

cPa DIXON, WALLER & CO., INC.

PLATEAU VALLEY SCHOOL

DISTRICT NUMBER 50

MESA COUNTY, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2016



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*By Justin L. Smith at 4:25 pm, Jan 04, 2017*

**DIXON, WALLER & CO., INC.**

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PLATEAU VALLEY SCHOOL  
DISTRICT NUMBER 50

FINANCIAL STATEMENTS

JUNE 30, 2016

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PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
ROSTER OF SCHOOL OFFICIALS  
June 30, 2016

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BOARD OF EDUCATION

Michael Harvey	President
Dawn Currier	Vice-President
Judy Skrbina	Secretary
Thomas Gately	Treasurer
Dr. Clint Dennison	Board Member

SCHOOL OFFICIALS

Gregory G. Randall	Superintendent
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FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

Board of Education  
Plateau Valley School  
District Number 50  
Mesa County, Colorado 81624

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District Number 50, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

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

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

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

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District Number 50, as of June 30, 2016, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## Other Matters

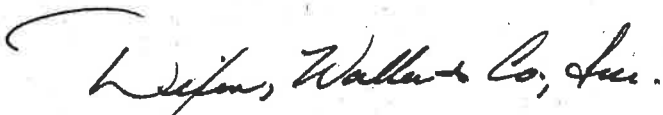
### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension trend data on pages i through vii and 33 through 38 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Plateau Valley School District Number 50's basic financial statements. The other schedules and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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



Trinidad, Colorado  
November 28, 2016

## MANAGEMENT'S DISCUSSION AND ANALYSIS

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2016

## **Management's Discussion and Analysis**

Plateau Valley School District #50 is located in the eastern part of Mesa County, on the western slope of Colorado. It encompasses the three small towns of Collbran, Mesa and Molina, a PreK-12 school located two miles west of Collbran, and an alternative high school located at the Collbran Job Corps Center. The district, in addition to the land on which the K-12 facility is located, owns 40 acres of land north of the town of Mesa, parallel to Hwy 65. FY16's FTE (Full Time Equivalent student count) was 424, compared to FY15's of 432.

The discussion and analysis of Plateau Valley School District 50's financial performance provides an overall review of the District's financial activities for the fiscal year that ended June 30, 2016. The intent of this discussion and analysis is to look at the District's financial performance as a whole; it should be read in conjunction with the basic financial statements and notes to enhance the reader's understanding of the District's overall financial performance.

### **Financial Highlights**

Key financial highlights for the fiscal year ending June 30, 2016, are as follows:

- ◆ Federal government cut backs have continued to impacted Grand Mesa High School-enrollment. 130 students were projected; 125 were in attendance on count day, causing a marked reduction in state formula funding reimbursement.
- ◆ Continued headcount reductions and staff assignment consolidations to deal with decreasing student enrollment and financial impacts of the state funding (negative factor). Reduced elementary teachers by two.
- ◆ Salary schedules: 2% base increase with increments
- ◆ Continued investment in curriculum and technology improvements for kids by adding additional laptops and learning software.
- ◆ The superintendent secured a BEST grant and a Federal Mineral Lease grant to replace failing heating and cooling units.
- ◆ READ Act grant monies were used to partially fund the kindergarten teacher salary.
- ◆ A significant drop in assessed valuation resulted in a larger state share of the formula funding.

### **Using the Basic Financial Statements**

The statement of net assets and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also report the District's operations in more detail than government side statements, by providing information about the District's most significant funds with all other non major funds presented in total in a single column. For Plateau Valley School District 50, the General Fund is the most significant fund. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the reporting entity.

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2016

## REPORTING THE DISTRICT AS A WHOLE

### Statement of Net Assets and Statement of Activities

This report indicates Plateau Valley School District, because of conservative spending practices, maintains a healthy fund balance. Per Board policy, the district strives to keep six months operating expenses in reserve.

These statements include all assets and liabilities using the accrual basis of accounting, taking into account all of the current year's revenues and expenses regardless of when cash was received or paid. Financial statements of the District's fiduciary funds (Pupil Activity Fund) are not included in the government-wide financial statements, because resources of these funds cannot be used to finance the District's activities. However, the financial statement of fiduciary funds is included in the District's financial statements because the District is financially accountable for those resources, even though they belong to other parties.

The two statements report the district's net assets and changes in those assets. This change in net assets is important because it identifies whether the financial position of the District has improved or diminished for the District as a whole. This could be a result of many factors: finance law changes, interest rates, enrollment levels, facility conditions, mandated educational programs, etc.

For the purpose of the statement of net assets and statement of activities, the District is divided into one distinct kind of activity:

**Governmental Activities** – Governmental activities are financed through local revenues (including taxes, interest, fees), state equalization and state and federal grants. Expenditures include those for instruction, support services, plant maintenance and operation, transportation and capital outlay.

## FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District's total net assets on June 30, 2016 were \$(661,838). Of the District's \$10,668,426 in assets, \$6,512,430 (61%) reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2016

Table 1

	Net Assets	
	Governmental Activities	
	FY15	FY16
<b>Assets</b>		
Current and Other Assets	\$ 3,507,497	\$ 4,155,996
Capital Assets	<u>\$ 6,207,010</u>	<u>\$ 6,512,430</u>
<b>Total Assets</b>	<b>\$ 9,714,507</b>	<b>\$ 10,668,426</b>
<b>Deferred Outflow/Rev</b>		
Deferred Refunding	\$ 149,586	\$ 124,736
<b>Liabilities</b>		
Current Liabilities	\$ 8,851,451	\$ 10,793,591
Long-Term Liabilities	<u>\$ 2,140,000</u>	<u>\$ 1,930,000</u>
	<b>\$ 10,991,451</b>	<b>\$ 12,723,591</b>
<b>Net Position</b>		
Invested in capital assets	\$ 3,867,010	\$ 4,372,430
Restricted for:		
Tabor Reserve	\$ 125,900	\$ 149,300
Food Service	\$ 15,871	\$ 8,061
Debt	\$ 791,534	\$ 862,792
PreSchool	\$ 3,258	\$ -
Insurance	\$ -	\$ -
Unrestricted	<u>\$ (5,548,948)</u>	<u>\$ (6,054,421)</u>
	<b>\$ (745,375)</b>	<b>\$ (661,838)</b>

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2016

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

**Table 2**

	<b>Changes in Net Position</b>	
	<b>Governmental Activities</b>	
	<b>FY 15</b>	<b>FY 16</b>
<b>Revenues</b>		
<b>Program Revenues:</b>		
Charges for Services	\$ 59,886	\$ 78,332
Operating Grants & Contributions	\$ 294,832	\$ 397,140
Cap Grants & Contrb.	\$ 55,005	\$ 368,234
<b>General Revenues:</b>		
Property Taxes	\$ 2,410,309	\$ 2,517,375
Spec Ownership Tx's	\$ 317,298	\$ 326,913
State Equalization	\$ 1,536,158	\$ 1,590,643
Investment Earnings	\$ 3,133	\$ 7,306
Other Revenues	\$ 12,590	\$ 202,251
Gain on Asset Sale	\$ -	\$ -
Transfers	\$ -	\$ -
<b>Total Revenues</b>	<b>\$ 4,689,211</b>	<b>\$ 5,488,194</b>
<b>Expenses</b>		
Instructional Svcs	\$ 2,852,293	\$ 2,601,889
<b>Supporting Svcs:</b>		
Students	\$ 93,470	\$ 54,191
Instructional Staff	\$ 61,249	\$ 42,391
Dist. Administration	\$ 239,921	\$ 216,418
School Admin.	\$ 598,135	\$ 560,070
Business	\$ 82,140	\$ 56,848
Operation & Maint.	\$ 345,320	\$ 364,100
Transportation	\$ 199,840	\$ 187,559
Central	\$ 149,172	\$ 142,641
Facilities	\$ 135,120	\$ 421,789
Food Service	\$ 118,976	\$ 132,529
Capital Outlay	\$ -	\$ -
Interest on Long-Term Liabilities	\$ 75,403	\$ 70,099
Pension Amortization	\$ 45,882	\$ 485,253
<b>Total Expenses</b>	<b>\$ 4,996,921</b>	<b>\$ 5,335,777</b>
Increase (decrease) in net position	\$ (307,710)	\$ 152,417

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2016

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

**Table 3**

	<b>Governmental Activities</b>			
	Total Cost of		Net Cost of	
	Services		Services	
	FY15	FY16	FY15	FY16
<b>Instructional Services</b>	\$ 2,852,293	\$ 2,601,889	\$ (2,621,332)	\$ (2,254,772)
<b>Supporting Services:</b>				
Students	\$ 93,470	\$ 54,191	\$ (93,470)	\$ (54,191)
Instructional Staff	\$ 61,249	\$ 42,391	\$ (61,249)	\$ (42,391)
Dist. Administration	\$ 239,921	\$ 216,418	\$ (239,921)	\$ (216,418)
School Administration	\$ 598,135	\$ 560,070	\$ (598,135)	\$ (560,070)
Business	\$ 82,140	\$ 56,848	\$ (82,140)	\$ (56,848)
Operation & Maintenance	\$ 345,320	\$ 364,100	\$ (290,315)	\$ 4,134
Transportation	\$ 199,840	\$ 187,559	\$ (179,520)	\$ (166,543)
Central	\$ 149,172	\$ 142,641	\$ (149,172)	\$ (142,641)
Facilities	\$ 135,120	\$ 421,789	\$ (135,120)	\$ (421,789)
Food Service	\$ 118,976	\$ 132,529	\$ (15,539)	\$ (25,190)
Capital Outlay	\$ -	\$ -	\$ -	\$ -
Interest on Long-Term Liabilities	\$ 75,403	\$ 70,099	\$ (75,403)	\$ (70,099)
Pension Amortization	\$ 45,882	\$ 485,253	\$ (45,882)	\$ (485,253)
<b>Total</b>	\$ 4,996,921	\$ 5,335,777	\$ (4,587,198)	\$ (4,492,071)

◆The cost of all governmental activities this year was \$5,335,777.

◆The federal and state government subsidized certain programs with grants and contributions of \$843,706.

◆Most of the District's costs, however, were financed by District and State taxpayers. This portion of governmental activities was financed with \$1,590,643 in state equalization from the School Finance Act, \$2,844,288 in property tax/specific ownership taxes and \$209,557 in investment earnings and other miscellaneous revenue.

**General Fund Budgeting Highlights**

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) with the exception of the Proprietary Fund.

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2016

Plateau Valley District #50 has, for many years, adopted a conservative budgeting approach, in which current expenditures are funded from current revenues. This has resulted in a gradual increase in the General Fund contingency reserve. Contingency reserve monies were tapped slightly in FY04 and FY05, and more so in FY06 and FY07 for the multi-purpose building project. Additional contingency reserve monies were needed again in FY09. The district strives to have a program driven budget based on the needs of individual programs for each budget year. The district has worked to ensure we have small class sizes and sufficient supplies for all classrooms. The district has raised salaries to win the war for professional talent and stay competitive with other surrounding school districts.

Plateau Valley School Dist. #50 also has a policy stating we must have six months operating expenses in reserve in case funding is severely cut or delayed. Six months operating expenses average approximately \$1,800,000.

**GENERAL FIXED ASSETS:**

At the end of 2016, the District had a total of \$6,512,430 invested in fixed assets.

	Governmental Activities
<b>Non-Depreciable Assets:</b>	
Land	\$ 1,156,867
Construction in progress	\$ 575,062
<i>Total Non-Depreciable Assets</i>	\$ 1,731,929
<b>Depreciable Assets:</b>	
Building & Site Improvement	\$ 9,578,412
Vehicles & Equipment	\$ 1,305,170
<i>Total Depreciable Assets</i>	\$ 10,883,582
<b>Less Accumulated Depreciation:</b>	
Building & Site Improvement	\$ 4,893,458
Equipment & Vehicles	\$ 1,209,623
<i>Total Accumulated Depreciation</i>	\$ 6,103,081
<b>Total Capital Assets, Net:</b>	<b>\$ 6,512,430</b>

**Long-Term Debt**

As a result of the \$3.9 million general obligation bond passed on 11/2/04, the district incurred a maximum debt of \$6,041,763.33, if the final payment was made on 12/1/2024. The Board has expressed the intent of prepaying principal as much as possible after the ten-year mandatory wait period. Because of lower interest rates, a portion of the bonds was refinanced in February, 2012. The advanced refunding reduced the total debt service payments over the next 13 years by \$220,337,

PLATEAU VALLEY SCHOOL DIST. 50  
 MANAGEMENT'S DISCUSSION AND ANALYSIS  
 For the Fiscal Year Ended June 30, 2016

obtaining an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

**Table 4**

<b>Plateau Valley School Dist. #50</b>			
Debt Service Requirements to Maturity			
June 30 2016			
	Principal	Interest	Total
General Obligation Refunding Series 2012	\$2,140,000	\$397,050	\$2,537,050
	\$2,140,000	\$397,050	\$2,537,050

**CURRENT ISSUES, ECONOMIC CONDITION AND OUTLOOK**

The current state funding model along with the negative factor does not give much hope for financial managers and educators.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our residents, customers, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Financial information is also posted on the District's website, [www.pvsd50.org](http://www.pvsd50.org), under the District Resources tab on the Financial Transparency link. If you have any questions regarding this report, the financial website postings, or need additional information, please contact the superintendent's office or business office at:

