

**CONEJOS SCHOOL DISTRICT NO. 6J  
SANFORD, COLORADO**

**FINANCIAL STATEMENTS**

**June 30, 2017**

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Office of the State Auditor

February 21, 2018



**Wall,  
Smith,  
Bateman** Inc.

Certified Public Accountants

# CONEJOS SCHOOL DISTRICT NO. 6J

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June 30, 2017

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# INDEPENDENT AUDITORS' REPORT



Wall,  
Smith,  
Bateman Inc.

To the Board of Education  
Conejos School District No. 6J  
Sanford, Colorado

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Conejos School District No. 6J (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

## Management's Responsibility for the Financial Statements

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

## Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, 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.

**Certified Public Accountants**

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## **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 3-8 and 35-37 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial schedules and the Colorado School District Auditor's Integrity Report are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial schedules and the Colorado School District 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, the combining and individual fund financial schedules and the Colorado School District Auditor's Integrity Report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Wall, Smith, Bateman Inc.*

Wall, Smith, Bateman Inc.  
Alamosa, Colorado

February 1, 2018

**SANFORD SCHOOL DISTRICT 6-J**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**For the Year Ended June 30, 2017**

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the District in FY 2017 are as follows:

- Net position for governmental activities decreased by \$2,428,246
- Revenue for all governmental activities was \$4,022,089
- The District incurred \$6,450,335 in expenses related to governmental activities

Key financial highlights for the District in FY 2016 were as follows:

- Net position for governmental activities decreased by \$758,069
- Revenue for all governmental activities was \$3,982,012
- The District incurred \$4,740,081 in expenses related to governmental activities.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts: management's discussion and analysis, the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District.

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services such as instruction were financed in the short-term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplemental information that further explains and supports the financial statements with a comparison of the District's budget for the year.

**SANFORD SCHOOL DISTRICT 6-J**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
For the Year Ended June 30, 2017

***District-wide Statements***

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private 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 district-wide statements report the District's net position and how it has changed. Net position (the difference between the District's assets and liabilities) is one way to measure the District's financial position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial position is improving or deteriorating.
- To assess the District's overall health, you need to consider additional non-financial factors such as changes in the District's property tax base and the condition of school facilities.

***Fund Financial Statements***

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds, not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required to be established by state law. However, the District establishes many other funds to help it manage and control its finances to achieve certain results.

***FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE***

- Total assets for the District were \$24,802,442 in 2016 and \$24,305,251 in 2017. Cash and investments were \$3,530,822 in 2016 and \$3,695,071 in 2017. Property tax receivable was \$11,850 in 2016 and \$13,623 in 2017. Receivables from other governmental entities were \$14,690 in 2016 and \$11,984 in 2017. Capital assets were in the amount of \$21,235,416 in 2016 and \$20,547,370 in 2017. Current liabilities were \$451,876 in 2016 and \$457,939 in 2017.

**SANFORD SCHOOL DISTRICT 6-J**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
For the Year Ended June 30, 2017

Table 1 provides a summary of the District's net position for fiscal year 2016 & 2017:

**Table 1**

**Condensed Statement of Net Position**

	Governmental Activities	Governmental Activities	Total Percent Change
	2016	2017	2016-2017
<b>Assets</b>			
Current Assets	\$ 3,567,026	\$ 3,757,881	5.35%
Capital Assets	\$ 21,235,416	\$ 20,547,370	-3.24%
<b>Total Assets</b>	<b>\$ 24,802,442</b>	<b>\$ 24,305,251</b>	<b>-2.00%</b>
Deferred Outflows of Resources	\$ 959,983	\$ 4,742,096	393.98%
<b>Liabilities</b>			
Current liabilities	\$ 451,876	\$ 457,939	1.34%
Long-term liabilities	\$ 7,729,335	\$ 13,458,424	74.12%
<b>Total Liabilities</b>	<b>\$ 8,181,211</b>	<b>\$ 13,916,363</b>	<b>70.10%</b>
<b>Deferred Inflow of Resources</b>			
Pension	\$ 212,877	\$ 189,120	-11.16%
Property Taxes	\$ 11,849	\$ 13,622	14.96%
<b>Net Position</b>			
Net Investment in Capital Assets	\$ 20,207,825	\$ 19,566,418	-3.17%
Restricted for:			
Tabor	\$ 102,830	\$ 110,589	7.55%
Debt Service	\$ 109,009	\$ 135,938	24.70%
BEST Capital Renewal Reserve	\$ 75,200	\$ 114,500	52.26%
Unrestricted	\$ (3,138,376)	\$ (4,999,203)	59.29%
<b>Total Net Position</b>	<b>\$ 17,356,488</b>	<b>\$ 14,928,242</b>	<b>-13.99%</b>

**SANFORD SCHOOL DISTRICT 6-J**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
For the Year Ended June 30, 2017

Table 2 shows the changes in net position for fiscal year 2016 & 2017:

**Table 2**

**Changes in Net Position**

	Governmental Activities	Governmental Activities	Total Percentage Change
	2016	2017	2016-2017
<b>Revenues</b>			
Program Revenues			
Charges for Services	\$ 36,986	\$ 41,898	13.28%
Operating Grants & Contributions	\$ 558,126	\$ 465,317	-16.63%
Capital Grants & Contributions	\$ 23,268	\$ -	0.00%
General Revenues			
Property Taxes	\$ 308,422	\$ 346,852	12.46%
State Equalization	\$ 2,963,446	\$ 3,078,686	3.89%
Other	\$ 91,764	\$ 89,336	-2.65%
<b>Total Revenues</b>	<b>\$ 3,982,012</b>	<b>\$ 4,022,089</b>	<b>1.01%</b>
<b>Expenses</b>			
Instruction	\$ 3,163,343	\$ 4,298,873	35.90%
Pupil & Instructional Services	\$ 113,849	\$ 174,996	53.71%
Admin & Business	\$ 486,344	\$ 753,338	54.90%
Maintenance & Operations	\$ 394,882	\$ 475,329	20.37%
Transportation	\$ 187,352	\$ 262,592	40.16%
Other	\$ 394,311	\$ 485,207	23.05%
<b>Total Expenses</b>	<b>\$ 4,740,081</b>	<b>\$ 6,450,335</b>	<b>36.08%</b>
Loss on disposal of fixed assets	\$ -	\$ -	0.00%
<b>Increase(Decrease) in Net Position</b>	<b>\$ (758,069)</b>	<b>\$ (2,428,246)</b>	<b>220.32%</b>
Net Position- Beginning of the year	\$ 18,114,557	\$ 17,356,488	-4.18%
Net Position- End of year	\$ 17,356,488	\$ 14,928,242	-13.99%

State equalization accounted for a major portion of the District's total revenue, contributing 76.5 percent of total revenue. Another 11.5 percent came from state and federal grants, 8.6 percent came from property taxes, and the remainder from charges for services and miscellaneous sources.

The District's expenses are predominately related to instruction, (66.6 percent). The District's administrative and business activities accounted for 11.6 percent of total costs.

**SANFORD SCHOOL DISTRICT 6-J**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
For the Year Ended June 30, 2017

**Governmental Activities**

The primary source of operating revenue for school districts comes from the School Finance Act of 1994 (SFA). Under the SFA the District received \$8,741.76 for 2016 and \$8,870.23 in 2017 per funded student. In fiscal year 2016 the funded pupil count was 359 and in fiscal year 2017 the pupil count was 376.7. Funding for the SFA comes from property taxes, specific ownership taxes, and state equalization. The District receives approximately 94 percent of this funding from state equalization while the remaining amounts come from property and specific ownership taxes.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those service costs. Table 3 shows, for governmental activities, the total cost of services and net cost of services. That is, it identifies the cost of these services supported by unrestricted state equalization and property taxes.

**Table 3**

**Government Activities**

	Total Cost of Services	Total Cost of Services	Percentage Change	Net Cost of Services	Net Cost of Services	Percentage Change
	2016	2017	2016-2017	2016	2017	2016-2017
Instruction	\$ 3,163,343	\$ 4,298,873	36%	\$ 2,845,413	\$ 4,131,747	45.21%
Pupil & instructional services	\$ 113,849	\$ 174,996	54%	\$ (40,466)	\$ 13,000	-132.13%
Administration and business	\$ 486,344	\$ 753,338	55%	\$ 486,344	\$ 753,338	54.90%
Maintenance and operations	\$ 394,882	\$ 475,329	20%	\$ 394,882	\$ 475,329	20.37%
Transportation	\$ 187,352	\$ 262,592	40%	\$ 174,760	\$ 238,042	36.21%
Food Services	\$ 258,065	\$ 315,566	22%	\$ 124,522	\$ 162,023	30.12%
Other	\$ 136,246	\$ 169,641	25%	\$ 136,246	\$ 169,641	24.51%
<b>Total</b>	<b>\$ 4,740,081</b>	<b>\$ 6,450,335</b>	<b>36%</b>	<b>\$ 4,121,701</b>	<b>\$ 5,943,120</b>	<b>44.19%</b>

- The cost of all governmental activities during the year 2016 was \$4,740,081. During the year 2017 it was \$6,450,335.
- Federal and state government subsidized certain programs with grants and contributions in the amount of \$558,126 in 2016 and \$465,317 in 2017.
- Most of the District's costs were financed by State and District taxpayers. This portion of governmental activities was financed with \$2,963,446 for 2016 and \$3,078,686 in 2017 in state equalization from the School Finance Act of 1994 (SFA) and \$372,874 in property and specific ownership taxes for 2016 and \$403,523 in 2017.

**SANFORD SCHOOL DISTRICT 6-J**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
For the Year Ended June 30, 2017

**General Fund Budgetary Highlights**

The District's budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund.

**CAPITAL ASSET ADMINISTRATION**

By the end of 2017, the District has invested \$20,547,370 in land, buildings, and equipment (including vehicles). By the end of 2016, the District has invested \$21,235,416 in land, buildings, and equipment (including vehicles).

Table 4 shows capital assets for FY 2016-2017:

**Table 4**

**Capital Assets at June 30**

	Governmental Activities	Governmental Activities	Total Percentage Change
	2016	2017	2016-2017
Land	\$ 43,969	\$ 43,969	0.00%
Land Improvements	\$ 52,238	\$ 52,238	0.00%
Buildings	\$ 20,334,922	\$ 20,334,922	0.00%
Equipment	\$ 2,105,623	\$ 2,120,363	0.70%
Buses & Vehicles	\$ 724,326	\$ 724,326	0.00%
<b>Total</b>	<b>\$ 23,261,078</b>	<b>\$ 23,275,818</b>	<b>0.06%</b>
<b>Accumulated Depreciation</b>			
Buildings	\$ 1,178,672	\$ 1,687,959	43.21%
Land Improvements	\$ 2,942	\$ 4,743	61.22%
Equipment	\$ 380,717	\$ 535,068	40.54%
Vehicles	\$ 463,331	\$ 500,678	8.06%
<b>Total</b>	<b>\$ 2,025,662</b>	<b>\$ 2,728,448</b>	<b>34.69%</b>
<b>Gov Activities Cap Assets, Net</b>	<b>\$ 21,235,416</b>	<b>\$ 20,547,370</b>	<b>-3.24%</b>

**FACTORS BEARING ON THE DISTRICT'S FUTURE**

At the time these financial statements were prepared and audited, the District was not aware of any existing circumstances that could significantly affect its financial health in the future.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide the District's citizens, taxpayers, parents, and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Kevin C. Edgar, Superintendent of Sanford School District 6-J, at 755 Second Street, Sanford, CO 81151.

**CONEJOS SCHOOL DISTRICT NO. 6J**

**BASIC FINANCIAL STATEMENTS**

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**STATEMENT OF NET POSITION**

**June 30, 2017**

	<b>Primary Government Governmental Activities</b>
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and Investments	\$ 3,695,071
Accounts Receivable	35,148
Property Tax Receivable	13,623
Due from Other Governments	11,984
Inventories	2,055
<b>Capital Assets</b>	
Land	43,969
Land Improvements	52,238
Buildings	20,334,922
Equipment	2,120,363
Vehicles	724,326
Less: Accumulated Depreciation	(2,728,448)
<b>TOTAL ASSETS</b>	<b>24,305,251</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pensions	4,742,096
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<b>4,742,096</b>
<b>LIABILITIES</b>	
<b>Current Liabilities</b>	
Accounts Payable	12,318
Accrued Salaries and Benefits	333,061
Unearned Grant Revenue	13,228
Accrued Interest Payable	24,687
General Obligation Bonds	48,560
Retirement Benefit	14,100
Compensated Absences	11,985
<b>Long-term Liabilities</b>	
General Obligation Bonds	932,392
Retirement Benefit	156,800
Compensated Absences	43,579
Pension Liability	12,325,653
<b>TOTAL LIABILITIES</b>	<b>13,916,363</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pension	189,120
Unavailable Revenue - Property Tax	13,622
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>202,742</b>
<b>NET POSITION</b>	
Net Investment in Capital Assets	19,566,418
Restricted for	
TABOR	110,589
Debt Service	135,938
BEST Capital Reserve	114,500
Unrestricted	(4,999,203)
<b>TOTAL NET POSITION</b>	<b>\$ 14,928,242</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**STATEMENT OF ACTIVITIES**  
**Fiscal Year Ended June 30, 2017**

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Revenue and Changes in Net Position
					Primary Government
<b>Primary Government:</b>					
<b>Governmental Activities:</b>					
Instructional Program	\$ 4,298,873	\$ -	\$ 167,126	\$ -	\$ (4,131,747)
Student Supporting Services	109,053	-	138,746	-	29,693
Instructional Staff Supporting Services	65,943	-	23,250	-	(42,693)
General Administration Supporting Services	374,646	-	-	-	(374,646)
School Administration Supporting Services	309,342	-	-	-	(309,342)
Business Supporting Services	69,350	-	-	-	(69,350)
Operations & Maintenance of Plant Services	475,329	-	-	-	(475,329)
Student Transportation Services	262,592	-	24,550	-	(238,042)
Central Supporting Services	68,116	-	-	-	(68,116)
Food Services	315,566	41,898	111,645	-	(162,023)
Interest on Long-term Debt	41,360	-	-	-	(41,360)
Facilities Acquisition and Construction Services	60,165	-	-	-	(60,165)
<b>Total Governmental Activities</b>	<b>6,450,335</b>	<b>41,898</b>	<b>465,317</b>	<b>-</b>	<b>(5,943,120)</b>
<b>Total Primary Government</b>	<b>\$ 6,450,335</b>	<b>\$ 41,898</b>	<b>\$ 465,317</b>	<b>\$ -</b>	<b>(5,943,120)</b>
<b>General Revenues:</b>					
Taxes:					
					346,852
					54,435
					2,236
					3,078,686
					9,591
					23,074
					<u>3,514,874</u>
					<b>Change in Net Position</b>
					(2,428,246)
					<b>Net Position - Beginning of Year</b>
					<u>17,356,488</u>
					<b>Net Position - End of Year</b>
					<u>\$ 14,928,242</u>

The accompanying notes are an integral part of this financial statement.

