

cPa DIXON, WALLER & CO., INC.

BACA COUNTY SCHOOL

DISTRICT NUMBER RE-1

WALSH, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2016

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DIXON, WALLER & CO., INC.

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FINANCIAL STATEMENTS
JUNE 30, 2016

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BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
ROSTER OF SCHOOL OFFICIALS
June 30, 2016

BOARD OF EDUCATION

Todd Randolph	President
James Dubois	Vice-President
Tim Hume	Treasurer
Janiese Alton	Secretary
Ben Acre	Member

SCHOOL OFFICIALS

Kyle Hebbard	Superintendent
Tressa Turner	Business Manager
Kylene Smith	Business Manager

FINANCIAL SECTION

164 E. MAIN
TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT

Board of Education
Baca County School District Number RE-1
Walsh, Colorado 81090

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Baca County School District Number RE-1, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Baca County School District Number RE-1, 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 management's discussion and analysis, budgetary comparison information and pension trend data on pages i through xi and 33 through 38 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Baca County School District Number RE-1's basic financial statements. The combining and individual fund financial statements, other schedules and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Dufon, Waller & Co., Inc.

Trinidad, Colorado
November 29, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

Walsh School District RE-1

P.O. Box 68
Walsh, CO 81090
(719) 324-5400

Home of the



EAGLES

Management's Discussion & Analysis

2015-2016

WALSH SCHOOL DISTRICT RE-1

Financial Statement

Management's Discussion and Analysis for 2015/2016

in compliance with GASB 34 law

The following document offers readers a narrative look at the annual financial status of the district. This narrative should be considered in conjunction with the audited annual financial statements.

Included are the assumptions, highlights, and the financial position of the district as a result of the year's operation for the following funds:

General Fund – 10

Colorado Preschool Fund - 19

Governmental/Designated Purpose Grant Fund – 22

Insurance Reserve - 18

Food Service Fund - 21

Walsh School District RE-1

Management's Discussion and Analysis

The discussion and analysis of Walsh School District RE-1's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should review the information presented here in conjunction with the notes to the basic financial statements and the financial statements to enhance their understanding of the District's performance.

The Management Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standard Board (GASB) in their Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, issued in June 1999. The GASB requires certain comparative information between the current year and the prior year to be presented in the MD&A.

The District was required to implement GASB 68 in 2015. The net pension liability is \$3,864,176 at June 30, 2016. Under GASB 68 the District's proportionate share of the net pension liability of the Colorado state retirement system, the Public Employees Retirement Association, is recorded as a liability of the District. At implementation beginning equity was restated and deferred inflows, outflows and the net pension liability were reported. Beginning net position of governmental activities decreased as a result of this change.

Financial Highlights

- The assets and deferred outflows of Walsh School District RE-1 was less than its liabilities and deferred inflows at the close of June 30, 2016 by -\$126,053 (net position) as reported in the financial statements.
- The District's governmental total net position decreased by \$64,771 as restated over the prior fiscal year.

- Expenses from governmental activities of \$2,423,175; were offset by program specific charges, grants and contributions of \$327,055. General revenues including property taxes and state equalization amounted to \$2,142,417.
- The General Fund reported a fund balance of \$2,381,143 at the close of June 30, 2016, an increase of \$212,801 from 2015. The overall total of all governmental funds balance was \$2,390,605 an increase of \$214,400 over the \$2,176,205 restated for 2015. The increase in balance was a result of revenue exceeding expenditure due largely to voter approval of a mill levy override for the district. The District strives to adopt a balanced budget which will both meet and exceed the needs of the students and still help provide a stable foundation for the District.

Overview of the Financial Statements

The Walsh School District RE-1 basic financial statements are comprised of three components:

1. Government-wide financial statements – focusing on long-term and short-term information about the District’s overall financial status including the General Fund, Insurance Reserve, CPP Fund, Designated Grant Fund, Food Service Fund, and Activity Fund.
2. Fund financial statements – focusing on individual parts of the government, reporting the District’s operations in more detail than the government-wide statements.
3. Notes to the financial statements – required supplemental information that further explains and supports the information in the financial statements.

This report also contains other supplemental information in addition to the basic financial statements themselves.

Government-wide Statements

The financial statements provided are designed to supply the reader an overview of the District’s financial activities similar to those statements used in the private sector. The government-wide statements relate to those activities directly related to the education of the students. The statement of net position includes all of the government’s assets, liabilities and deferred flows. All of the current year’s revenues and expenses are accounted for in the statement of activities.

The two government-wide statements report the District's net position and how it has changed. Net position, the difference between the District's assets, liabilities and deferred flows, is one indicator of the District's financial health. Reporting on Net position includes the Walsh School District's share of the overall PERA pension liability. Overtime, increases or decreases in the District's net position measure whether the financial health is improving or deteriorating. Readers also need to take into account additional non-financial factors in rating the district overall such as changes in the District's tax base, student enrollment, and overall condition of buildings.

The government-wide financial statements of the District include the Governmental activities. Most of the District's basic services are included within, such as instruction, support, general administration, and capital outlay. The statements also indicate that funding for these services come primarily from state equalization, property tax, and grant source.

Fund Financial Statements

Fund financial statements are designed to display compliance with finance-related legal requirements. A fund is a grouping of related accounts designed to keep control over resources segregated for specific activities or objectives. The Walsh School District, like other governments, uses fund accounting to guarantee and prove compliance. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds

Governmental funds account for the same functions reported as governmental activities in the government-wide financial statements. However, governmental fund financial statements emphasize short-term financial resources and fund balances (resources available to spend at the end of the fiscal year). Such information is used to evaluate the District's short-term financing requirements. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. Comparison of the governmental funds with the government-wide funds may allow the reader to better understand the long-term impact of the District's near-term financing decisions.

Walsh School District maintains the following fund types:

- General Fund – accounts for all financial resources except for those legally required to be accounted for separately.
- Colorado Preschool Project Fund (CPP) – accounts for all financial resources related to preschool students identified by the CPP program and is reported as part of the General Fund
- Designated Purpose Grants Fund – accounts for all financial resources tied to specific grant funding.
- Insurance Reserve Fund – accounts for all financial resources legally restricted for specific insurance purposes and is reported as part of the General Fund.

- Pupil Activity Fund – accounts for all financial resources held by special interest groups such as clubs, organizations, and classes.
- Food Service Special Revenue Fund – accounts for all financial resources related to the operation of the school lunch program.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements.

Required Supplementary Information

The District adopts an annual appropriated budget for each of the individual governmental funds. A budgetary comparison schedule for the general fund is included in the fund financial statements to demonstrate compliance with the adopted budget. Also included are the remaining governmental funds budgetary comparisons are reported as other supplemental information.

Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Walsh School District, government type liabilities exceeded assets by -\$126,053 at the close of business June 30, 2016. This is a decrease of net position of \$-64,771 over the prior year total of -\$61,282 as restated.

Walsh School District's reported assets consist of current assets of \$2,589,665 and capital assets of \$924,393. Current assets consist of cash and cash equivalents (98%), primarily in the general fund. The ratio of Current Assets to Current Liabilities of 15 to 1 indicates the District's ability to meet current obligations.

