any Continuous Disclosure Information or any Event Information, the Disclosure Agent will deliver the information as provided in the following Section 4.c.

c. It shall be the Disclosure Agent's duty

(1) to deliver the Continuous Disclosure Information to the Repository once it is received from the Issuer not later than ten (10) business days after receipt thereof; and

(2) to deliver the Event Information to the Repository immediately upon receipt from the Issuer and in any event, not more than two (2) business days following receipt from the Issuer.

d. The Disclosure Agent shall have no duty or obligation to disclose to the Repository any information other than (i) Continuous Disclosure Information that the Disclosure Agent actually has received from the Issuer and (ii) Event Information about which the Disclosure Agent has received written notice from the Issuer. Any such disclosures shall be required to be made only as and when specified in this Agreement. The Disclosure Agent's duties and obligations are only those specifically set forth in this Agreement, and the Disclosure Agent shall have no implied duties or obligations.

e. All Continuous Disclosure Information and Event Information, or other financial information and notices pursuant to this undertaking are to be provided to the Repository in electronic PDF format (word-searchable) as prescribed by the MSRB. All documents provided to the MSRB pursuant to this undertaking must be accompanied by identifying information as prescribed by the MSRB.

5. Indemnification.

a. The Disclosure Agent shall have no obligation to examine or review the Continuous Disclosure Information or the Event Information and shall have no liability or responsibility for the form of or the accurateness or completeness of, the Continuous Disclosure Information or the Event Information disseminated by the Disclosure Agent hereunder. The Continuous Disclosure Information shall contain a legend to such effect. The Disclosure Agent's duties under this Agreement are ministerial in nature.

b. The Issuer hereby agrees to hold harmless and to indemnify the Disclosure Agent, its employees, officers, directors, agents and attorneys from and against any and all claims, damages, losses, liabilities, reasonable costs and expenses whatsoever (including attorneys' fees and expenses, whether incurred before trial, at trial, or on appeal, or in any bankruptcy or arbitration proceedings), which may be incurred by the Disclosure Agent by reason of or in connection with the disclosure of information in accordance with this Agreement, except to the extent such claims, damages, losses, liabilities, costs or expenses result directly from the willful or negligent conduct of the Disclosure Agent in the performance of its duties under this Agreement. This Section 5.b shall survive the termination of the Agreement, payment of the Bonds and the removal and resignation of the Disclosure Agent. In no event shall Disclosure Agent be liable for special, indirect, or consequential losses or damages of any kind whatsoever (including but not limited to lost profits) even if Disclosure Agent has previously been advised of such losses and damages.

6. Compensation. The Issuer hereby agrees to compensate the Disclosure Agent for the services provided and the expenses incurred pursuant to this Agreement in an amount to be agreed upon from time to time hereunder.

7. Enforcement. The obligations of the Issuer under this Agreement shall be for the benefit of the registered and beneficial holders of the Bonds. Any holder of the Bonds then outstanding, including any Beneficial Owner of the Bonds (as defined in the Resolution), may enforce specific performance of such obligations by any judicial proceeding available. However, any failure by the Issuer to perform in accordance with this Agreement shall not constitute a default under the Resolution.

This Agreement shall inure solely to the benefit of the Issuer, the Disclosure Agent and the holders and beneficial owners from time to time of the Bonds and shall create no rights in any other person or entity.

8. **Definitions**. As used herein, the following terms shall have the following meanings:

"MSRB" shall mean the Municipal Securities Rulemaking Board.

“obligated person” as defined in Rule 15c2-12 shall mean any person, including an issuer of municipal securities, who is either generally or through an enterprise, fund, or account of such person committed by contract or other arrangement to support payment of all, or part of the obligations on the municipal securities to be sold in the offering (other than providers of municipal bond insurance, letters of credit, or other liquidity facilities.

"Official Statement" shall mean the final official statement relating to the Bonds dated ____________, 2016.

"Repository" shall mean MSRB through its Electronic Municipal Market Access system (“EMMA”) at http://emma.msrb.org, or such other nationally recognized municipal securities information repository recognized by the SEC from time to time pursuant to the Rule, the identity of which will be provided to the Disclosure Agent by the Issuer as required.

"Rule 15c2-12" shall mean Rule 15c2-12 promulgated by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time.

"SEC" shall mean the Securities and Exchange Commission.

9. **Amendments and Termination**. This Agreement may be amended with the mutual agreement of the Issuer and the Disclosure Agent and without the consent of any registered or beneficial holders of the Bonds under the following conditions and upon receipt of an opinion of nationally recognized bond counsel delivered to the Disclosure Agent opining as to the following:

a. the amendment is made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature, or status of the obligated person or type of business conducted;

b. this Agreement, as amended, would have complied with the requirements of Rule 15c2-12 at the time of the primary offering, after taking into account any amendments or interpretations of Rule 15c2-12, as well as any change in circumstances; and

c. the amendment does not materially impair the interests of holders of the Bonds, as determined by parties unaffiliated with the Issuer (such as the Disclosure Agent or nationally recognized bond counsel).