**CONEJOS SCHOOL DISTRICT NO. 6J**

**GOVERNMENTAL FUNDS**

**BALANCE SHEET**

**June 30, 2017**

	<b>GENERAL FUND</b>	<b>CAPITAL RESERVE CAPITAL PROJECTS FUND</b>	<b>TOTAL NONMAJOR GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b>ASSETS</b>				
Cash and Investments	\$ 2,904,409	\$ 468,900	\$ 321,762	\$ 3,695,071
Accounts Receivable	22,649	-	12,499	35,148
Property Tax Receivable	7,943	-	5,680	13,623
Due from Other Governments	7,976	-	4,008	11,984
Inventories	-	-	2,055	2,055
<b>TOTAL ASSETS</b>	<b>\$ 2,942,977</b>	<b>\$ 468,900</b>	<b>\$ 346,004</b>	<b>\$ 3,757,881</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	\$ 3,896	\$ -	\$ 8,422	\$ 12,318
Accrued Salaries and Benefits	296,818	-	36,243	333,061
Unearned Grant Revenue	-	-	13,228	13,228
<b>TOTAL LIABILITIES</b>	<b>300,714</b>	<b>-</b>	<b>57,893</b>	<b>358,607</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Tax	7,942	-	5,680	13,622
<b>FUND BALANCE</b>				
Nonspendable:				
Inventory	-	-	2,055	2,055
Restricted:				
TABOR	110,589	-	-	110,589
Debt Service	-	-	135,938	135,938
BEST Capital Reserve	-	114,500	-	114,500
Committed:				
Early Retirement of Bonds	900,000	-	-	900,000
Emergency Reserves	500,000	-	-	500,000
Food Services	-	-	72,587	72,587
Student Activities	-	-	71,851	71,851
Capital Projects	-	354,400	-	354,400
Assigned:				
Designated for Subsequent Years	509,000	-	-	509,000
Unassigned:	614,732	-	-	614,732
<b>TOTAL FUND BALANCE</b>	<b>2,634,321</b>	<b>468,900</b>	<b>282,431</b>	<b>3,385,652</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,942,977</b>	<b>\$ 468,900</b>	<b>\$ 346,004</b>	<b>\$ 3,757,881</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES**  
**TO THE STATEMENT OF NET POSITION**  
**June 30, 2017**

<b>Total governmental fund balances</b>	<b>\$</b>	<b>3,385,652</b>
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		20,547,370
Deferred results and contributions to pension plans made after the measurement date are recorded as expenditures in the governmental funds but must be deferred in the statement of net position.		4,742,096
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
General Obligation Refunding Bonds	\$ (980,952)	
Accrued Interest Payable	(24,687)	
Retirement Benefit	(170,900)	
Compensated Absences	<u>(55,564)</u>	
		(1,232,103)
Net pension liabilities are not due and payable in the current period and are not reported in the funds.		(12,325,653)
Certain amounts related to the net pension liability are deferred and amortized over time. These are not reported in the funds.		<u>(189,120)</u>
<b>Net position of governmental activities</b>	<b>\$</b>	<b><u><u>14,928,242</u></u></b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**GOVERNMENTAL FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Year Ended June 30, 2017**

	<b>GENERAL FUND</b>	<b>CAPITAL RESERVE CAPITAL PROJECTS FUND</b>	<b>TOTAL NONMAJOR GOVERNMENTAL FUNDS</b>	<b>TOTAL GOVERNMENTAL FUNDS</b>
<b>REVENUES</b>				
Local Sources	\$ 321,260	\$ -	\$ 292,072	\$ 613,332
State Sources	3,180,221	-	17,801	3,198,022
Federal Sources	8,878	-	201,857	210,735
<b>TOTAL REVENUES</b>	<b>3,510,359</b>	<b>-</b>	<b>511,730</b>	<b>4,022,089</b>
<b>EXPENDITURES</b>				
Instructional Program	2,045,758	-	265,999	2,311,757
Student Supporting Services	62,661	-	-	62,661
Instructional Staff Supporting Services	44,193	-	-	44,193
General Administration Supporting Services	226,504	-	-	226,504
School Administration Supporting Services	175,733	-	-	175,733
Business Supporting Services	41,150	-	-	41,150
Operations and Maintenance of Plant Services	369,002	-	-	369,002
Student Transportation Services	148,482	-	-	148,482
Central Supporting Services	68,116	-	-	68,116
Food Services	-	-	215,225	215,225
Facilities Acquisition and Construction Services	-	74,905	-	74,905
Debt Service	-	-	87,999	87,999
<b>TOTAL EXPENDITURES</b>	<b>3,181,599</b>	<b>74,905</b>	<b>569,223</b>	<b>3,825,727</b>
Excess (Deficiency) of Revenues Over Expenditures	328,760	(74,905)	(57,493)	196,362
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers (to)/from Other Funds	(142,000)	59,000	83,000	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>(142,000)</b>	<b>59,000</b>	<b>83,000</b>	<b>-</b>
Net Change in Fund Balance	186,760	(15,905)	25,507	196,362
<b>Fund Balance at Beginning of Year</b>	<b>2,447,561</b>	<b>484,805</b>	<b>256,924</b>	<b>3,189,290</b>
<b>Fund Balance at End of Year</b>	<b>\$ 2,634,321</b>	<b>\$ 468,900</b>	<b>\$ 282,431</b>	<b>\$ 3,385,652</b>

The accompanying notes are an integral part of this financial statement.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF ACTIVITIES**  
**For the Year Ended June 30, 2017**

**Net change in fund balances - total governmental funds** \$ 196,362

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the activity in the capital assets in the current period.

Capital asset additions	\$	14,740	
Depreciation expense		<u>(702,786)</u>	(688,046)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal Payments on General Obligation Bonds	46,639
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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.

Compensated Absences		(675)	
Retirement Benefit		<u>19,000</u>	18,325

Certain items reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds. This item consists of the change in pension expense.

(2,001,526)

<b>Change in net position of governmental activities</b>	<b>\$</b>	<b><u>(2,428,246)</u></b>
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**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of the District reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

**REPORTING ENTITY**

***Primary Government***

Conejos School District No. 6J is a public school as established by Colorado State Statute. The District is declared to be a corporate body with perpetual existence and in its name may hold property, sue and be sued, and be a party to contracts for any purpose authorized by law. Members of the school board are voted on at large by the registered, qualified electors of the District. Taxes are levied upon all taxable property within the District's boundaries by the County Commissioners. The County Treasurer collects the taxes and remits them to the District. The District also receives State and Federal funds. The school board has the authority to issue bonds up to 20% of the latest assessed valuation of the taxable property in the District. The board also has authority to select the depository of school funds and acquire short-term loans.

***Component Units***

The District's combined financial statements include the accounts of all District operations. The criteria for including organizations as component units within the District's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The District holds the corporate powers of the organization
- The District appoints a voting majority of the organization's board
- The District is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the District
- There is fiscal dependency by the organization on the District
- The organization is financially accountable to the District
- The organization receives or holds funds that are for the benefit of the District; and the District has access to a majority of the funds held; and the funds that are accessible are also significant to the District.

Based on the aforementioned criteria, the Conejos School District No. 6J has no component units.

**GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements include the Statement of Net Position and the Statement of Activities. Government-wide statements report information on all of the activities of the District. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

The Statement of Activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from services, or privileges provided by a given function or segment and
- 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 in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds. The emphasis of fund financial statements is on major governmental funds, each reported as a separate column.

**MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded 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 are recognized as revenue when all applicable eligibility requirements, imposed by the provider, are met.

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. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally 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.

The District reports the following major governmental funds:

- The **General Fund** is the general operating fund of the District. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The **Capital Reserve Capital Projects Fund** is used to account for the purposes and limitations specified by Section 22-45-103(1)(c), C.R.S., including the acquisition of sites, buildings, equipment, and vehicles.

Certain eliminations have been made as prescribed in GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated.

**ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE**

***Cash***

The District's cash and cash equivalents are considered to be cash in bank, certificates of deposit, and liquid investments with initial maturity of three months or less.

***Investments***

All investments, if any, are recorded at fair market value.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

***Property Taxes***

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The District's property taxes are collected by the County Treasurer who remits monthly receipts to the District. Property tax revenue is recognized when received by the County Treasurer.

Uncollected property taxes that became an enforceable lien January 1, 2017 have been recorded in the financial statements as an asset and a corresponding deferred inflow of resources.

***Receivables/Payables From Other District Funds***

Balances that originate from current lending/borrowing arrangements between funds are referred to as "Due To/From Other Funds".

***Inventories***

Purchased inventories are stated at cost and consist of supplies and food to be used within one year. Donated inventory is priced at the U.S. Department of Agriculture established values.

***USDA Commodities***

The Food Service Fund receives donated commodities to use in meal preparation from the U.S. Department of Agriculture. The value of these commodities received during the year is shown as income, and the value of commodities used is shown as expense.

***Capital Assets***

Capital assets, which include land, buildings, equipment, vehicles, and construction in progress are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market 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 assets lives are not capitalized.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	20-50
Equipment	4-20
Vehicles	7-20

***Long-Term Obligations***

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as an other financing source and debt payments are reported as debt service expenditures.

***Compensated Absences***

Employees of the District receive from 4.5 to 6 days each term for sick leave. At the end of each term, an employee has the option to either accumulate unused sick leave or be paid for the unused sick leave of that term provided they have 20 days or more of accumulated sick leave. Employees of the District shall receive reimbursement at the rate of \$75 per day for certified employees and \$65 per day for non-certified employees for unused sick leave, up to a

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

maximum of 30 days, upon separation from the District. A liability for accrued personal leave is accrued in the government-wide financial statements.

***Unearned Grant Revenue***

Revenues on grants, which are restricted by the grant document for specific purposes, are recognized as revenue only after eligible grant costs have been incurred. Grant funds received in excess of grant expenditures are recorded as unearned revenues.

***Deferred Outflows/Inflows of Resources***

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (as either an expense or expenditure) until that period.

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

Certain amounts related to pensions must be deferred.

***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.

***Net Position***

*Net position* represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.
- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

***Fund Balance***

Fund balances are reported by classification based on the extent to which the District is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the following five categories:

- *Nonspendable Fund Balance* – amounts that cannot be spent because they are not in spendable form – such as inventory and prepaid expenditures.
- *Restricted Fund Balance* – amounts restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* – amounts that can only be used for specific purposes as a result of constraints imposed through adopted resolution by the Board of Education, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance* – amounts a government intends to use for a specific purpose; intent is expressed by the Board of Education.
- *Unassigned Fund Balance* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position/fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Education has provided otherwise in its commitment or assignment actions.

***Encumbrances***

The District does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are rebudgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

***Use of Estimates***

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

***Reclassifications***

Certain amounts in fiscal year 2016 have been reclassified to conform to the fiscal year 2017 financial statement presentation.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

**NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

***Budgets and Budgetary Accounting***

Conejos School District No. 6J follows the procedures set forth in the Colorado School District Budget Law when preparing annual budgets for each fund. Budget procedures include:

- 1) Preparation of budget documents by administrative staff shall be submitted to the Board no later than June 1 of each year.
- 2) Publication of a notice stating that the budget is available for public inspection.
- 3) Discussion of the budget in a meeting open to the public.
- 4) Adoption of the budget in a public meeting by appropriate resolution.

Formal budgetary integration is employed as a management control device for all funds of the District. All fund budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP).

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget, if applicable.

***Stewardship***

During fiscal year 2017, total expenditures exceeded budgeted appropriations in the Food Service Fund and the Governmental Designated Purpose Grants Fund by \$4,725 and \$1,013, respectively. These may be violations of Colorado State Statute 22-44-115(1).

**NOTE 3 CASH, DEPOSITS, AND INVESTMENTS**

A summary of Cash, Deposits, and Investments for the District are as follows:

Cash in Banks and on Hand	\$ 3,257,378
COLOTRUST Investments	<u>437,693</u>
 Total cash, deposits, and investments on the Statement of Net Position	 <u><u>\$ 3,695,071</u></u>

***Cash and Deposits***

Colorado State Statutes govern the District's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories, determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least 102% of the aggregate uninsured deposits.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

***Custodial Credit Risk – Deposits***

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does have a deposit policy for custodial credit risk. As of year-end, \$2,329,470 of the District's bank balance of \$3,153,142 was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institution through PDPA.

***Investments***

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest. They include the following:

- Obligations of the United States and certain U.S. governments agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Banker's acceptance of certain banks
- Commercial paper holding the highest credit rating category and with a maturity within 180 days
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks

*Fair Value* – Fair value investments classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Fair value investments classified as Level 2 of the fair value hierarchy are valued using the active market rates for the underlying securities. Fair value investments classified as Level 3 of the fair value hierarchy are valued using non-observable inputs.

COLOTRUST is a money market investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing COLOTRUST. The pool operates similarly to a money market fund and each share is equal in value to \$1.00. Investments consist of U.S. Treasury and U.S. Agency securities. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the entities. COLOTRUST is rated AAAM by Standard and Poors, and maintains a constant net asset value of \$1 per share. Financial statements for COLOTRUST are available at [www.colotrust.com](http://www.colotrust.com). The total COLOTRUST investment was valued at \$437,693 at June 30, 2017 with a credit rating of AAAM by Standard & Poors. This investment is valued using level 2 inputs.

*Interest Rate Risk* – The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

*Credit Risk* – The risk that an issuer or other counterparty to an investment will not fulfill its obligation. State statutes limit investments in U.S. Agency securities to the highest rating issued by Nationally Recognized Statistical Rating Organizations (NRSROs).

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

*Concentration of Credit Risk* – The risk of loss attributed to the magnitude of a government’s investment in a single issuer. The District has not established a policy limiting the investment in any type of security and deems it unnecessary at this time.

**NOTE 4 PROPERTY TAXES RECEIVABLE**

At June 30, 2017, the District’s General Fund and Bond Redemption Fund had an estimated property tax receivable of \$7,943 and \$5,680, respectively.

**NOTE 5 DUE FROM OTHER GOVERNMENTS**

Intergovernmental receivables include amounts due from grantors for specific program grants. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

As of June 30, 2017, the District had \$11,984 due from Federal, State, and Local governments, reflected as intergovernmental receivables in the accompanying basic financial statements.

**NOTE 6 INTERFUND TRANSFERS**

***Interfund Transfers***

Interfund transfers for the year ended June 30, 2017, were as follows:

Transfers In	Transfer Out	Total
Capital Reserve Capital Projects Fund	General Fund	\$ 59,000
Food Service Fund	General Fund	48,000
Student Activity Fund	General Fund	35,000
	Total	\$ 142,000

These transfers were made to subsidize the Capital Reserve Capital Projects, Food Service, and Student Activity Funds.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

**NOTE 7 CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2017, was as follows:

	Balance 06/30/2016	Additions	Deletions	Balance 06/30/2017
<i>Governmental Activities:</i>				
Capital assets not being depreciated				
Land	\$ 43,969	\$ -	\$ -	\$ 43,969
Total capital assets not being depreciated	43,969	-	-	43,969
Capital assets being depreciated				
Land Improvements	52,238	-	-	52,238
Buildings	20,334,922	-	-	20,334,922
Equipment	2,105,623	14,740	-	2,120,363
Vehicles	724,326	-	-	724,326
Total capital assets being depreciated	23,217,109	14,740	-	23,231,849
Less accumulated depreciation for:				
Buildings	1,178,672	509,287	-	1,687,959
Land Improvements	2,942	1,801	-	4,743
Equipment	380,717	154,351	-	535,068
Vehicles	463,331	37,347	-	500,678
Total accumulated depreciation	2,025,662	702,786	-	2,728,448
Total Capital Assets being depreciated, net	21,191,447	(688,046)	-	20,503,401
Governmental Activities Capital Assets, net	<u>\$ 21,235,416</u>	<u>\$ (688,046)</u>	<u>\$ -</u>	<u>\$ 20,547,370</u>

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

*Governmental activities:*

Instructional Program	\$ 643,345
Student Transportation Services	37,346
Food Services	22,095
Total depreciation expense – governmental activities	<u>\$ 702,786</u>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

**NOTE 8 ACCRUED SALARIES AND BENEFITS**

The teachers, administrators, and the administrative staff are employed under nine, ten, and eleven month contracts. All District employees are paid on a twelve-month basis and, therefore, a difference exists between the actual amount of salaries earned under the contract and the amount paid. The difference between salaries earned and paid, including the District's share of benefits, has been accrued in the financial statements in the amount of \$333,061.

**NOTE 9 LONG-TERM DEBT**

***Changes in Long-Term Debt***

Long-term liability balances for the year ended June 30, 2017, were as follows:

	Beginning Balance <u>06/30/2016</u>	Additions	Deletions	Ending Balance <u>06/30/2017</u>	Due Within One Year
<i>Governmental Activities:</i>					
G.O. Bonds Payable-Series 2011	\$ 1,027,591	\$ -	\$ (46,639)	\$ 980,952	\$ 48,560
Retirement Benefit	189,900	-	(19,000)	170,900	14,100
Compensated Absences	54,889	675	-	55,564	11,985
<b>Total</b>	<b><u>\$ 1,272,380</u></b>	<b><u>\$ 675</u></b>	<b><u>\$ (65,639)</u></b>	<b><u>\$ 1,207,416</u></b>	<b><u>\$ 74,645</u></b>

***General Obligation Bonds Payable***

On December 8, 2011, the District issued general obligation bonds series 2011 in the amount of \$1,197,335 with an interest rate of 4.12% to be paid in full on December 1, 2031. The District issued the bonds to fulfill the required match of the Building Excellent Schools Today Act (BEST). The bond proceeds were used for the construction and renovation of schools within the District. The bonds are subject to redemption prior to maturity at the option of the District, in whole, but not in part on December 31, 2021, and any date thereafter, at a redemption price equal to the principal amount thereof and a redemption premium of 3% of the principal amount redeemed, plus accrued interest to the redemption date.

The annual debt service for the General Obligation Bonds Payable is as follows:

	Principal	Interest	Totals
FY 2018	\$ 48,560	\$ 40,400	\$ 88,960
FY 2019	50,560	38,400	88,960
FY 2020	52,642	36,318	88,960
FY 2021	54,810	34,150	88,960
FY 2022	57,068	31,893	88,961
FY 2023 - FY 2027	322,590	122,211	444,801
FY 2028 - FY 2032	394,722	50,082	444,804
	<b><u>\$ 980,952</u></b>	<b><u>\$ 353,454</u></b>	<b><u>\$ 1,334,406</u></b>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

***Retirement Benefit***

The District offers a retirement benefit for eligible staff. The amount of the benefit is based on the length of employment by the District. Part time employees will be eligible for one-half of this benefit if the length of their employment meets the requirements noted in the policy. The retirement benefit will be paid to the employee, or the designated beneficiary after retirement in five equal yearly payments.

**NOTE 10 DEFINED BENEFIT PENSION PLAN**

***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
- 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.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

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:

	For the Year Ended December 31,	
	2017	2016
Employer Contribution Rate	10.15%	10.15%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f) <sup>1</sup>	-1.02%	-1.02%
Amount Apportioned to the SCHDTF	9.13%	9.13%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411 <sup>1</sup>	4.50%	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411 <sup>1</sup>	5.00%	4.50%
<b>Total Employer Contribution Rate to the SCHDTF</b>	<b>18.63%</b>	<b>18.13%</b>

<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 the District were \$340,754 for the year ended June 30, 2017.

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

At June 30, 2017, the District reported a liability of \$12,325,653 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's 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, District's proportion was 0.0414 percent, which was a decrease of 0.001 percent from its proportion measured as of December 31, 2015.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

For the year ended June 30, 2017, the District recognized pension expense of \$2,001,526. 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	\$ 154,089	\$ -
Changes of assumptions or other inputs	3,999,419	55,582
Net difference between projected and actual earnings on pension plan investments	412,144	109
Changes in proportion share and differences between contributions recognized and proportionate share of contributions	-	133,429
Contributions subsequent to the measurement date	176,444	-
Total	\$ 4,742,096	\$ 189,120

\$176,444 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,		Amount
2018	\$	1,771,666
2019		1,728,906
2020		871,847
2021		4,111
2022		-
Thereafter		-

*Actuarial assumptions.* The total pension liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions and other inputs:

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

Based on the 2016 experience analysis and the October 28, 2016 actuarial assumptions workshop, revised economic and demographic assumptions were adopted by PERA's Board on November 18, 2016 and effective as of

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
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December 31, 2016. These revised assumptions shown below were reflected in the roll-forward calculation of the total pension liability from December 31, 2015 to December 31, 2016:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 percent – 9.70 percent
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	5.26 percent
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07	
And DPS benefit structure (automatic)	2.00 percent
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

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 rates and a 55 percent factor applied to female rates.

Healthy post-retirement mortality assumptions reflect the RP-2014 White Collar Employee 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.
- Females: Mortality 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.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

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 change, 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 for 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 expense 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 the 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:

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

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

*Discount rate.* The discount rate used to measure the total pension liability was 5.26 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost 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.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date, 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 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 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

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

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 projection 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 investments 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, 2.24 percent higher compared to the current measurement date.

*Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.* The following presents the proportionate share of the net pension liability calculated using the discount rate of 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 (4.26%)	Current Discount Rate (5.26%)	1% Increase (6.26%)
Proportionate share of the net pension liability	\$ 15,499,114	\$ 12,325,653	\$ 9,740,986

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

**NOTE 11 OTHER POSTEMPLOYMENT 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 District contributions to the HCTF were \$18,905, \$18,914 and \$18,986, respectively, equal to their required contributions for each year.

**NOTE 12 DEFINED CONTRIBUTION PENSION PLAN**

*Plan Description* - Employees of the District that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available comprehensive annual financial report for the Plan. That report can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended June 30, 2017, program members contributed \$4,446 for the Voluntary Investment Program.

**NOTE 13 JOINT VENTURES AND RELATED PARTIES**

The District participates in the following entity. This joint venture and related party does not meet the criteria for inclusion within the reporting entity because the following entity:

- is financially independent and responsible for its own financing deficits and entitled to its own surpluses,
- has a separate governing board from that of the District,
- has a separate management which is responsible for day-to-day operations and is accountable to the separate governing board,
- has governing boards and management with the ability to significantly influence operations by approving budgetary requests and adjustments, signing contracts, hiring personnel, exercising control over facilities and determining the outcome for disposition of matters affecting the recipients of services provided, and
- has absolute authority over all funds and fiscal responsibility including budgetary responsibility and reporting to state agencies and controls fiscal management.

**San Luis Valley Board of Cooperative Educational Services (BOCES)**

The BOCES is an organization that provides member districts educational services at a shared lower cost per district. The Board of the BOCES is selected from the elected members of the District Boards. The District has one member on the Board. This Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is approximately 7% at June 30, 2017. Complete separate financial statements may be obtained from BOCES.

**NOTE 14 COMMITMENTS AND CONTINGENCIES**

The District participates in federal grant programs subject to program compliance audits by the grantors or their representatives. The amount, if any, of expenses which may be disallowed by the granting agencies cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

**NOTE 15 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. These risks are covered by commercial insurance purchased from independent third parties. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the current year or the three prior years.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**June 30, 2017**

***Self Insurance Program***

***Health Insurance***

Effective July 1, 2014, the District began a level-funding self-insurance program, accounted for in the General Fund, to internally provide services previously purchased through a third party contract. The purpose of the program is to pay medical and prescription claims of the District employees and minimize annual medical insurance costs to the District. Medical claims exceeding \$20,000 per covered individual claim liability is covered by a private insurance carrier. The District does not report a liability based on the requirements of Governmental Accounting Standards Board No. 10, as the plan is a level-funding health plan in which monthly payments to the Third Party Administrator are fixed.

**NOTE 16 TABOR EMERGENCY RESERVE**

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.

Fiscal year spending and revenue limits are determined based on the prior year's spending adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

In November 1996, voters approved a ballot which stated that the District is authorized to collect, retain and expend all revenues including grants and other funds collected during 1996-97 budget year and each subsequent year from any source, notwithstanding the limitations of Article X, Section 20 of the Colorado constitution, provided, however, that no property tax mill levy be increased at any time nor shall any new tax be imposed without the prior approval of the voters.

The amendment also requires that Emergency Reserves be established. These reserves must be at least three percent of fiscal year spending. This Emergency Reserve is accounted for as a restricted fund balance in the General Fund balance sheet and a restricted net position in the government-wide statement of net position. The entity is not allowed to use the Emergency Reserve to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

## **CONEJOS SCHOOL DISTRICT NO. 6J**

### **REQUIRED SUPPLEMENTARY INFORMATION**

In addition to the basic financial statements, a budgetary comparison schedule is required for the General Fund and each of the District's major special revenue funds. In addition, pension plan contributions and the District's proportionate share of the net pension liability is required to supplement the basic financial statements.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**For the Year Ended June 30, 2017**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
<b>REVENUES</b>				
Local Sources	\$ 257,000	\$ 257,000	\$ 321,260	\$ 64,260
State Sources	3,084,000	3,135,000	3,180,221	45,221
Federal Sources	1,000	1,000	8,878	7,878
<b>TOTAL REVENUES</b>	<u>3,342,000</u>	<u>3,393,000</u>	<u>3,510,359</u>	<u>117,359</u>
<b>EXPENDITURES</b>				
Instructional Program	2,334,600	2,430,600	2,045,758	384,842
Student Supporting Services	69,500	69,500	62,661	6,839
Instructional Staff Supporting Services	57,000	57,000	44,193	12,807
General Administration Supporting Services	260,000	260,000	226,504	33,496
School Administration Supporting Services	186,250	186,250	175,733	10,517
Business Supporting Services	49,000	49,000	41,150	7,850
Operations and Maintenance of Plant Services	467,100	487,100	369,002	118,098
Student Transportation Services	182,000	182,000	148,482	33,518
Central Supporting Services	95,000	95,000	68,116	26,884
Reserves	163,550	163,550	-	163,550
<b>TOTAL EXPENDITURES</b>	<u>3,864,000</u>	<u>3,980,000</u>	<u>3,181,599</u>	<u>798,401</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(522,000)</u>	<u>(587,000)</u>	<u>328,760</u>	<u>915,760</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer to Other Funds	<u>(183,000)</u>	<u>(118,000)</u>	<u>(142,000)</u>	<u>(24,000)</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(183,000)</u>	<u>(118,000)</u>	<u>(142,000)</u>	<u>(24,000)</u>
Net Change in Fund Balance	(705,000)	(705,000)	186,760	891,760
<b>Fund Balance at Beginning of Year</b>	<u>705,000</u>	<u>705,000</u>	<u>2,447,561</u>	<u>1,742,561</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,634,321</u>	<u>\$ 2,634,321</u>

**Notes to the Required Supplementary Information**

The basis of budgeting is the same as GAAP.  
This schedule is presented on the GAAP basis.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE**  
**OF THE NET PENSION LIABILITY**  
**PERA SCHEDTF PENSION PLAN**  
**For the Years Ended June 30,**

	2017	2016	2015	2014
District's proportion of the net pension liability	0.0413975578%	0.0426188835%	0.0438161782%	0.0413653489%
District's proportionate share of the net pension liability (asset)	\$ 12,325,653	\$ 6,518,257	\$ 5,938,564	\$ 5,276,139
District's covered payroll	\$ 1,858,496	\$ 1,857,318	\$ 1,834,005	\$ 1,667,568
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	663%	351%	324%	316%
Plan fiduciary net position as a percentage of the total pension liability	43.1%	59.2%	62.8%	64.1%

\*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

\*\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the District presents information for those years for which information is available.

**Notes to Required Supplementary Information:**

See Note 10 in the accompanying Notes to the Basic Financial Statements for changes to assumptions or other inputs used.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF DISTRICT CONTRIBUTIONS**  
**PERA SCHDTF PENSION PLAN**  
**For the Years Ended June 30,**

	2017	2016	2015	2014	2013	2012	2011
Contractually required contribution	\$ 340,754	\$ 328,964	\$ 314,426	\$ 283,681	\$ 243,211	\$ 211,910	\$ 198,561
Contributions in relation to the contractually required contribution	(340,754)	(328,964)	(314,426)	(283,681)	(243,211)	(211,910)	(198,561)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 1,853,383	\$ 1,854,277	\$ 1,861,402	\$ 1,772,892	\$ 1,611,807	\$ 1,593,183	\$ 1,494,115
Contributions as a percentage of covered payroll	18.39%	17.74%	16.89%	16.00%	15.09%	13.30%	13.29%

\*\* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10 year trend is compiled the District presents information for those years for which information is available.

**Notes to Required Supplementary Information:**

See Note 10 in the accompanying Notes to the Basic Financial Statements for changes to assumptions or other inputs used.

# **CONEJOS SCHOOL DISTRICT NO. 6J**

## **SUPPLEMENTARY INFORMATION**

These schedules present more detailed information for the individual funds in a format that segregates information by fund type.

## **SPECIAL REVENUE FUNDS**

Special Revenue Funds are used to account for and report the proceeds of special revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

**Food Service Fund** - This fund is used to account for the operations of the school breakfast and lunch programs.

**Governmental Designated Purpose Grants Fund** - This fund is used to account for restricted state and federal grants that are obtained primarily to provide for specific instructional programs.

**Student Activity Fund** – This fund is used to record financial transactions related to school-sponsored pupil intrascholastic and interscholastic athletic and other related activities. These activities are supported in whole or in part by revenue from pupils, gate receipts, and other fundraising activities.

## **DEBT SERVICE FUND**

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

**Bond Redemption Fund**- This fund is used to account for the accumulation of resources and for the payment of principal, interest, and related expenses on the long-term general obligation debt.

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING BALANCE SHEET**

June 30, 2017

	SPECIAL REVENUE FUNDS					TOTAL NONMAJOR GOVERNMENTAL FUNDS
	FOOD SERVICE FUND	GOVERNMENTAL DESIGNATED PURPOSE GRANTS FUND	STUDENT ACTIVITY FUND	BOND REDEMPTION FUND		
\$	88,837	\$ 27,399	\$ 71,851	\$ 133,675	\$	321,762
	-	5,909	-	6,590		12,499
	-	-	-	5,680		5,680
	-	-	-	4,008		4,008
	2,055	-	-	-		2,055
<b>TOTAL ASSETS</b>	<b>\$ 90,892</b>	<b>\$ 33,308</b>	<b>\$ 71,851</b>	<b>\$ 149,953</b>	<b>\$</b>	<b>\$ 346,004</b>

**LIABILITIES, DEFERRED INFLOWS  
OF RESOURCES AND FUND BALANCES**

<b>LIABILITIES</b>						
Accounts Payable	\$ 87	\$ -	\$ -	\$ 8,335	\$	8,422
Accrued Salaries and Benefits	16,163	20,080	-	-		36,243
Unearned Grant Revenue	-	13,228	-	-		13,228
<b>TOTAL LIABILITIES</b>	<b>16,250</b>	<b>33,308</b>	<b>-</b>	<b>8,335</b>	<b>-</b>	<b>57,893</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred Revenue - Property Tax	-	-	-	5,680		5,680

**FUND BALANCE**

Nonspendable:						
Inventory	2,055	-	-	-		2,055
Restricted:						
Debt Service	-	-	-	135,938		135,938
Committed:						
Food Services	72,587	-	-	-		72,587
Student Activities	-	-	71,851	-		71,851
<b>TOTAL FUND BALANCE</b>	<b>74,642</b>	<b>-</b>	<b>71,851</b>	<b>135,938</b>	<b>-</b>	<b>282,431</b>

**TOTAL LIABILITIES, DEFERRED INFLOWS  
OF RESOURCES AND FUND BALANCES**

\$	90,892	\$ 33,308	\$ 71,851	\$ 149,953	\$	346,004
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**CONEJOS SCHOOL DISTRICT NO. 6J**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**COMBINING SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**For the Year Ended June 30, 2017**

	<b>SPECIAL REVENUE FUNDS</b>				<b>TOTAL NONMAJOR GOVERNMENTAL FUNDS</b>
	<b>FOOD SERVICE FUND</b>	<b>GOVERNMENTAL DESIGNATED PURPOSE GRANTS FUND</b>	<b>STUDENT ACTIVITY FUND</b>	<b>BOND REDEMPTION FUND</b>	
<b>REVENUES</b>					
Local Sources	\$ 41,898	\$ -	\$ 135,246	\$ 114,928	\$ 292,072
State Sources	3,329	14,472	-	-	17,801
Federal Sources	108,316	93,541	-	-	201,857
<b>TOTAL REVENUES</b>	<b>153,543</b>	<b>108,013</b>	<b>135,246</b>	<b>114,928</b>	<b>511,730</b>
<b>EXPENDITURES</b>					
Instructional Program	-	108,013	157,986	-	265,999
Food Services	215,225	-	-	-	215,225
Debt Service	-	-	-	87,999	87,999
<b>TOTAL EXPENDITURES</b>	<b>215,225</b>	<b>108,013</b>	<b>157,986</b>	<b>87,999</b>	<b>569,223</b>
Excess (Deficiency) of Revenues Over Expenditures	(61,682)	-	(22,740)	26,929	(57,493)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers from Other Funds	48,000	-	35,000	-	83,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>48,000</b>	<b>-</b>	<b>35,000</b>	<b>-</b>	<b>83,000</b>
Net Change in Fund Balance	(13,682)	-	12,260	26,929	25,507
<b>Fund Balance at Beginning of Year</b>	<b>88,324</b>	<b>-</b>	<b>59,591</b>	<b>109,009</b>	<b>256,924</b>
<b>Fund Balance at End of Year</b>	<b>\$ 74,642</b>	<b>\$ -</b>	<b>\$ 71,851</b>	<b>\$ 135,938</b>	<b>\$ 282,431</b>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**FOOD SERVICE FUND**  
**For the Year Ended June 30, 2017**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Local Sources	\$ 21,000	\$ 21,000	\$ 41,898	\$ 20,898
State Sources	1,500	1,500	3,329	1,829
Federal Sources	70,000	70,000	108,316	38,316
<b>TOTAL REVENUES</b>	<b>92,500</b>	<b>92,500</b>	<b>153,543</b>	<b>61,043</b>
<b>EXPENDITURES</b>				
Food Services				
Salaries	80,000	80,000	76,346	3,654
Fringe Benefits	38,000	38,000	39,710	(1,710)
Supplies and Materials	88,500	88,500	97,780	(9,280)
Purchased Services	2,000	2,000	318	1,682
Other Operating	2,000	2,000	1,071	929
<b>TOTAL EXPENDITURES</b>	<b>210,500</b>	<b>210,500</b>	<b>215,225</b>	<b>(4,725)</b>
Excess (Deficiency) of Revenues Over Expenditures	(118,000)	(118,000)	(61,682)	56,318
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer from General Fund	48,000	24,000	48,000	24,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<b>48,000</b>	<b>24,000</b>	<b>48,000</b>	<b>24,000</b>
Net Change in Fund Balance	(70,000)	(94,000)	(13,682)	80,318
<b>Fund Balance at Beginning of Year</b>	<b>70,000</b>	<b>94,000</b>	<b>88,324</b>	<b>(5,676)</b>
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 74,642</b>	<b>\$ 74,642</b>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**GOVERNMENTAL DESIGNATED PURPOSE GRANTS FUND**  
**For the Year Ended June 30, 2017**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
State Sources	\$ 15,000	\$ 15,000	\$ 14,472	\$ (528)
Federal Sources	92,000	92,000	93,541	1,541
<b>TOTAL REVENUES</b>	<b>107,000</b>	<b>107,000</b>	<b>108,013</b>	<b>1,013</b>
<b>EXPENDITURES</b>				
Instructional Program	107,000	107,000	108,013	(1,013)
<b>TOTAL EXPENDITURES</b>	<b>107,000</b>	<b>107,000</b>	<b>108,013</b>	<b>(1,013)</b>
Net Change in Fund Balance	-	-	-	-
<b>Fund Balance at Beginning of Year</b>	-	-	-	-
<b>Fund Balance at End of Year</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**STUDENT ACTIVITY FUND**  
**For the Year Ended June 30, 2017**

	<b>BUDGETED AMOUNTS</b>		<b>ACTUAL</b>	<b>VARIANCE WITH</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		<b>FINAL BUDGET</b>
				<b>POSITIVE</b>
				<b>(NEGATIVE)</b>
<b>REVENUES</b>				
Local Sources	\$ 180,000	\$ 180,000	\$ 135,246	\$ (44,754)
<b>TOTAL REVENUES</b>	<u>180,000</u>	<u>180,000</u>	<u>135,246</u>	<u>(44,754)</u>
<b>EXPENDITURES</b>				
Instructional Program	409,000	409,000	157,986	251,014
<b>TOTAL EXPENDITURES</b>	<u>409,000</u>	<u>409,000</u>	<u>157,986</u>	<u>251,014</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(229,000)</u>	<u>(229,000)</u>	<u>(22,740)</u>	<u>206,260</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer to/from Other Funds	35,000	35,000	35,000	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Net Change in Fund Balance	(194,000)	(194,000)	12,260	206,260
<b>Fund Balance at Beginning of Year</b>	<u>194,000</u>	<u>194,000</u>	<u>59,591</u>	<u>(134,409)</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 71,851</u>	<u>\$ 71,851</u>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**BOND REDEMPTION FUND**  
**For the Year Ended June 30, 2017**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
<b>REVENUES</b>				
Local Sources	\$ 88,960	\$ 89,000	\$ 114,928	\$ 25,928
<b>TOTAL REVENUES</b>	<u>88,960</u>	<u>89,000</u>	<u>114,928</u>	<u>25,928</u>
<b>EXPENDITURES</b>				
Debt Service	88,960	89,000	87,999	1,001
<b>TOTAL EXPENDITURES</b>	<u>88,960</u>	<u>89,000</u>	<u>87,999</u>	<u>1,001</u>
Net Change in Fund Balance	-	-	26,929	26,929
<b>Fund Balance at Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>109,009</u>	<u>109,009</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 135,938</u>	<u>\$ 135,938</u>

**CONEJOS SCHOOL DISTRICT NO. 6J**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN**  
**FUND BALANCE - BUDGET AND ACTUAL**  
**CAPITAL RESERVE CAPITAL PROJECTS FUND**  
**For the Year Ended June 30, 2017**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
<b>REVENUES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>TOTAL REVENUES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Facilities Acquisition and Construction Services	500,000	459,000	74,905	384,095
<b>TOTAL EXPENDITURES</b>	<u>500,000</u>	<u>459,000</u>	<u>74,905</u>	<u>384,095</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(500,000)</u>	<u>(459,000)</u>	<u>(74,905)</u>	<u>384,095</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer From Other Funds	100,000	59,000	59,000	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>100,000</u>	<u>59,000</u>	<u>59,000</u>	<u>-</u>
Net Change in Fund Balance	(400,000)	(400,000)	(15,905)	384,095
<b>Fund Balance at Beginning of Year</b>	<u>400,000</u>	<u>400,000</u>	<u>484,805</u>	<u>84,805</u>
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 468,900</u>	<u>\$ 468,900</u>

**CONEJOS SCHOOL DISTRICT NO. 6J**

**CDE COMPLIANCE SECTION**



Wall,  
Smith,  
Bateman Inc.

## REPORT ON COMPLIANCE WITH CDE-FINANCIAL POLICIES AND PROCEDURES MANUAL

To the Board of Education,  
Conejos School District No. 6J  
Sanford, Colorado

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Conejos School District No. 6J (the District), as of and for the year ended June 30, 2017 which collectively comprise the District's basic financial statements as listed in the table of contents and have issued our report thereon dated February 01, 2018.

In connection with our audit, we noted that in fiscal year 2017, the District total expenditures exceeded budget appropriations in the Food Service Fund and Governmental Designated Purpose Grants Fund by \$4,725 and \$1,013 respectively. These may be violations of Colorado State Statutes. This caused us to believe that the District failed to comply with the Colorado Department of Education Financial Policies and Procedures Manual insofar as it relates to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance.

This report is intended solely for the information and use of the Board of Education and management of the District and is not intended to be and should not be used by anyone other than these specified parties.

*Wall, Smith, Bateman Inc.*

Wall, Smith, Bateman Inc.  
Alamosa, Colorado

February 01, 2018

**Certified Public Accountants**

700 Main Street, Suite 200 PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | [www.wsbcpa.com](http://www.wsbcpa.com)



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 0560 - SANFORD 6  
 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	2,474,951		3,104,360		2,948,344		2,630,968
18 Risk Mgmt Sub-Fund of General Fund	12,012		70,000		76,643		5,369
19 Colorado Preschool Program Fund	-39,402		194,000		156,614		-2,016
Sub-Total	2,447,561		3,368,360		3,181,600		2,634,320
11 Charter School Fund	0		0		0		0
20,26-29 Special Revenue Fund	0		0		0		0
06 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
21 Food Service-Spec Revenue Fund	88,324		201,544		215,226		74,642
22 Govt Designated-Purpose Grants Fund	0		108,013		108,013		0
23 Pupil Activity Special Revenue Fund	59,591		170,246		157,986		71,851
24 Full Day Kindergarten Mill Levy Override	0		0		0		0
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	109,008		114,930		87,999		135,939
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	484,805		59,000		74,905		468,900
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
<b>Totals</b>	<b>3,169,289</b>		<b>4,022,093</b>		<b>3,625,730</b>		<b>3,385,652</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	0		0		0		0
79 GASB 34/Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
<b>Totals</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>
<b>FINAL</b>							<b>0</b>