The District's total net position on June 30, 2016 was -\$126,053. This includes, \$923,995 reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

Statement of Net Position

	Governmental Activities 2015-2016	Total 2015-2016	Governmental Activities 2014-15	Business Type Activities 2014-15	Total 2014-15
ASSETS					
Current & Other Assets	2,589,665	2,589,665	2,369,659	0	2,369,659
Capital Assets	924,393	924,393	938,168	0	938,168
TOTAL ASSETS	3,514,058	3,514,058	3,307,827	0	3,307,827
DEFERRED OUTFLOWS	523,094	523,094	166,532	0	166,532
LIABILITIES					
Current Liabilities	173,930	173,930	163,462	0	163,462
Long-term Liabilities	3,864,574	3,864,574	3,371,974	0	3,371,974
TOTAL LIABILITIES	4,038,504	4,038,504	3,535,436	0	3,535,436
DEFERRED INFLOWS	124,701	124,701	205	0	205
NET POSITION					
Net Inv - Capital Assets	923,995	923,995	936,347	0	936,347
Restricted for:					
Debt	0	0	0	0	0
TABOR Reserve	70,200	70,200	65,900	0	65,900
Preschool	164,462	164,462	180,943	0	180,943
Food Service	4,344	4,344	2,513	0	2,513
Unrestricted	-1,289,054	-1,289,054	-1,246,985	0	-1,246,985
TOTAL NET POSITION	-126,053	-126,053	-61,282	0	-61,282

Changes in Net Position

	Governmental Activities 2015-16	Total 2015-16	Governmental Activities 2014-15	Business Type Activities 2014-15	Total 2014-15
REVENUES					
Property Taxes	793,700	793,700	849,819	0	849,819
Specific Ownership	99,770	99,770	105,462	0	105,462
Investments Earnings	3,697	3,697	3,749	0	3,749
Charges for Services	62,541	62,541	79,596	0	79,596
State Equalization Federal and State Grants	1,204,183	1,204,183	1,052,266	0	1,052,266
Transfer to Lunch Fund	0	0	0	0	0
Other Revenues	41,067	41,067	57,453	0	57,453
TOTAL REVENUES	2,469,472	2,469,472	2,350,181	0	2,350,181
EXPENSES					
CURRENT:					
Instruction	1,198,990	1,198,990	1,187,047		1,187,047
Support Services:		0			0
Students	55,374	55,374	57,289		57,289
Inst Staff	76,930	76,930	54,946		54,946
District Admin	212,916	212,916	223,972		223,972
School Admin	153,838	153,838	159,722		159,722
Business	31,505	31,505	35,775		35,775
Operation & Maint	254,581	254,581	259,106		259,106
Transportation	138,590	138,590	160,020		160,020
Community	0	0	0		0
Central	40,691	40,691	40,648		40,648
Pension Amortization	149,162	149,162	19,293		19,293
Interest	160	160	130		130
Capital Outlay	0	0	0		0
Food Service	110,438	110,438	100,843		100,843
TOTAL EXPENSES	2,423,175	2,423,175	2,298,791	0	2,298,791
INCREASE/DECREASE	46,297	46,297	51,390	0	51,390

Governmental Activities

The following table shows the District's major functions. It also shows the net costs (total cost less revenues generated by activities).

Governmental Activities

	Total Cost of Services 2015-16	Net Cost of Services 2015-16	Total Cost of Services 2014-15	Net Cost of Services 2014-15
INSTRUCTIONAL SERVICES	1,198,990	976,524	1,187,047	1,002,885
SUPPORTING SERVICES:				
Students	55,374	55,374	57,289	57,289
Instructional Staff	76,930	76,930	54,946	54,946
District Administration	212,916	212,916	223,972	223,972
School Administration	153,838	153,838	159,722	159,722
Business	31,505	31,505	35,775	35,775
Operation & Maintenance	254,581	254,581	259,106	228,507
Transportation	138,590	106,128	160,020	160,020
Central	40,691	40,691	40,648	40,648
Community	0	0	0	0
Capital Outlay	0	0	0	0
Interest on Long Term Debt	160	160	130	130
Food Service	110,438	38,311	100,843	34,172
Pension Amortization	149,162	149,162	19,293	19,293
TOTAL SCHOOL DISTRICT	2,423,175	2,096,120	2,298,791	2,017,359

- The cost of all governmental activities this year was \$2,423,175.
- Some of the cost was financed by the users of the District's programs (\$62,541).
- The federal and state government subsidized certain programs with grants and contributions (\$264,514).
- Most of the District's revenue (\$2,142,417) however, was provided by District and State taxpayers.
- This portion of governmental activities was financed with \$1,204,183 in state equalization from the School Finance Act, \$793,700 in property tax and \$44,764 in investment earnings and other miscellaneous revenue.

General Fund Budgetary Highlights

The Board adopted a final budget on January 18, 2016. Total Appropriation of \$ 4,248,580

At the close of business on June 30, 2016 actual expenditures were \$2,066,061. This is \$2,003,155 below the budgeted appropriation of \$4,246,054 and actual revenue exceeded the budgeted amount by \$212,801

Next Year's Budget and Future Economic Status of the District

The budget for the 2016-2017 school year will be greatly impacted by the continued decrease in enrollment and the condition of the State economy. However, the administration feels confident that the budget process followed by the District will enable the District to make informed budgeting decisions to deal with the lean times facing the District. The District utilizes a budget committee, new financial reporting methods, and a budget development process which will result in a realistic budget. The passage of a mill levy override has helped offset the negative factor in the state budget and alleviate some of the pressure on future budgets.

Capital Assets and Debt Administration

The District's investments in capital assets for its governmental and business-type activities as of June 30, 2016 amount to \$924,393. This total cost of \$4,262,768 less accumulated depreciation of \$3,338,375. Walsh School District governmental assets are made up of the following:

	2015-2016	2014-2015
Land and Sites	\$99,902	\$99,902
Buildings	\$2,896,373	\$2,890,973
Vehicles	\$514,871	\$503,391
Equipment	\$751,622	\$751,622

Copier Lease Purchases

<u>Year</u>	<u>Principal</u>	<u>Interest</u>
	<u>2012</u> <u>Copier</u>	<u>2012</u> <u>Copier</u>
2017	<u>398</u>	<u>5</u>

Future Minimum Payments	403
Less interest	<u>5</u>
	398

Requests for Information

This financial report is designed to demonstrate accountability and provide the District's citizens, taxpayers, customers, and creditors a general overview of the District's finances. Questions or comments concerning this report may be sent to Kyle Hebbert, Superintendent of Schools, P.O. Box 68, Walsh, CO 81090 or 719-324-5400.

BASIC FINANCIAL STATEMENTS

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
STATEMENT OF NET POSITION
June 30, 2016

	Governmental Activities	Total
<u>ASSETS</u>		
Cash	2,512,528	2,512,528
Investments	-	-
Accounts Receivable	-	-
Accrued Revenue	22,019	22,019
Property Taxes Receivable	50,000	50,000
Inventories	5,118	5,118
Capital Assets	4,262,768	4,262,768
Accumulated Depreciation	(3,338,375)	(3,338,375)
<u>Total Assets</u>	<u>3,514,058</u>	<u>3,514,058</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
Deferred Pension Cost – Plan	379,590	379,590
Deferred Pension Cost – Employer	38,034	38,034
Deferred Pension Cost – Contributions Subsequent to Pension Measurement Date	<u>105,470</u>	<u>105,470</u>
<u>Total Deferred Outflow of Resources</u>	<u>523,094</u>	<u>523,094</u>
 <u>LIABILITIES</u>		
Accounts Payable	15,638	15,638
Accrued Salaries and Benefits	158,292	158,292
Grant Amounts Received In Advance	-	-
Noncurrent Liabilities:		
Leases Due Within One Year	398	398
Leases Due in More Than One Year	-	-
Net Pension Liability	<u>3,864,176</u>	<u>3,864,176</u>
<u>Total Liabilities</u>	<u>4,038,504</u>	<u>4,038,504</u>
 <u>DEFERRED INFLOW OF RESOURCES</u>		
Deferred Pension – Plan	54,769	54,769
Deferred Pension - Employer	<u>69,932</u>	<u>69,932</u>
<u>Total Deferred Inflow of Resources</u>	<u>124,701</u>	<u>124,701</u>
 <u>NET POSITION</u>		
Net Investment in Capital Assets	923,995	923,995
Restricted for:		
TABOR Reserve	70,200	70,200
Preschool	164,462	164,462
Food Service	4,344	4,344
Unrestricted	<u>(1,289,054)</u>	<u>(1,289,054)</u>
<u>TOTAL NET POSITION</u>	<u>(126,053)</u>	<u>(126,053)</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2016