Any party to this Agreement may terminate this Agreement by giving written notice of an intent to terminate to the other parties at least thirty (30) days prior to such termination, provided that no such termination shall relieve the obligation of the Issuer to comply with Rule 15c2-12(b)(5) either through a successor agent or otherwise.

The Disclosure Agent may resign as Disclosure Agent by giving written notice of intent to resign to the Issuer at least ninety (90) days prior to resignation.

The undertaking contained in this Agreement shall be in effect from and after the issuance and delivery of the Bonds and shall extend to the earlier of (i) the date all principal and interest on the Bonds shall have been paid in full pursuant to the terms of the Resolution; (ii) the date that the Issuer shall no longer constitute an "obligated person" within the meaning of Rule 15c2-12; or (iii) the date on which those portions of Rule 15c2-12 that require this written undertaking (a) are held to be invalid by a court of competent jurisdiction in a nonappealable action, (b) have been repealed retroactively, or (c) in the opinion of counsel who is an expert in federal securities laws, acceptable to the Issuer or the Disclosure Agent, otherwise, do not apply to the Bonds. The Issuer shall notify the Repository if this Agreement is terminated pursuant to (iii), above.

10. **Successor Disclosure Agent**. Upon the transfer of the duties created under the Resolution from the current Disclosure Agent to a successor Disclosure Agent, such successor Disclosure Agent shall succeed to the duties under this Agreement without any further action on the part of any party, and the then current Disclosure Agent shall have no further duties or obligations upon the transfer to a successor Disclosure Agent. Such Successor Disclosure Agent may terminate this Agreement or cause it to be amended as provided in section 9.

11. **Additional Information**. Nothing in this Agreement shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Agreement or any other means of communication, or including any other information in any Continuous Disclosure Information or Event Information, in addition to that which is required by this Agreement. If the Issuer chooses to include any information in any Continuous Disclosure Information or Event Information, in addition to that which is specifically required by this Agreement, the Issuer shall have no obligation under this Agreement to update such information or include it in any future Continuous Disclosure Information or Event Information.

12. **Notices**. Notices and the required information under this Agreement shall be given to the parties at their addresses set forth below under their signatures or at such places as the parties to this Agreement may designate from time to time.

13. **Counterparts**. This Agreement may be executed in one or more counterparts, and each such instrument shall constitute an original counterpart of this Agreement.

14. **Governing Law**. This Agreement shall be governed by the laws of the State of Idaho.

IN WITNESS WHEREOF, the Issuer and the Disclosure Agent have caused this Agreement to be executed and delivered by a duly authorized officer of each of them, all as of this ____ day of _____________, 2016.

ISSUER:	SCHOOL DISTRICT NO. 52, BINGHAM COUNTY, STATE OF IDAHO
	By ________________________________ Chairman, Board of Trustees
DISCLOSURE AGENT:	ZIONS PUBLIC FINANCE, INC.
	By ________________________________ Vice President

EXHIBIT A

NOTICE TO MSRB OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer/ Obligated Person:	School District No. 52, Bingham County, State of Idaho
Name of Bond Issue	General Obligation Refunding Bonds, Series 2016 $__________ Dated: ____________, 2016
Date of Issuance	_______________, 2016
CUSIP Number:	___________

NOTICE IS HEREBY GIVEN that the Issuer/Obligated Person has not provided an Annual Report with respect to the above-named Bonds as required by the Information Reporting Agreement (the "Disclosure Agreement") between the Issuer and Zions Public Finance, Inc., as Disclosure Agent dated the date of issuance. The Issuer has notified the Disclosure Agent that it anticipates that the Annual Report will be filed on or about ______________.

Dated: ________________

ZIONS PUBLIC FINANCE, INC., as Disclosure Agent, on behalf of the Issuer

By:________________________________
Title:______________________________

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APPENDIX D

BOOK–ENTRY SYSTEM

DTC, the world's largest securities depository, is a limited–purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non–U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post–trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book–entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non–U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly–owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non–U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has an S&P rating of "AA+". The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at dtcc.com.

Purchases of 2016 Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the 2016 Bonds on DTC's records. The ownership interest of each actual purchaser of each 2016 Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the 2016 Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in 2016 Bonds, except in the event that use of the book–entry system for the 2016 Bonds is discontinued.

To facilitate subsequent transfers, all 2016 Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of 2016 Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the 2016 Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such 2016 Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of 2016 Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the 2016 Bonds, such as redemptions, tenders, defaults, and proposed amendments to the bond documents. For example, Beneficial Owners of 2016 Bonds may wish to ascertain that the nominee holding the 2016 Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the 2016 Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to 2016 Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the 2016 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions and dividend payments on the 2016 Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detailed information from the District or the Paying Agent, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of distributions and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or the Paying Agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the 2016 Bonds at any time by giving reasonable notice to the District or the Paying Agent. Under such circumstances, in the event that a successor depository is not obtained, 2016 Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book–entry–only transfers through DTC (or a successor securities depository). In that event, 2016 Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book–entry system has been obtained from sources that the District believes to be reliable, but the District takes no responsibility for the accuracy thereof.

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