Plateau Valley School Dist. #50  
 56600 Hwy 330  
 Collbran, CO 81624

Tel: 970-487-3547  
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BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
STATEMENT OF NET POSITION  
June 30, 2016

	<u>Governmental Activities</u>	<u>Total</u>
<u>ASSETS</u>		
Cash and Investments	3,517,240	3,517,240
Accounts Receivable	474,721	474,721
Accrued Revenue	3,894	3,894
Property Taxes Receivable	150,100	150,100
Inventories	10,041	10,041
Capital Assets	12,615,511	12,615,511
Accumulated Depreciation	<u>(6,103,081)</u>	<u>(6,103,081)</u>
<u>Total Assets</u>	<u>10,668,426</u>	<u>10,668,426</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
District Contributions Subsequent to Pension Measurement Date	252,813	252,813
Pension Outflows – Plan Level	929,279	929,279
Pension Outflows – Employer Level	263,947	263,947
Deferred Refunding	<u>124,736</u>	<u>124,736</u>
<u>Total Deferred Outflow of Resources</u>	<u>1,570,775</u>	<u>1,570,775</u>
 <u>LIABILITIES</u>		
Accounts Payable	564,733	564,733
Accrued Salaries	377,155	377,155
Accrued Interest Payable	6,425	6,425
Compensated Absences	6,098	6,098
Unamortized Bond Premium	169,252	169,252
Net Pension Obligation	9,459,928	9,459,928
Debt – Current	210,000	210,000
Debt – Long Term	<u>1,930,000</u>	<u>1,930,000</u>
<u>Total Liabilities</u>	<u>12,723,591</u>	<u>12,723,591</u>
 <u>DEFERRED INFLOW OF RESOURCES</u>		
Pension Inflows – Plan Level	134,079	134,079
Pension Inflows – Employer Level	<u>43,369</u>	<u>43,369</u>
<u>Total Deferred Inflow of Resources</u>	<u>177,448</u>	<u>177,448</u>
 <u>NET POSITION</u>		
Net Investment in Capital Assets	4,372,430	4,372,430
Restricted for:		
Tabor Reserve	149,300	149,300
Food Service	8,061	8,061
Debt Service	862,792	862,792
Preschool	-	-
Unrestricted	<u>(6,054,421)</u>	<u>(6,054,421)</u>
<u>Total Net Position</u>	<u>(661,838)</u>	<u>(661,838)</u>

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



PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2016

	<u>General</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>ASSETS</u></b>				
Cash and Investments	2,657,367	857,792	2,081	3,517,240
Accounts Receivable	470,171	-	4,550	474,721
Accrued Revenue	3,894	-	-	3,894
Due From Other Funds	6,580	-	-	6,580
Property Taxes Receivable	126,900	23,200	-	150,100
Inventories	-	-	<u>10,041</u>	<u>10,041</u>
<b>Total Assets</b>	<u>3,264,912</u>	<u>880,992</u>	<u>16,672</u>	<u>4,162,576</u>
<b><u>LIABILITIES:</u></b>				
Accounts Payable	564,733	-	-	564,733
Accrued Salaries	375,124	-	2,031	377,155
Due To Other Funds	-	-	6,580	6,580
Other Payables	-	-	-	-
<b>Total Liabilities</b>	<u>939,857</u>	<u>-</u>	<u>8,611</u>	<u>948,468</u>
<b><u>DEFERRED INFLOW OF RESOURCES</u></b>				
Property Taxes	<u>83,000</u>	<u>18,200</u>	<u>-</u>	<u>101,200</u>
<b><u>FUND BALANCES:</u></b>				
Nonspendable:				
Inventories	-	-	10,041	10,041
Restricted for:				
Emergencies	149,300	-	-	149,300
Preschool	-	-	-	-
Debt Service	-	862,792	-	862,792
Food Service	-	-	-	-
Committed for:				
Capital Outlay	-	-	-	-
Insurance	21,740	-	-	21,740
Assigned for:				
Debt Service	-	-	-	-
Pupil Activities	-	-	-	-
Unassigned	<u>2,071,015</u>	<u>-</u>	<u>(1,980)</u>	<u>2,069,035</u>
<b>Total Fund Balances</b>	<u>2,242,055</u>	<u>862,792</u>	<u>8,061</u>	<u>3,112,908</u>
<b><u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u></b>				
	<u>3,264,912</u>	<u>880,992</u>	<u>16,672</u>	<u>4,162,576</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET  
 TO STATEMENT OF NET POSITION  
 June 30, 2016

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

<b>TOTAL FUND BALANCE – GOVERNMENTAL FUNDS</b>	<b>3,112,908</b>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$12,615,511 and the accumulated depreciation is \$6,103,081.	6,512,430
Property tax revenue is recognized when earned (claim to resources established) rather than when “available.” All of the deferred property tax revenue is not available	101,200
Unamortized bond premium is not reported in the funds.	(169,252)
Accrued interest on long term debt is not reported in the funds.	(6,425)
Compensated absences not reported in the funds	(6,098)
Deferred refunding not reported in the funds	124,736
Long term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(2,140,000)
The District’s portion of the net pension obligation for PERA is reported on the statement of net position is not reported as a liability in the funds.	(9,459,928)
Deferred flows for contributions made toward the net pension obligation from December 31, 2015 until June 30, 2016 is not reported in the funds.	252,813
Net deferred pension flows – Plan Level	795,200
Net deferred pension flows – Employer Level	<u>220,578</u>
<b>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</b>	<b><u>(661,838)</u></b>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES – GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2016

	<u>General</u>	<u>Bond Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Property Taxes	2,140,833	350,342	-	2,491,175
Specific Ownership taxes	326,913	-	-	326,913
Earnings on Investments	7,306	-	-	7,306
Other Local Sources	237,695	216	42,672	280,583
State Aid	2,147,102	-	1,719	2,148,821
Federal Aid	<u>144,248</u>	<u>-</u>	<u>62,948</u>	<u>207,196</u>
<u>Total Revenues</u>	<u>5,004,097</u>	<u>350,558</u>	<u>107,339</u>	<u>5,461,994</u>
<b>EXPENDITURES:</b>				
Current:				
Instructional Services	2,341,060	-	-	2,341,060
Supporting Services:				
Students	54,191	-	-	54,191
Instructional Staff	42,391	-	-	42,391
District Administration	216,418	-	-	216,418
School Administration	560,070	-	-	560,070
Business	56,848	-	-	56,848
Operation & Maintenance of Facilities	364,100	-	-	364,100
Transportation	157,827	-	-	157,827
Central	142,641	-	-	142,641
Facility Acquisition and Construction	1,021,725	-	-	1,021,725
Food Service	-	-	130,149	130,149
Debt Service:				
Principal Retirement	-	200,000	-	200,000
Interest and Fiscal Charges	-	79,300	-	79,300
Payments to Fiscal Agent	-	-	-	-
Capital Outlay	-	-	-	-
<u>Total Expenditures</u>	<u>4,957,271</u>	<u>279,300</u>	<u>130,149</u>	<u>5,366,720</u>
<b>EXCESS DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES</b>				
	<u>46,826</u>	<u>71,258</u>	<u>(22,810)</u>	<u>95,274</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers	(15,000)	-	15,000	-
Proceeds from Debt	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>				
	31,826	71,258	(7,810)	95,274
<u>FUND BALANCES, Beginning</u>	<u>2,210,229</u>	<u>791,534</u>	<u>15,871</u>	<u>3,017,634</u>
<u>FUND BALANCES, Ending</u>	<u>2,242,055</u>	<u>862,792</u>	<u>8,061</u>	<u>3,112,908</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
 For the Year Ended June 30, 2016

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

**NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS** 95,274

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

Capital Outlays more than \$5,000	599,936	
Loss on Disposition of Assets	-	
Depreciation Expense	<u>(294,516)</u>	305,420

Property tax revenues received prior to the year for which they are being levied or not “available” at year end are reported as deferred revenue in the governmental funds. They are, however recorded as revenues in the statement of activities. Deferred property tax revenues increased this year. 26,200

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

Principal Payment		200,000
Accrued Interest		333
Premium Amortization		33,718
Deferred Refunding		<u>(24,850)</u>
Compensated Absences		1,575

The statement of activities reports net pension obligation which is not reported in the fund financial statements.

Change in net pension obligation		(1,440,741)
Deferred flows from net pension obligations		<u>955,488</u>

**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** 152,417

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
STATEMENT OF FIDUCIARY NET POSITION  
PUPIL ACTIVITY AGENCY FUND  
June 30, 2016

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	<u>Pupil Activity Fund</u>
<u>ASSETS</u>	
Cash and Investments	59,618
<u>Total Assets</u>	<u>59,618</u>
<u>LIABILITIES</u>	
Due To Other Funds	-
Deposits Held for Others	59,618
<u>Total Liabilities</u>	<u>59,618</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Plateau Valley School District #50 the (District) conform with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

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

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Plateau Valley School District Number 50. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A.    Reporting Entity

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B.      Government-Wide and Fund Financial Statements

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

D. Fund Accounting

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D.    Fund Accounting (Continued)

- Major Governmental Funds
  1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
  2. Bond Redemption Debt Service Fund – used to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.

Additionally, The District reports the following fund type:

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

E.    Cash and Investments

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

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

F.    Receivables

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

G.    Inventories

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H.      Capital Assets

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

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

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-35 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition and any remaining depreciation is recorded in the year of disposition.

I.      Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. The District records long-term debt of governmental funds at the face value. General obligation bonds are serviced from property taxes and other revenues of the Bond Redemption Fund. The long-term accumulated unpaid accrued sick leave is serviced from property taxes and other revenues by the respective fund type from future appropriations.

J.      Constitutional Amendment

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

On November 2, 1999 the registered voters approved a ballot resolution authorizing Plateau Valley School District Number 50 to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased or any new tax be imposed.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J.      Constitutional Amendment (Continued)

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2016, the District reserved \$149,300 for this purpose.

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

K.      Property Taxes

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

Levy Date	December 22, 2015
Lien Date	January 1, 2016
Tax Bills Mailed	January 1, 2016
First Installment Due	February 28, 2016
Second Installment Due	June 15, 2016
If Paid in Full, Due	April 30, 2016
Tax Sale – 2014 Delinquent Property Taxes	October 25, 2015

L.      Accumulated Sick Leave

Compensated absences are made up of accumulated sick leave reported as non-current liabilities in the government-wide financial statements. As of June 30, 2016, the District has recorded an estimated liability of \$6,098 relating to accrued sick leave payable.

A summary of changes in compensated absences is as follows:

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>
Accumulated Sick Leave	<u>7,673</u>	<u>—</u>	<u>1,575</u>	<u>6,098</u>

M.      Use of Estimates

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

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. GASB Statement No. 54 – Fund Balance Reporting

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

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

1. Nonspendable such as fund balances associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).
2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School District Board of Directors (the District's highest level of decision-making authority).
4. Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed.
5. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

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

Assigned Fund Balance Policy:

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

Order of Fund Balance Spending Policy

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. GASB Statement No. 54 – Fund Balance Reporting (Continued)

Fund Balance Classification by Fund:

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Total Governmental Funds</u>
Nonspendable:				
Inventories	-	-	10,041	10,041
Restricted:				
Emergencies	149,300	-	-	149,300
Preschool	-	-	-	-
Debt Service	-	862,792	-	862,792
Food Service	-	-	-	-
Committed:				
Insurance	21,740	-	-	21,740
<u>Unassigned</u>	<u>2,071,015</u>	<u>-</u>	<u>(1,980)</u>	<u>2,069,035</u>
<u>Total Fund Balances</u>	<u>2,242,055</u>	<u>862,792</u>	<u>8,061</u>	<u>3,112,908</u>

O. Deferred Outflows / Inflows of Resources

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

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

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 2      RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements.

<u>Eliminations</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	-	15,000
Other Governmental	15,000	-
	<u>Due To</u>	<u>Due From</u>
General Fund	-	6,580
Food Service	6,580	-

NOTE 3      BUDGETARY INFORMATION

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

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

1. Prior to June 1, the Business Manager submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public notices are released to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of a resolution.
4. The Business Manager is authorized to transfer budgeted amounts between categories within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Formal budgetary integration should be employed as a management control device during the year for the General Fund, Special Revenue Funds and Debt Service Funds.
6. Budgets for the General, Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgets have been adopted for Trust and Agency Funds although measurement of operations is not required in the financial statements.

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 4      CASH AND INVESTMENTS

Deposits

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

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

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	500,000	500,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	233,307	291,210
Cash with County Treasurer	4,055	-
Cash on Hand	<u>173</u>	<u>-</u>
<u>Total Cash and Deposits</u>	<u>737,535</u>	<u>791,210</u>

As presented above, deposits with a bank balance of \$291,210 and a carrying balance of \$233,307 as of June 30, 2016 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

Investments

At June 30, 2016, the District had the following investments:

	<u>Investment</u>	<u>Maturity</u>	<u>Fair Value</u>
COLOTRUST	State Pool	Under 60 Days.	2,535,072
C SAFE	State Pool	Under 60 Days	304,251

Interest Rate Risk – The District does not have a formal investment policy that limits investment maturities for managing possible fair value losses due to increasing interest rates.

Credit Risk – State Law limits the type of investments allowable. The investment in COLOTRUST and CSAFE were rated AAA by Standard & Poor's.

Concentration of Credit Risk – the District has no policy restricting the amount that can be invested in any issuer.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 4      CASH AND INVESTMENTS (Continued)

Investments (Continued)

The District has the following recurring fair value measurements as of June 30, 2016:

- COLOTRUST Investment Pool of \$2,535,072 is valued using quoted market prices (Level 1 inputs)
- C SAFE Investment Pool of \$304,251 is valued using quoted market prices (Level 1 inputs)

NOTE 5      CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	Balance <u>July 1, 2015</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2016</u>
<u>Capital Assets Not Being Depreciated:</u>				
Land	1,156,867	-	-	1,156,867
Construction in Progress	<u>-</u>	<u>575,062</u>	<u>-</u>	<u>575,062</u>
<u>Total Capital Assets Not Being Depreciated</u>	<u>1,156,867</u>	<u>575,062</u>	<u>-</u>	<u>1,731,929</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings & Site Improvements	9,561,012	17,400	-	9,578,412
Equipment	375,381	7,474	-	382,855
Vehicles	854,486	-	-	854,486
Food Service Equipment	<u>67,829</u>	<u>-</u>	<u>-</u>	<u>67,829</u>
<u>Total Capital Assets Being Depreciated</u>	<u>10,858,708</u>	<u>24,874</u>	<u>-</u>	<u>10,883,582</u>
<u>Less Accumulated Depreciation for:</u>				
Building & Site Improvements	4,640,092	253,366	-	4,893,458
Equipment	355,304	9,038	-	364,342
Vehicles	756,274	29,732	-	786,006
Food Service Equipment	<u>56,895</u>	<u>2,380</u>	<u>-</u>	<u>59,275</u>
<u>Total Accumulated Depreciation</u>	<u>5,808,565</u>	<u>294,516</u>	<u>-</u>	<u>6,103,081</u>
<u>Total Capital Assets Being Depreciated, Net</u>	<u>5,050,143</u>	<u>(269,642)</u>	<u>-</u>	<u>4,780,501</u>
<u>Governmental Activities Capital Assets, Net</u>	<u>6,207,010</u>	<u>305,420</u>	<u>-</u>	<u>6,512,430</u>

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

Governmental Activities:

Instruction	262,404
Transportation	29,732
Food Service	<u>2,380</u>
<u>Total Depreciation Expense – Governmental Activities</u>	<u>294,516</u>

NOTE 6      PENSION PLAN

**Defined Benefit Pension Plan**

Summary of Significant Accounting Policies

Pensions. Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 are provided with pensions through the School Division Trust Fund (SCHDTF) - a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at [www.copera.org/investment/pera-financial-reports](http://www.copera.org/investment/pera-financial-reports).

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 6      PENSION PLAN (Continued)

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 6      PENSION PLAN (Continued)

*Contributions.* Eligible employees and Plateau Valley School District Number 50 are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements are established under C.R.S. 24-51-401, et seq. Eligible employees are required to contribute 8 percent of their PERA- includable salary. The employer contribution requirements are summarized in the table below.

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

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

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Plateau Valley School District Number 50 is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Plateau Valley School District Number 50 were \$503,926 for the year ended June 30, 2016.

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

At June 30, 2016, the Plateau Valley School District Number 50 reported a liability of \$9,459,928 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 Plateau Valley School District Number 50 proportion of the net pension liability was based on Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 proportion was 0.0619 percent, which was an increase of 0.0027 from its proportion measured as of December 31, 2014.

For the year ended June 30, 2016, the Plateau Valley School District Number 50 recognized pension expense of \$485,253. At June 30, 2016, the Plateau Valley School District Number 50 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 6

PENSION PLAN (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	124,920	(394)
Changes of assumptions or other inputs	0	(133,685)
Net difference between projected and actual earnings on pension plan investments	804,359	0
Changes in proportion and differences between contributions recognized and proportionate share of contributions	263,947	(43,369)
Contributions subsequent to the measurement date	252,813	N/A
Total	1,446,039	(177,448)

\$252,813 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30, 2016	
2017	284,055
2018	291,778
2019	275,001
2020	164,944
2021	-
Thereafter	-

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 6      PENSION PLAN (Continued)

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

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

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

- The following programming changes were made:
  - Valuation of the full survivor benefit without any reduction for possible remarriage.
  - Reflection of the employer match on separation benefits for all eligible years.
  - Reflection of one year of service eligibility for survivor annuity benefit.
  - Refinement of the 18 month annual increase timing.
  - Refinements to directly value certain and life, modified cash refund and pop-up benefit forms.
  
- The following methodology changes were made:
  - Recognition of merit salary increases in the first projection year.
  - Elimination of the assumption that 35% of future disabled members elect to receive a refund.
  - Removal of the negative value adjustment for liabilities associated with refunds of future terminating members.
  - Adjustments to the timing of the normal cost and unfunded actuarial accrued liability payment calculations to reflect contributions throughout the year.

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 6      PENSION PLAN (Continued)

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 6      PENSION PLAN (Continued)

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

Based on the above actuarial cost method and assumptions, the SCHDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the Municipal Bond Index Rate. There was no change in the discount rate from the prior measurement date.

*Sensitivity of the Plateau Valley School District Number 50 proportionate share of the net pension liability to changes in the discount rate.* The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.50 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percent-point lower (6.50 percent) or 1-percentage-point higher (8.50 percent) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Proportionate share of the net pension liability	12,262,832	9,459,928	7,128,435

*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](http://www.copera.org/investments/pera-financial-reports).

**NOTE 6**      PENSION PLAN (Continued)

**Defined Contribution Pension Plan**

Voluntary Investment Program

*Plan Description* – Employees of the Plateau Valley School District Number 50 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](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2016, program members contributed \$16,178.

**Other Post-Employment Benefits**

Health Care Trust Fund

*Plan Description* – The Plateau Valley School District Number 50 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](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* – The Plateau Valley School District Number 50 is required to contribute at a rate of 1.02 percent of PERA-includable salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 contributions to the HCTF were \$28,990, \$25,534 and \$25,442, respectively equal to their required contributions for each year.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2016

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NOTE 7      RISK MANAGEMENT

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

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

NOTE 8      COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

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

Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 8      COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (Continued)

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

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

NOTE 9      LITIGATION

None.

NOTE 10      SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

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 by the grantor but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

NOTE 11      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, as of June 30, 2016 are estimated to be \$377,155. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 12    INVENTORIES

Food Service Fund inventories as of June 30, 2016, consisted of purchased food, non-food and donated commodities amounting to \$10,041. 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 13    LONG-TERM DEBT

The following is a summary of the transactions in the school district's long-term debt:

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2016</u>	<u>Current</u> <u>Portion</u>
2012 Refunding Issue	2,340,000	-	200,000	2,140,000	210,000
Deferred Refunding	<u>(149,586)</u>	-	<u>(24,850)</u>	<u>(124,736)</u>	-
	<u>2,190,414</u>	<u>-</u>	<u>175,150</u>	<u>2,015,264</u>	<u>210,000</u>

General Obligation Refunding Series 2012

On February 7, 2012, the District issued \$2,400,000 in General Obligation Refunding Bonds with an average interest rate of 3.07% to advance refund of outstanding 2004 General Obligation Bonds bearing interest rates ranging from 4.00% to 5.00%. Refunding proceeds of \$2,656,183 were deposited with an escrow agent to provide debt service payments of \$2,335,000 in principal and \$630,200 in interest on the 2004 Series Bonds. As a result, that portion of 2006 Bonds is considered to be defeased and the liability for the issue has been removed from the financial statements. The defeased debt balance at June 30, 2016 was \$2,150,000.

The District completed the advance refunding to reduce the total debt service payments by \$220,337 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

As a result of the difference between the reacquisition price and the carrying amount of the old debt (including unamortized issue costs and unamortized premium), a deferred refunding was recorded in the amount of \$234,680. It is being amortized against interest costs of the refunding issue.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2016

NOTE 13    LONG-TERM DEBT (Continued)

Below is a schedule of debt service requirements to maturity:

General Obligation Refunding Series 2012

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2017	210,000	75,000	285,000
2018	215,000	70,750	285,750
2019	215,000	64,300	279,300
2020	225,000	55,500	280,500
2021	235,000	46,300	281,300
2022	245,000	36,700	281,700
2023	255,000	26,700	281,700
2024	265,000	16,300	281,300
2025	<u>275,000</u>	<u>5,500</u>	<u>280,500</u>
	<u>2,140,000</u>	<u>397,050</u>	<u>2,537,050</u>

NOTE 14    INTERFUND BALANCES AND TRANSFERS

	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Due To</u>	<u>Due From</u>
General Fund	-	15,000	-	6,580
Food Service Fund	<u>15,000</u>	<u>-</u>	<u>6,580</u>	<u>-</u>
	<u>15,000</u>	<u>15,000</u>	<u>6,580</u>	<u>6,580</u>

Transfers were made from the General Fund to the Food Service Fund for the purpose of assisting food service operations. Due To and Due From balances are the result of operating expenditures being paid on behalf of other funds. These amounts are expected to be repaid within the year.

NOTE 15    PRIOR PERIOD CORRECTION

A prior period correction to net position of \$68,880 was recorded to reflect an employer level pension flow for the change in the employer's allocation percentage on collective net pension liability that was not recorded at June 30, 2015.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

## MAJOR GOVERNMENTAL FUNDS

### General Fund

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

### Pension Trend Data

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
 GENERAL FUND  
 For the Year Ended June 30, 2016

<u>REVENUES</u>	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Local Sources</u>				
Property Taxes	2,106,692	2,106,692	2,140,833	34,141
Specific Ownership Taxes	267,280	267,280	326,913	59,633
Earnings on Investments	3,020	3,020	7,306	4,286
Delinquent Taxes & Interest	1,000	1,000	1,261	261
Other	19,000	19,000	236,434	217,434
<u>State Sources</u>				
Equalization	1,615,137	1,615,137	1,590,643	(24,494)
Transportation	19,500	19,500	21,016	1,516
Vocational Education	-	-	-	-
Special Education	8,248	8,248	2,737	(5,511)
Other	31,701	31,701	532,706	501,005
<u>Federal Sources</u>				
Other	148,876	148,876	144,248	(4,628)
<u>TOTAL REVENUES</u>	<u>4,220,454</u>	<u>4,220,454</u>	<u>5,004,097</u>	<u>783,643</u>
<u>EXPENDITURES</u>				
<u>Instruction</u>				
Salaries	1,766,475	1,766,475	1,790,398	(23,923)
Employees Benefits	358,806	358,806	359,261	(455)
Purchased Services-Professional	80,896	80,896	82,105	(1,209)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	51,417	51,417	39,505	11,912
Supplies and Materials	93,402	93,402	60,782	32,620
Property	28,972	28,972	9,009	19,963
Other Objects	3,747	3,747	-	3,747
<u>Total Instruction</u>	<u>2,383,715</u>	<u>2,383,715</u>	<u>2,341,060</u>	<u>42,655</u>
<u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries	22,186	22,186	28,625	(6,439)
Employees Benefits	4,491	4,491	5,837	(1,346)
Purchased Services-Professional	16,700	16,700	18,776	(2,076)
Purchased Services-Other	66	66	86	(20)
Supplies and Materials	1,850	1,850	867	983
<u>Total Student Services</u>	<u>45,293</u>	<u>45,293</u>	<u>54,191</u>	<u>(8,898)</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
GENERAL FUND  
For the Year Ended June 30, 2016

SUPPORTING SERVICES (Continued)	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Instructional Staff</u>				
Salaries	26,440	26,440	27,708	(1,268)
Employees Benefits	5,353	5,353	5,574	(221)
Purchased Services-Professional	6,000	6,000	5,519	481
Purchased Services-Property	-	-	-	-
Purchased Services-Other	79	79	90	(11)
Supplies and Materials	-	-	3,500	(3,500)
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Instructional Staff</u>	<u>37,872</u>	<u>37,872</u>	<u>42,391</u>	<u>(4,519)</u>
<u>General Administration</u>				
Salaries	97,685	97,685	95,496	2,189
Employees Benefits	19,778	19,778	19,044	734
Purchased Services-Professional	46,367	46,367	26,914	19,453
Purchased Services-Property	-	-	-	-
Purchased Services-Other	74,792	74,792	61,577	13,215
Supplies and Materials	100	100	177	(77)
Property	-	-	-	-
Other Objects	25,091	25,091	13,210	11,881
<u>Total General Administration</u>	<u>263,813</u>	<u>263,813</u>	<u>216,418</u>	<u>47,395</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	459,632	459,632	458,260	1,372
Employees Benefits	93,068	93,068	91,562	1,506
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	1,375	1,375	5,771	(4,396)
Supplies and Materials	1,350	1,350	3,797	(2,447)
Property	-	-	-	-
Other Objects	3,400	3,400	680	2,720
<u>Total School Administration</u>	<u>558,825</u>	<u>558,825</u>	<u>560,070</u>	<u>(1,245)</u>
<u>Business Services</u>				
Salaries	36,272	36,272	40,432	(4,160)
Employees Benefits	7,344	7,344	8,165	(821)
Purchased Services-Professional	8,000	8,000	7,497	503
Purchased Services-Property	-	-	-	-
Purchased Services-Other	1,008	1,008	300	708
Supplies and Materials	600	600	454	146
Property	425	425	-	425
Other Objects	-	-	-	-
<u>Total Business Services</u>	<u>53,649</u>	<u>53,649</u>	<u>56,848</u>	<u>(3,199)</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
 GENERAL FUND  
 For the Year Ended June 30, 2016

SUPPORTING SERVICES (Continued)	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Operations and Maintenance</u>				
Salaries	167,810	167,810	154,115	13,695
Employees Benefits	33,707	33,707	31,274	2,433
Purchased Services-Professional	-	-	10,000	(10,000)
Purchased Services-Property	40,650	40,650	32,024	8,626
Purchased Services-Other	19,938	19,938	24,969	(5,031)
Supplies and Materials	132,900	132,900	111,718	21,182
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>395,005</u>	<u>395,005</u>	<u>364,100</u>	<u>30,905</u>
<u>Student Transportation</u>				
Salaries	94,912	94,912	95,163	(251)
Employees Benefits	18,960	18,960	19,289	(329)
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	8,000	8,000	14,514	(6,514)
Purchased Services-Other	1,480	1,480	1,181	299
Supplies and Materials	43,000	43,000	27,680	15,320
Property	500	500	-	500
Other Objects	-	-	-	-
<u>Total Student Transportation</u>	<u>166,852</u>	<u>166,852</u>	<u>157,827</u>	<u>9,025</u>
<u>Central Support</u>				
Salaries	94,865	94,865	94,646	219
Employees Benefits	19,209	19,209	18,380	829
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	3,284	3,284	3,834	(550)
Supplies and Materials	-	-	-	-
Property	-	-	-	-
Other Objects	<u>23,000</u>	<u>23,000</u>	<u>25,781</u>	<u>(2,781)</u>
<u>Total Central Support</u>	<u>140,358</u>	<u>140,358</u>	<u>142,641</u>	<u>(2,283)</u>
<u>Facility</u>				
Salaries	-	-	-	-
Employees Benefits	-	-	-	-
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	-	-	-	-
Supplies and Materials	-	-	-	-
Property	223,894	223,894	1,021,725	(797,831)
Other Objects	-	-	-	-
<u>Total Facility</u>	<u>223,894</u>	<u>223,894</u>	<u>1,021,725</u>	<u>(797,831)</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 BUDGET AND ACTUAL  
 GENERAL FUND  
 For the Year Ended June 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>TOTAL SUPPORTING SERVICES</u>	<u>1,885,561</u>	<u>1,885,561</u>	<u>2,616,211</u>	<u>(730,650)</u>
<u>APPROPRIATED RESERVES</u>	<u>2,068,500</u>	<u>2,068,500</u>	<u>-</u>	<u>2,068,500</u>
<u>TOTAL EXPENDITURES</u>	<u>6,337,776</u>	<u>6,337,776</u>	<u>4,957,271</u>	<u>1,380,505</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(2,117,322)</u>	<u>(2,117,322)</u>	<u>46,826</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	<u>(4,574)</u>	<u>(4,574)</u>	<u>(15,000)</u>	<u>(10,426)</u>
<u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(2,121,896)</u>	<u>(2,121,896)</u>	<u>31,826</u>	
<u>FUND BALANCE, Beginning</u>	<u>2,121,896</u>	<u>2,121,896</u>	<u>2,210,229</u>	
<u>FUND BALANCE, Ending</u>	<u>-</u>	<u>-</u>	<u>2,242,055</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY  
 For The Last 10 Fiscal Years (As Available)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
District's proportion of the net pension liability (asset)	0.0619%	0.0592%	0.0599%	-	-	-	-	-	-	-
District's proportionate share of the net pension liability (asset)	\$9,459,928	\$8,019,187	\$7,641,193	-	-	-	-	-	-	-
District's covered-employee payroll	\$2,842,160	\$2,503,338	\$2,494,358	-	-	-	-	-	-	-
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	333%	320%	306%	-	-	-	-	-	-	-
Plan fiduciary net position as a percentage of the total pension liability	59.2%	62.80%	64.06%	-	-	-	-	-	-	-

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF DISTRICT CONTRIBUTIONS  
 For The Last 10 Fiscal Years (As Available)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Contractually required contributions	\$ 503,926	\$ 448,314	\$ 424,077	\$ 373,332	-	-	-	-	-	-
Contributions in relation to the contractually required contributions	<u>\$(503,926)</u>	<u>\$(448,314)</u>	<u>\$(424,077)</u>	<u>\$(373,332)</u>	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	-	-	-	-	-	-
District's covered-employee payroll	\$2,842,160	\$2,503,338	\$2,494,358	\$2,318,111	-	-	-	-	-	-
Contributions as a percentage of covered-employee payroll	17.73%	17.91%	17.00%	16.11%	-	-	-	-	-	-

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

OTHER SCHEDULES

Major Bond Redemption Debt Service Fund

Bond Redemption Debt Service Fund – Use to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.

NON MAJOR GOVERNMENTAL FUNDS  
AND OTHER SCHEDULES

Food Service Special Revenue Fund – this fund accounts for all financial activities associated with the District's school breakfast and lunch programs.

Fiduciary Fund Types – Pupil Activity Agency Fund – this fund accounts for activities of student clubs and organization held in a fiduciary capacity by the District.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
BOND REDEMPTION FUND –MAJOR DEBT SERVICE FUND  
For the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Property Taxes	354,000	350,342	(3,658)
Specific Ownership Taxes	-	-	-
Earnings on Investments	-	-	-
Other Local Sources	<u>300</u>	<u>216</u>	<u>(84)</u>
<u>Total Revenues</u>	<u>354,300</u>	<u>350,558</u>	<u>(3,742)</u>
<u>EXPENDITURES</u>			
Debt Service:			
Principal Retirement	195,000	200,000	(5,000)
Interest and Fiscal Charges	85,550	79,300	6,250
Other	-	-	-
Contingency	<u>792,621</u>	<u>-</u>	<u>792,621</u>
<u>Total Expenditures</u>	<u>1,073,171</u>	<u>279,300</u>	<u>793,871</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(718,871)	71,258	
<u>OTHER FINANCING SOURCES (USES):</u>			
Transfers	-	-	-
Proceeds From Debt	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</u>	(718,871)	71,258	
<u>FUND BALANCE, Beginning</u>	<u>718,871</u>	<u>791,534</u>	
<u>FUND BALANCE, Ending</u>	<u>-</u>	<u>862,792</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET AND ACTUAL  
 FOOD SERVICE SPECIAL REVENUE FUND  
 For the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	108,500	42,672	(65,828)
Earnings on Investments	-	-	-
Other	-	-	-
<u>State Sources</u>			
School Lunches	1,500	1,719	219
<u>Federal Sources</u>			
School Lunches	48,500	54,469	5,969
Commodities	<u>15,000</u>	<u>8,479</u>	<u>(6,521)</u>
<u>Total Revenues</u>	<u>173,500</u>	<u>107,339</u>	<u>(66,161)</u>
 <u>EXPENDITURES</u>			
Salaries	80,000	57,248	22,752
Employee Benefits	23,000	11,182	11,818
Purchased Services – Professional	1,500	-	1,500
Purchased Services – Property	-	-	-
Purchased Services - Other	1,050	170	880
Supplies and Materials	80,390	51,222	29,168
Commodities	-	10,327	(10,327)
Depreciation	-	-	-
<u>Total Expenditures</u>	<u>185,940</u>	<u>130,149</u>	<u>55,791</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(12,440)	(22,810)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>12,440</u>	<u>15,000</u>	<u>2,560</u>
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>			
	-	(7,810)	
<u>FUND BALANCE, July 1</u>	<u>-</u>	<u>15,871</u>	
<u>FUND BALANCE, June 30</u>	<u>-</u>	<u>8,061</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF ACTIVITIES – BUDGET AND ACTUAL  
 PUPIL ACTIVITY AGENCY FUND  
 For the Year Ended June 30, 2016

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	<u>Budget</u>	<u>Actual</u>	Variance- Favorable <u>(Unfavorable)</u>
<u>ADDITIONS</u>			
Earnings On Investments	-	-	-
Other Local Sources	<u>185,000</u>	<u>123,311</u>	<u>(61,689)</u>
<u>Total Additions</u>	<u>185,000</u>	<u>123,311</u>	<u>(61,689)</u>
<u>DEDUCTIONS</u>			
Activity Expenditures	185,000	119,577	65,423
Contingency	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Deductions</u>	<u>185,000</u>	<u>119,577</u>	<u>65,423</u>
Net Increase (Decrease) in Deposits Held for Others	-	3,734	
Deposits Held for Others – Beginning of Year	<u>-</u>	<u>55,884</u>	
Deposits Held for Others – End of Year	<u>-</u>	<u>59,618</u>	

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

STATE REQUIRED SCHEDULES

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

Bolded Balance Sheet



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 1990 - PLATEAU VALLEY 50  
 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	1001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
<b>Governmental</b>				
10 General Fund	2,190,184	4,956,419	4,826,287	2,220,316
18 Risk Mgmt Sub-Fund of General Fund	16,787	64,134	59,181	21,740
19 Colorado Preschool Program Fund	3,258	68,544	71,802	0
<b>Sub-Total</b>	<b>2,210,229</b>	<b>4,989,097</b>	<b>4,957,269</b>	<b>2,242,056</b>
11 Charter School Fund	0	0	0	0
20-26-29 Special Revenue Fund	0	0	0	0
21 Food Service Spec. Revenue Fund	15,871	122,339	130,149	8,061
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
21 Bond Redemption Fund	791,524	360,559	279,390	862,792
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	0	0	0	0
<b>Total</b>	<b>3,017,633</b>	<b>5,461,596</b>	<b>5,367,714</b>	<b>3,125,911</b>
<b>Proprietary</b>				
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
<b>Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fiduciary</b>				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	55,884	123,311	119,577	59,618
79 GASB 34 Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
<b>Totals</b>	<b>55,884</b>	<b>123,311</b>	<b>119,577</b>	<b>59,618</b>

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: 1990 - PLATEAU VALLEY 50  
 Fiscal Year 2015-16  
 Colorado School District/BOCES

	Governmental							Proprietary				Fiduciary		Totals
	General Funds 10,12-18	Charter School Fund 11	Practitioner 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 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)	2,643,579	0	10,306	2,081	0	857,220	0	0	0	0	59,618	0	3,572,804	
Cash with Fiscal Agent (8105)	3,483	0	0	0	0	572	0	0	0	0	0	0	4,055	
Taxes Receivable (8121,8122)	126,900	0	0	0	0	23,200	0	0	0	0	0	0	150,100	
Interfund Loans Receivable (8131,8132)	6,580	0	5,514	0	0	0	0	0	0	0	0	0	12,093	
Grants Accounts Receivable (8142)	3,894	0	0	0	0	0	0	0	0	0	0	0	3,894	
Other Receivables (8151-8154,8161)	470,171	0	0	4,550	0	0	0	0	0	0	0	0	474,721	
Inventories (8171,8172,8173)	0	0	0	10,041	0	0	0	0	0	0	0	0	10,041	
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	
<b>Total Assets</b>	<b>3,254,506</b>	<b>0</b>	<b>15,820</b>	<b>16,672</b>	<b>0</b>	<b>880,993</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>59,618</b>	<b>0</b>	<b>4,227,708</b>	

	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
<b>LIABILITIES &amp; FUND EQUITY</b>													
LIABILITIES													
Interfund Payables (7401,7402)	5,514	0	0	6,580	0	0	0	0	0	0	0	12,093	
Other Payables (7421-7423)	564,733	0	0	0	0	0	0	0	0	0	0	564,733	
Accrued Expenses (7461)	359,303	0	15,820	2,031	0	0	0	0	0	0	0	377,153	
Unearned Revenue (7481)	0	0	0	0	0	0	0	0	0	0	0	0	
Deferred Inflow (7800)	83,000	0	0	0	0	18,200	0	0	0	0	0	101,200	
<b>Total Liabilities</b>	<b>1,012,549</b>	<b>0</b>	<b>15,820</b>	<b>8,610</b>	<b>0</b>	<b>18,200</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,055,179</b>	

Fiduciary

Proprietary

Governmental

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	10,041	0	0	0	0	0	0	0	0	10,041
Restricted Fund Balance 6720	0	0	0	0	0	862,793	0	0	0	0	0	0	862,793
TABOR 3% Emergency Reserve 6721	149,300	0	0	0	0	0	0	0	0	0	0	0	149,300
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	21,740	0	0	0	0	0	0	0	0	0	0	0	21,740
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	0	0	0	0	0
Unassigned Fund Balance 6770	2,071,016	0	0	-1,990	0	0	0	0	0	0	59,618	0	2,128,654
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
<b>Total Fund Equity</b>	<b>2,242,056</b>	<b>0</b>	<b>0</b>	<b>8,061</b>	<b>0</b>	<b>862,793</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>59,618</b>	<b>0</b>	<b>3,172,528</b>

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
3,254,606	0	15,820	16,672	0	880,993	0	0	0	0	59,618	0	4,227,708
<b>Total Liabilities &amp; Fund Equity</b>												

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
0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Do Assets=Liability+Fund Equity</b>												
Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes