

**FOWLER SCHOOL DISTRICT R4J
FOWLER, COLORADO**

**FINANCIAL STATEMENTS
with
INDEPENDENT AUDITORS' REPORTS**

**For the Year Ended
June 30, 2016**



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By Justin L. Smith at 1:53 pm, Jan 04, 2017

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INTRODUCTORY SECTION

**FOWLER SCHOOL DISTRICT R4J
FOWLER, COLORADO**

ROSTER OF SCHOOL OFFICIALS

Year Ended June 30, 2016

Board Of Education

Eric Larson - President

Justin Osborne - Vice-President

Jason Bitter - Member

Kyle Doak - Member

Gina Waggoner - Member

Administrative Staff

Steven B. Grasmick - Superintendent

Michael R. Thomas - Secretary/Treasurer

FOWLER SCHOOL DISTRICT R4J

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FINANCIAL SECTION

FOWLER SCHOOL DISTRICT R-4J

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

Management's Discussion and Analysis

As management of the Fowler School District R-4J, we offer readers of the District's Annual Financial Report this narrative and analysis of the financial activities of the District for the fiscal year ended June 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information provided in the Independent Auditor's report.

Financial Highlights

- The primary government has government-wide net position totaling (\$971,246) at the end of the current fiscal year, which is an improvement of \$286,142 from the prior year. The negative amount is primarily due to GASB 68 reporting requirement to report pension liabilities from Public Employees Retirement Association (PERA).
- Governmental activities unrestricted net position are (\$5,442,707). Again, this is due primarily to GASB 68,
- Fund balance of the District's governmental funds increased by \$245,548 resulting in an ending fund balance of \$1,863,460.

Overview of the Financial Statements

The Management's discussion and analysis is intended to be an introduction into the District's basic financial statements. The Fowler School District R-4J basic financial statements are comprised of three components:

- 1) Government-wide financial statements
- 2) Fund financial statements
- 3) Notes to basic financial statements

The Management's discussion and analysis also contains other supplemental information.

Government-Wide Financial 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 presents information on all of the District's assets and liabilities. The difference between the two is reported as net position. Changes in net position from year-to-year may be used as an indicator of the overall financial position of the District. A summary of the District's net assets is as follows:

FOWLER SCHOOL DISTRICT R-4J
MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

TABLE 1 - CONDENSED STATEMENT OF NET POSITION

	Governmental Activities	
	<u>2016</u>	<u>2015</u>
Current Assets	\$ 2,229,354	\$ 1,993,465
Capital Assets - Net	<u>4,785,393</u>	<u>4,710,167</u>
Total Assets	<u>7,014,747</u>	<u>6,703,632</u>
Deferred Outflows of Financial Resources	<u>901,915</u>	<u>318,852</u>
Current Liabilities	352,466	375,553
Long-Term Liabilities	<u>8,142,397</u>	<u>7,666,817</u>
Total Liabilities	<u>8,494,863</u>	<u>8,042,370</u>
Deferred Inflows of Financial Resources	<u>393,045</u>	<u>237,502</u>
Net Investment in Capital Assets	3,985,393	3,785,167
Restricted Net Position	486,068	460,066
Unrestricted Net Position	<u>(5,442,707)</u>	<u>(5,502,621)</u>
Total Net Position	<u>\$ (971,246)</u>	<u>\$ (1,257,388)</u>

Significant changes from the prior year include an increase in capital assets of \$75,226, a decrease in current liabilities of \$23,087, and a net increase in long-term liabilities of \$475,580. Overall net position increased \$286,142 for governmental activities.

The statement of net position presents the current fiscal year revenues and expenses to show how the net assets of the district changed during the year. In the statement of activities, changes in net assets are recorded when the event occurs. This could mean that information may be reported for revenues and expenses that will result in cash flow differences in future fiscal years.

Revenue in the form of property and specific ownership taxes, as well as State Equalization received, increased by approximately \$129,323 for governmental activities. A summary of the District's activities is as follows:

FOWLER SCHOOL DISTRICT R-4J
MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

TABLE 2 - CONDENSED STATEMENT OF ACTIVITIES

	Governmental Activities	
	<u>2016</u>	<u>2015</u>
Program Revenues:		
Charges for Services	\$ 107,485	\$ 130,260
Operating Grants & Contributions	<u>481,709</u>	<u>393,408</u>
Total Program Revenues	<u>589,194</u>	<u>523,668</u>
General Revenues:		
Taxes	930,348	835,107
State Equalization	2,703,967	2,669,680
Investment Income	5,996	5,673
Miscellaneous	<u>312,883</u>	<u>8,318</u>
Total General Revenues	<u>3,953,194</u>	<u>3,518,778</u>
Total Revenues	<u>4,542,388</u>	<u>4,042,446</u>
Expenses		
Instruction	2,568,604	2,624,275
Supporting Services	1,674,871	1,630,369
Interest on Long Term Debt	<u>12,771</u>	<u>15,271</u>
Total Expenses	<u>4,256,246</u>	<u>4,269,915</u>
Change in Net Position	286,142	(227,469)
Net Position - Beginning	<u>(1,257,388)</u>	<u>(1,029,919)</u>
Net Position - Ending	<u>\$ (971,246)</u>	<u>\$ (1,257,388)</u>

Governmental activities consolidate all of the following Fowler School District R-4J funds: general fund, insurance reserve fund, preschool fund, food services fund, capital reserve fund and bond redemption fund.

FOWLER SCHOOL DISTRICT R-4J

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

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 Fowler School District R-4J, like other governments, uses fund accounting to guarantee and prove compliance. All of the funds of the District can be divided into three categories: governmental, proprietary and fiduciary 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 (spendable resources available at the end of the fiscal year). Such information is used to evaluate the District's short-term financing requirements. 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.

Fowler School District R-4J maintains two different governmental funds which are major funds: the general fund (which combines the District's general operating fund, insurance reserve fund, and preschool fund), capital projects fund and bond redemption fund. They are presented separately in the fund financial statements with the remaining governmental funds combined into a single aggregated presentation labeled other governmental funds. The District does present the food services fund as a non-major fund.

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. The remaining governmental funds budgetary comparisons are reported as other supplemental information and can be found after the notes section of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held by the District for parties outside of the District. Fiduciary funds are not reflected in the government-wide financial statements because the sources of those funds are not available to support Fowler School District R-4J direct educational programs. The accounting methods used for fiduciary funds are much like that used for proprietary funds.

FOWLER SCHOOL DISTRICT R-4J

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to understanding the data supplied in the government-wide and fund financial statements.

Other Information

In addition to the financial statements and accompanying notes, this report also contains other supplemental information concerning the District's capital projects, food services, debt service and fiduciary funds.

Financial Analysis of the Government's Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of Fowler School District's R-4J net resources available for spending at the end of the fiscal year.

The combined general fund is the largest governmental fund of Fowler School District R-4J. The combined general fund under GASB 34 reporting requirements includes the general fund, insurance reserve fund and preschool fund. As of June 30, 2016, the combined general fund shows an ending fund balance of \$1,066,411, which is an increase of \$23,639 from the prior year, the Capital Reserve Fund balance increased by \$209,246 to \$377,148 and the Bond Redemption Fund ending fund balance increased by \$16,002 to \$372,068.

General Fund Budgetary Highlights

Fowler School District R-4J began budget development for the 2015-2016 fiscal year in January of 2016 with preliminary analysis of salary requirements. After reviewing enrollment projections and the most current revenue assumptions, the superintendent and his senior staff prepared a preliminary budget by prioritizing the needs expressed in the February hearings' process. The District Accountability Committee reviewed the budget in April 2016. The preliminary budget was presented to the Board of Education in May. Adoption of the 2015-2016 District budget occurred in June 2016. A supplemental budget was adopted in January 2016.

FOWLER SCHOOL DISTRICT R-4J

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

Capital Assets and Debt Administration

The District's investment in capital assets for its governmental activities as of June 30, 2016 amounts to \$4,785,393. This is a total cost of \$9,807,925 less accumulated depreciation of \$5,022,532.

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Governmental Activities:				
Assets not being depreciated:				
Land	\$ 118,634	\$ -	\$ -	\$ 118,634
Assets being depreciated:				
Buildings and Improvements	7,810,566	220,062	-	8,030,628
Transportation equipment	506,526	64,595	-	571,121
Other equipment	1,016,343	15,910	-	1,032,253
Food Service equipment	55,289	-	-	55,289
Total Assets being depreciated	<u>9,388,724</u>	<u>300,567</u>	<u>-</u>	<u>9,689,291</u>
Accumulated depreciation:				
Buildings	(3,484,384)	(178,428)	-	(3,662,812)
Transportation equipment	(399,924)	(24,503)	-	(424,427)
Other equipment	(877,579)	(21,811)	-	(899,390)
Food Service equipment	(35,304)	(599)	-	(35,903)
Total Accumulated depreciation	<u>(4,797,191)</u>	<u>(225,341)</u>	<u>-</u>	<u>(5,022,532)</u>
Net Capital Assets	<u>\$ 4,710,167</u>	<u>\$ 75,226</u>	<u>\$ -</u>	<u>\$ 4,785,393</u>

At June 30, 2016, Fowler School District R-4J had \$828,668 of bonded debt outstanding, which is a decrease of \$129,479 from the prior year. Additional information on the District's capital assets can be found on page 20 of this report.

	Balance July 1, 2015	Advances	Payments	Balance June 30, 2016	Current Portion
Series 2012 Gen. Oblig. Bonds	\$ 925,000	\$ -	\$ 125,000	\$ 800,000	\$ 125,000
Bond Premiums	33,147	-	4,479	28,668	4,479
PERA Net Pension Liability	6,652,450	614,870	-	7,267,320	-
Compensated Absences	56,220	-	9,811	46,409	-
Total Long-Term Obligations	<u>\$ 7,666,817</u>	<u>\$ 614,870</u>	<u>\$ 139,290</u>	<u>\$ 8,142,397</u>	<u>\$ 129,479</u>

FOWLER SCHOOL DISTRICT R-4J

MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended June 30, 2016

Economic Factors and Next Year's Budget

The District had an apprehensive outlook for the upcoming 2016-17 budget year. Student enrollment is expected to stay flat or slightly decrease for the upcoming school year. The Fowler School District R-4J Board of Directors again voted to give minimal salary increases for the upcoming year after freezing salaries for the 2012-13 budget year. New jobs are scarce in the area and economic growth is sluggish. The State of Colorado is continuing to have budget challenges of its own. In these uncertain times, it will be imperative to continue to keep a good grasp on the financial condition of the District.

Given these circumstances, the 2015-16 year was a challenging fiscal year. Continued reserve growth is an ongoing financial goal of the District. The upcoming 2016-17 fiscal year will continue to be a challenge in balancing the needs of the students and staff of Fowler School District R-4J and the needs for fiscal stewardship. With the new change of leadership at the superintendent's position in July 2017 due to the retirement of Steven Grasmick, teamwork will be the key to continued success.

Requests for Information

This financial report is designed to provide a general overview of the Fowler School District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Michael R. Thomas, District Secretary/Treasurer
600 W. Eugene
P O Box 218
Fowler, CO 81039

Holscher, Mayberry & Company, LLC

Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

Board of Education
Fowler School District R4J
Fowler, Colorado

Independent Auditors' Report

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Fowler School District R4J, Colorado, as of and for the year ended June 30, 2016, and the related notes to the financial statements which collectively comprise the basic financial statements of the District, 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 the financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' 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 of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 controls. 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.

Opinion

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 Fowler School District R4J, Colorado, as of June 30, 2016, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Fowler School District R4J's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 28, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2015 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Required Supplementary Information – Management Discussion and Analysis and Pension Schedules (Unaudited)

Accounting principles generally accepted in the United States of America require that the management, discussion and analysis on pages M1-M7 and pension schedules on pages 31-32 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.

Required Supplementary Information – Budgetary Comparison Schedule and Other Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules on pages 33-36 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. In addition, the combining and individual fund financial schedules on pages 37-41 and listed as other supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Colorado Department of Education Auditors Integrity and Bolded Balance Sheet reports on pages 42-45 are presented for state regulatory compliance and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Holscher, Mayberry + Company, LLC

Englewood, CO
December 6, 2016

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Basic Financial Statements

Fowler School District R4J
Statement of Net Position
June 30, 2016

	Governmental Activities
ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	
ASSETS	
Current Assets	
Cash and Investments	\$ 2,134,000
Cash with Fiscal Agent	21,968
Taxes Receivable	20,822
Grants Receivable	2,767
Other Accounts Receivable	42,223
Inventory	7,574
Total Current Assets	2,229,354
Noncurrent Assets	
Capital Assets, not being depreciated	118,634
Capital Assets, being depreciated	4,666,759
Total Noncurrent Assets	4,785,393
TOTAL ASSETS	7,014,747
DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	
Contributions Subsequent to Measurement Date	188,024
Difference Between Actual and Expected Experience - net	95,965
Difference Between Projected and Actual Returns on Pension Plan Investments - net	617,926
TOTAL DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	901,915
TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 7,916,662
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	
LIABILITIES	
Current Liabilities	
Accounts Payable	\$ 16,766
Accrued Salaries & Benefits	335,700
Total Current Liabilities	352,466
Non-Current Liabilities	
Due Within One Year	129,479
Due In More Than One Year	8,012,918
Total Noncurrent Liabilities	8,142,397
TOTAL LIABILITIES	8,494,863
DEFERRED INFLOWS OF FINANCIAL RESOURCES	
Deferred Inflows Other	2,060
Deferred Inflows Grants	11,368
Difference Between Projected and Actual Pension Plan Experience - net	303
Changes of Assumptions - net	102,700
Change in District's Proportionate Share of Net Pension Liability - net	276,614
TOTAL DEFERRED INFLOWS OF FINANCIAL RESOURCES	393,045
NET POSITION	
Net Investment in Capital Assets	3,985,393
Restricted Net Position	486,068
Unrestricted Net Position	(5,442,707)
TOTAL NET POSITION	(971,246)
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	\$ 7,916,662

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

Fowler School District R4J
Statement of Activities
For the Year Ended June 30, 2016

<u>Functions/Programs</u>	Program Revenues			Net (Expense) Revenue and Change in Net Position
<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Governmental Activities</u>	
Primary Government				
Governmental Activities				
Instruction	\$ 2,568,604	\$ 2,153	\$ 153,395	\$ (2,413,056)
Supporting Services	1,674,871	104,992	328,314	(1,241,565)
Interest on Long Term Debt	12,771	-	-	(12,771)
Total Governmental Activities	<u>\$ 4,256,246</u>	<u>\$ 107,145</u>	<u>\$ 481,709</u>	<u>(3,667,392)</u>
 General Revenues				
Property Taxes				806,102
Specific Ownership Taxes				124,246
State Equalization				2,703,967
Investment Earnings				5,996
Gain (Loss) on Capital Asset Disposals				2,600
Insurance Proceeds				198,827
Other Revenues				<u>111,796</u>
Total General Revenues				<u>3,953,534</u>
Change in Net Position				286,142
Beginning Net Position				<u>(1,257,388)</u>
Ending Net Position				<u><u>\$ (971,246)</u></u>

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

Fowler School District R4J
Balance Sheet
Governmental Funds
June 30, 2016
(With Comparative Totals for June 30, 2015)

	General Fund	Debt Service	Capital Projects	Special Revenue
		Bond		
		Bond Redemption Fund	Capital Reserve Project Fund	Nonmajor Food Service Fund
ASSETS				
Cash and Investments	\$ 1,453,543	\$ 363,925	\$ 277,148	\$ 39,384
Cash with Fiscal Agent	19,430	2,538	-	-
Taxes Receivable	15,217	5,605	-	-
Interfund Accounts Receivable	-	-	100,000	-
Grants Receivable	2,767	-	-	-
Other Accounts Receivable	35,297	-	-	6,926
Inventory	-	-	-	7,574
TOTAL ASSETS	<u>\$ 1,526,254</u>	<u>\$ 372,068</u>	<u>\$ 377,148</u>	<u>\$ 53,884</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Interfund Accounts Payable	\$ 100,000	\$ -	\$ -	\$ -
Accounts Payable	16,766	-	-	-
Accrued Salaries & Benefits	331,709	-	-	3,991
Total Liabilities	<u>448,475</u>	<u>-</u>	<u>-</u>	<u>3,991</u>
Deferred Inflows of Financial Resources				
Deferred Inflows Other	-	-	-	2,060
Deferred Inflows Grants	11,368	-	-	-
Total Liabilities	<u>11,368</u>	<u>-</u>	<u>-</u>	<u>2,060</u>
Fund Balance				
Nonspendable Fund Balance	-	-	-	7,574
Restricted Fund Balance				
Restricted for Debt Service	-	372,068	-	-
Restricted for TABOR Emergencies	114,000	-	-	-
Assigned Fund Balance				
Assigned for Fund Purposes	-	-	377,148	40,259
Unassigned Fund Balance	952,411	-	-	-
Total Fund Balance	<u>1,066,411</u>	<u>372,068</u>	<u>377,148</u>	<u>47,833</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 1,526,254</u>	<u>\$ 372,068</u>	<u>\$ 377,148</u>	<u>\$ 53,884</u>

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

Totals

<u>2016</u>	<u>2015</u>
\$ 2,134,000	\$ 1,899,102
21,968	14,574
20,822	23,277
100,000	4,303
2,767	7,638
42,223	38,727
7,574	5,844
<u>\$ 2,329,354</u>	<u>\$ 1,993,465</u>

\$ 100,000	\$ 4,303
16,766	16,151
<u>335,700</u>	<u>350,016</u>
<u>452,466</u>	<u>370,470</u>

2,060	2,083
<u>11,368</u>	<u>3,000</u>
<u>13,428</u>	<u>5,083</u>

7,574	5,844
372,068	356,066
114,000	104,000

417,407	213,820
<u>952,411</u>	<u>938,182</u>
<u>1,863,460</u>	<u>1,617,912</u>
<u>\$ 2,329,354</u>	<u>\$ 1,993,465</u>

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**Fowler School District R4J
Reconciliation of Governmental Fund Balances
to Governmental Activities Net Position
June 30, 2016**

Fund Balance - Governmental Funds		\$ 1,863,460
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds		
Capital assets, not being depreciated	118,634	
Capital assets, being depreciated	9,689,291	
Accumulated depreciation	<u>(5,022,532)</u>	4,785,393
Certain long-term pension related costs and adjustments are not available to pay or payable currently and are therefore not reported in the funds		
Contributions subsequent to measurement date	188,024	
Difference between actual and expected experience	132,316	
Amortization of experience difference	(36,351)	
Difference between projected and actual investment returns on the pension plan	818,689	
Amortization of investment return difference	(200,763)	
Net pension liability	(7,267,320)	
Difference between projected and actual pension plan experience	(659)	
Amortization of experience difference	356	
Changes of assumptions	(141,602)	
Amortization of change in assumptions	38,902	
Change in District's proportionate share of net pension liability	(482,000)	
Amortization of change in proportion	<u>205,386</u>	(6,745,022)
Deferred amounts related to the issuance of debt that are amortized over the life of the issue, but are not reported in the funds		
Bond premiums		(28,668)
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.		
Bonds payable	(800,000)	
Accrued compensated absences	<u>(46,409)</u>	<u>(846,409)</u>
Total Net Position - Governmental Activities		<u>\$ (971,246)</u>

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

Fowler School District R4J
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	<u>General Fund</u>	<u>Debt Service Redemption Fund</u>	<u>Capital Projects Capital Reserve Project Fund</u>	<u>Special Revenue Nonmajor Food Service Fund</u>
REVENUES				
Local Sources	\$ 854,043	\$ 158,512	\$ 308,858	\$ 48,320
Intermediate Sources	58	-	-	-
State Sources	2,886,059	-	-	3,853
Federal Sources	143,010	-	-	139,675
TOTAL REVENUES	<u>3,883,170</u>	<u>158,512</u>	<u>308,858</u>	<u>191,848</u>
EXPENDITURES				
Instruction	2,329,275	-	5,675	-
Pupil Support	105,116	-	-	-
Staff Support	57,644	-	-	-
General Administration	152,368	260	-	-
School Administration	207,752	-	-	-
Business Services	94,617	-	-	-
Operations and Maintenance	420,291	-	206,999	-
Transportation	165,503	-	64,595	-
Other Central Support	29,468	-	-	-
Risk Management	67,304	-	-	-
Other Supporting Services	2,893	-	-	-
Food Service	-	-	-	197,187
Community Support	34,580	-	-	-
Facilities	-	-	13,063	-
Debt Service	-	142,250	-	-
TOTAL EXPENDITURES	<u>3,666,811</u>	<u>142,510</u>	<u>290,332</u>	<u>197,187</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>216,359</u>	<u>16,002</u>	<u>18,526</u>	<u>(5,339)</u>
OTHER FINANCING SOURCES (USES)				
Transfer In (Out) - net	(192,720)	-	190,720	2,000
CHANGE IN FUND BALANCE	23,639	16,002	209,246	(3,339)
BEGINNING FUND BALANCE	<u>1,042,772</u>	<u>356,066</u>	<u>167,902</u>	<u>51,172</u>
ENDING FUND BALANCE	<u>\$ 1,066,411</u>	<u>\$ 372,068</u>	<u>\$ 377,148</u>	<u>\$ 47,833</u>

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

Totals

<u>2016</u>	<u>2015</u>
\$ 1,369,733	\$ 996,498
58	60
2,889,912	2,766,547
<u>282,685</u>	<u>279,341</u>
<u>4,542,388</u>	<u>4,042,446</u>
2,334,950	2,341,559
105,116	102,456
57,644	50,640
152,628	147,107
207,752	199,976
94,617	92,314
627,290	407,801
230,098	205,301
29,468	24,732
67,304	52,703
2,893	608
197,187	200,571
34,580	33,840
13,063	-
<u>142,250</u>	<u>144,750</u>
<u>4,296,840</u>	<u>4,004,358</u>
<u>245,548</u>	<u>38,088</u>
-	-
245,548	38,088
<u>1,617,912</u>	<u>1,579,824</u>
\$ <u>1,863,460</u>	\$ <u>1,617,912</u>

Fowler School District R4J
Reconciliation of Governmental Changes in Fund Balance
to Governmental Activities Change in Net Position
For the Year Ended June 30, 2016

Change in Fund Balance - Governmental Funds	\$	245,548
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level		
Capitalized Asset Purchases	300,567	
Depreciation Expense	<u>(225,341)</u>	75,226
Pension expense at the fund level represent cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.		
Change in contributions subsequent to measurement date	6,938	
Change in the difference between actual and expected experience	132,316	
Change in the amortization of experience difference	(36,351)	
Current year projected to actual investment return difference	665,616	
Current year amortization of overall investment return differences	(185,456)	
Change in net pension liability	(614,870)	
Current year projected to actual pension plan experience difference	(162)	
Current year amortization of overall pension plan experience differences	288	
Change in the changes of assumptions	(141,602)	
Change in the amortization of change in assumptions	38,902	
Current year change in proportionate share of cost-sharing plan liability	(207,494)	
Current year amortization of overall proportionate share differences	<u>167,953</u>	(173,922)
Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level		
Principal payments on bonds payable	125,000	
Amortization of premiums and discounts	4,479	
Change in accrued compensated absences	<u>9,811</u>	<u>139,290</u>
Change in Net Position - Governmental Activities	\$	<u><u>286,142</u></u>

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

Fowler School District R4J
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016
 (With Comparative Totals for June 30, 2015)

			Totals	
	Scholarship Agency Fund	Pupil Activity Agency Fund	2016	2015
ASSETS				
Cash and Investments	\$ 23,801	\$ 246,730	\$ 270,531	\$ 261,411
NET POSITION				
Restricted Net Position	\$ 23,801	\$ 246,730	\$ 270,531	\$ 261,411

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

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Fowler School District R4J (the District) conform to generally accepted accounting principles, as applicable to governmental units. The following is a summary of the more significant policies.

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, the District's management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*.

Based upon the application of these criteria, no additional organizations are includable within the District's reporting entity.

B. Basis of Presentation

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the District as a whole. The reporting information includes all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues are presented as general revenues. The effects of interfund activity have been eliminated from the government-wide financial statements.

Fund Financial Statements The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining funds would be aggregated and reported as non-major funds. The fiduciary funds are presented separately.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The District reports the following major governmental funds:

General Fund: This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Debt Service Fund (Bond Redemption Fund): This fund accounts for the repayment of the District's bonded debt.

Capital Projects Fund (Capital Reserve Project Fund): This fund is used to account for the District's major capital outlay activity.

The District reports the following nonmajor governmental fund:

Special Revenue Fund (Food Service Fund): This fund is used to account for the District's food service operation.

The District reports the following fiduciary funds:

Agency Fund (Pupil Activity and Scholarship Agency Funds): These funds are used to account for the money and property held in trust by the District for student organizations. These funds are purely custodial and do not involve the measurement of results of operations.

C. Measurement Focus and Basis of Accounting

Government-Wide Financial Statements The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the same time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

Governmental Fund Financial Statements (Continued)

The District considers all revenues reported in the governmental funds to be available, as allowed by the per pupil operating revenue formula approved by the State legislature or within sixty days after year-end. These revenues could include federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position/Fund Balance

Cash The District invests cash resources in interest-bearing accounts which are comprised of certificates of deposit, savings accounts, and money market accounts which are legally authorized.

Cash and Cash Equivalents The government's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Receivables All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Inventories Inventory of proprietary funds is valued at the lower of cost (first-in, first-out) or market.

Due To and Due From Other Funds Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

Capital Assets Capital assets used in governmental activities operations are shown on the government-wide financial statements. These assets are not shown in the governmental funds and are therefore listed as a reconciling item between the two presentations. Property and equipment acquired or constructed for governmental fund operations are recorded as expenditures in the fund, making the purchased and capitalized at cost in the government-wide presentation. No depreciation has been provided on capital assets in the governmental funds. Property and equipment are stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position/Fund Balance
(Continued)

Capital Assets (Continued)

The District capitalizes all assets with an individual original value of \$5,000 or more and a useful life in excess of one year.

Depreciation has been provided over the estimated useful lives of the asset in the government-wide presentation. Depreciation is calculated using the straight-line method over the following useful lives:

Buildings and Site Improvements	35-50 years
Vehicles	10-15 years
Other Equipment	15 years

Taxes Receivable Property taxes are recognized as revenue in the year in which they are intended to finance operating expenses. As uncollected 2016 property taxes were measurable at June 30, 2016, the District has recognized a receivable (net of uncollectible portion) for property taxes levied January 1, 2016, but not collected by June 30, 2016.

Unearned Revenue Unearned revenues represent revenues received which are not recognized until qualifying expenditures are incurred.

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element 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. The government only has several items that qualify for reporting in this category, all related to pension liabilities as further described in Note 10.

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 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. The District is reporting deferred inflows related to pension liabilities as further described in Note 10 as well as prepaid student balances and unearned grant revenue.

Long-Term Debt Long-term obligations of the District are reported in the government-wide presentation.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Net Position/Fund Balance
(Continued)

Net Position/Fund Balance In the government-wide financial statements, net position is either shown as net investment in capital assets with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as “nonspendable” include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

Fund balance is reported as “restricted” when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Education, are reported as “committed” fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, are reported as “assigned” fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

All other remaining governmental balances are reported as unassigned.

E. Net Position/Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance, if allowed under the terms of the restriction. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Revenues and Expenditures/Expenses

Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees, and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred.

Property Tax Revenues Property taxes are levied on December 15, based on the assessed value of property as certified by the County Assessor on October 1. Assessed values are an approximation of market value. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15.

The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

Vacation, Sick Leave, and Other Compensated Absences Compensated absences do not vest or accumulate and are recorded as expenditures when they are paid. As most employees are contracted to work a set number of days during a year, no vacation accrual accumulates. For those employees that earn vacation, all unused vacation at the end of each fiscal year is forfeited. Sick leave is payable upon PERA retirement at a maximum of 80 days. An accrual is shown on the Government-Wide financial statements for retirement eligible employees.

G. Comparative Data

Comparative total data for the prior year have been presented in the accompanying basic financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative data have not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to understand.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 2: CASH AND INVESTMENTS

A reconciliation of the cash and investment components on the balance sheet to the cash and investments categories in this footnote are as follows:

<u>Type</u>	<u>Carrying Value</u>
Deposits	
Demand deposits	\$ 2,379,255
Investments	
Certificates of deposit	<u>25,276</u>
Total Deposits and Investments	<u>\$ 2,404,531</u>
 Reconciliation to Statement of Net Position	
Cash and investments	
Governmental activities	\$ 2,134,000
Business-type activities	-
Fiduciary activities	<u>270,531</u>
Total Cash and Investments	<u>\$ 2,404,531</u>

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 regulations. At June 30, 2016, State regulatory commissioners have indicated that all financial institutions holding deposits for the District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. 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 102 percent of the uninsured deposits.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 2: CASH AND INVESTMENTS (Continued)

A. Custodial Credit Risk

Deposits in financial institutions, reported as cash, cash equivalents, and investments had a bank balance of \$2,544,020 at June 30, 2016, which was fully insured by depository insurance or secured with collateral held by the District's agent not in the District's name. All investments, evidenced by individual securities, are registered in the name of the District.

B. Investment Interest Rate Risk

The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

C. Investment Credit Risk

The District has no investment policy that limits its investment choices other than the limitation of state law as follows:

1. Direct obligations of the US government, its agencies, and instrumentalities to which the full faith and credit of the US government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged;
2. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out of state financial institutions;
3. With certain limitation, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper, and repurchase agreements with certain limitations;
4. County, municipal, or school district tax supported debt obligations; bond or revenue anticipation notes; money; or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality, or school district;
5. Notes or bonds secured by a mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and obligations of the National Mortgage Association; and
6. Money market funds regulated by the Securities and Exchange Commission (SEC) in which investments consist of the investments mentioned in 1, 2, 3, and 4 above.

D. Concentration of Investment Credit Risk

The District places no limit on the amount it may invest in any one issuer. At June 30, 2016, the District had no concentration of credit risk.

The District invests excess funds under the prudent investor rule. The criteria for selection of investments and their order of priority are: 1) safety; 2) liquidity; and 3) yield.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 3: INVENTORIES

Food Service Fund inventory as of June 30, 2016 of \$7,574 consisted of purchased food and non-food supplies. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

NOTE 4: CAPITAL ASSETS

Activity for capital assets which are recorded by the District is summarized below.

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Governmental Activities:				
Assets not being depreciated:				
Land	\$ 118,634	\$ -	\$ -	\$ 118,634
Assets being depreciated:				
Buildings and Improvements	7,810,566	220,062	-	8,030,628
Transportation equipment	506,526	64,595	-	571,121
Other equipment	1,016,343	15,910	-	1,032,253
Food Service equipment	55,289	-	-	55,289
Total Assets being depreciated	<u>9,388,724</u>	<u>300,567</u>	<u>-</u>	<u>9,689,291</u>
Accumulated depreciation:				
Buildings	(3,484,384)	(178,428)	-	(3,662,812)
Transportation equipment	(399,924)	(24,503)	-	(424,427)
Other equipment	(877,579)	(21,811)	-	(899,390)
Food Service equipment	(35,304)	(599)	-	(35,903)
Total Accumulated depreciation	<u>(4,797,191)</u>	<u>(225,341)</u>	<u>-</u>	<u>(5,022,532)</u>
Net Capital Assets	<u>\$ 4,710,167</u>	<u>\$ 75,226</u>	<u>\$ -</u>	<u>\$ 4,785,393</u>

Depreciation for the governmental activities is allocated as follows:

Instruction	\$ 127,306
Supporting services	82,533
Total depreciation	<u>\$ 225,341</u>

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 5: 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 to ten months. The salaries and benefits earned, but unpaid, in the General and Food Service Funds as of June 30, 2016, are \$331,709 and \$3,991, respectively. Accordingly, the accrued compensation is reflected as a liability in the General and Food Service Funds in the accompanying financial statements.

NOTE 6: LONG-TERM OBLIGATIONS

At June 30, 2016, the District had the following long-term obligations.

	<u>Balance</u> <u>July 1,</u> <u>2015</u>	<u>Advances</u>	<u>Payments</u>	<u>Balance</u> <u>June 30,</u> <u>2016</u>	<u>Current</u> <u>Portion</u>	<u>Interest</u> <u>Expense</u>
Series 2012 Gen. Oblig. Bonds	\$ 925,000	\$ -	\$ 125,000	\$ 800,000	\$125,000	\$ 17,250
Bond Premiums	33,147	-	4,479	28,668	4,479	-
PERA Net Pension Liability	6,652,450	614,870	-	7,267,320	-	-
Compensated Absences	56,220	-	9,811	46,409	-	-
Total Long-Term Obligations	<u>\$ 7,666,817</u>	<u>\$ 614,870</u>	<u>\$ 139,290</u>	<u>\$ 8,142,397</u>	<u>\$129,479</u>	<u>\$ 17,250</u>

Series 2012 General Obligation Bonds Payable

In 2012, the District issued \$1,320,000 of general obligation bonds to refund their 2002 general obligation bonds. The issuance bears interest at rates not to exceed 3.25 percent. Interest is payable semi-annually on December 15th and June 15th of each year. Principal is payable over a period of ten years and is payable annually on December 15th of each year. Principal and interest is payable on the outstanding obligations as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	\$ 125,000	\$ 14,750	\$ 139,750
2018	125,000	12,250	137,250
2019	135,000	9,650	144,650
2020	135,000	6,950	141,950
2021	140,000	4,200	144,200
2022	140,000	1,400	141,400
Total	<u>\$ 800,000</u>	<u>\$ 49,200</u>	<u>\$ 849,200</u>

Bond premiums of \$47,301 will be amortized through December 15, 2021. The District recognized a net present value savings of \$210,129 on the refunding.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 7: INTERFUND BALANCES

As of June 30, 2016, the District had a balance due of \$100,000 from General Fund to the Capital Reserve Projects Fund related to additional funding provided during fiscal year 2016.

NOTE 8: JOINTLY GOVERNED ORGANIZATIONS

BOCES The District, in conjunction with other surrounding districts, participates in the South Central 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 BOCES board is comprised of one member from each participating district. For the fiscal year ended June 30, 2016, the District paid net assessments totaling \$27,275 to the BOCES. Financial statements for the South Central BOCES can be obtained from the BOCES Administrative offices at 323 S Purcell Blvd., Pueblo West, CO 81007-0504.

NOTE 9: RISK MANAGEMENT

Property and Liability Coverage

The District belongs to the Colorado School District Self Insurance Pool ("CSDSIP") that was formed in 1981 to give individual school districts more buying power and financial stability. By partnering with districts across the state, members gain better access to essential coverage at a competitive price, and more control over the entire risk management function.

The coverage provided by CSDSIP is property, crime, general liability, auto liability and physical damage, and errors and omissions. CSDSIP became self-administered in 1997. The board of directors is comprised of nine persons who are district school board members, superintendents, or district business officials. Each member's premium contribution is determined by CSDSIP based on factors including, but not limited to, the aggregate CSDSIP claims, the cost of administrative and other operating expenses, the number of participants, operating and reserve fund adequacy, investment income and reinsurance expense and profit sharing. Reporting to the Division of Insurance, as well as an audit and actuarial study is conducted annually. These reports may be obtained by contacting the CSDSIP administrative offices at 6857 South Spruce Street, Centennial, CO 80112. The District has not materially changed its coverage from previous years. The District has not recorded any liability for unpaid claims at June 30, 2016. CSDSIP has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members.

The ultimate liability to the District resulting from claims not covered by the pool is not recently determinable. Management is of the opinion that the final outcome of such claims, of any, will not have a material adverse effect on the District's financial statements.

Workers Compensation

The District carries commercial insurance for worker's compensation coverage. Risk of loss transfers to the carrier.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN

Summary of Significant Accounting Policies

Pensions. The District 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 District 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/investments/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. § 24-51-602, 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.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the 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.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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.

Contributions. Eligible employees and the District 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:

January 1st through December 31st	2015¹
Employer contribution rate	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%
Amount apportioned to the SCHDTF	9.13%
Amortization equalization disbursement (AED) as specified in C.R.S. 24-51-411	4.20%
Supplemental amortization equalization disbursement (SAED) as specified in C.R.S. 24-51-411	4.00%
Total employer contribution rate to the SCHDTF	17.33%

¹ 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 District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from District were \$348,592 for the plan year ended December 31, 2015 and \$365,476 for the fiscal year ended June 30, 2016.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN (Continued)

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

At June 30, 2016, the District reported a liability of \$7,267,320 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 District's proportion of the net pension liability was based on District's 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 District's proportion was .04752%, which was a decrease of .0037% from its proportion measured as of December 31, 2014.

For the year ended June 30, 2016 the District recognized pension expense of \$722,324. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual	\$ 95,965	\$ (303)
Changes of assumptions or other inputs	\$ -	\$ (102,700)
Net difference between projected and actual earnings on pension plan	\$ 617,926	\$ -
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ -	\$ (276,614)
Contributions subsequent to the measurement date	\$ 188,024	\$ -
Total	\$ 901,915	\$ (379,617)

\$188,024 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, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN (Continued)

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

Year Ended June 30:	Fiscal year Total
2017	\$ (29,814)
2018	(52,125)
2019	(125,624)
2020	(126,711)
Total	\$ (334,274)

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%
Real wage growth	1.10%
Wage inflation	3.90%
Salary increase, including wage inflation	3.90-10.10%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.50%
Post retirement benefit increases:	
PERA benefit structure hired prior to 1/1//07 and DPS benefit structure (automatic)	2.00%
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)

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.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN (Continued)

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

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:

Asset Class	Target Allocation	10 Year Expected Geometric 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%.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 10: DEFINED BENEFIT PENSION PLAN (Continued)

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

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 assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the fixed statutory rates specified in law, including current and future AED and SAED, until the Actuarial Value Funding Ratio reaches 103 percent, at which point, the AED and SAED will each drop 0.50 percent every year until they are zero. Based on those 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 District's 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%, 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-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Proportionate share of the net pension asset (liability)	\$ (9,420,571)	\$ (7,267,320)	\$ (5,476,217)

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.

NOTE 11: DEFINED CONTRIBUTION PLAN

Voluntary Investment Program

Plan Description - Employees of the District 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.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 11: DEFINED CONTRIBUTION PLAN (Continued)

Voluntary Investment Program (Continued)

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. The District does not contribute to the plan. Employees are immediately vested in their own contributions, employer contributions, if any, and investment earnings. For the year ended June 30, 2016 program members contributed \$40,782.

NOTE 12: OTHER POST-EMPLOYMENT BENEFITS

Health Care Trust Fund

Plan Description – The District 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 District is required to contribute at a rate of 1.02% of PERA-includable salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the District 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 District contributions to the HCTF were \$21,023, \$21,087, and \$20,991 respectively, equal to their required contributions for each year.

FOWLER SCHOOL DISTRICT R4J

NOTES TO THE FINANCIAL STATEMENTS

Year Ended June 30, 2016

NOTE 13: SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

A. Claims and Judgments

The District participates in a number of federal, state, and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2016, significant amounts of grant expenditures have not been audited but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

B. Tabor Amendment

In November 1992, Colorado voters passed the Tabor Amendment (Amendment 1) to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the Tabor Amendment. However, in November 1995, District voters approved a ballot question allowing the District to collect, retain, and expend all revenues notwithstanding the limitations of the Tabor Amendment. The Amendment requires the District to reserve 3 percent of fiscal year spending for emergencies. At June 30, 2016, the District had reserved \$114,000 for this purpose.

NOTE 14: DEFICIT NET POSITION

The Governmental Activities has an overall net position deficit of \$971,246 and an unrestricted net position deficit of \$5,442,707 primarily due to the PERA net pension liability of \$7,267,320, as further described in Note 10. As the District has no control over pension benefits or contribution rates, the District expects this deficit net position to continue for the foreseeable future.

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Required Supplementary Information
Pension Schedules (Unaudited)

FOWLER SCHOOL DISTRICT R4J

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION ASSET (LIABILITY)
PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾**

	<u>6/30/16</u>	<u>6/30/15</u>	<u>6/30/14</u>
District's proportion of the net pension asset (liability)	0.047517%	0.049083%	0.051236%
District's proportionate share of the net pension asset (liability)	\$ (7,267,320)	\$ (6,652,450)	\$ (6,535,081)
District's covered-employee payroll	\$ 2,070,760	\$ 2,056,243	\$ 2,065,468
District's proportionate share of the net pension asset (liability) as a percentage of covered-employee payroll	350.95%	323.52%	316.40%
Plan fiduciary net position as a percentage of the total pension liability	59.16%	62.84%	64.07%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

FOWLER SCHOOL DISTRICT R4J

**SCHEDULE OF DISTRICT CONTRIBUTIONS
PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾**

	6/30/16	6/30/15	6/30/14
Contractually required contributions	\$ 358,863	\$ 337,841	\$ 320,767
Actual contributions	<u>(358,863)</u>	<u>(337,841)</u>	<u>(320,767)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 2,070,760	\$ 2,056,243	\$ 2,065,468
Contributions as a percentage of covered-employee payroll	17.33%	16.43%	15.53%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

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Required Supplementary Information
(Budgetary Comparison Schedules)

Fowler School District R4J
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016				2015 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Property Taxes	\$ 611,941	\$ 623,063	\$ 647,278	\$ 24,215	\$ 557,202
Specific Ownership Taxes	119,055	119,055	124,246	5,191	114,015
Delinquent Taxes	5,000	5,000	612	(4,388)	(563)
Investment Earnings	-	-	5,174	5,174	4,938
Food Service Revenue	-	-	-	-	570
Rent Revenue	-	-	3,961	3,961	1,962
Donations	-	-	9,706	9,706	17,139
Instructional Materials Fees	-	-	2,153	2,153	2,251
Local BOCES Passthrough	-	-	52,743	52,743	71,700
Other Local	70,000	88,000	8,169	(79,831)	6,818
Total Local Sources	<u>805,996</u>	<u>835,118</u>	<u>854,042</u>	<u>18,924</u>	<u>776,032</u>
Intermediate Sources					
Other Intermediate Source Revenue	-	-	58	58	60
State Sources					
State Equalization	2,752,600	2,719,278	2,703,969	(15,309)	2,669,680
Transportation	32,000	33,800	35,170	1,370	35,299
State Grants from CDE					
State ELPA	-	-	1,058	1,058	1,552
Small Rural Schools Funding	-	105,558	97,069	(8,489)	-
Additional At-Risk Funding	-	-	2,932	2,932	-
READ Act Grant	-	-	11,776	11,776	1,766
Library Grant	-	-	3,621	3,621	-
State Vocational Education	38,000	44,290	20,141	(24,149)	46,392
State Grants Provided through BOCES	-	-	10,323	10,323	7,638
Total State Sources	<u>2,822,600</u>	<u>2,902,926</u>	<u>2,886,059</u>	<u>(16,867)</u>	<u>2,762,327</u>
Federal Sources					
Federal Grants from CDE					
NCLB Title I, Part A - Improving Basic Programs	90,332	90,661	91,106	445	86,925
NCLB Title II, Part A - Teacher & Principal Training	21,230	21,166	21,195	29	20,960
Race to the Top Early Childhood	-	-	-	-	60
Federal Grants from Other State Agencies					
Carl Perkins Vocational Education	10,500	10,500	10,686	186	9,489
Direct Federal Revenue					
NCLB Title VI, Part B - REAP/Rural Education	18,678	18,678	20,023	1,345	18,678
Total Federal Sources	<u>140,740</u>	<u>141,005</u>	<u>143,010</u>	<u>2,005</u>	<u>136,112</u>
TOTAL REVENUES	<u>3,769,336</u>	<u>3,879,049</u>	<u>3,883,169</u>	<u>4,120</u>	<u>3,674,531</u>

(Continued)

See the accompanying Independent Auditors' Report

Fowler School District R4J
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016				2015 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES					
Instruction					
Salaries	1,503,400	1,503,400	1,455,419	47,981	1,493,662
Benefits	525,421	525,421	493,844	31,577	500,208
PS - Property	-	-	7,946	(7,946)	8,800
PS - Other	277,088	281,088	244,459	36,629	225,855
Supplies	98,750	116,803	75,311	41,492	91,064
Property	-	-	35,776	(35,776)	7,153
Other Expenses	1,300	2,300	16,519	(14,219)	14,817
Total Instruction	<u>2,405,959</u>	<u>2,429,012</u>	<u>2,329,274</u>	<u>99,738</u>	<u>2,341,559</u>
Supporting Services					
Pupil Support					
Salaries	74,300	74,300	75,065	(765)	71,731
Benefits	29,150	29,150	27,675	1,475	27,801
PS - Other	1,850	1,850	1,378	472	1,731
Supplies	1,350	1,350	968	382	1,049
Other Expenses	165	165	30	135	144
Total Pupil Support	<u>106,815</u>	<u>106,815</u>	<u>105,116</u>	<u>1,699</u>	<u>102,456</u>
Staff Support					
Salaries	34,050	34,050	33,144	906	31,647
Benefits	14,255	14,255	13,979	276	13,631
PS - Other	2,000	3,000	4,377	(1,377)	2,013
Supplies	2,750	3,750	6,144	(2,394)	2,819
Other Expenses	600	600	-	600	530
Total Staff Support	<u>53,655</u>	<u>55,655</u>	<u>57,644</u>	<u>(1,989)</u>	<u>50,640</u>
General Administration					
Salaries	73,260	78,060	77,508	552	71,035
Benefits	23,015	23,090	22,918	172	21,919
PS - Professional	-	-	10,642	(10,642)	9,847
PS - Other	43,940	43,940	34,546	9,394	37,764
Supplies	2,000	2,000	537	1,463	492
Other Expenses	7,400	8,000	6,217	1,783	5,806
Total General Administration	<u>149,615</u>	<u>155,090</u>	<u>152,368</u>	<u>2,722</u>	<u>146,863</u>
School Administration					
Salaries	152,275	155,475	154,687	788	149,678
Benefits	43,975	44,025	43,424	601	41,676
PS - Other	2,750	3,150	3,157	(7)	2,529
Supplies	2,750	2,750	1,381	1,369	1,200
Other Expenses	1,100	1,100	5,103	(4,003)	4,893
Total School Administration	<u>202,850</u>	<u>206,500</u>	<u>207,752</u>	<u>(1,252)</u>	<u>199,976</u>

(Continued)

See the accompanying Independent Auditors' Report

Fowler School District R4J
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016				2015 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES (Continued)					
Supporting Services (Continued)					
Business Services					
Salaries	69,590	69,590	69,590	-	68,590
Benefits	20,125	20,125	19,996	129	18,222
PS - Other	4,050	4,050	4,112	(62)	3,856
Supplies	2,000	2,000	459	1,541	1,186
Other Expenses	500	500	460	40	460
Total Business Services	<u>96,265</u>	<u>96,265</u>	<u>94,617</u>	<u>1,648</u>	<u>92,314</u>
Operations and Maintenance					
Salaries	143,650	145,750	139,409	6,341	139,446
Benefits	57,650	58,450	54,365	4,085	53,673
PS - Property	-	-	32,396	(32,396)	24,288
PS - Other	44,000	53,250	14,059	39,191	10,879
Supplies	176,300	181,916	174,678	7,238	179,090
Property	-	-	5,069	(5,069)	425
Other Expenses	-	-	315	(315)	-
Total Operations and Maintenance	<u>421,600</u>	<u>439,366</u>	<u>420,291</u>	<u>19,075</u>	<u>407,801</u>
Transportation					
Salaries	90,250	90,250	89,256	994	88,162
Benefits	33,175	33,175	31,212	1,963	30,840
PS - Property	18,000	18,000	1,160	16,840	-
PS - Other	-	-	18,151	(18,151)	34,891
Supplies	55,000	55,000	40,052	14,948	43,787
Other Expenses	-	-	(14,328)	14,328	(13,337)
Total Transportation	<u>196,425</u>	<u>196,425</u>	<u>165,503</u>	<u>30,922</u>	<u>184,343</u>
Other Central Support					
Salaries	17,150	17,150	18,521	(1,371)	17,159
Benefits	6,225	6,225	5,547	678	5,137
PS - Other	5,800	5,800	5,400	400	1,350
Supplies	1,265	1,265	-	1,265	1,086
Total Other Central Support	<u>30,440</u>	<u>30,440</u>	<u>29,468</u>	<u>972</u>	<u>24,732</u>
Risk Management					
PS - Other	73,888	73,888	67,304	6,584	52,703
Other Supporting Services					
Salaries	-	-	499	(499)	500
Benefits	-	-	101	(101)	93
Supplies	-	-	2,293	(2,293)	15
Total Other Supporting Services	<u>-</u>	<u>-</u>	<u>2,893</u>	<u>(2,893)</u>	<u>608</u>
Community Support					
Other Expenses	35,000	35,000	34,580	420	33,840
Contingency	<u>1,010,310</u>	<u>1,042,772</u>	<u>-</u>	<u>1,042,772</u>	<u>-</u>
TOTAL EXPENDITURES	<u>4,782,822</u>	<u>4,867,228</u>	<u>3,666,810</u>	<u>1,200,418</u>	<u>3,637,835</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(1,013,486)	(988,179)	216,359	1,204,538	36,696
OTHER FINANCING SOURCES (USES)					
Transfers	3,176	(54,593)	(192,720)	(138,127)	-
CHANGE IN FUND BALANCE	(1,010,310)	(1,042,772)	23,639	1,066,411	36,696
BEGINNING FUND BALANCE	1,010,310	1,042,772	1,042,772	-	1,006,076
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,066,411</u>	<u>\$ 1,066,411</u>	<u>\$ 1,042,772</u>

See accompanying Independent Auditors' Report.

FOWLER SCHOOL DISTRICT R4J

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Year Ended June 30, 2016

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Budgets and Budgetary Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles (except for the Enterprise Fund, which budgets on a non-GAAP basis). Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year-end.

The District adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- Budgets are required by state law for all funds. By May 31, the Superintendent of Schools submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year-end.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Budgets are required to be filed with the Commissioner of Education within thirty days after the beginning of the fiscal year.
- Budgets may be revised until January 31st of the budget year.
- Expenditures may not legally exceed appropriations at the fund level.
- Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted and amended by the Board of Education.
- Encumbrance accounting is not utilized.

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Other Supplementary Information

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Special Revenue Fund

Fowler School District R4J
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Food Service Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016		Variance with Final Budget	2015 Actual
	Final Budget	Actual		
Local Sources				
Investment Earnings	\$ -	\$ 32	\$ 32	\$ 27
Food Service Revenue	60,377	48,288	(12,089)	53,777
Total Local Sources	<u>60,377</u>	<u>48,320</u>	<u>(12,057)</u>	<u>53,804</u>
State Sources				
State Grants from CDE				
State Match - Child Nutrition	-	1,863	1,863	1,975
Smart Start Nutrition	-	843	843	913
State K-2 Reduced Lunch	-	1,147	1,147	1,332
Total State Sources	<u>-</u>	<u>3,853</u>	<u>3,853</u>	<u>4,220</u>
Federal Sources				
Federal Grants from CDE				
School Breakfast Program	126,187	29,489	(96,698)	27,126
National School Lunch Program	-	95,546	95,546	87,437
School Lunch Equipment Grant	-	-	-	14,151
Federal Grants from Other State Agencies				
Commodities	16,000	14,640	(1,360)	14,516
Total Federal Sources	<u>142,187</u>	<u>139,675</u>	<u>(2,512)</u>	<u>143,230</u>
TOTAL REVENUES	<u>202,564</u>	<u>191,848</u>	<u>(10,716)</u>	<u>201,254</u>
EXPENDITURES				
Food Service				
Salaries	56,952	53,740	3,212	47,255
Benefits	31,600	31,241	359	30,152
PS - Property	-	1,251	(1,251)	1,596
PS - Other	4,325	2,069	2,256	2,247
Supplies	98,687	3,371	95,316	3,171
Food	-	90,465	(90,465)	87,131
Commodities	16,000	15,050	950	14,869
Property	-	-	-	14,151
Total Food Service	<u>207,564</u>	<u>197,187</u>	<u>10,377</u>	<u>200,572</u>
Contingency	51,172	-	51,172	-
TOTAL EXPENDITURES	<u>258,736</u>	<u>197,187</u>	<u>61,549</u>	<u>200,572</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(56,172)	(5,339)	50,833	682
OTHER FINANCING SOURCES (USES)				
Transfers	5,000	2,000	(3,000)	-
CHANGE IN FUND BALANCE	(51,172)	(3,339)	47,833	682
BEGINNING FUND BALANCE	51,172	51,172	-	50,490
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 47,833</u>	<u>\$ 47,833</u>	<u>\$ 51,172</u>

See accompanying Independent Auditors' Report.

Debt Service Fund

Fowler School District R4J
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Bond Redemption Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance with Final Budget	
REVENUES				
Local Sources				
Property Taxes	\$ 162,437	\$ 158,023	\$ (4,414)	\$ 164,471
Delinquent Taxes	750	190	(560)	(18)
Investment Earnings	-	299	299	343
TOTAL REVENUES	<u>163,187</u>	<u>158,512</u>	<u>(4,675)</u>	<u>164,796</u>
EXPENDITURES				
Supporting Services				
General Administration				
PS - Professional	500	260	240	244
Debt Service				
Principal	125,000	125,000	-	125,000
Interest	17,250	17,250	-	19,750
Total Debt Service	<u>142,250</u>	<u>142,250</u>	<u>-</u>	<u>144,750</u>
Contingency	<u>376,503</u>	<u>-</u>	<u>376,503</u>	<u>-</u>
TOTAL EXPENDITURES	<u>519,253</u>	<u>142,510</u>	<u>376,743</u>	<u>144,994</u>
CHANGE IN FUND BALANCE	<u>(356,066)</u>	<u>16,002</u>	<u>372,068</u>	<u>19,802</u>
BEGINNING FUND BALANCE	<u>356,066</u>	<u>356,066</u>	<u>-</u>	<u>336,264</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 372,068</u>	<u>\$ 372,068</u>	<u>\$ 356,066</u>

See accompanying Independent Auditors' Report.

Capital Projects Fund

Fowler School District R4J
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Reserve Project Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	<u>2016</u>		Variance with Final Budget	<u>2015</u>	
	Final Budget	Actual		Actual	Actual
REVENUES					
Local Sources					
Investment Earnings	\$ 400	\$ 491	\$ 91	\$ 366	
Donations	-	106,940	106,940	-	
Sale of Fixed Assets	-	2,600	2,600	1,500	
Insurance Proceeds	<u>287,000</u>	<u>198,827</u>	<u>(88,173)</u>	<u>-</u>	
TOTAL REVENUES	<u>287,400</u>	<u>308,858</u>	<u>21,458</u>	<u>1,866</u>	
EXPENDITURES					
Instruction					
Property	-	5,675	(5,675)	-	
Supporting Services					
Operations and Maintenance					
Property	244,065	206,999	37,066	-	
Transportation					
Property	-	64,595	(64,595)	20,958	
Facilities/Capital Outlay					
Equipment	64,595	13,063	51,532	-	
Contingency					
	<u>201,235</u>	<u>-</u>	<u>201,235</u>	<u>-</u>	
TOTAL EXPENDITURES	<u>509,895</u>	<u>290,332</u>	<u>219,563</u>	<u>20,958</u>	
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(222,495)	18,526	241,021	(19,092)	
OTHER FINANCING SOURCES (USES)					
Transfers	<u>54,593</u>	<u>190,720</u>	<u>136,127</u>	<u>-</u>	
CHANGE IN FUND BALANCE	(167,902)	209,246	377,148	(19,092)	
BEGINNING FUND BALANCE	<u>167,902</u>	<u>167,902</u>	<u>-</u>	<u>186,994</u>	
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 377,148</u>	<u>\$ 377,148</u>	<u>\$ 167,902</u>	

See accompanying Independent Auditors' Report.

Agency Funds

Fowler School District R4J
Schedule of Revenues, Expenses and Changes in Fiduciary Net Position
Budget and Actual
Fiduciary Funds
Scholarship Agency Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance with Final Budget	
ADDITIONS				
Local Sources	\$ 1,600	\$ 3,570	\$ 1,970	\$ 2,994
DEDUCTIONS				
Instruction	2,000	1,750	250	1,000
Contingency	21,581	-	21,581	-
TOTAL DEDUCTIONS	<u>23,581</u>	<u>1,750</u>	<u>21,831</u>	<u>1,000</u>
CHANGE IN NET POSITION	(21,981)	1,820	23,801	1,994
BEGINNING NET POSITION	<u>21,981</u>	<u>21,981</u>	-	<u>19,987</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 23,801</u>	<u>\$ 23,801</u>	<u>\$ 21,981</u>

See accompanying Independent Auditors' Report.

Fowler School District R4J
Schedule of Revenues, Expenses and Changes in Fiduciary Net Position
Budget and Actual
Fiduciary Funds
Pupil Activity Agency Fund
For the Year Ended June 30, 2016
(With Comparative Totals for the Year Ended June 30, 2015)

	2016			2015
	Final Budget	Actual	Variance with Final Budget	
ADDITIONS				
Local Sources	\$ 290,500	\$ 209,904	\$ (80,596)	\$ 189,882
DEDUCTIONS				
Instruction	290,500	202,604	87,896	168,720
Contingency	239,430	-	239,430	-
TOTAL DEDUCTIONS	<u>529,930</u>	<u>202,604</u>	<u>327,326</u>	<u>168,720</u>
CHANGE IN NET POSITION	(239,430)	7,300	246,730	21,162
BEGINNING NET POSITION	<u>239,430</u>	<u>239,430</u>	<u>-</u>	<u>218,268</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 246,730</u>	<u>\$ 246,730</u>	<u>\$ 239,430</u>

See accompanying Independent Auditors' Report.

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COMPLIANCE SECTION

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State Compliance



Colorado Department of Education
Auditors Integrity Report
 District: 2540 - FOWLER R-4J
 Fiscal Year 2015-16
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

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	1,042,772	3,534,733	3,511,094	1,066,411
18 Risk Mgmt Sub-Fund of General Fund	0	74,260	74,260	0
19 Colorado Preschool Program Fund	0	81,456	81,456	0
Sub- Total	1,042,772	3,690,449	3,666,810	1,066,411
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	0	0	0	0
21 Food Service Spec Revenue Fund	51,172	193,848	197,187	47,833
22 Govt Designated-Purpose Grants Fund	0	0	0	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	356,066	158,512	142,510	372,068
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 Reserve Capital Projects Fund	167,902	499,578	290,332	377,148
Totals	1,617,912	4,542,387	4,296,839	1,863,461
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 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	21,981	3,571	1,750	23,801
74 Pupil Activity Agency Fund	239,430	209,904	202,604	246,730
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	261,410	213,475	204,354	270,531

FINAL

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



Colorado Department of Education

Bolded Balance Sheet Report

District: 2540 - FOWLER R-4J

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)	1,453,543	0	0	39,384	0	363,925	277,148	0	0	0	270,531	0	2,404,531	
Cash with Fiscal Agent (8105)	19,430	0	0	0	0	2,538	0	0	0	0	0	0	21,969	
Taxes Receivable (8121,8122)	15,217	0	0	0	0	5,605	0	0	0	0	0	0	20,822	
Interfund Loans Receivable (8131,8132)	0	0	0	0	0	0	100,000	0	0	0	0	0	100,000	
Grants Accounts Receivable (8142)	2,767	0	0	0	0	0	0	0	0	0	0	0	2,767	
Other Receivables (8151-8154,8161)	35,297	0	0	6,925	0	0	0	0	0	0	0	0	42,222	
Inventories (8171,8172,8173)	0	0	0	7,574	0	0	0	0	0	0	0	0	7,574	
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Assets	1,526,254	0	0	53,884	0	372,068	377,148	0	0	0	270,531	0	2,599,885	

Fiduciary

Proprietary

Governmental

LIABILITIES & FUND EQUITY	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	
Interfund Payables (7401-7402)	100,000	0	0	0	0	0	0	0	0	0	0	0	100,000	
Other Payables (7421-7423)	16,765	0	0	0	0	0	0	0	0	0	0	0	16,765	
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	
Accrued Expenses (7461)	331,709	0	0	3,991	0	0	0	0	0	0	0	0	335,700	
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)	0	0	0	2,060	0	0	0	0	0	0	0	0	2,060	
Deferred Inflow Grants (7801)	11,368	0	0	0	0	0	0	0	0	0	0	0	11,368	
Total Liabilities	459,843	0	0	6,050	0	0	0	0	0	0	0	0	465,893	

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	7,574	0	0	0	0	0	0	0	0	7,574
Restricted Fund Balance 6720	0	0	0	0	0	372,068	0	0	0	0	0	0	372,068
TABOR 3% Emergency Reserve 6721	114,000	0	0	0	0	0	0	0	0	0	0	0	114,000
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 (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0
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	0	0	0	0	0	0	0	0	0	0	0	0	0
Assigned Fund Balance 6760	0	0	0	40,259	0	0	377,148	0	0	0	0	0	417,407
Unassigned Fund Balance 6770	952,411	0	0	0	0	0	0	0	0	0	270,531	0	1,222,943
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	1,066,411	0	0	47,833	0	372,068	377,148	0	0	0	270,531	0	2,133,992

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
	1,526,254	0	0	53,884	0	372,068	377,148	0	0	0	270,531	0	2,599,885
For Each Fund Type:	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes