

**BIG SANDY SCHOOL DISTRICT**  
**NUMBER 100J**  
Simla, Colorado

Financial Statements

For the Year Ended June 30, 2017



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BIG SANDY SCHOOL DISTRICT NUMBER 100J

Simla, Colorado  
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### INDEPENDENT AUDITOR'S REPORT

Board of Education  
Big Sandy School District Number 100J  
Simla, Colorado 80835

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Big Sandy School District Number 100J, 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 Big Sandy School District Number 100J, 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, budgetary comparison and pension information on pages a-k and 22-24 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 Big Sandy School District Number 100J'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 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 performed as 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.

*Winfrey, County & Hays, PC*

WINFREY, COUNTY & HAYS, PC

November 15, 2017

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Management's Discussion and Analysis  
Year Ended June 30, 2017

Management of the District offers readers of the basic financial statements this narrative overview and analysis of the financial statements of the District for the fiscal year ended June 30, 2017.

### **Financial Highlights**

At June 30, 2017, the District's net position was \$14,727,218, a decrease of \$2,531,134.

At the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$1,541,219, an increase \$16,813 from the prior year.

General Fund expenditures exceeded revenues by \$68,677 for the 2016/2017 school year. The Capital Projects Fund increased \$90,207. The Kimble Scholarship Fund decreased \$436. The Student Activity Fund decreased by \$3,323. The Bond Redemption Fund increased by \$4,990. The Food Service Fund decreased \$5,948 this year.

The District has had adequate resources available for all appropriations.

The general fund local revenue increased by \$586. State revenue decreased by \$38,210. Federal revenue decreased by \$17,223.

Expenditures in the General Fund increased by \$75,622 due to an increase in salaries and benefits which spent down a portion of the fund balance, but still keeping it above our school board's minimum goal of \$1,000,000.

### **Overview of the Financial Statements**

This discussion is intended as an introduction to the District's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. In addition to the basic financial statements, also provided is other supplementary information.

#### 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, is 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.

The government-wide statements show all the government activities.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Management's Discussion and Analysis - Continued  
Year Ended June 30, 2017

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

Fund Financial Statements

The District's fund financial statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required by state law and by 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. The governmental fund statements provide a 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.

**Government-wide Financial Analysis**

Net position may serve over time as a useful indicator of a government's financial position. The District's total net position was \$14,727,218 on June 30, 2017.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

Table 1 - Net Position

	Government Activities	
ASSETS	<u>6/30/2017</u>	<u>6/30/2016</u>
Current and other assets	1,876,830	1,857,542
Capital assets	<u>23,446,090</u>	<u>24,203,174</u>
Total Assets	25,322,919	26,060,715
DEFERRED OUTFLOWS	4,797,363	804,461
LIABILITIES		
Current liabilities	453,251	446,123
Noncurrent liabilities	<u>14,727,996</u>	<u>8,864,508</u>
Total Liabilities	15,181,247	9,310,631
DEFERRED INFLOWS	211,817	296,193
NET POSITION		
Invested in capital asset	21,069,638	21,713,734
Restricted for TABOR	98,516	99,911
Restricted for Preschool	681	16,535
Restricted for Scholarship	48,036	48,472
Restricted for Bond Redemption	202,156	197,167
Unrestricted	<u>(6,691,809)</u>	<u>(4,817,466)</u>
Total Net Position	<u>14,727,218</u>	<u>17,258,352</u>

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 State Equalization provided by the State of Colorado, and the local taxes assessed to community taxpayers.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

Table 2 shows the District's largest functions – revenues, instructional programs, instructional student support, administrative, operation and maintenance of plant, pupil transportation and other expenses.

Table 2 - Change in Net Position

	<u>Government Activities</u>	
REVENUES	<u>6/30/2017</u>	<u>6/30/2016</u>
Program Revenues		
Charges for service	61,001	57,646
Operating grants	265,732	352,515
Capital grants	0	0
General Revenues		
Property taxes	629,859	652,589
Specific ownership taxes	106,080	97,888
State equalization	2,485,001	2,457,184
Other	80,583	74,814
Loss on assets	<u>(5,688)</u>	<u>2,276</u>
Total Revenues	3,622,568	3,694,912
EXPENSES		
Instruction	3,983,769	2,788,072
Pupil services	147,063	93,657
Instructional services	86,803	68,558
Superintendent	304,195	209,610
Principals	270,209	190,410
Accounting	81,128	55,044
Operations & maintenance	499,115	354,044
Pupil transportation	376,014	277,587
Central services	80,547	73,377
Facilities acquisition	893	4,639
Student activity	44,412	42,402
Debt services	100,951	105,512
Food services	<u>178,603</u>	<u>120,593</u>
Total Expenses	<u>6,153,702</u>	<u>4,383,503</u>
Increase (decrease) in net position	<u>(2,531,134)</u>	<u>(688,592)</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

Financial Analysis of the District Funds

On June 30, 2017, the District governmental funds reported a combined fund balance \$1,541,219, which is an increase of \$16,813. Approximately 60% of the total fund balance constitutes unassigned fund balance, which is available for spending at the District's discretion.

Fund balances, an indicator of financial well-being, is currently 48% of 2016/2017 budgeted revenue of the General Fund.

General Fund - the chief operating fund of the District. On June 30, 2017, unassigned fund balance was \$917,204.

State Equalization Revenues	Increase or (Decrease)	
June 2013	\$2,274,497	(3.17%)
June 2014	\$2,332,922	2.57%
June 2015	\$2,417,813	3.64%
June 2016	\$2,457,184	1.63%
June 2017	\$2,485,001	1.13%

The state equalization accounts for 75% of the districts operating revenue.

Local Revenues (GF)	Increase or (Decrease)	
June 2013	\$492,973	13.16%
June 2014	\$571,218	15.87%
June 2015	\$499,979	(12.47%)
June 2016	\$590,803	18.17%
June 2017	\$591,389	0.10%

Local revenues account for about 18% of the districts operating revenue. With interest rates and assessed property valuation increasing a little, we anticipate having a little increase in local revenue. To help increase revenue, the district has sought many different types of grants such as BEST, Preschool, GOCO, DOLA, technology, and E-Rate to help cover cost. We have the real estate from our old school property which will bring in revenue if we are to sell it and we are currently visiting with a couple of possible donors.

Total Revenues (GF)	Increase or (Decrease)	
June 2013	\$3,023,090	(0.50%)
June 2014	\$3,143,654	3.99%
June 2015	\$3,349,931	6.56%
June 2016	\$3,349,457	(0.01%)
June 2017	\$3,294,611	(1.64%)

This year our revenue declined a little. Although the state's economy is doing very well, TABOR and other state constitutional restraints does not allow for the new revenue to flow to public schools. Our enrollment will increase next year bringing in more revenue, and new legislation will also give us additional revenue. The projected State budget for the following year looks favorable towards education.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

District Enrollment

School Year	Student Count
2013/2014	282.0
2014/2015	261.0
2015/2016	267.0
2016/2017	272.5
2017/2018	290.5

The above count is for 1<sup>st</sup> through 12<sup>th</sup> grades. With enrollment going up and down, and with the uncertainty of the economic climate, we must continue to monitor our expenses and revenue, including state revenue, closely.

Expenditures (GF) Increase or (Decrease)

June 2013	\$3,148,914	5.49%
June 2014	\$3,272,951	3.94%
June 2015	\$3,145,192	(3.90%)
June 2016	\$3,147,794	0.08%
June 2017	\$3,223,416	2.40%

Our expenditures for the year increased slightly. These expenditures include the transfer of \$85,000 to the Capital Projects Fund in which we did not spend anything out of in this year.

Instruction accounts for approximately 60% of the operating expenditures of the district. Salaries and benefits account for approximately 81% of expenditures. Through the retirement of individuals at the top end of the salary schedule and their replacement with individuals on the lower end of the salary schedule, this helps offset increases in total salary expenditures. We have members on the payroll that will be looking at retirement in the next couple of years.

The table below shows a decrease in the General Fund Account Balance this year. Competitive salaries, special education, technology upgrades, allocating funds for expenditures such as buses and future capital needs, and fuel costs continue to be emphasized when monitoring our budget. We received a BEST (Building Excellent Schools Today) grant in July 2011. We passed a \$2.9 million bond issue that same year. We completed the new P-12 school building using some Fund Balance to pay for some items that BEST would not cover. It is a good rule of thumb to keep at least three months of operating expenses in reserve; this amount equals around \$800,000. Our school board has set a goal of keeping \$1,000,000 in reserve. On June 30, 2017, the General Fund ending balance was \$1,016,401.

General Fund Account Balance

June 2013	\$1,095,284
June 2014	\$883,269
June 2015	\$1,002,373
June 2016	\$1,085,078
June 2017	\$1,016,401

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

Capital Reserve/Capital Projects

We purchased a used bus during the spring of 2014 a new car in 2015 and just purchased a small bus for 2016. We are looking to upgrade additional buses in the near future. We have been setting aside \$60,000 the last couple of years for our future need of several buses.

Capital Reserve/Capital Projects Account Balance

June 2013	\$140,723
June 2014	\$123,849
June 2015	\$133,787
June 2016	\$165,532
June 2017	\$252,739

Food Services

The Hot Lunch program has a goal of being self-sufficient, which is a hard task to even consider. It is funded through lunch sales, free and reduced government assistance, and government commodities. The district contributes to the program with a budget item in the General Fund. We also contribute to this program by purchasing capital equipment, depreciation and paying a portion of bookkeeping out of the General Fund. We received a kitchen equipment grant several years ago which paid for approximately \$27,000 in new equipment. Our new kitchen along with several new pieces of equipment was provided through the BEST grant.

We need to continue working at providing a quality product so as to increase the numbers of lunches being served in order to reach our goal of breaking even from a financial standpoint. We cut part of our staff going into the 13/14 school year due to declining lunch participation; however, because the new staff achieved high standards, our lunch participation increased significantly. During the 13/14 school year and again for this next year, we are only keeping 3 full-time cooks, but have given the food service program the leeway to bring in another part-time substitute cook as needed.

Total Assets Food Service

June 2013	\$34,356
June 2014	\$27,937
June 2015	\$26,851
June 2016	\$27,072
June 2017	\$21,409

Fund Equity

June 2013	\$25,372
June 2014	\$25,611
June 2015	\$23,036
June 2016	\$23,081
June 2017	\$17,133

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

Operating Expense

June 2013	\$119,897
June 2014	\$130,178
June 2015	\$120,499
June 2016	\$116,854
June 2017	\$128,276

The District will continue to support the food service program with a General Fund subsidy. We will raise lunch prices during the 2017/2018 school year because of state/federal mandate.

Student Activities Fund 23

The Student Activities Account does receive some support with funds appropriated from the General Fund. With officials' fees continuing to rise, participants qualifying for state competition, and increasing equipment purchases for student safety (we purchased football equipment this year), we contributed extra fund dollars two years ago. This year we contributed \$20,044.

Revenue for student activities is derived from gate at events, student purchases or fees and money-making projects. We plan on being conscientious with our expenditures. By going to 1A CHSAA classification, we saw a drop in gate revenue. Being in 2A now, our gate revenue has risen and expenses at state competition may decrease.

Student Activity Special Revenue Fund 23 Account Balance as of June 30

2013	\$2,887
2014	\$346
2015	\$920
2016	\$8,076
2017	\$4,754

In 2010 the Activity Fund was split into 2 Funds as per our Auditor's request. Fund 23 is subsidized by the district and Fund 74 only has non-subsidized accounts showing the accounting of accounts having money come in and out throughout the year.

Student Activity Agency Fund 74 Account Balance as of June 30

2013	\$51,232
2014	\$60,917
2015	\$65,913
2016	\$61,106
2017	\$60,334

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

Yearbook and Industrial Arts are two accounts that have carried negative balances in the past. After negotiating better prices with our yearbook publisher, we finally broke even several years ago. Industrial Arts has carried forward a negative balance for several years; we have balanced this fund out to a zero balance by a payment from the General Fund and look to finish each year with a zero or positive balance.

Kimble Scholarship

The Kimble Scholarship was established in May 2002. The scholarship was funded from proceeds from the Kimble estate.

On May 17, 2002, the district received \$47,400.00 from the estate. On March 27, 2003 we received an additional \$506.30 with the closure of the estate.

The first scholarship was awarded in May of 2002 for \$600.00. This amount was taken from the principal.

Scholarship guidelines were established through input from community members, staff, accountability committee and administration. The scholarship was to be a perpetual scholarship with proceeds from investments funding the yearly awards. With the state of the economy at this time, the interest rate revenue is producing minimal amounts of scholarships; however, the Fund remains strong.

On June 30, 2017, this fund balance is \$48,036.

**Capital Assets**

The District's capital assets for its governmental as of June 30, 2017 amount to \$23,446,090 (net of accumulated depreciation). This investment in capital assets follows:

	<u>Government Activities</u>	
	<u>6/30/2017</u>	<u>6/30/2016</u>
Sites	107,777	107,777
Site Improvements	1,372,855	1,360,719
Buildings	23,417,540	23,417,540
Transportation	699,544	699,544
Equipment	<u>1,576,196</u>	<u>1,625,155</u>
Total	27,173,912	27,210,736
Accumulated Depreciation	<u>(3,727,822)</u>	<u>(3,007,562)</u>
Net capital assets	<u>23,446,090</u>	<u>24,203,174</u>

Fixed asset purchases included \$12,135 for parking lot improvements.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Management's Discussion and Analysis - Continued  
 Year Ended June 30, 2017

**Long Term Debt**

The District has a bond issue outstanding of \$2,376,452 which is the balance of a \$2,900,663 issue of 2011 to build and furnish a new school building. Payments are scheduled through 2031 at approximately \$213,000 per year. Payments will be made through a tax levy assessed in the Bond Redemption Fund.

	<u>Balance</u> <u>7/1/2016</u>	<u>Issued</u>	<u>Paid</u>	<u>Balance</u> <u>6/30/2017</u>
Bonds Payable	2,489,440	0	112,988	2,376,452

**Economic Factors and Next Year's Budget**

The state and national economies are improving, but the revenue from state equalization is constrained by the State Constitution; our state constitution is in conflict with itself. The amount of money from the federal government continues to decline. We will be paying attention to the new regulations as they are formulated within the *Every Student Succeeds Act*. Our school revenue will benefit from some recent state legislation (hospital provider fee...).

We need to continue monitoring our enrollment numbers; we have a nice increase for next year's budget. With enrollment going up and down in the past, the actions implemented, reduction in staff through retirements, decreasing supply budgets, decreasing other expenditures and with increasing revenues in preschool, vocational, transportation, and grants have allowed the district General Fund balance to stay healthy.

We anticipate an increase in enrollment count next year. Most of the rural Colorado school districts have been having declining enrollment for several years. An increase in state revenues is nice, but we must continue to closely monitor and adjust our budget. With the state and federal budgets in question, if we had to decrease our budget, the district would need to look at the expense of its existing staff and may need to look at a possible decrease in staff through retirements to maintain a healthy financial condition, this would produce an overall reduction in instructional salaries. However, with preschool revenue added several years ago, with the vocational programs and revenue expanding, having trimmed the budget a head of falling revenue a few years ago, we seem to be financially in good shape at present.

The district retired all of the outstanding bonds resulting in being debt free as of December, 2006. With the passage of a \$2.9 million bond election in November of 2011 for the matching \$23.7 million BEST Grant, we currently have 14.5 years of payments remaining on this bond.

Our General Fund balance is right at the goal of \$1,000,000. It has over three months in operating reserves within its Fund Balance.

We continue to look at keeping our streamlined budget and at the same time add to our revenue while maximizing student learning in the process.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Management's Discussion and Analysis - Continued  
Year Ended June 30, 2017

Contacting the District Financial Management

Our 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 School at Big Sandy School District 100J, P O Box 68, Simla, CO 80835.



## BASIC FINANCIAL STATEMENTS

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Statement of Net Position  
 June 30, 2017

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current Assets	
Cash and cash equivalents	1,774,673
Certificates of deposit	48,000
Accounts/grants receivable	3,970
Inventory	2,663
Accrued property taxes receivable	<u>47,523</u>
Total Current Assets	1,876,830
Capital assets, net of accumulated depreciation	<u>23,446,090</u>
Total Assets	25,322,919
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
	4,797,363
<b>LIABILITIES</b>	
Current Liabilities	
Accounts payable	684
Accrued salaries payable	333,846
Unearned revenue	1,081
Bonds payable, due within one year	<u>117,641</u>
Total Current Liabilities	453,251
Noncurrent Liabilities	
Bonds payable, due beyond one year	2,258,811
Net pension liability	<u>12,469,185</u>
Total Noncurrent Liabilities	<u>14,727,996</u>
Total Liabilities	15,181,247
<b>DEFERRED INFLOWS OF RESOURCES</b>	
	211,817
<b>NET POSITION</b>	
Invested in capital assets	21,069,638
Restricted for TABOR reserve	98,516
Restricted for preschool	681
Restricted for scholarships	48,036
Restricted for bond redemption	202,156
Unrestricted	<u>(6,691,809)</u>
Total Net Position	<u>14,727,218</u>

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Statement of Activities  
 For the Year Ended June 30, 2017

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Service</u>	<u>Operating Grants &amp; Contributions</u>	<u>Capital Grants &amp; Contributions</u>
Governmental Activities				
Instructional	3,983,769		146,953	
Support Services				
Pupil services	147,063			
Instructional services	86,803			
Superintendent	304,195			
Principals	270,209			
Accounting	81,128			
Operations & maintenance	499,115			
Pupil transportation	376,014		71,268	0
Central services	80,547			
Facilities acquisition	893			
Student activity	44,412	21,046		
Debt Services	100,951			
Food Services	<u>178,603</u>	<u>39,955</u>	<u>47,511</u>	<u>0</u>
Total Governmental Activities	6,153,702	61,001	265,732	0

General revenues:

Taxes

Property taxes, levied for general purposes

Property taxes, levied for bond redemption

Specific ownership taxes

State Equalization

Miscellaneous

Investment earnings

Gain/Loss on assets

Total General Revenues

Change in Net Position

Net Position - Beginning

Net Position - Ending

Net (Expense) Revenue  
and Changes in Net Position

Governmental  
Activities

(3,836,816)

(147,063)

(86,803)

(304,195)

(270,209)

(81,128)

(499,115)

(304,746)

(80,547)

(893)

(23,367)

(100,951)

(91,137)

(5,826,969)

412,029

217,830

106,080

2,485,001

67,547

13,036

(5,688)

3,295,835

(2,531,134)

17,258,352

14,727,218

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Balance Sheet  
 Governmental Funds  
 At June 30, 2017

	Major Funds			Nonmajor Funds	Total Governmental Funds
	General	Bond Redemption	Capital Projects		
<b>ASSETS</b>					
Cash and cash equivalents	1,316,567	185,802	252,739	19,566	1,774,673
Certificates of deposit	0	0	0	48,000	48,000
Accounts/grants Receivable	0	0	0	3,970	3,970
Inventory	0	0	0	2,663	2,663
Accrued property taxes receivable	<u>31,169</u>	<u>16,355</u>	<u>0</u>	<u>0</u>	<u>47,523</u>
Total Assets	<u>1,347,736</u>	<u>202,156</u>	<u>252,739</u>	<u>74,199</u>	<u>1,876,830</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Accounts payable	684	0	0	0	684
Accrued salaries payable	330,651	0	0	3,194	333,846
Unearned revenue	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,081</u>	<u>1,081</u>
Total Liabilities	331,335	0	0	4,276	335,610
<b>Fund Balances</b>					
Restricted for TABOR reserve	98,516	0	0	0	98,516
Restricted for preschool	681	0	0	0	681
Restricted for bond redemption	0	202,156	0	0	202,156
Restricted for scholarships	0	0	0	48,036	48,036
Nonspendable	0	0	0	2,663	2,663
Committed	0	0	252,739	0	252,739
Assigned	0	0	0	19,224	19,224
Unassigned	<u>917,204</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>917,204</u>
Total Fund Balances	<u>1,016,401</u>	<u>202,156</u>	<u>252,739</u>	<u>69,923</u>	<u>1,541,219</u>
<b>Total Liabilities and Fund Balances</b>	<u>1,347,736</u>	<u>202,156</u>	<u>252,739</u>	<u>74,199</u>	<u>1,876,830</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Balance Sheet  
 Governmental Funds  
 At June 30, 2017

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

Total Governmental Fund Balances	1,541,219
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.	23,446,090
Deferred outflows of resources are not financial resources and thus are not reported as assets in governmental funds	4,797,363
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(14,845,637)
Deferred inflows of resources are not financial resources and thus are not reported as assets in governmental funds	<u>(211,817)</u>
Net Position of Governmental Activities	<u><u>14,727,218</u></u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Governmental Funds  
 For the Year Ended June 30, 2017

	Major Funds			Total	
	General	Bond Redemption	Capital Projects	Nonmajor Funds	Governmental Funds
<b>REVENUES</b>					
Local Sources					
Property taxes	412,029	217,830	0	0	629,859
Specific ownership taxes	105,038	1,042	0	0	106,080
Investment interest	9,775	56	2,207	999	13,036
Other	64,547	0	3,000	61,001	128,547
State Sources					
Equalization	2,485,001	0	0	0	2,485,001
Transportation	71,268	0	0	0	71,268
Other	71,051	0	0	1,092	72,143
Federal Sources	<u>75,902</u>	<u>0</u>	<u>0</u>	<u>46,419</u>	<u>122,321</u>
Total Revenues	3,294,611	218,928	5,207	109,510	3,628,256
<b>EXPENDITURES</b>					
Current					
Instruction	1,957,106	0	0	0	1,957,106
Supporting Services					
Pupil guidance	94,209	0	0	0	94,209
Instructional staff services	59,056	0	0	0	59,056
Superintendent	183,003	0	0	0	183,003
Principals	165,905	0	0	0	165,905
Accounting	52,615	0	0	0	52,615
Operations and maintenance	364,325	0	0	0	364,325
Pupil transportation	233,479	0	0	0	233,479
Central support	80,388	0	0	0	80,388
Other	159	750	0	174,088	174,997
Debt Service	0	213,189	0	0	213,189
Capital Outlay	<u>33,173</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,173</u>
Total Expenditures	<u>3,223,416</u>	<u>213,939</u>	<u>0</u>	<u>174,088</u>	<u>3,611,443</u>
Revenues over (under)					
Expenditures	71,195	4,990	5,207	(64,578)	16,813
Other Financing Sources (Uses)					
Operating Transfers In (Out)	<u>(139,871)</u>	<u>0</u>	<u>85,000</u>	<u>54,871</u>	<u>0</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(68,677)	4,990	90,207	(9,706)	16,813

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Governmental Funds  
 For the Year Ended June 30, 2017  
 (continued)

	Major Funds				Total
	General	Bond Redemption	Capital Projects	Nonmajor Funds	Governmental Funds
Fund Balance - Beginning	<u>1,085,078</u>	<u>197,167</u>	<u>162,532</u>	<u>79,629</u>	<u>1,524,406</u>
Fund Balance - Ending	<u>1,016,401</u>	<u>202,156</u>	<u>252,739</u>	<u>69,923</u>	<u>1,541,219</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			16,813
<p>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.</p>			
Capital outlays			12,135
Depreciation expense			<u>(751,396)</u>
<p>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.</p>			
Principal on bonds			112,988
<p>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.</p>			
Pension expenses			(1,903,851)
<p>Gain (loss) on disposal of assets is not recognized in governmental funds, but the sale of the assets is recorded as income.</p>			
Cash received on sale of asset			0
Recognized gain (loss)			<u>(5,688)</u>
Change in net position of government activities			<u>(2,531,134)</u>

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Statement of Fiduciary Net Position  
Student Activity Agency Fund  
June 30, 2017

	Student Activity <u>Fund</u>
<b>ASSETS</b>	
Cash in bank	60,334
 <b>LIABILITIES</b>	
Due to student activities	<u>60,334</u>
 <b>NET POSITION</b>	
	<u>0</u>

## Notes to the Financial Statements

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Notes to the Financial Statements  
June 30, 2017

(1) 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 Big Sandy School District Number 100J (the "District") is a political subdivision of the State of Colorado which is governed by an elected board of five members. A summary of the District'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 Big Sandy School District Number 100J.

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 a 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.

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 account for collection of taxes and payment of bonds.
- The Capital Projects Fund is used to account for resources used for the acquisition and/or construction of capital assets and other expenditures.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Notes to Financial Statements  
 June 30, 2017  
 (continued)

The District reports the following nonmajor governmental funds:

- The Food Service Fund accounts for revenues and expenditures to provide hot meals to students, teachers, and visitors.
- The Scholarship Fund accounts for donations to fund student scholarships.
- The Student Activity Special Revenue Fund accounts for revenue and expenditures for student activities, both athletic and non-athletic.

District reports also reports the following fund types:

- The Student Activity Agency Fund accounts for cash held by the District for related organizations. This fund 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) is 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.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, 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 and Fund Balances/Net Position

1. Cash and Cash Equivalents

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 receivable are shown at gross. Uncollectible accounts 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. Compensated Absences

Teachers are allowed 12 days per year plus two days may be used for personal time off. Other full-time employees are allowed nine days per year plus two days may be used for personal time off. Four days will be granted for a death in the immediate family.

Upon retirement under PERA and final termination of employment, the District will buy back at a rate of one-half the current substitute rate any unused sick days, up to a total of 72, if the employee has ten years employment in the District. The amount is determined to not be material.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Notes to Financial Statements  
 June 30, 2017  
 (continued)

5. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 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. 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	15-50
Equipment	3-30
Vehicles	7-10

The District does not have any infrastructure assets.

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 is classified in the following categories:

Invested in Capital Assets, Net of Related Debt – 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.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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 non-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 only be 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, and unassigned funds are available, committed is deemed first spent, then assigned.

At June 30, 2017, the amounts restricted were \$98,516 for TABOR, \$681 for preschool, \$48,036 for scholarships, and \$202,156 for bond retirement.

(2) 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 of 1997, the voters of the District approved a ballot issue which allows the District to receive and spend all revenues received. Based upon this approval, the District considers the revenue and spending limits imposed by the Amendment to no longer apply to the District.

- B. The District is in compliance with Financial Policies and Procedures Handbook prepared by the Colorado Department of Education.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Notes to Financial Statements  
 June 30, 2017  
 (continued)

(3) DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments - displayed on the balance sheets as "Cash and Cash Equivalents."

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.

The Colorado Division of Banking is 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:

	Bank Balance	Carrying Balance
Insured (FDIC)	673,891	673,891
Cash with County Treasurer		34,385
Deposits collateralized in one institutional pool	1,247,782	1,174,632
Total cash	1,921,672	1,882,908
Less: Amounts of certificates of deposit		(48,000)
Less: Amount in agency fund		(60,334)
Plus: Cash on hand		100
Net cash		1,774,673

As presented above, deposits with a bank balance of \$1,247,782 and a carrying balance of \$1,174,632 as of June 30, 2017, are uninsured, exposed to custodial credit risk, and 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, and 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.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Notes to the Financial Statements  
 June 30, 2017  
 (continued)

## C. Changes in General Fixed Assets

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Land	107,777	-	-	107,777
Site Improvements	1,360,720	12,135	-	1,372,855
Buildings	23,417,540	-	-	23,417,540
Equipment	1,625,154	-	48,959	1,576,195
Transportation	699,544	-	-	699,544
Total	<u>27,210,735</u>	<u>12,135</u>	<u>48,959</u>	<u>27,173,911</u>
Less Accumulated Depreciation				
Site Improvements	288,723	99,790	-	388,513
Buildings	1,661,744	544,561	-	2,206,305
Equipment	461,257	103,275	43,271	521,261
Transportation	595,837	15,905	-	611,742
Total	<u>3,007,561</u>	<u>763,531</u>	<u>43,271</u>	<u>3,727,821</u>
Net Capital Assets	<u>24,203,174</u>	<u>(751,396)</u>	<u>5,688</u>	<u>23,446,090</u>

Depreciation expense for the governmental activities was allocated \$745,352 to instruction, \$15,905 to transportation, and \$2,274 to food service.

## D. Long Term Debt

	Balance July 1	Additions	Reductions	Balance June 30
Bonds Payable	2,489,440	-	112,988	2,376,452

In November of 2011 the voters of the District approved a bond issue in the amount of \$2,900,663 to supplement BEST awarded by the State of Colorado to build a new school building on purchased land. Principal payments of due each December 1, and interest payments are due on June 1 and December 1.

Debt Service requirements to maturity:

Year	Principal	Interest	Total
6/30/2018	117,641	95,451	213,092
6/30/2019	122,487	90,507	212,994
6/30/2020	127,531	85,358	212,889
6/30/2021	132,784	79,998	212,782
6/30/2022	138,252	74,416	212,668
2022-2027	781,506	279,977	1,061,483
2027-2032	956,251	101,635	1,057,886
Total	<u>2,376,452</u>	<u>807,342</u>	<u>3,183,794</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Notes to the Financial Statements  
 June 30, 2017  
 (continued)

(4) 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 other risks of 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. Operating Transfers In (Out) - The General Fund transferred \$34,827 to the Food Services Fund, \$20,044 to the Student Activity Fund, and \$85,000 to the Capital Projects 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.

**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](http://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

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- 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.

*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 <sup>1</sup>	10.15%	10.15%
Care Trust Fund as Specified in C.R.S. § 24-51-208(1)(f) <sup>1</sup>	-1.02%	-1.02%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411 <sup>1</sup>	4.50%	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411 <sup>1</sup>	<u>4.50%</u>	<u>5.00%</u>
Total Employer Contribution Rate to the SCHDTF <sup>1</sup>	18.13%	19.65%

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

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from District were \$348,644 for the year ended June 30, 2017.

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**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 \$12,469,185 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 0.0418796282 percent, which was a decrease of 0.0005417863 percent from its proportion measured as of December 31, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$1,903,851. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	155,884	110
Changes of assumptions or other inputs	4,045,990	56,230
Net difference between projected and actual earnings on pension plan investments	416,944	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	-	155,479
Contributions subsequent to the measurement date	<u>178,545</u>	<u>N/A</u>
Total	4,797,363	211,818

There is \$178,545 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:

<b>Fiscal Year Ended June 30,</b>	
2018	(103,237)
2019	(41,961)
2020	(10,280)
2021	-
2022	-
Thereafter	-

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*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:

	12/31/2015 <u>Actuarial Valuation</u>	12/31/2016 <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:

- **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.

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- **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:

<b>Asset Class</b>	<b><u>Target</u></b> <b><u>Allocation</u></b>	<b><u>30 Year Expected</u></b> <b><u>Geometric Real Rate</u></b> <b><u>of Return</u></b>
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%	

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%.

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*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.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Notes to the Financial Statements  
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*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	Current Discount	1% Increase
Proportionate share of the net pension liability	<u>(4.26%)</u> 15,679,599	<u>Rate (5.26%)</u> 12,469,185	<u>(6.26%)</u> 9,854,418

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

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](http://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 Big Sandy School District contributions to the HCTF were \$19,345, \$18,630, and \$19,956, respectively, equal to their required contributions for each year.

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

Each member pays a 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 \$13,698,668, deferred outflows were \$3,053,675, total liabilities were \$19,348,629, deferred inflows were \$12,394 total net position was (\$2,608,680), revenues were \$11,132, 970, and expenses were \$11,773,085.

Complete financial statements can be obtained from their office at 2883 S Circle Drive, Colorado Springs, CO, 80915.

REQUIRED SUPPLEMENTARY INFORMATION

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Budgetary Comparison Schedule - Major Funds  
 For the Year Ended June 30, 2017

	General Fund			Variance With Final Budget Positive (Negative)
	<u>Budgeted Amounts</u>		<u>Actual</u>	
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Local sources	498,231	498,231	591,389	93,158
State sources	2,624,333	2,624,333	2,627,320	2,987
Federal sources	<u>75,902</u>	<u>75,902</u>	<u>75,902</u>	<u>0</u>
Total Revenues	3,198,466	3,198,466	3,294,611	96,145
<b>EXPENDITURES</b>				
Current				
Instruction	2,131,344	2,131,344	1,957,106	174,238
Supporting Services				
Pupils	102,792	102,792	94,209	8,583
Instructional staff - library	93,023	93,023	59,056	33,968
General administration	196,552	196,552	183,003	13,549
School administration	172,829	172,829	165,905	6,924
Business services	58,911	58,911	52,615	6,296
Operations and maintenance	380,112	380,112	364,325	15,787
Pupil transportation	257,026	257,026	233,479	23,547
Central services	115,482	115,482	80,388	35,094
Community services	2,500	2,500	159	2,341
Appropriated reserves	566,714	566,714	0	566,714
Capital outlay	<u>67,750</u>	<u>67,750</u>	<u>33,173</u>	<u>34,577</u>
Total Expenditures	<u>4,145,035</u>	<u>4,145,035</u>	<u>3,223,416</u>	<u>921,619</u>
Excess of revenues over (under)				
Expenditures	(946,569)	(946,569)	71,195	1,017,764
Other Sources (Uses)				
Operating Transfers In (Out)	<u>(155,044)</u>	<u>(155,044)</u>	<u>(139,871)</u>	<u>15,173</u>
Excess of revenues and other sources over				
(under) expenditures and other uses	(1,101,613)	(1,101,613)	(68,677)	1,032,936
Fund Balance - Beginning	<u>1,101,613</u>	<u>1,101,613</u>	<u>1,085,078</u>	<u>(16,535)</u>
Fund Balance - Ending	<u>0</u>	<u>0</u>	<u>1,016,401</u>	<u>1,016,401</u>

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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	0.041880%	0.043284%	0.043284%	0.045355%
Proportionate share of the collective net pension liability	12,469,185	6,488,056	5,866,462	5,638,547
Covered payroll	1,879,631	1,828,770	1,778,937	1,787,198
Proportionate share of the net pension liability as a percentage of its covered employee payroll	663.38%	354.78%	329.77%	315.50%
Plan fiduciary net position as a percentage of total pension liability	43.10%	59.20%	62.80%	64.06%

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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	348,644	324,081	301,977	288,234	269,025	258,911	239,565	224,642	207,188	186,357
Contributions in relation to the statutorily required contribution	348,644	<u>324,081</u>	<u>301,977</u>	<u>288,234</u>	<u>269,025</u>	<u>258,911</u>	<u>239,565</u>	<u>224,642</u>	<u>207,188</u>	<u>186,357</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	1,896,590	1,826,464	1,788,276	1,804,308	1,785,062	1,824,958	1,803,182	1,814,832	1,803,954	1,760,553
Contributions as a percentage of covered-employee payroll	18.38%	17.74%	16.89%	15.97%	15.07%	14.19%	13.29%	12.38%	11.49%	10.59%

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## OTHER INFORMATION

COMBINING AND INDIVIDUAL FUND FINANCIAL STATEMENTS

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Combining Balance Sheet  
 Nonmajor Governmental Funds  
 At June 30, 2017

	Special Revenue Funds			<u>Total</u>
	<u>Food Service</u>	<u>Scholarship</u>	<u>Student Activity</u>	
<b>ASSETS</b>				
Cash and cash equivalents	14,776	36	4,754	19,566
Certificates of deposit	0	48,000	0	48,000
Accounts/grants receivable	3,970	0	0	3,970
Inventory	<u>2,663</u>	<u>0</u>	<u>0</u>	<u>2,663</u>
Total Assets	<u>21,409</u>	<u>48,036</u>	<u>4,754</u>	<u>74,199</u>
<b>LIABILITIES AND FUND BALANCE</b>				
<b>Current Liabilities</b>				
Accrued salaries and benefits	3,194	0	0	3,194
Unearned revenue	<u>1,081</u>	<u>0</u>	<u>0</u>	<u>1,081</u>
Total Liabilities	4,276	0	0	4,276
<b>FUND BALANCE</b>				
Restricted	0	48,036	0	48,036
Nonspendable	2,663	0	0	2,663
Assigned	<u>14,470</u>	<u>0</u>	<u>4,754</u>	<u>19,224</u>
Total Fund Balances	<u>17,133</u>	<u>48,036</u>	<u>4,754</u>	<u>69,923</u>
Total Liabilities and Fund Balance	<u>21,409</u>	<u>48,036</u>	<u>4,754</u>	<u>74,199</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
 Nonmajor Governmental Funds  
 For the Year Ended June 30, 2017

	Special Revenue Funds			<u>Total</u>
	<u>Food Service</u>	<u>Scholarship</u>	<u>Student Activity</u>	
<b>REVENUES</b>				
Local Sources				
Investment interest	34	964	0	999
Other	39,955	0	21,046	61,001
State Sources	1,092	0	0	1,092
Federal Sources	<u>46,419</u>	<u>0</u>	<u>0</u>	<u>46,419</u>
Total Revenues	87,501	964	21,046	109,510
 <b>EXPENDITURES</b>				
Current				
Other	128,276	1,400	44,412	174,088
Capital Outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>128,276</u>	<u>1,400</u>	<u>44,412</u>	<u>174,088</u>
Revenues over (under) Expenditures	(40,776)	(436)	(23,367)	(64,578)
Other Financing Sources (Uses) Operating Transfers In (Out)	<u>34,827</u>	<u>0</u>	<u>20,044</u>	<u>54,871</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(5,948)	(436)	(3,323)	(9,706)
Fund Balance - Beginning	<u>23,081</u>	<u>48,472</u>	<u>8,076</u>	<u>79,629</u>
Fund Balance - Ending	<u>17,133</u>	<u>48,036</u>	<u>4,754</u>	<u>69,923</u>

## GENERAL FUND

The General Fund is used to account for resources traditionally associated with government that 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.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
General Fund  
Comparative Balance Sheet

ASSETS	<u>6/30/17</u>	<u>6/30/16</u>	<u>Change</u>
Cash			
On hand	100	100	0
In bank	1,293,993	1,032,028	261,965
With county treasurer	<u>22,474</u>	<u>22,571</u>	<u>(97)</u>
Total Cash	1,316,567	1,054,699	261,868
Certificates of deposit	0	319,978	(319,978)
Accrued property taxes receivable	<u>31,169</u>	<u>39,546</u>	<u>(8,377)</u>
Total Assets	<u>1,347,736</u>	<u>1,414,223</u>	<u>(66,487)</u>
LIABILITIES AND FUND BALANCE			
Liabilities			
Accounts payable	684	0	684
Accrued salaries and benefits payable	<u>330,651</u>	<u>329,145</u>	<u>1,506</u>
Total Liabilities	331,335	329,145	2,190
Fund Balance			
Restricted for TABOR reserve	98,516	99,911	(1,395)
Restricted preschool	681	16,535	(15,854)
Unassigned	<u>917,204</u>	<u>968,632</u>	<u>(51,428)</u>
Total Fund Balance	<u>1,016,401</u>	<u>1,085,078</u>	<u>(68,677)</u>
Total Liabilities and Fund Balance	<u>1,347,736</u>	<u>1,414,223</u>	<u>(66,487)</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Prior Year <u>Actual</u>
<b>LOCAL SOURCES</b>				
Property taxes	423,383	410,367	(13,016)	424,060
Specific ownership taxes	58,848	105,038	46,190	92,162
Delinquent taxes and interest	0	1,662	1,662	1,687
Interest on investments	6,000	9,775	3,775	6,774
Indirect costs	0	4,712	4,712	4,602
Other	<u>10,000</u>	<u>59,835</u>	<u>49,835</u>	<u>61,518</u>
Total Local Sources	498,231	591,389	93,158	590,803
<b>STATE SOURCES</b>				
State equalization	2,489,856	2,485,001	(4,855)	2,457,184
Vocational education	57,933	59,625	1,692	54,200
Transportation	70,615	71,268	653	71,018
Other	<u>5,929</u>	<u>11,426</u>	<u>5,497</u>	<u>83,128</u>
Total State Sources	2,624,333	2,627,320	2,987	2,665,530
<b>FEDERAL SOURCES</b>				
	<u>75,902</u>	<u>75,902</u>	<u>0</u>	<u>93,125</u>
Total Revenues	3,198,466	3,294,611	96,145	3,349,457
Expenditures	<u>4,145,035</u>	<u>3,223,416</u>	<u>921,619</u>	<u>3,147,794</u>
Excess of Revenues over (under) Expenditures	(946,569)	71,195	1,017,764	201,663
Other Financing Sources (Uses) Operating Transfers In (Out)	<u>(155,044)</u>	<u>(139,871)</u>	<u>15,173</u>	<u>(118,958)</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(1,101,613)	(68,677)	1,032,936	82,705
Fund Balance - Beginning	<u>1,101,613</u>	<u>1,085,078</u>	<u>(16,535)</u>	<u>1,002,373</u>
Fund Balance - Ending	<u>0</u>	<u>1,016,401</u>	<u>1,016,401</u>	<u>1,085,078</u>

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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)	Prior Year <u>Actual</u>
<b>INSTRUCTION</b>				
Current				
Salaries	1,396,517	1,360,529	35,988	1,313,843
Employee benefits	447,581	409,241	38,340	385,973
Purchased services	102,700	75,545	27,155	83,493
Supplies and expenses	182,796	110,485	72,311	105,088
Other	1,750	1,305	445	1,180
Capital outlay	<u>39,150</u>	<u>16,279</u>	<u>22,871</u>	<u>6,476</u>
Total Instruction	2,170,494	1,973,385	197,109	1,896,053
 <b>SUPPORTING SERVICES</b>				
Pupil Guidance				
Current				
Salaries	59,240	61,804	(2,564)	59,723
Employee benefits	17,752	16,722	1,030	15,633
Purchased services	22,000	10,554	11,446	9,374
Supplies and expenses	3,800	5,130	(1,330)	1,958
Capital outlay	<u>400</u>	<u>0</u>	<u>400</u>	<u>0</u>
Total Pupil Guidance	103,192	94,209	8,983	86,688
 Instructional Staff-Library				
Current				
Salaries	65,147	33,895	31,252	38,460
Employee benefits	10,826	10,257	569	11,069
Purchased services	7,900	6,623	1,277	6,479
Supplies and expenses	9,150	8,281	869	8,835
Capital outlay	<u>1,000</u>	<u>0</u>	<u>1,000</u>	<u>0</u>
Total Instructional Staff	94,023	59,056	34,968	64,843
 Superintendent				
Current				
Salaries	136,777	130,342	6,435	137,532
Employee benefits	38,675	36,182	2,493	35,090
Purchased services	9,400	3,467	5,933	6,836
Supplies and expenses	3,500	2,690	810	3,380
Other expenses	8,200	10,323	(2,123)	11,999
Capital outlay	<u>700</u>	<u>0</u>	<u>700</u>	<u>0</u>
Total Superintendent	197,252	183,003	14,249	194,836

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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)	Prior Year <u>Actual</u>
Principals				
Current				
Salaries	118,650	120,450	(1,800)	127,802
Employee benefits	38,779	32,984	5,795	37,667
Purchased services	3,300	1,272	2,028	1,055
Supplies and expenses	10,000	10,104	(104)	9,413
Other expenses	2,100	1,095	1,005	1,779
Capital outlay	<u>1,000</u>	<u>350</u>	<u>650</u>	<u>0</u>
Total Principals	173,829	166,255	7,574	177,716
Accounting				
Current				
Salaries	27,423	27,423	(0)	27,025
Employee benefits	10,038	9,519	519	9,062
Purchased services	19,650	14,505	5,145	14,919
Supplies and expenses	1,800	1,168	632	1,135
Capital outlay	<u>5,500</u>	<u>3,015</u>	<u>2,485</u>	<u>0</u>
Total Accounting	64,411	55,630	8,781	52,141
Operations and Maintenance				
Current				
Salaries	139,770	144,965	(5,195)	138,980
Employee benefits	45,342	41,830	3,512	39,288
Purchased services	71,000	61,959	9,041	52,345
Supplies and expenses	124,000	115,571	8,429	108,502
Capital outlay	<u>3,000</u>	<u>0</u>	<u>3,000</u>	<u>13,000</u>
Total Operations and Maintenance	383,112	364,325	18,787	352,114
Pupil Transportation				
Current				
Salaries	131,872	135,651	(3,779)	136,163
Employee benefits	39,654	38,169	1,485	38,119
Purchased services	17,000	5,032	11,968	12,030
Supplies and expenses	68,500	54,626	13,874	57,661
Capital outlay	<u>5,000</u>	<u>500</u>	<u>4,500</u>	<u>1,416</u>
Total Pupil Transportation	262,026	233,979	28,047	245,388

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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)	Prior Year <u>Actual</u>
Central Services				
Current				
Purchased services	115,482	80,388	35,094	73,377
Capital outlay	<u>0</u>	<u>12,135</u>	<u>(12,135)</u>	<u>0</u>
Total Central Services	115,482	92,523	22,959	73,377
Community Services				
Purchased services	<u>2,500</u>	<u>159</u>	<u>2,341</u>	<u>0</u>
Total Supporting Services	1,395,827	1,249,138	146,689	1,247,103
Facilities Acquisition				
Capital outlay	12,000	893	11,108	4,639
Appropriated Reserves	<u>566,714</u>	<u>0</u>	<u>566,714</u>	<u>0</u>
Total Expenditures	<u>4,145,035</u>	<u>3,223,416</u>	<u>921,619</u>	<u>3,147,794</u>



## SPECIAL REVENUE FUNDS

Food Services Fund - to account for revenue and expenditures associated with providing hot lunches to students, teachers, and visitors.

Scholarship Fund - to account for donations to fund student scholarships and the expenditures for those scholarships.

Student Activity Fund - to account for the revenues reported and the expenditures of each of the activities reported.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Food Services Special Revenue Fund  
 Comparative Balance Sheet

	<u>6/30/17</u>	<u>6/30/16</u>	<u>Change</u>
<b>ASSETS</b>			
Current Assets			
Cash in bank	14,776	21,228	(6,452)
Accounts receivable	26	489	(462)
Grants receivable	3,944	0	3,944
Inventory	<u>2,663</u>	<u>5,355</u>	<u>(2,692)</u>
Total Assets	<u>21,409</u>	<u>27,072</u>	<u>(5,663)</u>
 <b>LIABILITIES AND FUND BALANCE</b>			
Current Liabilities			
Accrued salaries and benefits	3,194	3,990	(796)
Unearned revenue	<u>1,081</u>	<u>0</u>	<u>1,081</u>
Total Liabilities	4,276	3,990	285
 Fund Balance			
Nonspendable	2,663	5,355	(2,692)
Assigned	<u>14,470</u>	<u>17,726</u>	<u>(3,256)</u>
Total Fund Balance	<u>17,133</u>	<u>23,081</u>	<u>(5,948)</u>
 Total Liabilities and Fund Balance	<u>21,409</u>	<u>27,072</u>	<u>(5,663)</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)	Prior Year <u>Actual</u>
Charges for Service				
Food sales	36,000	39,202	3,202	33,957
Interest income	100	34	(66)	37
State grants	0	1,092	1,092	1,397
Federal aid	50,000	37,961	(12,039)	42,350
Commodities donated	8,000	8,458	458	7,298
Other	<u>0</u>	<u>753</u>	<u>753</u>	<u>0</u>
Total Revenues	94,100	87,501	(6,599)	85,038
EXPENDITURES				
Current				
Salaries	75,000	51,681	23,319	51,072
Benefits	0	15,545	(15,545)	16,983
Food and milk	51,000	50,211	789	42,696
Purchased services	7,100	6,595	505	3,120
Supplies	6,000	4,244	1,756	2,982
Appropriated reserve	<u>23,081</u>	<u>0</u>	<u>23,081</u>	<u>0</u>
Total Expenses	<u>162,181</u>	<u>128,276</u>	<u>33,905</u>	<u>116,854</u>
Excess of Revenues over (under) Expenditures	(68,081)	(40,776)	27,305	(31,815)
OTHER SOURCES (USES)				
Operating Transfer In	<u>45,000</u>	<u>34,827</u>	<u>(10,173)</u>	<u>31,861</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(23,081)	(5,948)	17,133	45
Fund Balance - Beginning	<u>23,081</u>	<u>23,081</u>	<u>0</u>	<u>23,036</u>
Fund Balance - Ending	<u>0</u>	<u>17,133</u>	<u>17,133</u>	<u>23,081</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Scholarship Special Revenue Fund  
 Comparative Balance Sheet

	<u>6/30/17</u>	<u>6/30/16</u>	<u>Change</u>
<b>ASSETS</b>			
Cash	36	472	(436)
Certificates of deposit	<u>48,000</u>	<u>48,000</u>	<u>0</u>
Total Assets	<u>48,036</u>	<u>48,472</u>	<u>(436)</u>
<b>FUND BALANCE</b>			
Restricted	<u>48,036</u>	<u>48,472</u>	<u>(436)</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Scholarship 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

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Prior Year <u>Actual</u>
Local Sources				
Interest	960	964	4	964
Donations	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenues	960	964	4	964
 EXPENDITURES				
Scholarships paid	<u>49,432</u>	<u>1,400</u>	<u>48,032</u>	<u>1,000</u>
Revenues over (under) Expenditures	(48,472)	(436)	48,036	(36)
Fund Balance - Beginning	<u>48,472</u>	<u>48,472</u>	<u>(0)</u>	<u>48,508</u>
Fund Balance - Ending	<u>0</u>	<u>48,036</u>	<u>48,036</u>	<u>48,472</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Student Activity Special Revenue Fund  
Comparative Balance Sheet

	<u>6/30/17</u>	<u>6/30/16</u>	<u>Change</u>
ASSETS			
Cash in bank	<u>4,754</u>	<u>8,076</u>	<u>(3,323)</u>
FUND BALANCE			
Assigned	<u>4,754</u>	<u>8,076</u>	<u>(3,323)</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Student Activity 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

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Prior Year <u>Actual</u>
Local Sources				
Gate revenue	30,000	17,351	(12,649)	19,086
Season passes	4,000	2,947	(1,053)	1,849
Event fees	2,000	747	(1,253)	2,604
Donations	0	0	0	150
Other	<u>15,000</u>	<u>0</u>	<u>(15,000)</u>	<u>0</u>
Total Revenue	51,000	21,046	(29,954)	23,689
EXPENDITURES				
Current				
Athletics				
Purchased services	20,000	14,335	5,665	14,270
Travel, registration and entry fees	13,000	14,921	(1,921)	6,511
Supplies	16,000	9,502	6,498	12,155
Non capital equipment	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Athletics	49,000	38,758	10,242	32,936
Non Athletic				
Other	<u>35,120</u>	<u>5,654</u>	<u>29,466</u>	<u>9,465</u>
Total Expenditures	<u>84,120</u>	<u>44,412</u>	<u>39,708</u>	<u>42,402</u>
Revenue over (under) Expenditures	(33,120)	(23,367)	9,753	(18,713)
Other Financing Sources				
Operating Transfers In	<u>25,044</u>	<u>20,044</u>	<u>(5,000)</u>	<u>25,869</u>
Revenues and Other Financing Sources over (under) Expenditures	(8,076)	(3,323)	4,753	7,156
Fund Balance - Beginning	<u>8,076</u>	<u>8,076</u>	<u>0</u>	<u>920</u>
Fund Balance - Ending	<u>0</u>	<u>4,754</u>	<u>4,754</u>	<u>8,076</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. Financing is provided by a specific annual property tax levy.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Bond Redemption Debt Service Fund  
Comparative Balance Sheet

	<u>6/30/17</u>	<u>6/30/16</u>	<u>Change</u>
<b>ASSETS</b>			
Cash in bank	173,891	164,178	9,713
Cash with county treasurer	11,911	12,047	(136)
Accrued property taxes receivable	<u>16,355</u>	<u>20,942</u>	<u>(4,587)</u>
Total Assets	<u>202,156</u>	<u>197,167</u>	<u>4,990</u>
<b>FUND BALANCE</b>			
Restricted for bond redemption	<u>202,156</u>	<u>197,167</u>	<u>4,990</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>	Variance Favorable (Unfavorable)	Prior Year <u>Actual</u>
<b>REVENUES</b>				
Property taxes	221,977	217,830	(4,147)	226,842
Specific ownership taxes	0	1,042	1,042	5,725
Interest	<u>100</u>	<u>56</u>	<u>(44)</u>	<u>30</u>
Total Revenues	222,077	218,928	(3,149)	232,598
<b>EXPENDITURES</b>				
Bond interest	108,000	100,201	7,799	104,762
Bond principal	112,000	112,988	(988)	108,519
Other	<u>199,244</u>	<u>750</u>	<u>198,494</u>	<u>750</u>
Total Expenditures	<u>419,244</u>	<u>213,939</u>	<u>205,305</u>	<u>214,031</u>
Revenues over (under) Expenditures	(197,167)	4,990	202,157	18,567
Other Financing Uses				
Transfer to General Fund	<u>0</u>	<u>0</u>	<u>0</u>	<u>(23,771)</u>
Excess of Revenues over (under) Expenditures and Other Uses	(197,167)	4,990	202,157	(5,204)
Fund Balance - Beginning	<u>197,167</u>	<u>197,167</u>	(0)	<u>202,371</u>
Fund Balance - Ending	<u>0</u>	<u>202,156</u>	<u>202,156</u>	<u>197,167</u>

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



## CAPITAL PROJECTS FUND

Capital Reserve Capital Projects Fund - 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, 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 a transfer from the General Fund.

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
Simla, Colorado  
Capital Reserve Capital Projects Fund  
Comparative Balance Sheet

	<u>6/30/17</u>	<u>6/30/16</u>	<u>Change</u>
ASSETS			
Cash in bank	<u>252,739</u>	<u>162,532</u>	<u>90,207</u>
FUND BALANCE			
Committed	<u>252,739</u>	<u>162,532</u>	<u>90,207</u>

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, 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  
 With Comparative Actual Amounts for the Year Ended June 30, 2016

REVENUES	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	Prior Year <u>Actual</u>
Local Sources				
Interest on investments	0	2,207	2,207	1,665
Other	<u>0</u>	<u>3,000</u>	<u>3,000</u>	<u>0</u>
Total Revenues	0	5,207	5,207	1,665
 EXPENDITURES				
Capital Outlay				
New construction	22,532	0	22,532	0
Vehicles	150,000	0	150,000	57,920
Non capital outlay	<u>75,000</u>	<u>0</u>	<u>75,000</u>	<u>0</u>
Total Capital Outlay	<u>247,532</u>	<u>0</u>	<u>247,532</u>	<u>57,920</u>
Excess of Revenues over (under) Expenditures	(247,532)	5,207	252,739	(56,255)
Other Financing Sources				
Operating Transfers In	<u>85,000</u>	<u>85,000</u>	<u>0</u>	<u>85,000</u>
Excess of Revenues and Other Sources over (under) Expenditures	(162,532)	90,207	252,739	28,745
Fund Balance - Beginning	<u>162,532</u>	<u>162,532</u>	<u>0</u>	<u>133,787</u>
Fund Balance - Ending	<u>0</u>	<u>252,739</u>	<u>252,739</u>	<u>162,532</u>

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



AGENCY FUND

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

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Student Activity Agency Fund  
 Statement of Changes in Assets and Liabilities - Budget and Actual  
 For the Year Ended June 30, 2017

	Balance <u>7/1/2016</u>	<u>Revenues</u>	<u>Expenditures</u>	Balance <u>6/30/2017</u>
Staff Miscellaneous	37	0	1	36
Student Activity	5,525	24,633	25,258	4,899
Drive Smart	0	0	0	0
Library Activity	267	3,751	3,539	479
Have a Heart Scholarship	300	200	300	200
Scholarship - Anonymous	4,000	6,000	10,000	0
SADD	167	0	0	167
Flower Fund	363	150	220	293
Colorado On Line Tuition	0	1,200	1,000	200
College Tuition	0	5,985	0	5,985
Health Insurance	1,383	1,350	961	1,772
JH Boys Basketball	3	200	203	0
Jr High Girls Basketball	773	1,340	1,624	489
Medical 16-17	1,946	15,444	15,039	2,351
Secondary Admin Gift	100	484	300	284
T R Hamacher Scholarship	4,000	4,000	8,000	0
Day Care 2015-16	0	2,716	2,716	0
Athletics	(318)	4,217	4,042	(144)
Fun Run	496	6,996	7,008	484
Cheerleading	(0)	398	398	(0)
Dance Team	31	0	0	31
Adopt A Cub	217	0	0	217
Girls Summer Basketball	372	1,789	1,341	819
Elementary Football	754	583	597	740
Football	1,059	668	1,425	302
Huddle, Site Licensing	4,917	4,153	2,461	6,609
Elementary Volleyball	349	0	217	132
Summer Volleyball	1,118	4,031	4,329	820
Jr High Volleyball	(0)	540	425	115
Wrestling	74	2,611	2,152	533
Boys Summer BB	112	4,513	4,625	0
Baseball	850	0	646	204

BIG SANDY SCHOOL DISTRICT NUMBER 100J  
 Simla, Colorado  
 Student Activity Special Revenue Fund  
 Statement of Changes in Assets and Liabilities - Budget and Actual  
 For the Year Ended June 30, 2017  
 (continued)

	Balance <u>7/1/2016</u>	<u>Revenues</u>	<u>Expenditures</u>	Balance <u>6/30/2017</u>
True Sport	75	378	52	401
Track	597	3,291	3,413	475
Jr High Track	19	843	853	9
Jr High Football	0	460	460	0
Band	63	0	0	63
Band Fund Raiser	17	0	0	17
Class of 2018	4,855	14,890	10,802	8,944
Class of 2016	401	0	401	0
Class of 2017	7,019	15,129	23,169	(1,022)
Class of 2019	3,443	2,216	1,048	4,611
Class of 2020	0	7,845	5,429	2,416
Class of 2021	25	25	0	50
Class of 2022	0	25	0	25
Current Yearbooks	5,492	7,969	7,039	6,422
FBLA Garden Club	283	0	74	209
FBLA Fund raiser	100	820	230	690
VICA	466	3,250	4,098	(383)
Industrial Arts	(0)	13,755	13,709	46
Art Fee	547	300	691	157
Elementary Matchwits	19	130	70	79
Student Miscellaneous	51	82	0	132
Elementary Stuco	273	75	164	183
Interest - checking	3,713	132	0	3,844
Interest - savings	<u>4,754</u>	<u>192</u>	<u>0</u>	<u>4,946</u>
Total	61,106	169,757	170,529	60,334
 Budget	 <u>61,106</u>	 <u>240,627</u>	 <u>301,733</u>	 <u>(0)</u>
 Variance Favorable (Unfavorable)	 <u>0</u>	 <u>(70,870)</u>	 <u>131,204</u>	 <u>60,334</u>

## AUDITOR'S INTEGRITY REPORT



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 0940 - BIG SANDY 100J  
 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
<b>Governmental</b>							
10 General Fund	1,068,543		3,060,488		3,113,321		1,015,720
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	16,535		94,242		110,095		681
<b>Sub-Total</b>	<b>1,085,078</b>		<b>3,154,739</b>		<b>3,223,416</b>		<b>1,016,401</b>
11 Charter School Fund	0		0		0		0
2026-29 Special Revenue Fund	48,472		964		1,400		48,036
06 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
21 Food Service Spec Revenue Fund	23,081		122,228		128,276		17,133
22 Govt Designated-Purpose Grants Fund	0		0		0		0
23 Pupil Activity Special Revenue Fund	8,076		41,090		44,412		4,754
24 Full Day Kindergarten Mill Levy Override	0		0		0		0
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	197,167		218,228		213,939		202,156
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	162,532		90,207		0		252,739
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
<b>Totals</b>	<b>1,524,406</b>		<b>3,628,256</b>		<b>3,611,443</b>		<b>1,541,219</b>
<b>Proprietary</b>							
50 Other Enterprise Funds	0		0		0		0
64 (63) Risk-Related Activity Fund	0		0		0		0
60,65-69 Other Internal Service Funds	0		0		0		0
<b>Totals</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>
<b>Fiduciary</b>							
70 Other Trust and Agency Funds	0		0		0		0
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Pupil Activity Agency Fund	61,106		169,757		170,529		60,334
79 GASB 34 Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
<b>Totals</b>	<b>61,106</b>		<b>169,757</b>		<b>170,529</b>		<b>60,334</b>
			<b>FINAL</b>				