	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants & Contributions	Capital Grants and Contributions	Governmental Activities	Total
FUNCTIONS						
Instructional Services	1,198,990	43,717	178,749	-	(976,524)	(976,524)
Supporting Services:						
Students	55,374	-	-	-	(55,374)	(55,374)
Instructional Staff	76,930	-	-	-	(76,930)	(76,930)
District Administration	212,916	-	-	-	(212,916)	(212,916)
School Administration	153,838	-	-	-	(153,838)	(153,838)
Business	31,505	-	-	-	(31,505)	(31,505)
Operation & Maintenance						
of Facilities	254,581	-	-	-	(254,581)	(254,581)
Transportation	138,590	-	32,462	-	(106,128)	(106,128)
Central	40,691	-	-	-	(40,691)	(40,691)
Community	-	-	-	-	-	-
Food Service	110,438	18,824	53,303	-	(38,311)	(38,311)
Capital Outlay	-	-	-	-	-	-
Interest on Long-Term Debt	160	-	-	-	(160)	(160)
Pension Expense	149,162	-	-	-	(149,162)	(149,162)
Total Governmental Activities	2,423,175	62,541	264,514	-	(2,096,120)	(2,096,120)
Total School District	2,423,175	62,541	264,514	-	(2,096,120)	(2,096,120)
General Revenues						
Property Taxes Levied for General Purposes					793,700	793,700
Specific Ownership Taxes					99,770	99,770
Equalization					1,204,183	1,204,183
Earnings on Investments					3,697	3,697
Other Revenues					41,067	41,067
Total General Revenues					2,142,417	2,142,417
Change in Net Position					46,297	46,297
Net Position, Beginning					(61,282)	(61,282)
Prior Period Adjustment					(111,068)	(111,068)
Net Position, Ending					(126,053)	(126,053)

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2016

	General	Other Governmental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	2,508,184	4,344	2,512,528
Accounts Receivable	-	-	-
Accrued Revenue	-	22,019	22,019
Due From Other Funds	22,019	-	22,019
Property Taxes Receivable	50,000	-	50,000
Inventories	-	5,118	5,118
<u>TOTAL ASSETS</u>	<u>2,580,203</u>	<u>31,481</u>	<u>2,611,684</u>
<u>LIABILITIES</u>			
Accounts Payable	15,638	-	15,638
Accrued Salaries and Benefits	158,292	-	158,292
Due to Other Funds	-	22,019	22,019
Grant Amounts Received in Advance	-	-	-
<u>Total Liabilities</u>	<u>173,930</u>	<u>22,019</u>	<u>195,949</u>
<u>DEFERRED INFLOW OF RESOURCES</u>			
Property Tax	25,130	-	25,130
<u>FUND BALANCES</u>			
Nonspendable:			
Inventories	-	5,118	5,118
Restricted:			
Emergency Reserve	70,200	-	70,200
Food Service	-	4,344	4,344
Preschool	164,462	-	164,462
Committed:			
Insurance	2,530	-	2,530
Assigned:	-	-	-
Unassigned:	2,143,951	-	2,143,951
<u>Total Fund Balances</u>	<u>2,381,143</u>	<u>9,462</u>	<u>2,390,605</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u>	<u>2,580,203</u>	<u>31,481</u>	<u>2,611,684</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2016

Amounts reported for governmental activities in the statement of net position are different because:

<u>Total Fund Balance – Governmental Funds</u>	2,390,605
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$4,262,768 and the accumulated depreciation is \$3,338,375.	924,393
Property tax revenue is recognized when earned (claim to resources established) rather than when “available.” All of the deferred property tax revenue is not available.	25,130
Long-term liabilities, including loans and capital leases are not due and payable in the current period and therefore are not reported in the funds.	(398)
Net pension liability, along with associated deferred flow, are not recorded at the fund level:	
Net Pension Liability	(3,864,176)
Deferred Pension Cost – Plan	324,821
Deferred Pension Cost – Contributions Subsequent to Pension Measurement Date	105,470
Deferred Pension Cost – Employer	<u>(31,898)</u>
 <u>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</u>	 <u>(126,053)</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2016

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES</u>			
Property Taxes	800,289	-	800,289
Specific Ownership Taxes	99,770	-	99,770
Earnings on Investments	3,681	16	3,697
Other Local Sources	95,083	18,824	113,907
State Aid	1,319,339	11,761	1,331,100
Federal Aid	292	127,006	127,298
<u>Total Revenues</u>	<u>2,318,454</u>	<u>157,607</u>	<u>2,476,061</u>
<u>EXPENDITURES</u>			
Current:			
Instructional Services	1,062,595	85,464	1,148,059
Supporting Services:			
Students	55,374	-	55,374
Instructional Staff	76,930	-	76,930
District Administration	212,916	-	212,916
School Administration	153,838	-	153,838
Business	32,794	-	32,794
Operation & Maintenance of Facilities	254,581	-	254,581
Transportation	174,759	-	174,759
Community	-	-	-
Central	40,691	110,136	150,827
Food Service	-	-	-
Debt Service:			
Principal	1,423	-	1,423
Interest	160	-	160
Capital Outlay	-	-	-
<u>Total Expenditures</u>	<u>2,066,061</u>	<u>195,600</u>	<u>2,261,661</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>252,393</u>	<u>(37,993)</u>	<u>214,400</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	(39,592)	39,592	-
Proceeds of Capital Lease	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>(39,592)</u>	<u>39,592</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	212,801	1,599	214,400
<u>FUND BALANCES – BEGINNING</u>	<u>2,168,342</u>	<u>7,863</u>	<u>2,176,205</u>
<u>FUND BALANCES – ENDING</u>	<u>2,381,143</u>	<u>9,462</u>	<u>2,390,605</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2016

Amounts reported for governmental activities in the statement of activities are different because:

Net Change in Fund Balances – Total Governmental Funds 214,400

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more the \$5,000 are capitalized and the cost is allocated over their estimated used lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

	48,295	
Capital Outlays more than \$5,000		
Depreciation Expense	(62,070)	(13,775)

Property tax revenues are not recognized for amounts levied and due but not “available” at year-end and are reported as deferred inflows in the governmental funds. They are, however, recorded as revenues in the statement of activities. (6,589)

The governmental funds report debt proceeds as another financing source, while repayment of debt principal is reported as an expenditure. The effect of premiums are recognized when the debt is issued in governmental funds, whereas these amounts are deferred and amortized in the statement of activities. Interest expense is recognized as it accrues in the statement of activities regardless of when it is due. The net effect of these differences follows:

		1,423
Repayment of Debt Principal		

The increase in net pension liability, along with the changes and amortizations of deferred flows associated with the net pension liability are not recorded at the fund level:

		(149,162)
Change in net pension liability and related deferred flows		

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES 46,297

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
STATEMENT OF FIDUCIARY NET POSITION
AGENCY FUND
June 30, 2016

	<u>Student Activities Fund</u>
<u>ASSETS</u>	
Cash	91,480
Investments	
Deposits Held By Others	-
<u>Total Assets</u>	<u>91,480</u>
<u>LIABILITIES</u>	
Due to Student Groups	91,480
Accounts Payable	-
<u>Total Liabilities</u>	<u>91,480</u>

The accompanying notes are an integral part of these financial statements.

NOTES TO BASIC FINANCIAL STATEMENTS

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Baca County School District Number RE-1 (the District) conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

The District operates under an elected Board of Education with five members.

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Baca County School District Number RE-1. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A. Reporting Entity

Governmental Accounting Standards board (GASB) Statement No. 14 (as amended by Statements No. 34, No. 39 and No. 61), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units.

This District is not included in any other governmental "reporting entity" as defined in GASB No. 14 and does not include any other component unit as part of its "reporting entity". As required by accounting principles generally accepted in the USA, these basic financial statements present the District (the primary government) and its component units.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements

The Government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services or privileges provided 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

All governmental fund types use the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available if collected within 60 days after year-end.

Property and automotive ownership taxes are reported as receivables and deferred inflows when levied and as revenues when due for collection in the following year and determined to be available.

Grants and entitlement revenues are recognized when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts.

Expenditures are recorded when the related fund liability is incurred with the exception of general obligation and capital lease debt service which is recognized when due and certain accrued sick and personal pay which are accounted for as expenditures when expected to be liquidated with expendable available financial resources.

The proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their statements of net position. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total position.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources, as they are needed.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred flows, fund equity, revenues and expenditures, or expenses, as appropriate. 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 major funds presented in the accompanying basic financial statements are as follows:

- Major Governmental Funds

1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.

Additionally, the District reports the following fund type: Trust and Agency

The Student Activity Fund – this fund is used to account for the activities of student clubs and organizations held in a fiduciary capacity by the District.

E. Cash and Investments

Cash represents amounts on deposit with financial institutions or held by the District. The District is allowed to invest in the following types of investments: short-term certificates of deposit, repurchase agreements, money market deposit accounts, mutual funds, government pools, and U.S. Treasury Obligations. The District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments are recorded at fair value in accordance with GASB Statement No. 72 *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

F. Receivables

Property taxes levied in 2015 but uncollected in 2016 are identified as property taxes receivable. Amounts of property taxes that are not available at June 30, 2016 are recorded as deferred inflows in the fund financial statements, and are presented net of an allowance for uncollectible taxes. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Inventories

Materials and supplies inventories are stated at cost. Inventories recorded in the Food Services Fund consist of purchased and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the Federal Government, are recorded at their estimated fair value at the date of receipt.

The cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed.

H. Capital Assets

Capital assets, which include property, vehicles and equipment, are utilized for general District operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The District does not capitalize interest on the construction of capital assets in governmental funds. However, the District does capitalize interest on the construction of capital assets in business-type activities.

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-30 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition.

I. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position.

The District records long-term debt of governmental funds at the face value. Notes payable and capital leases are serviced from property taxes and other revenues of the General Fund. The long-term accumulated unpaid accrued sick leave is serviced from property taxes and other revenues by the respective fund type from future appropriations.

K. Constitutional Amendment

In November 1992, Colorado voters approved Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax and debt limitations, which apply to the State of Colorado and local governments. It requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to any entity.

In November of 1996 the registered voters approved a ballot resolution authorizing Baca County School District Number RE-1 to collect, retain and expend (during 1996 and beyond) all revenues from any source provided that no property tax mill levy be increased or any new tax imposed without the consent of the voters.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending. As of June 30, 2016 the District reserved \$70,200 for this purpose.

Spending and revenue limits are determined based on the prior fiscal year's spending adjusted for inflation in the prior calendar year plus annual increases in funded student enrollment. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2015 property tax calendar for Baca County was as follows:

Levy Date	December 15, 2015
Lien Date	January 1, 2016
Tax Bills Mailed	January 1, 2016
First Installment Due	February 28, 2016
Second Installment Due	June 15, 2016
If Paid in Full, Due	April 30, 2016
Tax Sale – 2014 Delinquent Property Taxes	October 25, 2015

M. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

N. Interest Expense

All interest expense has been reported as unallocated in the Government-wide financial statements.

O. GASB Statement No. 54

The Government Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). This statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories list below.

1. Nonspendable such as fund balances associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).
2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School District Board of Directors (the District's highest level of decision-making authority).

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. GASB Statement No. 54 (Continued)

4. Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed.
5. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

The District's Committed Fund Balance is fund balance reporting required by the School Board, either because of a School Board Policy in the School Board Policy Manual, or because of motions that passed at School Board meetings.

Assigned Fund Balance Policy:

The District's Assigned Fund Balance is fund balance reporting occurring by School Board Administration authority, under the direction of the Chief Business Officer.

Order of Fund Balance Spending Policy

The District's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year by adjusting journal entries.

First, non-spendable fund balances are determined. Then restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then unrestricted fund balances are determined following the order of committed, assigned, and unassigned.

Fund Balance Classification by Fund:

	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Total Governmental Funds</u>
<u>Nonspendable:</u>			
Inventories	-	5,118	5,118
<u>Restricted:</u>			
Emergencies	70,200	-	70,200
Preschool	164,462	-	164,462
Food Service	-	4,344	4,344
<u>Committed:</u>			
Insurance	2,530	-	2,530
<u>Unassigned</u>	<u>2,143,951</u>	<u>-</u>	<u>2,143,951</u>
<u>Total Fund Balances</u>	<u>2,381,143</u>	<u>9,462</u>	<u>2,390,605</u>

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2016

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes a reconciliation between *fund balances – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances – total government funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis were eliminated from the government fund statements during the consolidation of governmental activities.

<u>Item Eliminated</u>	<u>Due To Other Funds</u>	<u>Due From Other Funds</u>	<u>Transfer to Other Funds</u>	<u>Transfer from Other Funds</u>
General Fund	-	22,019	39,592	-
Designated Purpose Grant Fund	22,019	-	-	-
Food Service Fund	-	-	-	<u>39,592</u>
	<u>22,019</u>	<u>22,019</u>	<u>39,592</u>	<u>39,592</u>

NOTE 3 BUDGETARY INFORMATION

Revenues and expenditures are controlled by budgetary accounting systems in accordance with various legal requirements. The budgeted revenues and expenditures represent the original adopted budget as subsequently adjusted by the Board of Education in accordance with Colorado School Laws. Budgets are generally prepared on the same basis as that used for accounting purposes.

The District has set procedures to be followed in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the Business Manager submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public notices are released to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of a resolution.
4. The Business Manager is authorized to transfer budgeted amounts between categories within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2016

NOTE 3 BUDGETARY INFORMATION (Continued)

5. Formal budgetary integration should be employed as a management control device during the year for the General Fund and Special Revenue Funds.
6. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets have been adopted for Trust and Agency Funds although measurement of operations is not required in the financial statements.

All appropriations lapse at the end of each fiscal year. Authorization to transfer budgeted amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent of Schools and may be delegated to an appropriate level of management. Revisions and/or supplemental appropriations that alter the total expenditures of any fund must be approved by the Board of Education.

Budgetary amounts reported in the accompanying basic financial statements are as originally adopted and amended by the Superintendent and/or the Board of Education throughout the year.

NOTE 4 CASH AND INVESTMENTS

Deposits

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories, eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

At June 30, 2016, the District's bank balance and corresponding carrying balance were as follows:

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	2,338,394	2,354,304
Cash with County Treasurer	15,064	-
Cash on Hand	550	-
<u>Total Cash and Deposits</u>	<u>2,604,008</u>	<u>2,604,304</u>

As presented above, deposits with a bank balance of \$2,354,304 and a carrying balance of \$2,338,394 as of June 30, 2016 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 5 CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	Balance <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2016</u>
<u>Non-Depreciable Assets</u>				
Land	99,902	-	-	99,902
<u>Depreciable Assets:</u>				
Buildings	2,890,973	5,400	-	2,896,373
Vehicles	503,391	42,895	31,415	514,871
Equipment	<u>751,622</u>	<u>-</u>	<u>-</u>	<u>751,622</u>
<u>Total Assets</u>	<u>4,245,888</u>	<u>48,295</u>	<u>31,415</u>	<u>4,262,768</u>
<u>Less Accumulated</u>				
<u>Depreciation for:</u>				
Buildings	2,113,166	45,762	-	2,158,928
Equipment & Vehicles	<u>1,194,554</u>	<u>16,308</u>	<u>31,415</u>	<u>1,179,447</u>
<u>Total Accumulated</u>	<u>3,307,720</u>	<u>62,070</u>	<u>31,415</u>	<u>3,338,375</u>
<u>Total Capital Assets, Net</u>	<u>938,168</u>	<u>(13,775)</u>	<u>-</u>	<u>924,393</u>

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

Governmental Activities:

Instruction	49,642
Operations and Maintenance	302
Transportation	<u>12,126</u>
<u>Total Depreciation Expense –Governmental Activities</u>	<u>62,070</u>

NOTE 6 ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine or ten months. The salaries and benefits earned, but unpaid at June 30, 2016, are estimated to be \$158,292. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements in the appropriate fund.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 7 LONG-TERM DEBT

Copier Lease Purchase

In the fiscal year ended June 30, 2012, a lease purchase of a copier was executed. The agreement calls for 60 monthly payments of \$144 which include interest at 4.73%. The cost of the copier was \$7,678.

Future minimum payments for the lease follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	398	<u>5</u>	403
Future Required Minimum Payments			403
Less: Amounts Representing Interest			<u>5</u>
			<u>398</u>

NOTE 8 CHANGES LONG-TERM DEBT

	<u>Beginning Balance 7-1-15</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance 6-30-16</u>	<u>Current Portion</u>
Copier Lease Purchase - 2012	<u>1,821</u>	<u>-</u>	<u>1,423</u>	<u>398</u>	398
<u>Total Long-Term Debt</u>	<u>1,821</u>	<u>-</u>	<u>1,423</u>	<u>398</u>	

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Baca County School District Number RE-1 participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the SCHDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. 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.

General Information about the Pension Plan

Plan description. Eligible employees of the Baca County School District Number RE-1 are provided with pensions through the School Division Trust Fund (SCHDTF) - a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at www.copera.org/investment/pera-financial-reports.

Benefits provided. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s), under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. 24-51-601, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA Benefit Structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 PENSION PLAN (Continued)

The lifetime retirement benefit for all eligible retiring employees under the Denver Public Schools (DPS) Benefit Structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit
- \$15 times the first 10 years of service credit plus \$20 times service credit over 10 years plus a monthly amount equal to the annuitized member contribution account balance based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100 percent of highest average salary and also cannot exceed the maximum benefit allowed by federal Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50 percent or 100 percent on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether 5 years of service credit has been obtained and the benefit structure under which contributions were made.

Benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments (COLAs), referred to as annual increases in the C.R.S. Benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 and all benefit recipients of the DPS benefit structure receive an annual increase of 2 percent, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 2 percent or the average of the Consumer Price Index for urban Wage Earners and Clerical Workers (CPI-W) for the prior calendar year. Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 receive an annual increase of the lesser of 2 percent or the average CPI-W for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve for the SCHDTF.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the retirement benefit formula shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive the benefits.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 9 PENSION PLAN (Continued)

Contributions. Eligible employees and Baca County School District Number RE-1 are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. 24-51-401, et seq. Eligible employees are required to contribute 8 percent of their PERA- includable salary. The employer contribution requirements are summarized in the table below.

	For the Year Ended December 31, 2015	For the Year Ended December 31, 2016
Employer Contribution Rate	10.15 %	10.15 %
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. 24-51-208 (1) (f)	(1.02)%	(1.02)%
Amount Apportioned to the SCHDTF	9.13%	9.13%
Amortization Equalization Disbursement (AED) as specified in C.R.S. 24-51-411	4.20%	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. 24-51-411	4.00%	4.50%
Total Employer Contribution Rate to the SCHDTF	17.33%	18.13%

Rates are expressed as a percentage of salary as defined in C.R.S. 24-51-101(42).

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Baca County School District Number RE-1 is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Baca County School District Number RE-1 were \$197,601 for the year ended June 30, 2016.

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

At June 30, 2016, the Baca County School District Number RE-1 reported a liability of \$3,864,176 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014. Standard update procedures were used to roll forward the total pension liability to December 31, 2015. The Baca County School District Number RE-1 proportion of the net pension liability was based on Baca County School District Number RE-1 contributions to the SCHDTF for the calendar year 2015 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2015, the Baca County School District Number RE-1 proportion was 0.0253 percent, which was an increase of 0.0005 from its proportion measured as of December 31, 2014.

For the year ended June 30, 2016, the Baca County School District Number RE-1 recognized pension expense of \$149,162. At June 30, 2016, the Baca County School District Number RE-1 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 9 PENSION PLAN (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	51,027	(161)
Changes of assumptions or other inputs	0	(54,608)
Net difference between projected and actual earnings on pension plan investments	328,563	0
Changes in proportion and differences between contributions recognized and proportionate share of contributions	38,034	(69,932)
Contributions subsequent to the measurement date	105,470	N/A
Total	523,094	(124,701)

\$105,470 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30, 2016	
2017	58,882
2018	71,252
2019	95,414
2020	67,375
2021	-
Thereafter	-

Actuarial assumptions. The total pension liability in the December 31, 2014 actuarial valuation was determined using the following actuarial assumptions and other inputs:

Actuarial Cost Method	Entry Age
Price inflation	2.80 percent
Real wage growth	1.10 percent
Wage Inflation	3.90 percent
Salary increases, including wage inflation	3.90 – 10.10 percent
Long-term investment Rate of Return, net of pension plan investment expenses, including price inflation	7.50 percent
Future post-retirement benefit increases:	
PERA Benefit Structure hired prior to 1/1/07; and DPS Benefit Structure (automatic)	2.00 percent
PERA Benefit Structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 PENSION PLAN (Continued)

Mortality rates were based on the RP-2000 combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale AA to 2020 with Males set back 1 year, and Females set back 2 years.

The actuarial assumptions used in the December 31, 2014 valuation were based on the results of an actuarial experience study for the period January 1, 2008 through December 31, 2011, adopted by PERA's Board on November 13, 2012, and an economic assumption study, adopted by PERA's Board on November 15, 2013 and January 17, 2014.

Changes to assumptions or other inputs since the December 31, 2013 actuarial valuations are as follows:

- The following programming changes were made:
 - Valuation of the full survivor benefit without any reduction for possible remarriage.
 - Reflection of the employer match on separation benefits for all eligible years.
 - Reflection of one year of service eligibility for survivor annuity benefit.
 - Refinement of the 18 month annual increase timing.
 - Refinements to directly value certain and life, modified cash refund and pop-up benefit forms.

- The following methodology changes were made:
 - Recognition of merit salary increases in the first projection year.
 - Elimination of the assumption that 35% of future disabled members elect to receive a refund.
 - Removal of the negative value adjustment for liabilities associated with refunds of future terminating members.
 - Adjustments to the timing of the normal cost and unfunded actuarial accrued liability payment calculations to reflect contributions throughout the year.

The SCHDTF's long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent analysis of the long-term expected rate of return, presented to the PERA Board on November 15, 2013, the target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 9 PENSION PLAN (Continued)

Asset Class	Target Allocation	10 Year Expected Geometric Real Rate of Return
U.S. Equity – Large Cap	26.76%	5.00%
U.S. Equity – Small Cap	4.40%	5.19%
Non U.S. Equity – Developed	22.06%	5.29%
Non U.S. Equity – Emerging	6.24%	6.76%
Core Fixed Income	24.05%	0.98%
High Yield	1.53%	2.64%
Long Duration Gov't/Credit	0.53%	1.57%
Emerging Market Bonds	0.43%	3.04%
Real Estate	7.00%	5.09%
Private Equity	7.00%	7.15%
Total	100.00%	

*In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.50%.

Discount rate. The discount rate used to measure the total pension liability was 7.50 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to increase annually at a rate of 3.9%.
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law, including current and estimated future AED and SAED, until the Actuarial Value Funding Ratio reaches 103%, at which point, the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions included reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 9 PENSION PLAN (Continued)

- The AIR balance was excluded from the initial fiduciary net position, as, per statute. AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. As the ad hoc post-retirement benefit increases financed by the AIR are defined to have a present value at the long-term expected rate of return on plan investments equal to the amount transferred for their future payment, AIR transfers to the fiduciary net position and the subsequent AIR benefit payments have no impact on the Single Equivalent Interest Rate (SEIR) determination process when the timing of AIR cash flows is not a factor (i.e., the plan's fiduciary net position is not projected to be depleted). When AIR cash flow timing is a factor in the SEIR determination process (i.e., the plan's fiduciary net position is projected to be depleted), AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.

- Benefit payments and contributions were assumed to be made at the end of the month.

Based on the above actuarial cost method and assumptions, the SCHDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current 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 discount rate determination does not use the Municipal Bond Index Rate. There was no change in the discount rate from the prior measurement date.

Sensitivity of the Baca County School District Number RE-1 proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.50 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percent-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Proportionate share of the net pension liability	5,009,102	3,864,176	2,911,812

Pension plan fiduciary net position. Detailed information about the SCHDTF's fiduciary net position is available in PERA's comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 9 PENSION PLAN (Continued)

Defined Contribution Pension Plan

Voluntary Investment Program

Plan Description – Employees of the Baca County School District Number RE-1 that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA, Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees, PERA issues a publicly available comprehensive annual financial report for the Plan. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2016, program members contributed \$10,583.

Other Post-Employment Benefits

Health Care Trust Fund

Plan Description – The Baca County School District Number RE-1 contributes to the Health Care Trust Fund (“HCTF”), a cost-sharing multiple-employer healthcare trust administered by PERA. The HCTF benefit provides a health care premium subsidy and health care programs (known as PERACare) to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the C.R.S., as amended, establishes the HCTF and sets forth a framework that grants authority to the PERA Board to contract, self-insure and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of health care subsidies. PERA issues a publicly available comprehensive annual financial report that includes financial statements and required supplementary information for the HCTF. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The Baca County School District Number RE-1 is required to contribute at a rate of 1.02 percent of PERA-includable salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the Baca County School District Number RE-1 are established under Title 24, Article 51, Part 4 of the C.R.S., as amended. The apportionment of the contributions to the HCTF is established under Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended. For the years ending June 30, 2016, 2015 and 2014, the Baca County School District Number RE-1 contributions to the HCTF were \$11,325, \$11,142 and \$10,161, respectively equal to their required contributions for each year.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 10 JOINT VENTURE

Not reflected in the accompanying financial statements is the District's participation in the Southeastern Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district.

The District has one member on the Board. This Board has final authority for all budgeting and financing of the joint venture. The BOCES by-laws indicate that the entity is to have perpetual existence, but in the event of its dissolution, all assets shall be divided among member school districts on a pro rata basis determined by the BOCES board. The joint venture summary audited financial information as of June 30, 2015, the latest year for which audited information is available, is as follows:

Assets	981,743
Deferred Outflows	141,422
Liabilities	3,407,508
Deferred Inflows	<u>184</u>
Net Position	<u>(2,284,527)</u>
Revenues	2,552,237
Expenses	<u>2,445,378</u>
Change in Net Position	<u>106,859</u>

The BOCES is not included as a component unit of the District as the financial responsibility is minimal, there is no financial interdependency, the District does not have the ability to significantly influence the operations of the BOCES and the District is not accountable for fiscal matters of the BOCES. The BOCES files an audit annually with the Colorado State Auditor's Office.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2016

NOTE 11 POLICY REGARDING COMPENSATED ABSENCES

Full-time non-certified personnel are allowed compensated absences in the form of vacations and sick days. Vacations are non-cumulative. Sick days may be accumulated not to exceed forty days. Days in excess of an accumulation of twenty may be sold to the District in the month of December.

The liability for accumulated sick days is not material and is not recorded in the accompanying financial statements.

NOTE 12 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God.

The District maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 13 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, Workers' Compensation and other coverage. The Board of Directors is composed of eight persons; seven of whom are appointed by the Board of Directors of CASB and the Executive Director of CASB. The Pool is managed by an independent manager chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

As the District did not exercise oversight responsibility nor have sufficient control over Pool activities, the Pool is not a component unit of the District and only the District's share of contributions to the Pool is recorded as Expenditures in the Insurance Reserve Fund.

The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2016.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2016

NOTE 13 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (Continued)

An audited summary of the Colorado School District's Pool financial information at December 31, 2015 (latest information available) follows:

Total Assets	<u>46,958,320</u>
Total Liabilities	<u>22,633,311</u>
Total Equity	<u>24,325,009</u>
Revenue	13,432,892
Underwriting Expenses	<u>16,484,758</u>
Underwriting Gain (Loss)	(3,051,866)
Net Investment Income	663,509
Other Income	<u>-</u>
Net Income (Loss) Before Dividend	(2,388,357)
Dividend	<u>-</u>
Net Income	(2,388,357)
Transfer of Capital Contributions	-
Change in Non Admitted Assets	<u>95,339</u>
Return of Capital Contributions to Members	<u>-</u>
Unassigned Surplus	<u>24,325,009</u>

NOTE 14 INTERFUND ACTIVITY

Transfers from the general fund to support operational cash requirements were made in the following amounts:

Food Service Fund	\$ 39,592
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The Designated Purpose Grants Fund owes the General Fund \$22,019 at year end for amounts paid by the General Fund. All amounts are expected to be paid within the year.

NOTE 15 COMPLIANCE WITH BUDGET LAWS

The following condition was noted and may be a violation of Colorado Law:

Expenditures in the Food Service Fund exceeded budgeted amounts by \$4,843.

NOTE 16 PRIOR PERIOD ADJUSTMENT

In the fiscal year ended June 30, 2015, no deferred inflow was recorded for the change in proportion of the District's contributions to PERA in relation to their portion of the net pension liability originally recorded during the implementation of GASB Statements No. 68 and 71. The amount of deferred inflow at June 30, 2015 that should have been recorded was \$111,068. The Statement of Activities reflects the corresponding reduction to entity-wide net position as of that date as a prior period adjustment.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

MAJOR GOVERNMENTAL FUNDS

General Fund

The General Fund accounts for all transactions of the District not accounted for in other funds. This fund represents an accounting for the District's ordinary operations financed from property taxes and other general revenues. It is the most significant fund in relation to the District's overall operations.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
<u>Local Sources</u>				
Property Taxes	793,065	793,065	800,289	7,224
Specific Ownership Taxes	69,190	69,190	99,770	30,580
Earnings on Investments	2,770	2,770	3,681	911
Delinquent Taxes & Interest	1,600	1,600	2,982	1,382
Tuition	30,000	30,000	43,717	13,717
Other	41,125	41,125	48,384	7,259
<u>State Sources</u>				
Equalization	1,164,888	1,164,888	1,204,183	39,295
Transportation	25,000	25,000	32,462	7,462
Vocational Education	12,000	12,000	26,908	14,908
Other	42,080	42,080	55,786	13,706
<u>Federal Sources</u>				
Designated Purpose Grants	-	-	292	292
Other	-	-	-	-
TOTAL REVENUES	<u>2,181,718</u>	<u>2,181,718</u>	<u>2,318,454</u>	<u>136,736</u>
<u>EXPENDITURES</u>				
<u>Instruction</u>				
Salaries	670,295	670,295	679,239	(8,944)
Employee Benefits	253,458	253,458	247,401	6,057
Purchased Services - Professional	16,350	16,350	9,897	6,453
Purchased Services – Property	-	-	-	-
Purchased Services – Other	48,800	48,800	79,599	(30,799)
Supplies and Materials	52,400	52,400	44,675	7,725
Property	23,300	23,300	1,784	21,516
Other Objects	-	-	-	-
<u>Total Instruction</u>	<u>1,064,603</u>	<u>1,064,603</u>	<u>1,062,595</u>	<u>2,008</u>
<u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries	39,500	39,500	39,602	(102)
Employee Benefits	14,917	14,917	15,035	(118)
Purchased Services – Professional	300	300	-	300
Purchased Services – Property	-	-	-	-
Purchased Services – Other	500	500	-	500
Supplies and Materials	3,500	3,500	737	2,763
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Student Services</u>	<u>58,717</u>	<u>58,717</u>	<u>55,374</u>	<u>3,343</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>Instructional Staff</u>				
Salaries	28,364	28,364	34,462	(6,098)
Employee Benefits	15,393	15,393	14,246	1,147
Purchased Services – Professional	3,000	3,000	6,647	(3,647)
Purchased Services – Property	-	-	-	-
Purchased Services – Other	1,700	1,700	485	1,215
Supplies and Materials	10,900	10,900	6,636	4,264
Property	21,000	21,000	14,454	6,546
Other Objects	-	-	-	-
<u>Total Instructional Staff</u>	<u>80,357</u>	<u>80,357</u>	<u>76,930</u>	<u>3,427</u>
<u>General Administration</u>				
Salaries	84,200	84,200	78,934	5,266
Employee Benefits	27,712	27,712	32,876	(5,164)
Purchased Services – Professional	34,800	34,800	39,221	(4,421)
Purchased Services – Property	-	-	-	-
Purchased Services – Other	42,203	42,203	46,765	(4,562)
Supplies and Materials	21,000	21,000	14,500	6,500
Property	-	-	-	-
Other Objects	9,100	9,100	620	8,480
<u>Total General Administration</u>	<u>219,015</u>	<u>219,015</u>	<u>212,916</u>	<u>6,099</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	111,459	111,459	105,081	6,378
Employee Benefits	43,352	43,352	44,089	(737)
Purchased Services – Professional	2,000	2,000	-	2,000
Purchased Services – Property	-	-	-	-
Purchased Services – Other	2,000	2,000	-	2,000
Supplies and Materials	8,300	8,300	4,668	3,632
Property	1,500	1,500	-	1,500
Other Objects	600	600	-	600
<u>Total School Administration</u>	<u>169,211</u>	<u>169,211</u>	<u>153,838</u>	<u>15,373</u>
<u>Business Services</u>				
Salaries	27,955	27,955	21,090	6,865
Employee Benefits	12,621	12,621	11,072	1,549
Purchased Services – Professional	300	300	-	300
Purchased Services – Property	-	-	-	-
Purchased Services – Other	500	500	-	500
Supplies and Materials	1,500	1,500	632	868
Property	1,000	1,000	-	1,000
Other Objects	-	-	-	-
<u>Total Business Services</u>	<u>43,876</u>	<u>43,876</u>	<u>32,794</u>	<u>11,082</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Operations and Maintenance</u>				
Salaries	91,147	91,147	79,702	11,445
Employee Benefits	35,661	35,661	28,978	6,683
Purchased Services – Professional	3,000	3,000	2,347	653
Purchased Services – Property	21,700	21,700	21,259	441
Purchased Services – Other	12,500	12,500	14,327	(1,827)
Supplies and Materials	104,000	104,000	88,259	15,741
Property	3,000	3,000	19,709	(16,709)
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>271,008</u>	<u>271,008</u>	<u>254,581</u>	<u>16,427</u>
<u>Student Transportation</u>				
Salaries	86,405	86,405	80,473	5,932
Employee Benefits	22,802	22,802	27,177	(4,375)
Purchased Services – Professional	2,000	2,000	1,267	733
Purchased Services – Property	-	-	-	-
Purchased Services – Other	1,500	1,500	422	1,078
Supplies and Materials	45,300	45,300	22,525	22,775
Property	1,000	1,000	42,895	(41,895)
Other Objects	-	-	-	-
<u>Total Student Transportation</u>	<u>159,007</u>	<u>159,007</u>	<u>174,759</u>	<u>(15,752)</u>
<u>Central Support</u>				
Purchased Services – Professional	-	-	-	-
Purchased Services - Other	42,100	42,100	40,691	1,409
<u>Total Central Support</u>	<u>42,100</u>	<u>42,100</u>	<u>40,691</u>	<u>1,409</u>
<u>Community Services</u>				
Other	-	-	-	-
<u>Total Community Services</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Facilities Acquisition and Construction</u>				
Property	60,000	60,000	-	60,000
Debt Service	-	-	1,583	(1,583)
<u>Total Facilities and Construction</u>	<u>60,000</u>	<u>60,000</u>	<u>1,583</u>	<u>58,417</u>
 <u>TOTAL SUPPORTING SERVICES</u>	 <u>1,103,291</u>	 <u>1,103,291</u>	 <u>1,003,466</u>	 <u>99,825</u>
 <u>Appropriated Reserves</u>	 <u>2,078,160</u>	 <u>2,078,160</u>	 <u>-</u>	 <u>2,078,160</u>
 <u>TOTAL EXPENDITURES</u>	 <u>4,246,054</u>	 <u>4,246,054</u>	 <u>2,066,061</u>	 <u>2,179,993</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues Over (Under) Expenditures</u>	(2,064,336)	(2,064,336)	<u>252,393</u>	
<u>Other Financing Sources (Uses)</u>				
Transfers	<u>(35,580)</u>	<u>(35,580)</u>	<u>(39,592)</u>	<u>(4,012)</u>
<u>Total Other Financing Sources (Uses)</u>	<u>(35,580)</u>	<u>(35,580)</u>	<u>(39,592)</u>	<u>(4,012)</u>
<u>Revenues and Sources Over (Under)</u>				
<u>Expenditures and Uses</u>	(2,099,916)	(2,099,916)	212,801	
<u>FUND BALANCE, July 1</u>	<u>2,099,916</u>	<u>2,099,916</u>	<u>2,168,342</u>	
<u>FUND BALANCE, June 30</u>	<u>-----</u>	<u>-----</u>	<u>2,381,143</u>	

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 For The Last 10 Fiscal Years (As Available)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
District's proportion of the net pension liability (asset)	.0253%	0.0249%	0.0261%	-	-	-	-	-	-	-
District's proportionate share of the net pension liability (asset)	3,864,176	\$3,371,880	\$3,325,457	-	-	-	-	-	-	-
District's covered-employee payroll	1,110,372	\$1,092,379	\$ 996,186	-	-	-	-	-	-	-
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	348%	309%	334%	-	-	-	-	-	-	-
Plan fiduciary net position as a percentage of the total pension liability	59.2%	62.80%	64.06%	-	-	-	-	-	-	-

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 SCHEDULE OF DISTRICT CONTRIBUTIONS
 For The Last 10 Fiscal Years (As Available)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Contractually required contributions	\$ 197,601	\$ 184,603	\$ 159,381	\$ 159,599	-	-	-	-	-	-
Contributions in relation to the contractually required contributions	<u>\$ (197,601)</u>	<u>\$ (184,603)</u>	<u>\$ (159,381)</u>	<u>\$ (159,599)</u>	-	-	-	-	-	-
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	-	-	-	-	-	-
District's covered-employee payroll	\$1,110,372	\$1,092,379	\$ 996,186	\$1,055,590	-	-	-	-	-	-
Contributions as a percentage of covered-employee payroll	17.79%	16.90%	16.00%	15.12%	-	-	-	-	-	-

The accompanying notes are an integral part of these financial statements.

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

AND

OTHER SCHEDULES

SPECIAL REVENUE FUNDS

Food Service Fund – This fund accounts for all financial activities associated with the District’s school breakfast and lunch programs.

Designated Purpose Grants Fund – This fund is provided to maintain a separate accounting for federal and state grant funded programs which normally have a different fiscal period than that of the District.

FIDUCIARY FUND

Agency Fund

Student Activity – Agency Fund – Used to account for amounts held in a fiduciary capacity for student clubs and organizations.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2016

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>Food</u>	<u>Designated</u>	<u>Nonmajor</u>
	<u>Service</u>	<u>Purpose</u>	<u>Governmental</u>
		<u>Grants</u>	<u>Funds</u>
<u>ASSETS</u>			
Cash	4,344	-	4,344
Inventories	5,118	-	5,118
Accrued Revenue	-	<u>22,019</u>	<u>22,019</u>
<u>Total Assets</u>	<u>9,462</u>	<u>22,019</u>	<u>31,481</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities</u>			
Accounts Payable	-	-	-
Accrued Salaries	-	-	-
Due to Other Funds	-	22,019	22,019
Grant Amounts Received in Advance	-	-	-
<u>Total Liabilities</u>	<u>-</u>	<u>22,019</u>	<u>22,019</u>
 <u>Fund Balances</u>			
Nonspendable:			
Inventories	5,118	-	5,118
Restricted:			
Food Service	<u>4,344</u>	-	<u>4,344</u>
<u>Total Fund Balances</u>	<u>9,462</u>	<u>-</u>	<u>9,462</u>
 <u>TOTAL LIABILITIES & FUND BALANCES</u>	 <u>9,462</u>	 <u>22,019</u>	 <u>31,481</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT RE-1
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2016

	<u>Food Service</u>	<u>Designated Purpose Grants</u>	<u>Total Nonmajor Governmental Funds</u>
<u>REVENUES</u>			
Earnings on Investments	16	-	16
Other Local Sources	18,824	-	18,824
State Aid	1,588	10,173	11,761
Federal Aid	<u>51,715</u>	<u>75,291</u>	<u>127,006</u>
<u>Total Revenues</u>	<u>72,143</u>	<u>85,464</u>	<u>157,607</u>
 <u>EXPENDITURES</u>			
Instruction	-	85,464	85,464
Food Service	110,136	-	110,136
Capital Outlay	-	-	-
<u>Total Expenditures</u>	<u>110,136</u>	<u>85,464</u>	<u>195,600</u>
 <u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>			
	(37,993)	-	(37,993)
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>39,592</u>	-	<u>39,592</u>
<u>Total Other Financing Sources (Uses)</u>	<u>39,592</u>	-	<u>39,592</u>
 <u>NET CHANGE IN FUND BALANCES</u>			
	1,599	-	1,599
 <u>FUND BALANCE, Beginning</u>			
	<u>7,863</u>	-	<u>7,863</u>
 <u>FUND BALANCE, Ending</u>			
	<u>9,462</u>	-	<u>9,462</u>

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 FOOD SERVICE – SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 For the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	14,000	18,824	4,824
Earnings on Investments	50	16	(34)
Other	16,500	-	(16,500)
<u>State Sources</u>			
School Lunches and Breakfast	1,300	1,588	288
<u>Federal Sources</u>			
School Lunches and Breakfast	30,000	48,018	18,018
Commodities	-	3,697	3,697
<u>Total Revenues</u>	<u>61,850</u>	<u>72,143</u>	<u>10,293</u>
 <u>EXPENDITURES</u>			
Salaries	31,542	27,651	3,891
Employee Benefits	14,488	17,378	(2,890)
Purchased Services – Professional	2,100	2,158	(58)
Purchased Services – Property	-	-	-
Purchased Services - Other	-	-	-
Food Purchases	44,500	53,946	(9,446)
Capital Outlay	2,000	2,704	(704)
Commodities	-	3,507	(3,507)
Non-Food Supplies	2,800	2,792	8
Appropriated Reserves	7,863	-	7,863
<u>Total Expenditures</u>	<u>105,293</u>	<u>110,136</u>	<u>(4,843)</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(43,443)	(37,993)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	35,580	39,592	4,012
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>			
	(7,863)	1,599	
<u>FUND BALANCE, July 1</u>	7,863	7,863	
<u>FUND BALANCE, June 30</u>	-	9,462	

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
DESIGNATED PURPOSE GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>Revenues</u>			
Local Sources	-	-	-
State Sources	9,300	10,173	873
Federal Sources	<u>77,886</u>	<u>75,291</u>	<u>(2,595)</u>
<u>Total Revenues</u>	<u>87,186</u>	<u>85,464</u>	<u>(1,722)</u>
 <u>Expenditures</u>			
Salaries	56,798	52,185	4,613
Employee Benefits	25,949	16,476	9,473
Purchased Services – Professional	-	-	-
Purchased Services – Property	-	-	-
Purchased Services – Other	-	15,021	(15,021)
Supplies and Materials	3,300	1,337	1,963
Property	-	-	-
Other Objects	<u>1,139</u>	<u>445</u>	<u>694</u>
<u>Total Expenditures</u>	<u>87,186</u>	<u>85,464</u>	<u>1,722</u>
 <u>Revenues Over (Under) Expenditures</u>	-	-	
 <u>Transfers</u>	-	-	-
 <u>Fund Balance, July 1</u>	-	-	
 <u>Fund Balance, June 30</u>	-	-	

The accompanying notes are an integral part of these financial statements.

BACA COUNTY SCHOOL DISTRICT NUMBER RE-1
 STUDENT ACTIVITY FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES – BUDGET AND ACTUAL
 For the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>RECEIPTS</u>			
Other Local	<u>184,389</u>	<u>129,059</u>	<u>(55,330)</u>
<u>Total Receipts</u>	<u>184,389</u>	<u>129,059</u>	<u>(55,330)</u>
 <u>EXPENDITURES:</u>			
Pupil Activities	<u>184,389</u>	<u>119,041</u>	<u>65,348</u>
Net Increase (Decrease) in Deposits Held	-	10,018	
Deposits Held – Beginning of Year	<u>-</u>	<u>81,462</u>	
Deposits Held – End of Year	<u>-</u>	<u>91,480</u>	

The accompanying notes are an integral part of these financial statements.

STATE REQUIRED SCHEDULES

Auditor's Integrity Report (Revenues, Expenditures, and Fund Balance by Fund)

Bolded Balance Sheet



Colorado Department of Education
Auditors Integrity Report
 District 0230 - WALSH RE-1
 Fiscal Year 2015-16
 Colorado School District/BOCES

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental				
10 General Fund	1,954,874	2,183,904	1,954,626	2,214,152
18 Risk Mgmt Sub-Fund of General Fund	2,526	38,007	38,003	2,530
19 Colorado Preschool Program Fund	180,943	56,952	73,432	164,462
Sub-Total	2,168,343	2,278,863	2,066,061	2,381,143
11 Charter School Fund	0	0	0	0
20.26-29 Special Revenue Fund	0	0	0	0
21 Food Service Spec Revenue Fund	7,863	111,735	110,136	9,462
22 Govt Designated-Purpose Grants Fund	0	85,464	85,464	0
23 Pupil Activity Special Revenue Fund	0	0	0	0
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	0	0	0	0
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	0	0	0	0
42 Special Building Fund	0	0	0	0
43 Capital Revenue Capital Projects Fund	0	0	0	0
Totals	2,176,305	2,476,051	2,261,651	2,395,605
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60.55-69 Other Internal Service Funds	0	0	0	0
Totals	0	0	0	0
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	81,462	126,059	119,042	91,480
79 GASB 34? Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	81,462	126,059	119,042	91,480
	81,462	126,059	119,042	91,480

FINAL

*If you have a prior period adjustment in any fund (Balance Sheet 6880), the amount of your priorperiod adjustment is added into both your ending and beginning fund balances on this report.



Colorado Department of Education
Bolded Balance Sheet Report
 District: 0230 - WALSH RE-1
 Fiscal Year 2015-16
 Colorado School District/BOCES

ASSETS	Governmental							Proprietary					Fiduciary		Totals
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85			
Cash and Investments (8100-8104,8111)	1,657,737	0	185,463	4,344	0	0	0	0	0	0	91,480	0	1,939,024		
Cash with Fiscal Agent (8105)	15,064	0	0	0	0	0	0	0	0	0	0	0	15,064		
Other Investment Accounts (8112-8115)	649,920	0	0	0	0	0	0	0	0	0	0	0	649,920		
Taxes Receivable (8121,8122)	50,000	0	0	0	0	0	0	0	0	0	0	0	50,000		
Interfund Loans Receivable (8131,8132)	36,859	0	0	0	0	0	0	0	0	0	0	0	36,859		
Grants Accounts Receivable (8142)	0	0	0	0	22,019	0	0	0	0	0	0	0	22,019		
Inventories (8171,8172,8173)	0	0	0	5,118	0	0	0	0	0	0	0	0	5,118		
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0		
Total Assets	2,409,580	0	185,463	9,462	22,019	0	0	0	0	0	91,480	0	2,718,003		

Governmental

Proprietary

Fiduciary

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
LIABILITIES & FUND EQUITY													
LIABILITIES													
Interfund Payables (7401, 7402)	0	0	14,640	0	22,019	0	0	0	0	0	0	0	36,859
Other Payables (7421-7423)	15,637	0	0	0	0	0	0	0	0	0	0	0	15,637
Accrued Expenses (7461)	152,131	0	6,161	0	0	0	0	0	0	0	0	0	158,292
Unearned Revenue (7481)	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Deferred Revenue (7482)	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Inflow (7800)	25,130	0	0	0	0	0	0	0	0	0	0	0	25,130
Total Liabilities	192,898	0	21,001	0	22,019	0	0	0	0	0	0	0	235,918

Governmental

Proprietary

Fiduciary

FUND EQUITY	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
	Non-spendable Fund Balance 6710	0	0	0	5,118	0	0	0	0	0	0	0	0
Restricted Fund Balance 6720	0	0	0	4,344	0	0	0	0	0	0	0	0	4,344
TABOR 3% Emergency Reserve 6721	70,200	0	0	0	0	0	0	0	0	0	0	0	70,200
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (ICPP) Reserve 6724	0	0	164,462	0	0	0	0	0	0	0	0	0	164,462
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	2,530	0	0	0	0	0	0	0	0	0	0	0	2,529
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	0	0	91,480	0	91,480
Unassigned Fund Balance 6770	2,143,952	0	0	0	0	0	0	0	0	0	0	0	2,143,952
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	2,216,681	0	164,462	9,462	0	0	0	0	0	0	91,480	0	2,482,085

Total Liabilities & Fund Equity	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
	2,409,580	2,409,580	0	185,463	9,462	22,019	0	0	0	0	0	91,480	0

Do Assets=Liability+Fund Equity	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Food Service Special Revenue Fund 21	Special Revenue Funds 20, 22-29	Debt Service Funds 30-39	Capital Projects Funds 40-49	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
	For Each Fund Type:	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes