

**ARRIBA-FLAGLER CONSOLIDATED
SCHOOL DISTRICT NUMBER 20**
Flagler, Colorado

Financial Statements
For the Year Ended June 30, 2017



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ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Arriba-Flagler Consolidated School District Number 20
Flagler, Colorado 80815

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Arriba-Flagler Consolidated School District Number 20 (the "District"), as of and for the year ended June 30, 2017, 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, based on our audit, 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 Arriba-Flagler Consolidated School District Number 20, as of June 30, 2017, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages a-g and 23 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. For the management discussion & analysis 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 Arriba-Flagler Consolidated School District Number 20's basic financial statements. The combining and individual nonmajor fund financial statements and the Auditor's Integrity Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the Auditor's Integrity Report 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, based on our audit and the procedures described above, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Wingspan Consulting & Hays, PC

Burlington, CO
September 29, 2017

**Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017**

Management of Arriba-Flagler CSD #20 offers readers of the basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2017. The focus of the information is on the primary government-general fund.

Effective July 1, 2014 the Food Service Fund was changed from a proprietary fund to a governmental special revenue fund. There was no effect on the financial statements. All prior year amounts have been restated.

Financial Highlights

- The net position of the District decreased \$442,824 to negative \$68,489.
- The District successfully passed a bond measure in January 2015 in the amount of \$340,000. They used those funds to call the 2005 bond that were due in 2018, 2019, & 2020.
- The district continues to receive grant monies from local and state sources that may or may not continue.
- As of the close of the 2016-17 Fiscal Year, the District's governmental funds reported combined ending fund balances of \$2,675,502. This represents an increase of \$332,548 from the previous year.
- The District had adequate funds available for all appropriations.

Overview of Financial Statements

The discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements consist of these components: 1) government wide-financial statements, 2) fund financial statements, 3) notes to the basic financial statements. In addition the basic financial statements, other supplementary information is provided to assist the reader in understanding the information provided.

Government-Wide Financial Statements

These statements report information about the District as a whole using accounting methods similar to those used by private sector companies. The statement of net position includes all of the district's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government wide statements report the District's net position and how they have changed. Net position, the difference between the District's assets and liabilities, are one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position is an indication of whether its financial health is improving or deteriorating.

Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017

Government Activities - all of the District's basic services are included here, such as instruction, administration, operation of the buildings, grounds and pupil transportation. Property taxes and state and federal subsidies and grants finance these activities.

Fund Financial Statements

These statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required by state law and bond requirements.

Governmental Funds - most of the District's activities are reported in governmental funds, which focus on the determination of financial position and change in financial position, not on income determination. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be converted into cash. The governmental fund statements provide detailed short-term view of the District's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Fiduciary Funds - acts as a trustee, or fiduciary for student activities. These activities are excluded from the District's other financial statements because the District cannot use these assets to finance its operations.

**Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017**

Financial Analysis of the District as a Whole:

The District's total net position was negative \$68,849 at the close of business on June 30, 2017.

Table 1
Fiscal Year Ended June 30, 2017
Net Position

	Government Activities	
	<u>6/30/2017</u>	<u>6/30/2016</u>
Current and Other Assets	2,838,469	2,493,527
Capital Assets	<u>2,035,278</u>	<u>1,954,523</u>
Total Assets	4,873,747	4,448,050
Deferred Outflows	2,801,036	480,749
Current and Other Liabilities	332,967	405,573
Long Term Liabilities	<u>7,270,239</u>	<u>3,914,815</u>
Total Liabilities	7,603,206	4,320,388
Deferred Inflows	140,426	234,436
Net Position		
Invested in Capital Assets	2,035,278	1,529,523
Restricted for Bond Retirement	348,639	376,529
Restricted for TABOR	70,160	81,267
Unrestricted	<u>(2,522,926)</u>	<u>(1,613,344)</u>
Total Net Position	<u>(68,849)</u>	<u>373,975</u>

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. In the case of the Arriba-Flagler School District, liabilities exceed assets by approximately, \$68,849.

Of the District's \$4,873,747 in total assets, \$2,035,278 (42%) reflects investments 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. The unrestricted net position is a negative \$2,352,926.

Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017

The results of this year's operations as a whole are reported in the Statement of Activities on Page 2. All expenses are reported in the first column. Specific charges, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues. The two largest general revenues are the equalization provided by the State of Colorado Department of Education and the property taxes assessed to District taxpayers.

Table 2 takes the information from that statement, rearranges it slightly, so the reader can see the total revenues for the year.

Table 2
Fiscal Year Ended June 30, 2017
Change in Net Position

	Government Activities	
	<u>6/30/2017</u>	<u>6/30/2016</u>
Revenues		
Program Revenues		
Charges for Service	45,758	43,694
Operating Grants	528,196	362,044
Capital Grants	580	338,321
General Revenues		
Property Taxes	967,493	914,348
Specific Ownership Taxes	95,233	93,036
State Equalization	1,292,953	1,210,454
Sale of Assets	2,587	28,355
Other	<u>47,185</u>	<u>23,210</u>
Total Revenues	2,979,986	3,013,462
Expenses		
Instruction	1,960,563	1,194,453
Pupil Services	21,634	31,511
Instructional Services	128,030	63,411
General Administration	291,347	153,443
School Administration	172,720	132,619
Business Services	53,703	78,114
Operations & Maintenance	393,104	245,254
Pupil Transportation	165,628	140,256
Other Support Services	-	59,598
Noninstructional Services		
Non-Athletic	6,222	7,385
Athletic Programs	38,641	37,377
Community Services	15,000	1,097
Interest on Long-Term Debt	14,058	18,500
Food Services	<u>162,157</u>	<u>116,580</u>
Total Expenses	<u>3,422,809</u>	<u>2,279,598</u>
Change in Net Position	<u>(442,824)</u>	<u>733,864</u>

**Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017**

Table 3 shows the District's largest areas of expenditures and unallocated depreciation expense. It also shows the net total costs (total cost less revenues generated by the activities). This table also shows the net costs offset by the other unrestricted grants and subsidies to show the remaining financial needs supported by local taxes and other revenue.

Table 3
Fiscal Year Ended June 30, 2017
Government Activities

Functions/Programs	Year Ended 6/30/17		Year Ended 6/30/16	
	Total Cost of Program	Net Cost of Services	Total Cost of Program	Net Cost of Services
Instruction	1,960,563	1,601,444	1,194,453	946,965
Pupil Services	21,634	21,634	31,511	31,511
Instructional Services	128,030	128,030	63,411	63,411
General Administration	291,347	291,347	153,443	153,443
School Administration	172,720	172,720	132,619	132,619
Business Services	53,703	53,703	78,114	78,114
Operations & Maintenance	393,104	392,524	245,254	(93,067)
Pupil Transportation	165,628	116,265	140,256	88,440
Other Support Services	-	-	59,598	59,598
Noninstructional Services				
Non-Athletic	6,222	6,222	7,385	7,385
Athletic Programs	38,641	38,641	37,377	37,377
Community Services	15,000	15,000	1,097	1,097
Food Services	162,157	(3,315)	116,580	10,147
Interest on Long-Term Debt	14,058	14,058	18,500	18,500
Total Governmental Activities	3,422,809	2,848,275	2,279,598	1,535,540
Less State Equalization		1,292,953		1,210,454
Total Needs From Local Taxes and Other Revenues		1,555,322		325,086

The District Funds

At June 30, 2017, the District governmental funds reported a combined fund balance of \$2,675,502 which is an increase of \$332,548. The increase is due to receiving grant funds, as well as a slight increase in enrollment for the 2016-17 school year. The General Fund increased \$409,252 due to increase in property taxes of \$41,186 and \$150,000 from an outdoor learning grant. The Bond Redemption Fund decreased \$27,890 due to the bond principal payment increasing \$110,000 and the bond interest increasing \$5,513, while the Capital Project Fund decreased \$60,256 due to receipt of the \$580 BEST Grant received less the \$64,781 funds from the BEST Grant used for the roof. The Food Service Fund increased \$11,442.

**Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017**

Financial Analysis of the District's Funds

Total General Fund revenues for the district in FY 17 increased \$244,018 (10.40%) while total expenditures increased \$206,980 (10.66%). The ending fund balance increased from 1,839,017 to \$2,248,269.

General Fund Budget

The General Fund Budget and the "Ending Fund Balance" that it contains are adequate. The "Ending Fund Balance" was increased by \$332,548 from the previous year. The district will have a "Beginning Fund Balance" of \$2,248,269 for the FY18 budget.

Capital Assets and Debt Administration

At June 30, 2017, the District had total capital assets of \$4,643,288.

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Sites	85,170	85,170
Site Improvements	198,395	202,221
Buidlings	3,517,892	3,517,892
Equipment	503,547	490,616
Transportation	<u>338,284</u>	<u>333,253</u>
Total Capital Assets	4,643,288	4,629,152
Accumulated Depreciation	<u>(2,608,010)</u>	<u>(2,674,629)</u>
Total Capital Assets	<u><u>2,035,278</u></u>	<u><u>1,954,523</u></u>

Major capital purchases were a new phone system (including network switches and configuring) for \$48,143, 50% down on new playground equipment for \$49,655, walk in cooler/freezer for \$40,980, 2009 Chevy for \$38,785, and a 2008 Chevy Suburban for \$23,025.

Arriba-Flagler Consolidated School District #20
Management Discussion and Analysis
For Fiscal Year Ended June 30, 2017

Economic Factors and Next Year's Budget and Rates

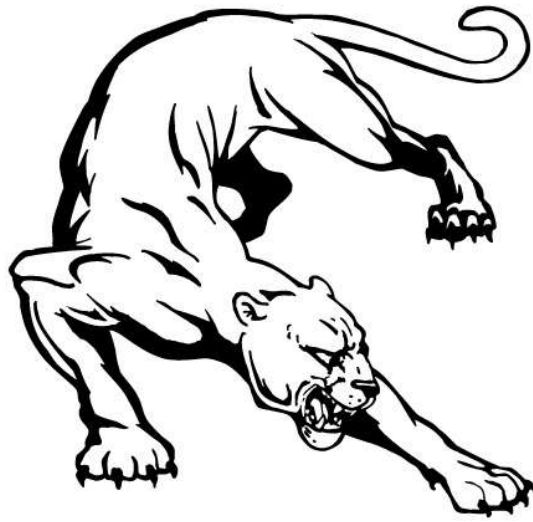
The FY 18 budget appears to be stable, with no significant factors appearing to impact the district. Enrollment figures are slightly down from what we had budgeted, and we may experience a small decrease in state funding due to this. Staff changes this year will likely allow salary costs to remain fairly stable as our new hires are newer to the teaching profession. The Board of Education did provide certified and classified staff raises this last year, as well as covered insurance premium increases. These increases in salaries and contributions to benefits allow the District to compensate at a level comparable to other nearby rural districts.

Currently our district is in a good financial position. At this time, our reserves are adequate. Three years ago, the district significantly reduced its reserves by using Capital Reserve funds, Capital Projects funds and General fund dollars to pay its match on a CDE BEST grant for a new roof. The district was able to allocate and establish funding to seek an additional matching BEST grant for security. The ending fund balance increased to \$2,248,269, as compared to \$1,839,017 in the prior year. Increased revenues (approximately 10%) were also reflected by similar 10% increase in expenditures. Over this last year, the district was able to purchase a 15-passenger bus and used Suburban to begin replacing the aged and stretched fleet of district vehicles. Increases in the fund balance also allow the district to make fiscally responsible allocations to offset effects of possible rescission in state allocations or to build the district's Capital Projects funds.

Considering that enrollment has decreased, county tax assessment is projected to increase due to installation of a new windfarm, and, as we continue to access grants for capital upgrades, the district's financial position is expected to remain stable. In light of the state's refusal to backfill the negative factor's impact on the district's budget, which now equates to over a complete year of funding, the district will continue to save and spend wisely.

Contacting the District Financial Management

The District's financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning the information provided in this report or requests for additional information should be addressed to the Superintendent of Schools at Arriba-Flagler CSD #20, P.O. Box 218, Flagler, CO 80815



BASIC FINANCIAL STATEMENTS

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Statement of Net Position
 June 30, 2017

	<u>Governmental Activities</u>
ASSETS	
Current Assets	
Cash and cash equivalents	1,891,717.83
Certificates of deposit	863,745.81
Accounts/Grants receivable	14,376.55
Inventory	7,545.97
Accrued property taxes receivable	<u>61,083.16</u>
Total Current Assets	2,838,469.32
Capital assets, net	<u>2,035,277.73</u>
Total Assets	4,873,747.05
DEFERRED OUTFLOWS OF RESOURCES	2,801,036.47
LIABILITIES	
Current Liabilities	
Accounts payable	8,582.61
Accrued salaries payable	152,881.78
Unearned revenue	1,502.70
Noncurrent Liabilities, Due within one year	<u>170,000.00</u>
Total Current Liabilities	332,967.09
Noncurrent Liabilities	
Net Pension liability	<u>7,270,239.11</u>
Total Noncurrent Liabilities	7,270,239.11
Total Liabilities	<u>7,603,206.20</u>
NET INFLOWS	140,426.01
NET POSITION	
Invested in capital assets	2,035,277.73
Restricted for bond retirement	348,638.64
Restricted for TABOR	70,160.48
Unrestricted	<u>(2,522,925.54)</u>
Total Net Position	<u>(68,848.69)</u>

See auditor's report and notes to the financial statements.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

Statement of Activities

For the Year Ended June 30, 2017

		<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Service</u>	<u>Operating Grants & Contributions</u>	<u>Capital Grants & Contributions</u>
Instructional	1,960,563.21	6,331.85	352,787.30	
Support Services				
Pupil services	21,634.16			
Instructional services	128,030.41			
General administration	291,347.49			
School administration	172,720.48			
Business services	53,702.83			
Operations & maintenance	393,104.16			580.00
Pupil transportation	165,628.37		49,363.28	
Other support services	0.00			
Noninstructional Services				
Non-Athletic	6,222.21			
Athletic programs	38,641.30			
Community services	15,000.00			
Debt Service	14,058.06			
Food Services	<u>162,156.57</u>	<u>39,426.28</u>	<u>126,045.68</u>	<u>0.00</u>
Total Governmental Activities	3,422,809.25	45,758.13	528,196.26	580.00

General revenues:

- Taxes
 - Property taxes, levied for general purposes
 - Property taxes, levied for bond redemption
 - Specific ownership taxes
- State Equalization
- Miscellaneous
- Investment earnings
- Sale of assets
- Total General Revenues

Change in Net Position

Net Position - Beginning

Net Position - Ending

See auditor's report and notes to the financial statements.

Net (Expense) Revenue and
Changes in Net Position

Governmental
Activities
(1,601,444.06)

(21,634.16)
(128,030.41)
(291,347.49)
(172,720.48)
(53,702.83)
(392,524.16)
(116,265.09)
0.00

(6,222.21)
(38,641.30)
(15,000.00)
(14,058.06)
3,315.39
(2,848,274.86)

754,485.29
213,007.50
95,233.20
1,292,953.29
44,703.00
2,482.32
2,586.51
2,405,451.11

(442,823.75)

373,975.06

(68,848.69)

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

Balance Sheet

Governmental Funds

June 30, 2017

		Bond	NonMajor	Total
ASSETS	<u>General</u>	<u>Redemption</u>	<u>Funds</u>	<u>Governmental</u>
				<u>Funds</u>
Cash and cash equivalents	1,478,280.53	340,885.95	72,551.35	1,891,717.83
Certificates of deposit	863,745.81	0.00	0.00	863,745.81
Accounts/Grants receivable	14,376.55	0.00	0.00	14,376.55
Inventory	0.00	0.00	7,545.97	7,545.97
Accrued property taxes receivable	<u>53,330.47</u>	<u>7,752.69</u>	<u>0.00</u>	<u>61,083.16</u>
Total Assets	<u>2,409,733.36</u>	<u>348,638.64</u>	<u>80,097.32</u>	<u>2,838,469.32</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	8,582.61	0.00	0.00	8,582.61
Accrued salaries payable	152,881.78	0.00	0.00	152,881.78
Unearned revenue	<u>0.00</u>	<u>0.00</u>	<u>1,502.70</u>	<u>1,502.70</u>
Total Liabilities	161,464.39	0.00	1,502.70	162,967.09
Fund Balances				
Restricted for TABOR emergency reserve	70,160.48	0.00	0.00	70,160.48
Restricted for bond retirement	0.00	348,638.64	0.00	348,638.64
Nonspendable	0.00	0.00	7,545.97	7,545.97
Committed for capital projects	0.00	0.00	51,251.48	51,251.48
Assigned	0.00	0.00	19,797.17	19,797.17
Unassigned	<u>2,178,108.49</u>	<u>0.00</u>	<u>0.00</u>	<u>2,178,108.49</u>
Total Fund Balances	<u>2,248,268.97</u>	<u>348,638.64</u>	<u>78,594.62</u>	<u>2,675,502.23</u>
Total Liabilities and Fund Balances	<u>2,409,733.36</u>	<u>348,638.64</u>	<u>80,097.32</u>	<u>2,838,469.32</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Balance Sheet
 Governmental Funds
 June 30, 2017

Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position

Total Governmental Fund Balances	2,675,502.23
Amounts reported for governmental activities in the statement of net position are different because of the following:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	2,035,277.73
Deferred outflows of resources are not financial resources and thus are not reported as assets in government funds.	2,801,036.47
Noncurrent liabilities related to general obligation debt applicable to the district's governmental activities are not reported in the fund statements. However, this item is reported in the statement of net position.	(170,000.00)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds	(7,270,239.11)
Deferred inflows of resources are not financial resources and thus are not reported as assets in governmental funds	<u>(140,426.01)</u>
Net Position of Governmental Activities	<u>(68,848.69)</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 Governmental Funds
 For the Year Ended June 30, 2017

	<u>General</u>	<u>Bond Redemption</u>	<u>NonMajor Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Local Sources				
Property taxes	754,485.29	213,007.50	0.00	967,492.79
Specific ownership taxes	73,933.58	21,299.62	0.00	95,233.20
Interest on investments	2,318.73	127.70	35.89	2,482.32
Charges for service	0.00	0.00	39,426.28	39,426.28
Other	252,439.32	0.00	0.00	252,439.32
State Sources				
Equalization	1,292,953.29	0.00	0.00	1,292,953.29
Vocational education	30,780.00	0.00	0.00	30,780.00
Transportation	49,363.28	0.00	0.00	49,363.28
BOCES	50,470.40	0.00	0.00	50,470.40
Other	31,785.99	0.00	42,195.34	73,981.33
Federal Sources	<u>51,575.95</u>	<u>0.00</u>	<u>84,430.34</u>	<u>136,006.29</u>
Total Revenues	2,590,105.83	234,434.82	166,087.85	2,990,628.50
EXPENDITURES				
Current				
Instruction	1,168,169.18	0.00	0.00	1,168,169.18
Pupils - health & guidance	36,025.01	0.00	0.00	36,025.01
Instructional staff - library	59,943.18	0.00	0.00	59,943.18
General administration	146,479.27	0.00	0.00	146,479.27
School administration	125,964.26	0.00	0.00	125,964.26
Business services	74,787.16	0.00	0.00	74,787.16
Operations & maintenance	229,175.92	0.00	16,082.98	245,258.90
Transportation	134,282.01	0.00	0.00	134,282.01
Community Service	0.00	0.00	0.00	0.00
Other services	54,972.25	0.00	0.00	54,972.25
Food Service	0.00	0.00	166,038.19	166,038.19
Debt Service	0.00	262,325.00	0.00	262,325.00
Capital Outlay	<u>119,055.41</u>	<u>0.00</u>	<u>64,780.56</u>	<u>183,835.97</u>
Total Expenditures	<u>2,148,853.65</u>	<u>262,325.00</u>	<u>246,901.73</u>	<u>2,658,080.38</u>
Revenues over (under)				
Expenditures	441,252.18	(27,890.18)	(80,813.88)	332,548.12

See auditor's report and notes to the financial statements.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Statement of Revenues, Expenditures, and Changes in Fund Balances
 Governmental Funds
 For the Year Ended June 30, 2017
 (continued)

	<u>General</u>	<u>Bond Redemption</u>	<u>NonMajor Funds</u>	<u>Total Governmental Funds</u>
Other Financing Sources (Uses)				
Operating Transfers In (Out)	<u>(32,000.00)</u>	<u>0.00</u>	<u>32,000.00</u>	<u>0.00</u>
Revenues and Other Sources over (under) Expenditures and Other Us	409,252.18	(27,890.18)	(48,813.88)	332,548.12
Fund Balance - Beginning	<u>1,839,016.79</u>	<u>376,528.82</u>	<u>127,408.50</u>	<u>2,342,954.11</u>
Fund Balance - Ending	<u>2,248,268.97</u>	<u>348,638.64</u>	<u>78,594.62</u>	<u>2,675,502.23</u>

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

Net change in fund balances - total governmental funds 332,548.12

Capital outlays are reported in governmental funds as expenditures.

However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeds capital outlays in the period.

Capital outlays	209,907.68	
Depreciation expense	<u>(118,510.00)</u>	91,397.68

The issuance of long-term debt (e.g. bonds and leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Principal on debt	255,000.00	
Deferred outflows on defeased bonds	<u>(5,650.00)</u>	<u>249,350.00</u>

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Pension expenses		<u>(1,105,476.55)</u>
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Gain (loss) on disposal of assets is not recognized in governmental funds, but the sale of the assets is recorded as income.

Cash received on sale of asset	(8,394.20)	
Cash received from insurance company	(4,835.31)	
Recognized gain (loss)	<u>2,586.51</u>	<u>(10,643.00)</u>

Change in net position of government activities		<u>(442,823.75)</u>
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See auditor's report and notes to the financial statements.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

Statement of Fiduciary Net Position

Student Activity Agency Fund

June 30, 2017

Student
Activity
Fund

ASSETS

Cash in bank	100,134.89
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LIABILITES

Due to student activities	<u>100,134.89</u>
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NET POSITION

0.00

Notes to the Financial Statements

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
Notes to the Financial Statements
June 30, 2017

- (1) The district was formed pursuant to a majority vote of the residents of Arriba-Flagler School District R-1, Flagler, Colorado and Lincoln County School District RE-31, Arriba, Colorado. The district was formed as of August 22, 1984.
- (2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America. The District is a political subdivision of the State of Colorado which is governed by an elected board of 5 members. A summary of the Arriba-Flagler Consolidated School District Number 20's significant accounting policies applied in the preparation of these financial statements follows.

A. Reporting Entity

The Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity", established the criteria for determining the activities, organizations and functions of government to be included in the financial statements of the reporting entity. In evaluating the school as a reporting entity, management has addressed all potential component units which may or may not fall within the District's financial accountability. The criteria used to evaluate component units for possible inclusion as part of the District's reporting entity are financial accountability and the nature and significance of the relationship. The District is considered to be a primary government because it has a separately elected governing body, it is legally separate, and it is fiscally independent of other state and local governments. It has no component units. Neither is it a component unit of any other entity.

This report includes all funds of Arriba-Flagler Consolidated School District Number 20.

B. Basis of Presentation

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 school district. As a general rule, the effect of interfund activity has been eliminated from these statements.

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

Fund financial statements are also provided in the report for all of the governmental funds, and the fiduciary funds of the district. Major individual governmental funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
Notes to Financial Statements
June 30, 2017
(continued)

The District reports the following major governmental funds:

The General Fund is the district's primary operating fund. It accounts for all financial resources except those required to be in another fund.

The Bond Redemption Fund is used to accumulate monies for bonds payable.

Additionally the district reports the Student Activity Agency Fund which accounts for cash held by the district for related organizations. It is custodial in nature and does not involve measurement of results of operations.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the fiduciary 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. Net position (total assets less total liabilities) are used as a practical measure of economic resources and the operating statement includes all transactions and events that increased or decreased net position. Depreciation is charged as expense against current operations and accumulated depreciation is reported on the statement of net position.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible with the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 60 days after year end. Revenues from federal, state, and other grants designated for payment of specific school district expenditures are recognized when the related expenditures are incurred; accordingly, when such funds are received, they are recorded as deferred revenues until earned. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

D. Budgets and Budgetary Accounting

All funds must have budgets to be allowed expenditures. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles. All annual appropriations lapse at year end.

Budget Calendar -

Submission of a proposed budget to the Board of Education is due by May 31. On June 10, or within ten days after submission of the proposed budget, a notice shall be published stating the proposed budget is on file and available for inspection.

The last date for final adoption of the budget and appropriation resolution is June 30.

January 31 is last date to change adopted budget.

By December 15, the Board of Education certifies to County Commissioners the mill levy against the assessed valuation for the general and bond redemption funds.

The legal level of budgetary control is at the individual fund level.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
Notes to Financial Statements
June 30, 2017
(continued)

E. Encumbrances

Encumbrance accounting where purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is not utilized by the District.

F. Assets, Liabilities, Fund Balances and Net Position

1. Deposits

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

State statutes authorize the District to deposit funds in institutions who are members of the Federal Deposit Insurance Corporation to the extent that the deposit is insured or is secured by pledge of eligible collateral as required by CRS 11-10.5-107

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/due from other funds".

Accounts receivable and property taxes receivables are shown at gross. Uncollectibles have not been material.

3. Inventories

The purchase method is used to account for inventories in the governmental funds. Under this method, inventories are recorded as expenditures when purchased.

A physical inventory was taken as of June 30, 2017 for the Food Services special revenue fund. The inventory consisted of government donated commodities which were valued at estimated fair market value, and purchased commodities and supplies were both valued at cost using the first-in, first-out (FIFO) method.

4. Capital Assets

Capital asset, which include property, plant, and equipment, are reported in the applicable governmental columns in the government-wide financial statements. Capital assets are defined by the school district as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to Financial Statements
 June 30, 2017
 (continued)

Property, plant and equipment are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Site improvements	10-30
Buildings	10-50
Equipment	5-20
Vehicles	7-10

The District does not have any infrastructure assets.

5. Compensated Absences

Employees are allowed 10 days per year, two of which may be personal, and 3 may be professional. Six (6) days may be accumulated per year to a maximum of 90 days. Employees who retire with between 15 and 19 years of service will be entitled to be paid at the rate of \$65 per day, those who retire with between 20 and 29 years will be paid at the rate of \$75, and those who retire with more than 30 years will be paid at the rate of \$85. These amounts will be paid at 1/3 each year for 3 years on June 15 of the year of retirement and the subsequent two years. The liability is not considered to be material.

6. Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities of statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds issuance costs are reported as deferred charges and amortized over the term of the debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. 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. Actual results could differ from those estimates.

8. Fund Balances and Net Position

In the government-wide financial statements, net position are classified in the following categories;
 Invested in Capital Assets— this category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding debt balances that are attributable to the acquisition, construction or improvement of these assets reduce this category.

Restricted Net position – indicates that portion of net position which has been legally segregated for specific purposes or is not available for appropriation

Unrestricted Net position – represents the amount which is not reserved for any purpose and is available for appropriation and expenditure in future periods.

When both restricted and unrestricted funds are available, restricted are deemed first spent.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to Financial Statements
 June 30, 2017
 (continued)

In the fund financial statements, fund balances of governmental funds are classified in the following categories;

Nonspendable – amounts that cannot be spent because they are either in not spendable form such as inventory and prepaid expenses, or legally or contractually required to be maintained intact such as the corpus of a permanent fund which is required to be retained in perpetuity. It also includes the long-term amount of loans and notes receivable, as well as property acquired for resale.

Restricted – when constraints placed on the use of resources either (a) externally imposed by creditors or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – amounts that can be only used for specific purposes pursuant to constraints imposed by formal action of the Board of Directors. These amounts cannot be changed except by taking the same type of action employed to previously commit these amounts.

Assigned – amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by the governing body itself, or the Superintendent who has been delegated the authority to assign amounts to be used for specific purposes.

Unassigned – the residual for the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount.

When committed, assigned, or unassigned funds are available, committed is first spent, then assigned.

At June 30, 2017 the amounts restricted were \$348,639 for bond retirement and \$70,160 for the TABOR Reserve.

(3) STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The Amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the amendment. However, the District has made certain interpretations of the amendment's language in order to determine its compliance. In November 1997, voters of the District approved a ballot issue which allows the District to collect, retain, and expend revenues from all sources, without limit.
- B. The District is in compliance with Financial Policies and Procedures Handbook prepared by the Colorado Department of Education.
- C. No budget for the Building Capital Project Fund. This may be a violation of State Budget Laws.

(4) DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

- A. Deposits and Investments - all are in a single financial institution and carried at cost. Deposits are displayed on the balance sheets as "Cash in Bank" and "Certificates of Deposit".

The Colorado Public Deposit Protection Act (PDPA) requires that all political subdivisions of the State 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 specified under the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another institution or held in trust. The market value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to Financial Statements
 June 30, 2017
 (continued)

The Colorado Division of Banking and Financial Services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

Custodial Credit Risk - the risk that, in the event of bank failure, the District's deposits may not be returned to it. The District does not have a written deposit policy for custodial credit risk.

At June 30, 2017, the District's cash deposits had a bank balance and carrying balance as follows:

	<u>Bank Balance</u>	<u>Carrying Balance</u>
Insured (FDIC) \$500,000	\$ 500,000	500,000
Deposits collateralized in a single institution pool	2,234,264	2,355,399
Cash on Hand	<u>0</u>	<u>200</u>
Total Deposits	2,734,264	2,855,599
Shown as Certificates in Deposit		(863,746)
In Agency Fund		<u>(100,135)</u>
Cash		1,891,718

As presented above, deposits with a bank balance of \$2,234,264 and a carrying balance of \$2,355,399 as of June 30, 2017, are uninsured, are exposed to custodial credit risk, and are collateralized with securities held by the pledging financial institution.

- B. Accrued Property Taxes Receivable - the amount budgeted for the current year, not yet collected.

Property Tax Calendar - taxes are levied by December 15, tax bills are mailed January 1 of the following year, creating an enforceable lien on the property. If paid by installments of one-half each, the first is due February 28, the second June 15. If paid in one payment, the due date is April 30. Taxes are delinquent if not paid by those dates. Notice of delinquencies are mailed in September, and tax sales scheduled for November.

- C. Changes in General Fixed Assets

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental Activities				
Sites	85,170	0	0	85,170
Site Improvements	202,221	0	(3,826)	198,395
Buildings	3,517,892	0	0	3,517,892
Equipment	490,615	148,098	(135,166)	503,547
Transportion	<u>333,254</u>	<u>61,810</u>	<u>(56,780)</u>	<u>338,284</u>
Total	4,629,152	209,908	(195,772)	4,643,288
Less Accumulated Depreciation				
Site Improvements	89,953	6,357	0	96,310
Buildings	1,831,018	81,903	0	1,912,921
Equipment	437,660	18,385	(130,785)	325,260
Transportion	<u>315,998</u>	<u>11,865</u>	<u>(54,344)</u>	<u>273,519</u>
Total	<u>2,674,629</u>	<u>118,510</u>	<u>(185,129)</u>	<u>2,608,010</u>
Government Activities				
Capital Assets, Net	<u>1,954,523</u>	<u>91,398</u>	<u>(10,643)</u>	<u>2,035,278</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to the Financial Statements
 June 30, 2017
 (continued)

Depreciation expense for the governmental activities was allocated \$101,879 to Instruction, \$11,865 to Transportation, and \$4,766 to food service.

D. Changes in Long-Term Debt

	<u>Balance</u>			<u>Balance</u>
	<u>July 1</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30</u>
Bonds Payable	425,000	0	(255,000)	170,000

On January 15, 2000 the District issued \$1,500,000 of general obligation bonds for the construction of classrooms, renovations to the existing building, and to pay off existing lease purchase agreements. Interest is payable on June 1 and December 1 commencing June 1, 2000. Principal is due on December 1 of each year beginning December 1, 2000.

On June 1, 2005, the District issued \$1,065,000 of general obligation bonds with an average interest rate of 3.9152% to advance refund \$955,000 of the \$1,275,000 outstanding 2000 Series bonds with an average interest rate of 5.67%. The net proceeds of \$1,034,100 (after receiving a premium of \$2,928 and payment of \$28,907 in underwriting fees, insurance, and other issuance costs) were used to purchase U S government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2000 Series bonds. As a result, \$955,000 of the 2000 Series bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of net position.

The amount due in 2017 was \$255,000 resulting in a new outstanding balance of \$170,000.

On January 15, 2015 the District issued \$340,000 of general obligation bonds with an average interest rate of 2.0%. Payments for principal are due on December 1 of each year, with interest payments on each June 1 and December 1 of each year.

Year Ending			
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	170,000	0	170,000

Debt service requirements to maturity:

Year Ending

Year Ending			
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	170,000	0	170,000

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to the Financial Statements
 June 30, 2017
 (continued)

E. Deferred Outflows of Resources

Deferred Amounts on Refunded Bonds - Governmental Activities

Balance				Balance	
<u>July 1</u>	<u>Additions</u>	<u>Reductions</u>			<u>June 30</u>
11,800	0	(5,650)			6,150

(5) OTHER INFORMATION

- A. Risk Management - The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has joined Colorado School District Self Insurance Pool (CSDSIP), a public entity risk pool currently operating as a common risk management and insurance program for members. The District pays an annual premium to CSDSIP for its property and casualty and workers' compensation insurance coverage. The intergovernmental agreement of formation of CSDSIP provides that the Pool will be financially self-sustaining through member contributions and additional assessments, if necessary, and the Pool will purchase excess insurance through commercial companies for members' claims in excess of a specified self-insured retention, which is determined each policy year.

The District carries commercial insurance for all risks or loss, including workers' compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

- B. Accrued Salaries and Benefits Payable - teachers and certain other instructional employees are budgeted and paid over a twelve month period from September 1 to August 31 but are earned over a school year of approximately a nine month period. The salaries earned but not paid at June 30 are shown as an accrued liability.

- C. Transfers

The General Fund transferred \$20,000 to the Capital Projects Fund and \$12,000 to the Food Service fund.

- D. Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. The District participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the SCHDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
Notes to the Financial Statements
June 30, 2017
(continued)

General Information about the Pension Plan

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

Benefits provided. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

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

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 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.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to the Financial Statements
 June 30, 2017
 (continued)

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

	<u>For the Year Ended</u>	
	<u>December 31</u>	
	<u>2016</u>	<u>2017</u>
Employer Contribution Rate ¹	10.15%	10.15%
Care Trust Fund as Specified in C.R.S. § 24-51-208(1)(f)1	-1.02%	-1.02%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-4111	4.50%	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-4111	<u>4.50%</u>	<u>5.00%</u>
Total Employer Contribution Rate to the SCHDTF ¹	18.13%	19.65%

¹ Rates are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from District were \$199,463 for the year ended June 30, 2017.

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

At June 30, 2017, the District reported a liability of \$7,270,239 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2015. Standard update procedures were used to roll forward the total pension liability to December 31, 2016. The District proportion of the net pension liability was based on District contributions to the SCHDTF for the calendar year 2016 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2016, the District proportion was 0.024418190 percent, which was a decrease of 0.0000668607 percent from its proportion measured as of December 31, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$1,105,477. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to the Financial Statements
 June 30, 2017
 (continued)

	<u>Deferred Outflows</u> <u>of Resources</u>	<u>Deferred Inflows</u> <u>of Resources</u>
Difference between expected and actual experience	90,889	64
Changes of assumptions or other inputs	2,359,041	32,785
Net difference between projected and actual earnings on pension plan investments	243,102	0
Changes in proportion and differences between contributions recognized and proportionate share of contributions	0	107,577
Contributions subsequent to the measurement date	<u>101,855</u>	<u>N/A</u>
Total	2,794,886	140,426

There is \$101,855 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date that is recognized as a reduction of the net pension liability for the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Fiscal Year Ended June 30,	
2018	(73,246)
2019	(33,062)
2020	(1,269)
2021	-
2022	-
Thereafter	-

Actuarial assumptions. The table below includes the actuarial assumptions and other inputs utilized in the December 31, 2015 actuarial valuation and the revised assumptions utilized in the roll forward of the total pension liability from December 31, 2015 to December 31, 2016:

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
Notes to the Financial Statements
June 30, 2017
(continued)

	<u>12/31/2015</u>	<u>12/31/2016</u>
	<u>Actuarial Valuation</u>	<u>Roll Forward</u>
Actuarial cost method	Entry Age	Entry Age
Price inflation	2.80 percent	2.40 percent
Real wage growth	1.10 percent	1.10 percent
Wage inflation	3.90 percent	3.50 percent
Salary increases, including wage inflation	3.90-10.10 percent	3.50-9.70 percent
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.50 percent	7.25 percent
Discount rate	7.50 percent	5.26 percent
Post-retirement benefit increases:		
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic)	2.0 percent	2.0 percent
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)	

Mortality rates used in the December 31, 2015 valuation 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. Active member mortality was based upon the same mortality rates but adjusted to 55 percent of the base rate for males and 40 percent of the base rate for females. For disabled retirees, the RP-2000 Disabled Mortality Table (set back 2 years for males and set back 2 years for females) was assumed.

The actuarial assumptions used in the December 31, 2015 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.

As a result of the 2016 experience analysis and the October 28, 2016 actuarial assumptions workshop, revised economic and demographic actuarial assumptions including withdrawal rates, retirement rates for early reduced and unreduced retirement, disability rates, administrative expense load, and pre- and post-retirement and disability mortality rates were adopted by PERA's Board on November 18, 2016 to more closely reflect PERA's actual experience. As the revised economic and demographic assumptions are effective as of the measurement date, December 31, 2016, these revised assumptions were reflected in the total pension liability roll-forward procedures.

Healthy mortality assumptions for active members reflect the RP-2014 White Collar Employee Mortality Table, a table specifically developed for actively working people. To allow for an appropriate margin of improved mortality prospectively, the mortality rates incorporate a 70 percent factor applied to male rate and a 55 percent factor applied to female rates.

Healthy, post-retirement mortality assumptions reflect the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- i. **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to the Financial Statements
 June 30, 2017
 (continued)

- ii. **Females:** Morality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

For disabled retirees, the mortality assumption was changed to reflect 90 percent of the RP-2014 Disabled Retiree Mortality Table.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four or five years for PERA. Recently, this assumption has been reviewed more frequently. The most recent analyses were outlined in presentations to PERA's Board on October 28, 2016. As a result of the October 28, 2016 actuarial assumptions workshop and the November 18, 2016 PERA Board meeting, the economic assumptions changed, effective December 31, 2016, as follows:

- Investment rate of return assumption decreased from 7.50 percent per year, compounded annually, net of investment expenses to 7.25 percent per year, compounded annually, net of investment expenses.
- Price inflation assumption decreased from 2.80 percent per year to 2.40 percent per year.
- Real rate of investment return assumption increased from 4.70 percent per year, net of investment expenses, to 4.85 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.90 percent per year to 3.50 percent per year.

Several factors were considered in evaluating the long-term rate of return assumption of the SCHDTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expenses and inflation) were developed by the investment consultant 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 November 18, 2016 adoption of the long-term expected rate of return by the PERA Board, the target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	<u>Target Allocation</u>	<u>30 Year Expected Geometric Real Rate of Return</u>
U.S. Equity-Large Cap	21.20%	4.30%
U.S. Equity-Small Cap	7.42%	4.80%
Non U.S. Equity-Developed	18.55%	5.20%
Non U.S. Equity-Emerging	5.83%	5.40%
Core Fixed Income	19.32%	1.20%
High Yield	1.38%	4.30%
Non U.S. Fixed Income-Developed	1.84%	0.60%
Emerging Market Debt	0.46%	3.90%
Core Real Estate	8.50%	4.90%
Opportunity Fund	6.00%	3.80%
Private Equity	8.50%	6.60%
Cash	<u>1.00%</u>	0.20%
Total	100.00%	

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
Notes to the Financial Statements
June 30, 2017
(continued)

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 7.25%.

Discount rate. The discount rate used to measure the total pension liability was 5.26 percent. The projection of cash flows used to determine the discount rate applied the actuarial method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated economic and demographic actuarial assumptions adopted by PERA's Board on November 18, 2016.
- 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 be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- 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.
- Employee contributions were assumed to be made at the 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.
- 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 the 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 assumptions and methods, the GASB Statement No. 67 projection test indicates the SCHDTF's fiduciary net position was projected to be depleted in 2041 and, as a result, the municipal bond index rate was used in the determination of the discount rate. The long-term expected rate of return of 7.25 percent on pension plan investments was applied to periods through 2041 and the municipal bond index rate, the December average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by the Board of Governors of the Federal Reserve System, was applied to periods on and after 2041 to develop the discount rate. For the measurement date, the municipal bond index rate was 3.86 percent, resulting in a discount rate of 5.26 percent.

As of the prior measurement date, the GASB Statement No. 67 projecting test indicated the SCHDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investment of 7.50 percent was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination did not use a municipal bond index rate and the discount rate was 7.50 percent.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Notes to the Financial Statements
 June 30, 2017
 (continued)

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 5.26 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-percentage point lower (4.26 percent) or 1-percentage point higher (6.26 percent) than the current rate:

	1% Decrease <u>(4.26%)</u>	Current Discount Rate <u>(5.26%)</u>	1% Increase <u>(6.26%)</u>
Proportionate share of the net pension liability	9,142,092	7,270,239	5,745,683

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.

E. Other Post-Employment Benefits

Health Care Trust Fund

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

Funding Policy – The District is required to contribute at a rate of 1.02 percent of PERA-includable salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the District are established under Title 24, Article 51, Part 4 of the C.R.S., as amended. The apportionment of the contributions to the HCTF is established under Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended. For the years ending June 30, 2017, 2016 and 2015, the District contributions to the HCTF were \$11,068, \$10,973 and \$11,806, respectively, equal to their required contributions for each year.

F. Joint Venture - The District participates in the East Central Board of Cooperative Educational Services which is not reflected in these financial statements. One member of the board is from the District. The Board has final authority for all budgeting and financing of the joint venture.

Each member pays a \$2500 membership fee and then contributes additional monies in the relationship their student enrollment is to the total enrollment of all the members.

At June 30, 2016, total assets were \$2,617,821, total deferred outflows of resources were \$1,070,149, total liabilities were \$9,079,354, total deferred inflows of resources were \$709,709, total net position was (\$6,101,093), revenues were \$8,398,687, and expenses were \$8,359,060.

Complete financial statements may be obtained from BOCES office at 820 Second Street, Limon, CO 80828.

REQUIRED SUPPLEMENTARY INFORMATION

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

Budgetary Comparison Schedule - Major Governmental Funds

For the Year Ended June 30, 2017

General Fund

	<u>Budgeted Amounts</u>			Variance With
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
REVENUES				
Local sources				
Taxes	826,939.18	826,939.18	828,418.87	1,479.69
Other	213,544.00	213,544.00	254,758.05	41,214.05
State Sources				
Equalization	1,292,957.35	1,292,957.35	1,292,953.29	(4.06)
Other	151,907.12	151,907.12	162,399.67	10,492.55
Federal Sources	<u>47,245.00</u>	<u>47,245.00</u>	<u>51,575.95</u>	<u>4,330.95</u>
Total Revenues	2,532,592.65	2,532,592.65	2,590,105.83	57,513.18
EXPENDITURES				
Current				
Instruction	1,228,876.09	1,228,876.09	1,168,169.18	60,706.91
Supporting Services				
Pupils	36,832.00	36,832.00	36,025.01	806.99
Instructional staff - library	76,244.00	76,244.00	59,943.18	16,300.82
General administration	153,305.00	153,305.00	146,479.27	6,825.73
School administration	132,171.00	132,171.00	125,964.26	6,206.74
Business services	83,123.00	83,123.00	74,787.16	8,335.84
Operations & maintenance	284,694.00	284,694.00	229,175.92	55,518.08
Pupil transportation	170,286.57	170,286.57	134,282.01	36,004.56
Other services	63,700.00	63,700.00	54,972.25	8,727.75
Community Service	1,208.50	1,208.50	0.00	1,208.50
Appropriated Reserves	2,097,919.49	2,097,919.49	0.00	2,097,919.49
Capital Outlay	<u>11,250.00</u>	<u>11,250.00</u>	<u>119,055.41</u>	<u>(107,805.41)</u>
Total Expenditures	<u>4,339,609.65</u>	<u>4,339,609.65</u>	<u>2,148,853.65</u>	<u>2,190,756.00</u>
Excess of Revenues Over (Under)				
Expenditures	(1,807,017.00)	(1,807,017.00)	441,252.18	2,248,269.18
Other Financing Sources (Uses)				
Operating Transfers In (Out)	<u>(32,000.00)</u>	<u>(32,000.00)</u>	<u>(32,000.00)</u>	<u>0.00</u>
Excess of Revenues and Other Sources over				
(under) Expenditures & Other Uses	(1,839,017.00)	(1,839,017.00)	409,252.18	2,248,269.18
Fund Balance - Beginning	<u>1,839,017.00</u>	<u>1,839,017.00</u>	<u>1,839,016.79</u>	<u>(0.21)</u>
Fund Balance - Ending	<u>0.00</u>	<u>0.00</u>	<u>2,248,268.97</u>	<u>2,248,268.97</u>

See auditor's opinion and notes to the financial statements.

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ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Schedule of District's Proportionate Share of the Net Pension Liability
 Last 10 Years

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Proportion (percentage) of the collective net pension liability	0.024418%	0.025789%	0.025789%	0.026747%
Proportionate share of the collective net pension liability	7,270,239	3,744,815	3,495,286	3,321,618.40
Covered payroll	1,095,931	1,075,771	1,080,488	1,074,835.45
Proportionate share of the net pension liability as a percentage of its covered employee payroll	663.38%	348.11%	323.49%	309.04%
Plan fiduciary net position as a percentage of the total pension liability	43.10%	59.20%	62.80%	64.06%

The amounts presented for each year were determined as of December 31.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Schedule of Contributions and Related Ratios
 Last 10 Fiscal Years

As of June 30,	<u>2017</u>	<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>
Statutorily required contributions	199,463	190,892	182,737	172,266	159,389	157,884	140,525	140,895	132,067	119,621
Contributions in relation to the statutorily required contribution	<u>199,463</u>	<u>190,892</u>	<u>182,737</u>	<u>172,266</u>	<u>159,389</u>	<u>157,884</u>	<u>140,525</u>	<u>140,895</u>	<u>132,067</u>	<u>119,621</u>
Contribution deficiency (excess)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Covered-employee payroll	1,085,102	1,075,771	1,082,153	1,077,537	1,055,974	992,622	1,057,423	1,137,712	1,148,983	1,130,553
Contributions as a percentage of covered-employee payroll	18.38%	17.74%	16.89%	15.99%	15.09%	15.91%	13.29%	12.38%	11.49%	10.58%

OTHER INFORMATION

COMBINING FUND STATEMENTS

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Combining Balance Sheet
 NonMajor Governmental Funds
 June 30, 2017

	<u>Food Service Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
ASSETS			
Cash	21,299.87	51,251.48	72,551.35
Inventory	<u>7,545.97</u>	<u>0.00</u>	<u>7,545.97</u>
Total Assets	<u>28,845.84</u>	<u>51,251.48</u>	<u>80,097.32</u>
Unearned revenue	1,502.70	0.00	1,502.70
FUND BALANCE			
Committed for capital projects	0.00	51,251.48	51,251.48
Unspendable	7,545.97	0.00	7,545.97
Assigned	<u>19,797.17</u>	<u>0.00</u>	<u>19,797.17</u>
Total Fund Balance	<u>27,343.14</u>	<u>51,251.48</u>	<u>78,594.62</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>28,845.84</u>	<u>51,251.48</u>	<u>80,097.32</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balance
 NonMajor Governmental Funds
 June 30, 2017

	<u>Food Service Special Revenue</u>	<u>Capital Projects</u>	<u>Total</u>
REVENUES			
Local			
Charges for service	39,426.28	0.00	39,426.28
Interest income	8.11	27.78	35.89
State Sources	41,615.34	580.00	42,195.34
Federal Sources	<u>84,430.34</u>	<u>0.00</u>	<u>84,430.34</u>
Total Revenues	165,480.07	607.78	166,087.85
EXPENDITURES			
Current			
Food service	166,038.19	0.00	166,038.19
Capital Outlay	0.00	64,780.56	64,780.56
Repairs (Operations & Maintenance)	<u>0.00</u>	<u>16,082.98</u>	<u>16,082.98</u>
Total Expenditures	<u>166,038.19</u>	<u>80,863.54</u>	<u>246,901.73</u>
Excess of Revenues over (under) Expenditures	(558.12)	(80,255.76)	(80,813.88)
Other Financing Sources (Uses)			
Operating Transfers In	<u>12,000.00</u>	<u>20,000.00</u>	<u>32,000.00</u>
Excess of Revenue and Other Sources over (under) Expenditures and Other Uses	11,441.88	(60,255.76)	(48,813.88)
Fund Balance - Beginning	<u>15,901.26</u>	<u>111,507.24</u>	<u>127,408.50</u>
Fund Balance - Ending	<u>27,343.14</u>	<u>51,251.48</u>	<u>78,594.62</u>

INDIVIDUAL FUND STATEMENTS

GENERAL FUND

The General Fund is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund. It is the most significant fund in relation to the District's overall operation.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 General Fund
 Comparative Balance Sheet

ASSETS	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>Change</u>
Cash			
On hand	200.00	200.00	0.00
In bank	1,409,818.51	1,165,970.74	243,847.77
With county treasurer	68,262.02	0.00	68,262.02
Certificate of Deposit	<u>863,745.81</u>	<u>765,303.92</u>	<u>98,441.89</u>
Total cash	2,342,026.34	1,931,474.66	410,551.68
Accounts Receivable	14,376.55	16,736.68	(2,360.13)
Accrued Property Tax Receivable	<u>53,330.47</u>	<u>39,888.89</u>	<u>13,441.58</u>
Total Assets	<u>2,409,733.36</u>	<u>1,988,100.23</u>	<u>421,633.13</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	8,582.61	26.41	8,556.20
Intergovernmental payable	0.00	0.00	0.00
Accrued salaries & benefits payable	<u>152,881.78</u>	<u>149,057.03</u>	<u>3,824.75</u>
Total Liabilities	161,464.39	149,083.44	12,380.95
Fund Balance			
Restricted for TABOR	70,160.48	81,266.93	(11,106.45)
Unassigned	<u>2,178,108.49</u>	<u>1,757,749.86</u>	<u>420,358.63</u>
Total Fund Balance	<u>2,248,268.97</u>	<u>1,839,016.79</u>	<u>409,252.18</u>
Total Liabilities and Fund Balance	<u>2,409,733.36</u>	<u>1,988,100.23</u>	<u>421,633.13</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance

Budget and Actual

For the Year Ended June 30, 2017

With Comparative Actual Amounts for the Year Ended June 30, 2016

			Variance	Actual
	Budget	Actual	Favorable	Prior
			(Unfavorable)	Year
LOCAL SOURCES				
Property Taxes	751,717.93	752,053.04	335.11	710,866.95
Specific ownership taxes	72,221.25	73,933.58	1,712.33	72,226.82
Delinquent taxes & interest	3,000.00	2,432.25	(567.75)	1,883.51
Interest on investments	2,100.00	2,318.73	218.73	2,188.22
Other	<u>211,444.00</u>	<u>252,439.32</u>	<u>40,995.32</u>	<u>66,320.70</u>
Total Local Sources	1,040,483.18	1,083,176.92	42,693.74	853,486.20
STATE SOURCES				
Equalization	1,292,957.35	1,292,953.29	(4.06)	1,210,453.97
Transportation	49,911.12	49,363.28	(547.84)	51,815.82
Vocational education	21,200.00	30,780.00	9,580.00	31,577.00
BOCES flowthrough	75,527.00	50,470.40	(25,056.60)	77,747.70
Other grants	<u>5,269.00</u>	<u>31,785.99</u>	<u>26,516.99</u>	<u>73,173.28</u>
Total State Sources	1,444,864.47	1,455,352.96	10,488.49	1,444,767.77
FEDERAL SOURCES				
Grants	14,552.00	14,686.25	134.25	12,870.40
BOCES flowthrough	<u>32,693.00</u>	<u>36,889.70</u>	<u>4,196.70</u>	<u>34,963.00</u>
Total Federal Sources	<u>47,245.00</u>	<u>51,575.95</u>	<u>4,330.95</u>	<u>47,833.40</u>
Total Revenues	2,532,592.65	2,590,105.83	57,513.18	2,346,087.37
Expenditures	<u>4,339,609.65</u>	<u>2,148,853.65</u>	<u>2,190,756.00</u>	<u>1,941,873.53</u>
Excess of Revenues Over (Under) Expenditures	(1,807,017.00)	441,252.18	2,248,269.18	404,213.84
Other Financing Uses				
Operating Transfers In (Out)	<u>(32,000.00)</u>	<u>(32,000.00)</u>	<u>0.00</u>	<u>(32,000.00)</u>
Excess of Revenues Over (Under) Expenditures & Other Uses	(1,839,017.00)	409,252.18	2,248,269.18	372,213.84
Fund Balance - Beginning	<u>1,839,017.00</u>	<u>1,839,016.79</u>	<u>(0.21)</u>	<u>1,466,802.95</u>
Fund Balance - Ending	<u>0.00</u>	<u>2,248,268.97</u>	<u>2,248,268.97</u>	<u>1,839,016.79</u>

See auditor's report and notes to the financial statements.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 General Fund
 Statement of Expenditures
 Budget and Actual
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
INSTRUCTION				
Current				
Salaries	760,063.16	769,137.89	(9,074.73)	746,018.30
Employee benefit	266,938.93	268,374.18	(1,435.25)	252,235.88
Purchased services	88,246.00	77,453.06	10,792.94	38,218.37
Supplies & expenses	97,681.00	42,245.25	55,435.75	31,624.42
Other	15,947.00	10,958.80	4,988.20	10,709.38
Capital Outlay	<u>5,000.00</u>	<u>108,327.98</u>	<u>(103,327.98)</u>	<u>3,067.27</u>
Total Instruction	1,233,876.09	1,276,497.16	(42,621.07)	1,081,873.62
SUPPORTING SERVICES				
Pupils-Health & Guidance				
Current				
Salaries	0.00	0.00	0.00	0.00
Employee benefits	0.00	0.00	0.00	0.00
Purchased services	35,632.00	35,737.50	(105.50)	31,303.50
Supplies & expenses	900.00	235.01	664.99	0.00
Other	<u>300.00</u>	<u>52.50</u>	<u>247.50</u>	<u>207.90</u>
Total Pupils	36,832.00	36,025.01	806.99	31,511.40
Instructional Staff-Library				
Current				
Salaries	33,780.00	29,598.10	4,181.90	30,307.10
Employee benefits	13,364.00	11,815.33	1,548.67	11,570.08
Purchased services	25,900.00	16,335.83	9,564.17	16,826.43
Supplies & expenses	<u>3,200.00</u>	<u>2,193.92</u>	<u>1,006.08</u>	<u>2,073.45</u>
Total Instructional Staff	76,244.00	59,943.18	16,300.82	60,777.06
General Administration				
Current				
Salaries	82,300.00	86,030.61	(3,730.61)	85,917.63
Employee benefits	25,155.00	23,869.64	1,285.36	23,980.56
Purchased services	37,525.00	31,140.08	6,384.92	31,644.07
Supplies & expenses	3,225.00	1,608.94	1,616.06	705.62
Other expenses	5,100.00	3,830.00	1,270.00	3,729.00
Capital Outlay	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total General Administration	153,305.00	146,479.27	6,825.73	145,976.88

See auditor's report and notes to the financial statements.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
Flagler, Colorado
General Fund
Statement of Expenditures
Budget and Actual
For the Year Ended June 30, 2017
With Comparative Actual Amounts for the Year Ended June 30, 2016
(continued)

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
School Administration				
Current				
Salaries	88,181.00	88,121.92	59.08	87,434.50
Employee benefits	30,990.00	32,397.87	(1,407.87)	28,633.17
Purchased services	4,550.00	2,518.74	2,031.26	1,690.83
Supplies & expenses	7,950.00	2,746.13	5,203.87	7,223.65
Other expenses	<u>500.00</u>	<u>179.60</u>	<u>320.40</u>	<u>38.80</u>
Total School Administration	132,171.00	125,964.26	6,206.74	125,020.95
Business Services				
Current				
Salaries	38,454.00	38,454.00	0.00	37,700.00
Employee benefits	14,319.00	12,006.98	2,312.02	11,611.88
Purchased services	25,350.00	23,770.43	1,579.57	24,706.96
Supplies & expenses	<u>5,000.00</u>	<u>555.75</u>	<u>4,444.25</u>	<u>819.07</u>
Total Business Services	83,123.00	74,787.16	8,335.84	74,837.91
Operations & Maintenance				
Current				
Salaries	76,000.00	68,189.45	7,810.55	68,426.82
Employee benefits	30,347.00	28,069.73	2,277.27	27,137.30
Purchased services	77,702.00	48,916.87	28,785.13	44,946.83
Supplies & expenses	100,645.00	83,999.87	16,645.13	91,449.65
Capital Outlay	<u>6,250.00</u>	<u>10,727.43</u>	<u>(4,477.43)</u>	<u>6,221.71</u>
Total Operations & Maintenance	290,944.00	239,903.35	51,040.65	238,182.31
Pupil Transportation				
Current				
Salaries	75,166.40	72,207.62	2,958.78	70,523.20
Employee benefits	19,870.17	19,006.78	863.39	18,168.95
Purchased services	16,250.00	14,688.92	1,561.08	8,565.98
Supplies & expenses	59,000.00	36,914.89	22,085.11	34,896.79
Other expenses	0.00	(8,536.20)	8,536.20	(9,082.05)
Capital Outlay	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Transportation	170,286.57	134,282.01	36,004.56	123,072.87

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 General Fund
 Statement of Expenditures
 Budget and Actual
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016
 (continued)

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
Other Services				
Purchased services	<u>63,700.00</u>	<u>54,972.25</u>	<u>8,727.75</u>	<u>59,598.41</u>
Total Supporting Services	1,006,605.57	872,356.49	134,249.08	858,977.79
COMMUNITY SERVICES				
Current				
Salaries	1,000.00	0.00	1,000.00	862.50
Employee benefits	<u>208.50</u>	<u>0.00</u>	<u>208.50</u>	<u>159.62</u>
Total Community Services	1,208.50	0.00	1,208.50	1,022.12
Appropriated Reserves	<u>2,097,919.49</u>	<u>0.00</u>	<u>2,097,919.49</u>	<u>0.00</u>
Total Expenditures	<u>4,339,609.65</u>	<u>2,148,853.65</u>	<u>2,190,756.00</u>	<u>1,941,873.53</u>

SPECIAL REVENUE FUNDS

Food Service Fund - to account for the revenue and expenditures with providing hot meals to students, teachers, and visitors.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Food Services Special Revenue Fund
 Comparative Balance Sheet

	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>Change</u>
ASSETS			
Current Assets			
Cash in bank	21,299.87	11,249.37	10,050.50
Inventory	<u>7,545.97</u>	<u>6,141.44</u>	<u>1,404.53</u>
Total Assets	<u>28,845.84</u>	<u>17,390.81</u>	<u>11,455.03</u>
 LIABILITIES AND FUND BALANCE			
Current Liabilities			
Unearned Revenue	1,502.70	1,489.55	13.15
Fund Balance			
Nonspendable	7,545.97	6,141.44	1,404.53
Assigned	<u>19,797.17</u>	<u>9,759.82</u>	<u>10,037.35</u>
Total Fund Balance	<u>27,343.14</u>	<u>15,901.26</u>	<u>11,441.88</u>
Total Liabilities and Fund Balance	<u>28,845.84</u>	<u>17,390.81</u>	<u>11,455.03</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Food Services Special Revenue Fund
 Statement of Revenues, Expenditures, and Changes in Fund Balance
 Budget and Actual
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
REVENUES				
Charges for Service				
Food sales	39,000.00	39,426.28	426.28	38,291.56
Interest income	5.00	8.11	3.11	4.99
State Grants	2,300.00	2,523.10	223.10	2,062.88
Federal Aid				
Federal Grants	39,100.00	39,092.24	(7.76)	0.00
Lunches	60,500.00	77,948.38	17,448.38	60,320.30
Donated commodities	<u>0.00</u>	<u>6,481.96</u>	<u>6,481.96</u>	<u>5,759.12</u>
Total Revenues	140,905.00	165,480.07	24,575.07	106,438.85
EXPENDITURES				
Salaries	36,500.00	33,643.10	2,856.90	36,536.85
Benefits	20,106.00	15,391.87	4,714.13	14,734.71
Food & Milk	62,500.00	76,075.28	(13,575.28)	56,790.32
Purchased Services	2,600.00	1,310.87	1,289.13	2,038.27
Supplies	4,760.00	524.83	4,235.17	1,952.59
Equipment	35,600.00	39,092.24	(3,492.24)	0.00
Contingency Reserve	<u>6,740.00</u>	<u>0.00</u>	<u>6,740.00</u>	<u>0.00</u>
Total Expenses	<u>168,806.00</u>	<u>166,038.19</u>	<u>2,767.81</u>	<u>112,052.74</u>
Excess Revenues Over (Under) Expenditures	(27,901.00)	(558.12)	27,342.88	(5,613.89)
Other Sources				
Operating transfers in	<u>12,000.00</u>	<u>12,000.00</u>	<u>0.00</u>	<u>12,000.00</u>
Excess of Revenues and Other Sources Over (Under) Expenditures	(15,901.00)	11,441.88	27,342.88	6,386.11
Fund Balance - Beginning	<u>15,901.00</u>	<u>15,901.26</u>	<u>0.26</u>	<u>9,515.15</u>
Fund Balance - Ending	<u>0.00</u>	<u>27,343.14</u>	<u>27,343.14</u>	<u>15,901.26</u>

See auditor's report and notes to the financial statements.



DEBT SERVICE FUND

Bond Redemption Fund - to account for payment of principle and interest on bonds issued January 15, 2005 and 2015. Financing is provided by a specific annual property tax levy.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Bond Redemption Debt Service Fund
 Comparative Balance Sheet

	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>Change</u>
ASSETS			
Cash In Bank	321,215.84	364,023.04	(42,807.20)
Cash with County Treasurer	19,670.11	0.00	19,670.11
Receivables	0.00	4,340.67	(4,340.67)
Accrued Property Taxes Receivable	<u>7,752.69</u>	<u>8,165.11</u>	<u>(412.42)</u>
 Total Assets	 <u>348,638.64</u>	 <u>376,528.82</u>	 <u>(27,890.18)</u>
 RESTRICTED FUND BALANCE	 <u>348,638.64</u>	 <u>376,528.82</u>	 <u>(27,890.18)</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Bond Redemption Debt Service Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
REVENUES				
Property Taxes	175,057.00	213,007.50	37,950.50	201,597.10
Specific Ownership	20,000.00	21,299.62	1,299.62	20,809.01
Interest Income	<u>100.00</u>	<u>127.70</u>	<u>27.70</u>	<u>122.33</u>
Total Revenues	195,157.00	234,434.82	39,277.82	222,528.44
EXPENDITURES				
Debt Service				
Bond principal	255,000.00	255,000.00	0.00	115,000.00
Bond interest	<u>6,900.00</u>	<u>6,887.50</u>	<u>12.50</u>	<u>12,400.00</u>
Total Debt Service	261,900.00	261,887.50	12.50	127,400.00
Other				
Paying agent fees	300.00	437.50	(137.50)	450.00
Appropriated Reserves	<u>309,486.00</u>	<u>0.00</u>	<u>309,486.00</u>	<u>0.00</u>
Total Expenditures	<u>571,686.00</u>	<u>262,325.00</u>	<u>309,361.00</u>	<u>127,850.00</u>
Excess of Revenues Over (Under) Expenditures	(376,529.00)	(27,890.18)	348,638.82	94,678.44
Fund Balance - Beginning	<u>376,529.00</u>	<u>376,528.82</u>	(0.18)	<u>281,850.38</u>
Fund Balance - Ending	<u>0.00</u>	<u>348,638.64</u>	<u>348,638.64</u>	<u>376,528.82</u>

CAPITAL PROJECTS FUND

Building and Capital Reserve Funds - to account for acquisition of land or improvements and construction of structures thereon, or acquisition of land with existing structures thereon and equipment and furnishing therein; construction of additions to existing structures; procurement of equipment for new buildings and additions to existing buildings and installation thereof; alterations and improvements to existing structures where the estimated cost of such projects for labor and materials is in excess of two thousand five hundred dollars; acquisition of school buses or other equipment, the estimated unit cost of which, including any necessary installations, is in excess of one thousand dollars; installment purchase agreements or lease agreements with an option to purchase for a period not to exceed twenty years under which a school district becomes entitled to the use of real property and related equipment for a school site, building, or structure. Also allowed are lease agreements with option to purchase for a period of one year or less, including lease agreements consisting of a series of one-year terms renewable at the option of the district. Financing is provided by an allocation from the General fund.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Building Capital Projects Fund
 Comparative Balance Sheet

	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>Change</u>
ASSETS			
Cash	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
RESTRICTED FUND BALANCE	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 For the Year Ended June 30, 2017
 With Comparative Actual Amounts for the Year Ended June 30, 2016

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Actual Prior Year</u>
EXPENDITURES				
Current				
Bond issue costs	0.00	0.00	0.00	0.00
Capital Outlay	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>267,661.93</u>
Total Expenditures	0.00	0.00	0.00	267,661.93
Other Sources				
Bond proceeds	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Excess of Other Sources Over (Under) Expenditures	0.00	0.00	0.00	(267,661.93)
Fund Balance - Beginning	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>267,661.93</u>
Fund Balance - Ending	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Capital Reserve Capital Projects Fund
 Comparative Balance Sheet

	<u>6/30/2017</u>	<u>6/30/2016</u>	<u>Change</u>
ASSETS			
Cash in Bank	51,251.48	76,483.05	(25,231.57)
Grants Receivable	0.00	35,024.19	(35,024.19)
Total Assets	<u>51,251.48</u>	<u>111,507.24</u>	<u>(60,255.76)</u>
COMMITTED FUND BALANCE	<u>51,251.48</u>	<u>111,507.24</u>	<u>(60,255.76)</u>

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Capital Reserve Capital Projects Fund
 Statement of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 For the Year Ended June 30, 2017

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Actual Prior Year
REVENUES				
Local Sources				
Interest income	100.00	27.78	(72.22)	87.03
Donations	0.00	0.00	0.00	0.00
State Sources				
BEST grant	<u>89,506.00</u>	<u>580.00</u>	<u>(88,926.00)</u>	<u>338,320.52</u>
Total Revenues	89,606.00	607.78	(88,998.22)	338,407.55
EXPENDITURES				
Current				
Repairs	0.00	16,082.98	(16,082.98)	7,347.00
Capital Outlay	197,701.00	64,780.56	132,920.44	302,173.37
Appropriated Reserve	<u>23,412.00</u>	<u>0.00</u>	<u>23,412.00</u>	<u>0.00</u>
Total Expenditures	<u>221,113.00</u>	<u>80,863.54</u>	<u>140,249.46</u>	<u>309,520.37</u>
Excess of Revenues Over (Under) Expenditures	(131,507.00)	(80,255.76)	51,251.24	28,887.18
Other Financing Sources (Uses)				
Operating transfers in (out)	<u>20,000.00</u>	<u>20,000.00</u>	<u>0.00</u>	<u>20,000.00</u>
Excess of Revenues and Other Sources Over (Under) Expenditures	(111,507.00)	(60,255.76)	51,251.24	48,887.18
Fund Balance - Beginning	<u>111,507.00</u>	<u>111,507.24</u>	<u>0.24</u>	<u>62,620.06</u>
Fund Balance - Ending	<u>0.00</u>	<u>51,251.48</u>	<u>51,251.48</u>	<u>111,507.24</u>

AGENCY FUND

Student Activity Fund - to act as custodian for the classes and activities of the District.

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20

Flagler, Colorado

Student Activity Agency Fund

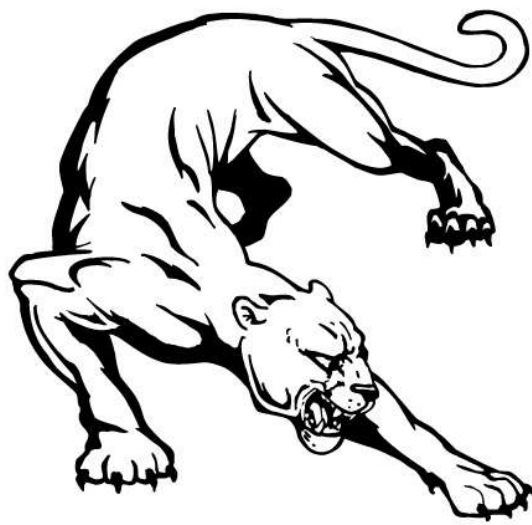
Statement of Changes in Net Assets and Liabilities - Budget and Actual

For the Year Ended June 30, 2017

	<u>July 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30</u>
Athletics	9,742.73	14,475.00	22,149.77	2,067.96
Girls Basketball	1,303.84	985.61	761.27	1,528.18
Volleyball Team	2,740.75	4,117.18	3,351.15	3,506.78
Boys Basketball	1,040.37	1,263.06	438.09	1,865.34
Boys Football	3,037.38	7,103.31	8,439.94	1,700.75
State Tournaments	1,675.05	4,651.10	6,482.72	(156.57)
Jr High Fund Raiser	0.00	224.00	0.00	224.00
Senior Trip Deposits	0.00	2,000.00	2,000.00	0.00
Class of 2016	558.52	0.00	558.52	0.00
Class of 2017	7,449.41	8,406.88	13,964.35	1,891.94
Class of 2018	10,129.62	7,228.27	7,454.55	9,903.34
Class of 2019	1,213.96	7,938.53	589.17	8,563.32
Class of 2020	973.96	783.00	353.58	1,403.38
Class of 2021	1,128.11	865.00	78.05	1,915.06
Class of 2022	0.00	20.00	0.00	20.00
Sophomore Concessions	0.00	2,086.33	2,086.33	0.00
Education Association	2,202.35	1,901.65	2,027.47	2,076.53
F Club	5,698.64	1,717.59	1,140.94	6,275.29
FFA	22,173.36	30,818.01	41,012.53	11,978.84
FFA Scholarship	3,771.46	1,448.01	944.10	4,275.37
Student Council	1,551.33	4,826.09	4,299.88	2,077.54
FBLA	9,554.60	3,634.90	6,389.26	6,800.24
Edna S Memorial Scholarship	1,744.12	750.00	300.00	2,194.12
National Honor Society	395.27	1,529.83	1,199.12	725.98
Instructional	5,981.95	8,442.58	9,014.21	5,410.32
Annual	3,602.79	2,794.00	2,610.37	3,786.42
Miscellaneous	2,939.14	19,375.65	21,490.93	823.86
Music	279.27	0.00	0.00	279.27
Summer Withholding	3,091.16	2,411.20	3,555.00	1,947.36
Pool Fund	2,801.76	0.00	363.35	2,438.41
Estate fund for Underprivileged	6,191.41	1,000.00	320.23	6,871.18
Flower Fund	276.10	379.00	286.53	368.57
Community Calendar	0.00	2,711.50	2,711.50	0.00

ARRIBA-FLAGLER CONSOLIDATED SCHOOL DISTRICT NUMBER 20
 Flagler, Colorado
 Student Activity Agency Fund
 Statement of Changes in Net Assets and Liabilities - Budget and Actual
 For the Year Ended June 30, 2017
 (continued)

	<u>July 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30</u>
Parent Involvement	0.00	160.50	125.00	35.50
Community Calendar	0.00	2,711.50	2,711.50	0.00
Ag Memorial Lance	2,084.76	0.00	0.00	2,084.76
James McDonald Memorial Scholarship	1,100.00	1,420.00	0.00	2,520.00
Preschool	<u>0.00</u>	<u>3,729.50</u>	<u>997.65</u>	<u>2,731.85</u>
Total	116,433.17	153,908.78	170,207.06	100,134.89
 Budget	 <u>116,433.17</u>	 <u>170,000.00</u>	 <u>286,433.00</u>	 <u>0.17</u>
Variance - Favorable (Unfavorable)	<u>0.00</u>	<u>(16,091.22)</u>	<u>116,225.94</u>	<u>100,134.72</u>



AUDITOR'S INTEGRITY REPORT



Colorado Department of Education
Auditors Integrity Report
 District: 1450 - ARRIBA-FLAGLER C-20
 Fiscal Year: 2016-17
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	-	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental							
10 General Fund	1,839,017		2,515,801		2,106,549		2,248,269
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	0		42,305		42,305		0
Sub-Total	1,839,017		2,558,106		2,148,854		2,248,269
11 Charter School Fund	0		0		0		0
20.26-29 Special Revenue Fund	0		0		0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0		0		0
21 Food Service Spec Revenue Fund	15,901		177,480		166,038		27,343
22 Govt Designated-Purpose Grants Fund	0		0		0		0
23 Pupil Activity Special Revenue Fund	0		0		0		0
24 Full Day Kindergarten Mill Levy Override	0		0		0		0
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	376,529		234,455		262,325		348,639
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	111,507		20,608		80,864		51,251
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
Totals	2,342,954		2,950,628		2,658,080		2,675,502
Proprietary							
50 Other Enterprise Funds	0		0		0		0
64 (63) Risk-Related Activity Fund	0		0		0		0
60.65-69 Other Internal Service Funds	0		0		0		0
Totals	0		0		0		0
Fiduciary							
70 Other Trust and Agency Funds	0		0		0		0
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Pupil Activity Agency Fund	116,433		153,909		170,207		100,135
79 GASB 34/Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
Totals	116,433		153,909		170,207		100,135
			FINAL				