

**STRASBURG SCHOOL DISTRICT 31J
STRASBURG, COLORADO**

FINANCIAL STATEMENTS

June 30, 2017



RECEIVED

By the Office of the State Auditor at 1:49 pm, Jan 03, 2018

TABLE OF CONTENTS

	<u>PAGE</u>
FINANCIAL SECTION	
Independent Auditors' Report	
Management's Discussion and Analysis	i - v
Basic Financial Statements	
Statement of Net Position	1
Statement of Activities	2
Balance Sheet - Governmental Funds	3
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	4
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	5
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	6
Statement of Fiduciary Assets and Liabilities - Agency Fund	7
Notes to Financial Statements	8 - 21
Required Supplementary Information	
Schedule of Proportionate Share of the Net Pension Liability and Contributions	22
Budgetary Comparison Schedule - General Fund	23 - 24
Notes to Required Supplementary Information	25
Supplementary Information	
Combining Balance Sheet - Nonmajor Governmental Funds	26
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	27
Budgetary Comparison Schedule - Food Service Fund	28
Budgetary Comparison Schedule - Building Fund	29

TABLE OF CONTENTS
(Continued)

PAGE

FINANCIAL SECTION (Continued)

Supplementary Information (Continued)

Budgetary Comparison Schedule - Prairie Creeks Charter School Fund 30

Budgetary Comparison Schedule - Bond Redemption Fund 31

Statement of Changes in Assets and Liabilities - Agency Fund 32

COMPLIANCE SECTION

Auditors Integrity Report 33



Board of Education
Strasburg School District 31J
Strasburg, Colorado

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Strasburg School District 31J as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Strasburg School District 31J, 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 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 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 Strasburg School District 31J 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.

Emphasis of Matter

As discussed in Note 11 to the financial statements, the financial statements as of and for the year ended June 30, 2016, have been restated to correct misstatements. Our opinion is not modified with respect to this matter.

Other Matters (Required Supplementary Information)

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information listed in the table of contents 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 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 Matters (Other Information)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Strasburg School District 31J's basic financial statements. The supplementary information and the auditors integrity report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.



December 29, 2017

June 30, 2017

This is a Management Discussion and Analysis (MD&A) for Strasburg School District 31J. It offers the reader management’s perspective of the financial activities of the school district for the year ended June 30, 2017. The focus of this discussion is the primary government.

The MD&A is an element of reporting put forth by the Government Accounting Standards Board (GASB), in accordance with GASB Statement No. 34, *Basic Financial Statement and Management’s Discussion and Analysis for State and Local Governments*.

Financial Highlights

- In government-wide activities the District’s net position totaled (\$5,744,407) at the end of the 2017 fiscal year. The net position includes the pension liability of \$24,884,626 applied under the GASB 68 standards. Without the pension liability and related deferred inflows and outflows, the net position would be \$11,597,841.
- Total assets in the governmental funds were \$5,484,459; total liabilities and deferred inflows were \$831,348, resulting in an ending fund balance of \$4,653,111.

Overview of the Financial Statements

The Management’s Discussion & Analysis is presented as an introduction into the Strasburg School District’s basic financial statements. This information is comprised in the following three components:

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

Government-Wide Financial Statements

Government-wide statements provide an overall view of the District’s financial status specific to those activities directly related to the education of our students. The government-wide statements report assets, deferred outflows, liabilities, and deferred inflows. The difference between the assets/deferred outflows and liabilities/deferred inflows is reported as net position. The statement of net position is one way to measure the financial position of the District. Over time, changes in net position may serve as a useful indicator of whether the financial position is improving or deteriorating.

The government-wide statements report the governmental activities of the District. The governmental activities include expenditures related to instruction, transportation, maintenance and operations, and administration. The Strasburg School District reports this information primarily in its general fund.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been “set apart” for specific activities. The fund financial statements provide detailed information about the District’s funds. These statements focus on those specific funds, not the District as a whole. Strasburg School District 31J, like other governmental agencies, uses fund accounting to demonstrate and ensure compliance.

All of the funds of the District can be divided into two categories: governmental funds and fiduciary funds. The District does not report any proprietary fund types.

Governmental Funds: Most of the District’s basic services are reported in governmental funds. This information is reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted into cash. Governmental fund accounting may help the reader determine whether there are more or less financial resources that can be spent in the near future. The differences between the government-wide statements and the governmental funds are reconciled in the financial statements. The District reports the following funds as major governmental funds: The General Fund and the Bond Redemption Fund.

Fiduciary Funds: The District is the agent, or *Fiduciary*, for assets that belong to others. The District is responsible for ensuring that the assets reported in these funds are used only for their intended purpose. The District reports the student activities as a Fiduciary Fund.

Supplementary Information: In addition to the financial statements and accompanying notes, the District’s financial statements also contain more detailed financial information and other supplementary information concerning the District’s non-major governmental funds.

Financial Analysis of The Governmental Funds: The focus of the District’s governmental funds is to provide information on balances of available (spendable) resources. Such information is useful in assessing the District’s financing requirements. In particular, unassigned fund balance may serve as a useful tool in measuring the District’s net resources available for spending at the end of the fiscal year. The District’s unassigned fund balance in the General Fund was \$2,650,458 at June 30, 2017.

Financial Analysis of the District as a Whole

The District’s total net position on June 30, 2017 was (\$5,744,407). Of the District’s \$18,909,457 in total assets, \$13,425,088 reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending. The unrestricted net position of \$2,864,922 (not including the pension liability and related deferred inflows and outflows) may be used to meet the District’s ongoing financial obligations. The long term debt on June 30, 2017 was \$6,777,765. Current debt (due within one year) was \$645,000.

Statement of Net Position	2017	2016 (Restated)
Assets		
Current and Other Assets	5,484,459	5,187,431
Capital Assets	<u>13,425,088</u>	<u>13,869,825</u>
Total Assets	<u><u>18,909,547</u></u>	<u><u>19,057,256</u></u>
Deferred Outflows	10,142,308	2,222,612
Liabilities		
Current and Other Liabilities	804,967	882,777
* Non-Current Liabilities	<u>31,662,391</u>	<u>22,592,080</u>
Total Liabilities	<u><u>32,467,358</u></u>	<u><u>23,474,857</u></u>
Deferred Inflows	2,328,904	1,126,036
Net Position		
Invested in Capital Assets	6,936,625	6,473,012
Restricted for:		
Debt Service	1,517,894	1,520,725
Capital Projects	-	91,924
Emergencies	278,400	269,900
Unrestricted	<u>(14,477,326)</u>	<u>(11,676,586)</u>
Total Net Position	<u><u>(5,744,407)</u></u>	<u><u>(3,321,025)</u></u>

*Pension Liability 24,884,626

Statement of Activities	2017	2016 (Restated)
Revenues		
Charges for Services	387,327	354,160
Grants and Contributions	876,318	684,413
Property Taxes	3,641,281	3,910,831
Specific Ownership Taxes	317,885	301,915
State Equalization	4,561,069	4,474,305
Per Pupil Revenue	212,809	231,341
Other Revenues	144,962	144,876
Total Revenues	10,141,651	10,101,841
Expenses		
Instruction	7,255,077	5,430,508
Supporting Services	5,134,990	4,532,884
Interest	174,966	199,108
Total Expenses	12,565,033	10,162,500
Change in Net Position	(2,423,382)	(60,659)
Net Position, Beginning	(3,321,025)	(3,260,366)
Net Position, Ending	(5,744,407)	(3,321,025)

Financial Analysis of the District's Funds

The General Fund is the major operating fund of the District. During the current fiscal year, fund balance increased by \$373,451, from \$2,549,007 to \$2,922,458.

The Bond Redemption Fund accounts for property taxes restricted for the payment of general obligation debt, and had an ending fund balance at June 30, 2017, of \$1,523,113.

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. For the year ended June 30, 2017, actual expenditures of \$8,414,520 were less than budgeted expenditures and appropriated reserves by \$2,028,630.

The District must maintain an emergency reserve as a part of the TABOR Amendment (Taxpayer Bill of Rights). On June 30, 2017, the General Fund TABOR reserve amounted to \$272,000.

Capital Asset and Debt Administration

Capital assets. The District's capital assets as of June 30, 2017, totaled \$13,425,088. Current year additions included a student transport vehicle. More information on the District's capital assets can be found in Note 3 to the financial statements.

Long-term debt. As of June 30, 2017, the District had general obligation bonds payable of \$6,575,000. Bond proceeds were used to construct a new middle school and remodel of the High School and Elementary School adding additional classrooms. More information on the District's long-term debt can be found in Note 4 to the financial statements.

Economic Factors

Although the District has maintained a relatively consistent student count, the impact of the State imposed negative factor, now called the Budget Stabilization Factor (BSF) decreased the revenue by an aggregate of nearly \$7,000,000. Due to the BSF the District has deferred maintenance, delayed the purchase of replacement buses, limited employee raises, and lengthened the cycle for replacement of technology and curriculum.

The District is expected to experience an increase in student count due to local residential development. The District stands at the cusp of having the economy of scale to increase facility capacity.

The Board of Education is committed to providing students with a 21st century learning experience. To that end they have worked diligently to stop deficit spending and increase the fund balance while meeting the needs of students.

Contacting the District's Financial Management

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

Monica Johnson
Superintendent of Schools
Strasburg School District
56729 E. Colorado Ave.
Strasburg, CO 80136

BASIC FINANCIAL STATEMENTS

STRASBURG SCHOOL DISTRICT 31J

STATEMENT OF NET POSITION

June 30, 2017

	<u>GOVERNMENTAL ACTIVITIES</u>
ASSETS	
Cash and Investments	\$ 5,113,935
Accounts Receivable	258,610
Grants Receivable	1,318
Taxes Receivable	106,159
Inventories	4,437
Capital Assets, Not Being Depreciated	796,786
Capital Assets, Net of Accumulated Depreciation	<u>12,628,302</u>
TOTAL ASSETS	<u>18,909,547</u>
DEFERRED OUTFLOWS OF RESOURCES	
Loss on Debt Refunding, Net of Accumulated Amortization	271,026
Pensions, Net of Accumulated Amortization	<u>9,871,282</u>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>10,142,308</u>
LIABILITIES	
Accounts Payable	61,810
Accrued Salaries and Benefits	715,433
Unearned Revenues	13,605
Accrued Interest Payable	14,119
Noncurrent Liabilities	
Due Within One Year	645,000
Due in More Than One Year	6,132,765
Net Pension Liability	<u>24,884,626</u>
TOTAL LIABILITIES	<u>32,467,358</u>
DEFERRED INFLOWS OF RESOURCES	
Pensions, Net of Accumulated Amortization	<u>2,328,904</u>
NET POSITION	
Net Investment in Capital Assets	6,936,625
Restricted for Debt Service	1,517,894
Restricted for Emergencies	278,400
Unrestricted	<u>(14,477,326)</u>
TOTAL NET POSITION	<u>\$ (5,744,407)</u>

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

STRASBURG SCHOOL DISTRICT 31J

STATEMENT OF ACTIVITIES

Year Ended June 30, 2017

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE)
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	REVENUE AND CHANGE IN NET POSITION
				GOVERNMENTAL ACTIVITIES
GOVERNMENTAL ACTIVITIES				
Instruction	\$ 7,255,077	\$ 214,474	\$ 612,656	\$ (6,427,947)
Supporting Services	4,741,235	-	88,548	(4,652,687)
Food Service	393,755	172,853	145,835	(75,067)
Interest on Long-Term Debt	174,966	-	-	(174,966)
Total Governmental Activities	<u>\$ 12,565,033</u>	<u>\$ 387,327</u>	<u>\$ 847,039</u>	<u>(11,330,667)</u>
GENERAL REVENUES				
				3,641,281
				317,885
				4,561,069
				212,809
				29,279
				11,108
				133,854
				<u>8,907,285</u>
				(2,423,382)
				<u>(3,321,025)</u>
				<u>\$ (5,744,407)</u>

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

STRASBURG SCHOOL DISTRICT 31J

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2017

	GENERAL	BOND REDEMPTION	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
ASSETS				
Cash and Investments	\$ 3,425,558	\$ 1,510,226	\$ 178,151	\$ 5,113,935
Accounts Receivable	183,795	-	74,815	258,610
Grants Receivable	1,318	-	-	1,318
Taxes Receivable	84,372	21,787	-	106,159
Inventories	-	-	4,437	4,437
TOTAL ASSETS	<u>\$ 3,695,043</u>	<u>\$ 1,532,013</u>	<u>\$ 257,403</u>	<u>\$ 5,484,459</u>
LIABILITIES				
Accounts Payable	\$ 61,810	\$ -	\$ -	\$ 61,810
Accrued Salaries and Benefits	679,175	-	36,258	715,433
Unearned Revenues	-	-	13,605	13,605
TOTAL LIABILITIES	<u>740,985</u>	<u>-</u>	<u>49,863</u>	<u>790,848</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	<u>31,600</u>	<u>8,900</u>	<u>-</u>	<u>40,500</u>
FUND BALANCES				
Nonspendable Inventories	-	-	4,437	4,437
Restricted for Debt Service	-	1,523,113	-	1,523,113
Restricted for Emergencies	272,000	-	6,400	278,400
Committed to Prairie Creeks Charter School	-	-	90,998	90,998
Assigned to Food Service	-	-	13,736	13,736
Assigned to Capital Projects	-	-	91,969	91,969
Unassigned	<u>2,650,458</u>	<u>-</u>	<u>-</u>	<u>2,650,458</u>
TOTAL FUND BALANCES	<u>2,922,458</u>	<u>1,523,113</u>	<u>207,540</u>	<u>4,653,111</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	<u>\$ 3,695,043</u>	<u>\$ 1,532,013</u>	<u>\$ 257,403</u>	<u>\$ 5,484,459</u>

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

STRASBURG SCHOOL DISTRICT 31J

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION

June 30, 2017

Amounts Reported for Governmental Activities in the Statement of Net Position are Different Because:

Total Fund Balances of Governmental Funds	\$ 4,653,111
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.	13,425,088
Long-term assets are not available to pay current year expenditures and, therefore, are deferred in governmental funds. This amount represents property taxes earned but not available as current financial resources.	40,500
Long-term liabilities and related items, including long-term debt (\$6,777,765), loss on debt refunding \$271,026, accrued interest payable (\$14,119), net pension liability (\$24,884,626), pension-related deferred outflows of resources \$9,871,282, and pension-related deferred inflows of resources (\$2,328,904), are not due and payable in the current year and, therefore, are not reported in governmental funds.	<u>(23,863,106)</u>
Total Net Position of Governmental Activities	<u>\$ (5,744,407)</u>

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

STRASBURG SCHOOL DISTRICT 31J

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2017

	GENERAL	BOND REDEMPTION	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
REVENUES				
Local Sources	\$ 3,874,786	\$ 808,113	\$ 410,732	\$ 5,093,631
County Sources	721	-	-	721
State Sources	4,931,882	-	5,513	4,937,395
Federal Sources	582	-	140,322	140,904
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	8,807,971	808,113	556,567	10,172,651
EXPENDITURES				
Current				
Instruction	5,093,496	-	122,591	5,216,087
Supporting Services	3,321,024	-	93,360	3,414,384
Food Service	-	-	326,781	326,781
Debt Service				
Principal	-	630,000	-	630,000
Interest and Fiscal Charges	-	175,725	-	175,725
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	8,414,520	805,725	542,732	9,762,977
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<hr/>	<hr/>	<hr/>	<hr/>
	393,451	2,388	13,835	409,674
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	20,000	20,000
Transfers Out	(20,000)	-	-	(20,000)
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL OTHER FINANCING SOURCES (USES)	(20,000)	-	20,000	-
NET CHANGE IN FUND BALANCES	373,451	2,388	33,835	409,674
FUND BALANCES, Beginning	<hr/>	<hr/>	<hr/>	<hr/>
	2,549,007	1,520,725	173,705	4,243,437
FUND BALANCES, Ending	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 2,922,458	\$ 1,523,113	\$ 207,540	\$ 4,653,111

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

STRASBURG SCHOOL DISTRICT 31J

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2017

Amounts Reported for Governmental Activities in the Statement of Activities are Different Because:

Net Change in Fund Balances of Governmental Funds	\$ 409,674
Capital outlay to purchase or construct capital assets is reported in governmental funds as an expenditure. However, for governmental activities those costs are capitalized in the statement of net position and are allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which depreciation expense (\$476,849) exceeded capital outlay \$32,112 in the current year.	(444,737)
Revenues that do not provide current financial resources are deferred in the governmental fund financial statements but are recognized in the government-wide financial statements. This amount represents the change in property taxes not available as current financial resources.	(31,000)
Repayments of bond principal are expenditures in governmental funds, but they reduce long-term liabilities in the statement of net position and do not affect the statement of activities.	630,000
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. This amount represents the change in accrued interest payable (\$3,836), amortization of bond premiums \$34,709, amortization of loss on debt refunding (\$30,114), change in compensated absences (\$936), and the changes in net pension liability (\$9,734,084), pension-related deferred outflows of resources \$7,949,810, and pension-related deferred inflows of resources (\$1,202,868) in the current year.	<u>(2,987,319)</u>
Change in Net Position of Governmental Activities	<u>\$ (2,423,382)</u>

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

STRASBURG SCHOOL DISTRICT 31J

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES

AGENCY FUND

June 30, 2017

	<u>STUDENT ACTIVITY</u>
ASSETS	
Cash and Investments	<u>\$ 158,438</u>
TOTAL ASSETS	<u><u>\$ 158,438</u></u>
LIABILITIES	
Due to Student Groups	<u>\$ 158,438</u>
TOTAL LIABILITIES	<u><u>\$ 158,438</u></u>

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

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Strasburg School District 31J (the “District”) conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the District’s more significant policies.

Reporting Entity

The financial reporting entity consists of the District, organizations for which the District is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the District.

All funds, organizations, institutions, agencies, departments and offices that are not legally separate are part of the District. The District administers and operates the Prairie Creeks Charter School, which is presented as a separate fund in the financial statements.

Legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization’s governing board and is able to impose its will on the organization, or if the organization has the potential to provide benefits to, or impose financial burdens on, the District. Based upon the application of this criteria, no additional organizations are included in the District’s reporting entity.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these financial statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported in a single column.

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

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

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

In the fund financial statements, the District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those accounted for in another fund.

The *Bond Redemption Fund* accounts for property taxes restricted for the payment of general obligation debt issued by the District.

Additionally, the District reports the following fund type:

The *Agency Fund* is used to account for resources used to support student activities. The District holds all resources in a purely custodial capacity.

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 and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. The agency fund financial statements are reported using the accrual basis of accounting.

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 to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current year.

Taxes, intergovernmental revenues, grants, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

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

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Balances/Net Position

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Property taxes levied for the current year but not received at year end are reported as taxes receivable and are presented net of an allowance for uncollectible taxes.

Inventories - Food Service Fund inventories are recorded as an asset when individual items are purchased and as an expenditure when consumed. Inventories are stated at average cost, and consist of purchased and donated commodities. Purchased inventories are recorded at cost. Donated inventories, received at no cost under a program supported by the federal government, are valued at the cost furnished by the federal government.

Capital Assets - Capital assets, which include property and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized.

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

Buildings and Improvements	20 - 50 years
Transportation Vehicles	8 years
Equipment	3 - 20 years

Accrued Salaries and Benefits - Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, are reported as a liability in the financial statements.

Deferred Inflows of Resources - Deferred inflows of resources in the governmental fund financial statements include property taxes earned but not available as current financial resources.

Unearned Revenues- Unearned revenues represent resources received by the District before it has a legal claim to them, including student fees.

Long-Term Debt - In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refundings are deferred and amortized over the life of the debt using the straight-line method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Debt issuance costs are reported as current expenses or expenditures.

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assets, Liabilities and Fund Balances/Net Position (Continued)

Compensated Absences - Employees are allowed to accumulate unused vacation or paid leave, depending on employment classification. Accumulated vacation leave is forfeited if not used by December 30 of the following fiscal year. Paid leave may be accumulated up to 480 hours. Hours accumulated in excess of 480 will be paid to employees annually in June at \$30 per each 8 hours. Accrued vacation and paid leave up to 480 hours is paid to eligible employees upon termination of employment.

These compensated absences are recognized as expenditures in the governmental funds when due. A long-term liability is reported in the government-wide financial statements for the accrued compensated absences when earned.

Pensions - The District participates in the School Division Trust Fund (SDTF), a cost-sharing multiple-employer defined benefit pension plan 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 and deductions from the SDTF's fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the SDTF. 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/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report committed fund balances when the Board of Education formally commits resources for a specific purpose through passage of a resolution, or to the extent that existing resources will be used to satisfy contractual obligations. In addition, the Board of Education may assign fund balances to a specific purpose through an informal action.

The District has not established a formal policy for its use of restricted and unrestricted fund balances. However, if both restricted and unrestricted fund balances are available for a specific purpose, the District uses restricted fund balance first, followed by committed, assigned and unassigned balances.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and are collected in the subsequent calendar year. Taxes are payable in full on April 30, or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the District on a monthly basis. When taxes become delinquent, the property is sold on the tax sale date.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 2: CASH AND INVESTMENTS

At June 30, 2017, the District had the following cash and investments:

Deposits	\$ 4,549,823
Investments	<u>722,550</u>
Total	<u>\$ 5,272,373</u>

Cash and investments are reported in the financial statements as follows:

Cash and Investments	\$ 5,113,935
Agency Fund Cash and Investments	<u>158,438</u>
Total	<u>\$ 5,272,373</u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At June 30, 2017, the District had bank deposits of \$4,350,611 collateralized with securities held by the financial institutions' agents but not in the District's name.

Investments

The District is required to comply with State statutes which specify investment instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest, which include the following. State statutes do not address custodial risk.

- Obligations of the United States and certain U.S. Agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Local government investment pools

Interest Rate Risk - State statutes generally limit investments to an original maturity of five years from the date of purchase, unless the governing board authorizes the investment for a period in excess of five years.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 2: CASH AND INVESTMENTS (Continued)

Investments (Continued)

Credit Risk - State statutes limit certain investments to those with specified ratings from nationally recognized statistical rating organizations, depending on the type of investment.

Concentration of Credit Risk - State statutes do not limit the amount the District may invest in a single issuer of investment securities, except for corporate securities.

Local Government Investment Pool - At June 30, 2017, the District had \$722,550 invested in the Colorado Local Government Liquid Asset Trust (Colostrust). Colostrust is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating Colostrust. Colostrust operates in conformity with the Securities and Exchange Commission's Rule 2a-7. Colostrust is measured at the net asset value per share, with each share valued at \$1. Colostrust is rated AAAM by Standard and Poor's. Investments of Colostrust are limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

NOTE 3: CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2017, is summarized below.

	<u>Balances</u> 6/30/16	<u>Additions</u>	<u>Deletions</u>	<u>Balances</u> 6/30/17
Governmental Activities				
Capital Assets, Not Being Depreciated				
Land	\$ 796,786	\$ -	\$ -	\$ 796,786
Capital Assets, Being Depreciated				
Buildings and Improvements	20,129,547	-	-	20,129,547
Transportation Vehicles	1,026,991	26,412	-	1,053,403
Equipment	<u>1,244,049</u>	<u>5,700</u>	-	<u>1,249,749</u>
Total Capital Assets, Being Depreciated	<u>22,400,587</u>	<u>32,112</u>	-	<u>22,432,699</u>
Less Accumulated Depreciation				
Buildings and Improvements	(7,416,831)	(413,277)	-	(7,830,108)
Transportation Vehicles	(1,019,443)	(3,807)	-	(1,023,250)
Equipment	<u>(891,274)</u>	<u>(59,765)</u>	-	<u>(951,039)</u>
Total Accumulated Depreciation	<u>(9,327,548)</u>	<u>(476,849)</u>	-	<u>(9,804,397)</u>
Total Capital Assets, Being Depreciated, Net	<u>13,073,039</u>	<u>(444,737)</u>	-	<u>12,628,302</u>
Governmental Activities Capital Assets, Net	<u>\$ 13,869,825</u>	<u>\$ (444,737)</u>	<u>\$ -</u>	<u>\$ 13,425,088</u>

Depreciation expense was charged to the supporting services program of the District.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 4: LONG-TERM DEBT

Following is a summary of long-term debt transactions for the year ended June 30, 2017.

	<u>Balances</u> <u>6/30/16</u>	<u>Additions</u>	<u>Payments</u>	<u>Balances</u> <u>6/30/17</u>	<u>Due Within</u> <u>One Year</u>
Governmental Activities					
2012 GO Bonds	\$ 5,305,000	\$ -	\$ 270,000	\$ 5,035,000	\$ 275,000
2012 Bond Premium	141,926	-	17,537	124,389	-
2014 GO Bonds	1,900,000	-	360,000	1,540,000	370,000
2014 Bond Premium	77,272	-	17,172	60,100	-
Compensated Absences	17,340	9,882	8,946	18,276	-
Total	<u>\$ 7,441,538</u>	<u>\$ 9,882</u>	<u>\$ 673,655</u>	<u>\$ 6,777,765</u>	<u>\$ 645,000</u>

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

General Obligation Bonds

\$5,990,000 General Obligation Refunding Bonds, Series 2012, were issued to refund the outstanding General Obligation Bonds, Series 2006, originally issued to construct, furnish and equip a new middle school. Interest accrues on the outstanding balance of the bonds at rates ranging from 2% to 3% per annum, and is payable semi-annually on June 1 and December 1. Principal payments are due annually on December 1, through 2025.

\$2,265,000 General Obligation Refunding Bonds, Series 2014, were issued to refund the outstanding General Obligation Refunding Bonds, Series 2005. Interest accrues on the outstanding balance of the bonds at rates ranging from 2% to 3% per annum, and is payable semi-annually on June 1 and December 1. Principal payments are due annually on December 1, through 2020.

Bond payments to maturity are as follows.

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2018	\$ 645,000	\$ 162,975	\$ 807,975
2019	660,000	149,450	809,450
2020	675,000	133,675	808,675
2021	700,000	115,225	815,225
2022	740,000	96,225	836,225
2023 - 2026	3,155,000	184,663	3,339,663
Total	<u>\$ 6,575,000</u>	<u>\$ 842,213</u>	<u>\$ 7,417,213</u>

NOTE 5: INTERFUND TRANSACTIONS

During the year ended June 30, 2017, the General Fund subsidized the activities of the Food Service Fund through an interfund transfer of \$20,000.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 6: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The District participates in the Colorado School Districts Self Insurance Pool for all risks of loss except workers compensation, for which it utilizes a commercial insurance carrier.

Colorado School Districts Self Insurance Pool

The Colorado School Districts Self Insurance Pool (CSDSIP) operates as a self-insurance pool comprised of various school districts and other related public educational entities within the State of Colorado. The CSDSIP is administered by a governing board. The District pays an annual premium to the CSDSIP for various types of property and liability insurance coverage. The CSDSIP's agreement provides that the CSDSIP will be self-sustaining through member premiums and will reinsure through a duly authorized insurer. The reinsurance covers claims against the CSDSIP in excess of specific claim amounts and in the aggregate in an amount and at limits determined by the CSDSIP to be adequate to protect the solvency of the CSDSIP.

NOTE 7: JOINTLY GOVERNED ORGANIZATION

The District, in conjunction with other surrounding districts, created the East Central Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district. The BOCES board is comprised of one member from each participating district. The District paid \$185,671 to the BOCES during the year ended June 30, 2017. The BOCES' financial statements are available at www.ecboces.org.

NOTE 8: DEFINED BENEFIT PENSION PLAN

General Information

Plan Description - The District contributes to the School Division Trust Fund (SDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). All employees of the District participate in the SDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS) assigns the authority to establish and amend plan provisions to the State Legislature. PERA issues a publicly available financial report that includes information on the SDTF. That report may be obtained at www.copera.org/investments/pera-financial-reports.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 8: DEFINED BENEFIT PENSION PLAN (Continued)

General Information (Continued)

Benefits Provided - The SDTF provides retirement, disability, and survivor benefits to plan participants or their beneficiaries. Retirement benefits are determined by the amount of service credit earned or purchased, highest average salary, the benefit structure in place, the benefit option selected at retirement, and age at retirement. The retirement benefit is the greater of the a) highest average salary multiplied by 2.5% and then multiplied by years of service credit, or b) the value of the participant's contribution account plus an equal match on the retirement date, annualized into a monthly amount based on life expectancy and other actuarial factors. In no case can the benefit amount exceed the highest average salary or the amount allowed by applicable federal regulations.

Retirees may elect to withdraw their contributions upon termination of employment, and may be eligible to receive a matching amount if five years of service credit is earned and certain other criteria is met. Retirees who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments (COLAs) as established by State statutes. Retirees who began employment before January 1, 2007, receive an annual increase of 2%, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 2% or the average consumer price index for the prior calendar year. Retirees that began employment after January 1, 2007, receive an annual increase of the lesser of 2% or the average consumer price index for the prior calendar year, with certain limitations.

Disability benefits are available for plan participants once they reach five years of earned service credit and meet the definition of a disability. The disability benefit amount is based on the retirement benefit formula described previously, considering a minimum of twenty years of service credit.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure in place, and the qualified survivor receiving the benefits.

Contributions - The District and eligible employees are required to contribute to the SDTF at rates established by Title 24, Article 51, Part 4 of the CRS. These contribution requirements are established and may be amended by the State Legislature. The contribution rate for employees is 8% of covered salaries. The District's contribution rate for calendar years 2016 and 2017 was 19.15% and 19.65% of covered salaries, respectively. However, a portion of the District's contribution (1.02% of covered salaries) is allocated to the Health Care Trust Fund (See Note 9). The District's contributions to the SDTF for the year ended June 30, 2017, were \$854,099, equal to the required contributions.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 8: DEFINED BENEFIT PENSION PLAN (Continued)

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

At June 30, 2017, the District reported a net pension liability of \$24,884,626, representing its proportionate share of the net pension liability of the SDTF. The net pension liability was measured at 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 the District's contributions to the SDTF for the calendar year ended December 31, 2016, relative to the contributions of all participating employers. At December 31, 2016, the District's proportion was 0.0835787504%, which was a decrease of 0.0154813453% from its proportion measured at December 31, 2015.

For the year ended June 30, 2017, the District recognized pension expense of \$3,725,260. At June 30, 2017, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 330,519	\$ 277
Changes of assumptions and other inputs	8,074,542	133,004
Net difference between projected and actual earnings on plan investments	990,285	-
Changes in proportion	-	2,195,623
Contributions subsequent to the measurement date	<u>475,936</u>	<u>-</u>
Total	<u>\$ 9,871,282</u>	<u>\$ 2,328,904</u>

District contributions subsequent to the measurement date of \$475,936 will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,

2018	\$ 2,665,365
2019	2,865,324
2020	1,527,453
2021	<u>8,300</u>
Total	<u>\$ 7,066,442</u>

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 8: DEFINED BENEFIT PENSION PLAN (Continued)

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

Actuarial Assumptions - The actuarial valuation as of December 31, 2015, determined the total pension liability using the following actuarial assumptions and other inputs. On November 18, 2016, PERA's governing board adopted revised economic and demographic assumptions, which were effective on December 31, 2016, and which were reflected in the roll-forward calculation of the total pension liability from December 31, 2015, to December 31, 2016, as follows:

	<u>Assumptions</u>	<u>Revised Assumptions</u>
Price inflation	2.8%	2.4%
Real wage growth	1.1%	1.1%
Wage inflation	3.9%	3.5%
Salary increases, including wage inflation	3.9% - 10.1%	3.5% - 9.7%
Long-term investment rate of return, net of plan investment expenses, including price inflation	7.5%	7.25%
Discount rate	7.5%	5.26%
Future post-retirement benefit increases:		
Hired prior to 1/1/07	2%	2%
Hired after 12/31/06	ad hoc	ad hoc

Mortality rates were based on the RP-2000 Combined Mortality Table for Males and Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale AA to 2020 with males set back one year, and females set back two years. Active member mortality was adjusted to 55 percent of the base rate for males and 40 percent for females. For disabled retirees, the RP-2000 Disabled Retiree Mortality Table was used, set back two years.

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 governing board on November 13, 2012, and an economic assumption study adopted by PERA's governing board on November 15, 2013, and January 17, 2014.

As a result of a 2016 experience analysis, revised economic and demographic actuarial assumptions were adopted by PERA's governing board on November 18, 2016, to more closely reflect PERA's actual experience. The revised assumptions reflected in the roll-forward of the total pension liability included healthy mortality assumptions for active members using the RP-2014 White Collar Employee Mortality Table. The mortality rates incorporate a 70 percent factor applied to male rates and a 55 percent factor applied to female rates. For disabled retirees, the mortality assumption was changed to reflect 90 percent of the RP-2014 Disabled Retiree Mortality Table.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 8: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

The most recent analysis of the long-term expected rate of return was adopted by PERA's governing board on November 18, 2016, and included the target allocation and best estimates of geometric real rates of return for each major asset class, as follows:

<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><u>100.00%</u></u>	

Discount Rate - The discount rate used to measure the total pension liability was 5.26%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and the employer contributions will be made at the rates specified in State statutes, which currently require annual increases, to a total of 20.15% of covered salaries for the year ended December 31, 2018. When the actuarially determined funding ratio reaches 103%, the employer contribution rate will decrease 0.5% each year, to a minimum of 10.15%.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 8: DEFINED BENEFIT PENSION PLAN (Continued)

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

Based on the assumptions described previously, the SDTF’s fiduciary net position was projected to be depleted in 2041 and, as a result, the municipal bond index rate, defined as the December average of the Bond Buyer General Obligation 20-year Municipal Bond Index, was used in the determination of the discount rate. The long-term expected rate of return of 7.25% on plan investments was applied to all periods through 2041, and the municipal bond index rate was applied to periods after 2041 to develop the discount rate. On the measurement date of December 31, 2016, the municipal bond index rate was 3.86%, resulting in a discount rate of 5.26%. The discount rate at the prior measurement date was 7.5%.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 5.26%, as well as the District’s proportionate share of the net pension liability if it were calculated using a discount rate that is one percentage point lower (4.26%) or one percentage point higher (6.26%) than the current rate, as follows:

	1% Decrease <u>(4.26%)</u>	Current Discount Rate (5.26%)	1% Increase <u>(6.26%)</u>
Proportionate share of the net pension liability	<u>\$ 31,291,618</u>	<u>\$ 24,884,626</u>	<u>\$ 19,666,363</u>

Pension Plan Fiduciary Net Position - Detailed information about the SDTF’s fiduciary net position is available in PERA’s separately issued financial report, which may be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 9: POSTEMPLOYMENT HEALTHCARE BENEFITS

Plan Description - The District contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer postemployment healthcare plan administered by PERA. The HCTF provides a health care premium subsidy to PERA benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained as described previously.

Funding Policy - The District is required to contribute at a rate of 1.02% of covered salaries for all PERA participants. No employee contributions are required. The apportionment of the contributions to the HCTF is established under Title 24, Article 51, Section 208 of the CRS, as amended. The District’s apportionment to the HCTF for the years ended June 30, 2017, 2016 and 2015 was \$44,879, \$45,516, and \$45,271, respectively, equal to the required amounts for each year.

NOTES TO FINANCIAL STATEMENTS

June 30, 2017

NOTE 10: COMMITMENTS AND CONTINGENCIES

Claims and Judgments

The District participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. At June 30, 2017, significant amounts of grant expenditures have not been audited but management believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the District.

Litigation

The District is involved in threatened and pending litigation. The outcome of this litigation is uncertain but management believes the outcome of any litigation will not have a significant impact on the District's financial position.

Tabor Amendment

In November 1992, Colorado voters passed the Tabor Amendment to the State Constitution which limits state and local government taxing powers and imposes spending limitations. In November, 1997, the District's electorate authorized the District to retain, appropriate, and utilize the full proceeds and revenues received from every source whatever, without limitation, in 1997 and all subsequent years, notwithstanding any limitation of the Amendment, provided, however, that no local tax rate or property tax mill levy shall be increased at any time, nor shall any new tax be imposed, without prior consent of the voters. The Amendment is subject to many interpretations, but management believes the District is in substantial compliance with its requirements.

In accordance with the Amendment, the District has established a reserve for emergencies, representing 3% of qualifying expenditures. At June 30, 2017, the emergency reserve was reported as restricted fund balance in the General and Prairie Creeks Charter School Funds, in the amount of \$272,000 and \$6,400, respectively.

NOTE 11: RESTATEMENTS

During the year ended June 30, 2017, the District corrected errors in prior year financial statements. Net position of the governmental activities at June 30, 2016, was restated to reflect these corrections, as follows:

Net Position, June 30, 2016, as Originally Stated	\$ (3,080,515)
Prairie Creeks Charter School	75,515
Accrued Compensated Absences	82,036
Pension-Related Deferred Inflows of Resources	<u>(398,061)</u>
Net Position, June 30, 2016, as Restated	<u>\$ (3,321,025)</u>

REQUIRED SUPPLEMENTARY INFORMATION

STRASBURG SCHOOL DISTRICT 31J

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
AND CONTRIBUTIONS

PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO SCHOOL DIVISION TRUST FUND

June 30, 2017

	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>	<u>12/31/13</u>
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY				
District's Proportion of the Net Pension Liability	0.0835787504%	0.0990600957%	0.1056157693%	0.1101698061%
District's Proportionate Share of the Net Pension Liability	\$ 24,884,626	\$ 15,150,542	\$ 14,314,484	\$ 14,052,129
District's Covered Payroll	\$ 4,477,714	\$ 4,426,714	\$ 4,424,541	\$ 4,441,295
District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	556%	342%	324%	316%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	43%	59%	63%	64%
	<u>6/30/17</u>	<u>6/30/16</u>	<u>6/30/15</u>	<u>6/30/14</u>
DISTRICT CONTRIBUTIONS				
Statutorily Required Contribution	\$ 809,220	\$ 791,419	\$ 749,264	\$ 707,299
Contributions in Relation to the Statutorily Required Contribution	<u>(809,220)</u>	<u>(791,419)</u>	<u>(749,264)</u>	<u>(707,299)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 4,399,925	\$ 4,462,335	\$ 4,438,370	\$ 4,426,180
Contributions as a Percentage of Covered Payroll	18.39%	17.74%	16.88%	15.98%

This schedule is presented to show information for 10 years. Until information for the full 10-year period is available, information will be presented for the years it is available.

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J

BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

Year Ended June 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES			
Local Sources			
Property Taxes	\$ 3,070,929	\$ 2,867,158	\$ (203,771)
Specific Ownership Taxes	199,633	317,885	118,252
Tuition and Fees	166,000	214,474	48,474
Investment Income	2,000	8,073	6,073
BOCES Reimbursement	205,040	333,342	128,302
Other	70,000	133,854	63,854
Total Local Sources	<u>3,713,602</u>	<u>3,874,786</u>	<u>161,184</u>
County Sources	<u>-</u>	<u>721</u>	<u>721</u>
State Sources			
State Equalization	4,501,257	4,561,069	59,812
Additional At-Risk Funding	-	3,533	3,533
Transportation	69,000	79,376	10,376
Grants	20,000	287,904	267,904
Total State Sources	<u>4,590,257</u>	<u>4,931,882</u>	<u>341,625</u>
Federal Sources			
Grants	<u>-</u>	<u>582</u>	<u>582</u>
TOTAL REVENUES	<u>8,303,859</u>	<u>8,807,971</u>	<u>504,112</u>
EXPENDITURES			
Instruction			
Salaries	3,353,856	3,069,640	284,216
Employee Benefits	1,258,355	968,414	289,941
Purchased Services	429,824	732,835	(303,011)
Supplies and Materials	104,928	285,755	(180,827)
Property	9,131	3,363	5,768
Other	107,000	33,489	73,511
Total Instruction	<u>5,263,094</u>	<u>5,093,496</u>	<u>169,598</u>
Supporting Services			
Salaries	971,550	1,366,052	(394,502)
Employee Benefits	341,141	453,181	(112,040)
Purchased Services	1,123,461	837,313	286,148
Supplies and Materials	67,500	530,025	(462,525)
Property	6,250	108,249	(101,999)
Other	512,200	26,204	485,996
Total Supporting Services	<u>3,022,102</u>	<u>3,321,024</u>	<u>(298,922)</u>
Reserves	<u>2,157,954</u>	<u>-</u>	<u>2,157,954</u>
TOTAL EXPENDITURES	<u>10,443,150</u>	<u>8,414,520</u>	<u>2,028,630</u>

(Continued)

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J

BUDGETARY COMPARISON SCHEDULE

GENERAL FUND

Year Ended June 30, 2017

	<u>ORIGINAL AND FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE Positive (Negative)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(2,139,291)	393,451	2,532,742
OTHER FINANCING SOURCES (USES)			
Transfers Out	<u>-</u>	<u>(20,000)</u>	<u>(20,000)</u>
NET CHANGE IN FUND BALANCE	(2,139,291)	373,451	2,512,742
FUND BALANCE, Beginning	<u>2,139,291</u>	<u>2,549,007</u>	<u>409,716</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 2,922,458</u>	<u>\$ 2,922,458</u>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2017

NOTE 1: SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND CONTRIBUTIONS

The Public Employees' Retirement Association of Colorado School Division Trust Fund's net pension liability and associated amounts are measured annually at December 31, based on an actuarial valuation as of the previous December 31. The District's contributions and related ratios represent cash contributions and any related accruals that coincide with the District's fiscal year ending on June 30.

Changes in Assumptions and Other Inputs

For the year ended June 30, 2017, the total pension liability was determined by an actuarial valuation as of December 31, 2015. In addition, the following revised economic and demographic assumptions were effective as of December 31, 2016, and were reflected in the roll-forward procedures to determine the total pension liability at December 31, 2016.

- Investment rate of return assumption decreased from 7.5% per year, compounded annually, net of investment expenses, to 7.25%.
- Price inflation assumption decreased from 2.8% per year to 2.4%.
- Real rate of investment return assumption increased from 4.7% per year, net of investment expenses, to 4.85%.
- Wage inflation assumption decreased from 3.9% per year to 3.5%.
- Healthy and disabled mortality assumptions are based on the RP-2014 Mortality Tables, updated from the RP-2000 Mortality Tables.

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

Budgets are adopted for all funds on a basis consistent with generally accepted accounting principles. The District adheres to the following procedures to establish the budgetary information reported in the financial statements.

- Management submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- All budget appropriations lapse at fiscal year end.

SUPPLEMENTARY INFORMATION

STRASBURG SCHOOL DISTRICT 31J

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2017

	<u>FOOD SERVICE</u>	<u>BUILDING</u>	<u>PRAIRIE CREEKS</u>	<u>TOTAL</u>
ASSETS				
Cash and Investments	\$ 47,101	\$ 66,944	\$ 64,106	\$ 178,151
Accounts Receivable	-	25,025	49,790	74,815
Inventories	4,437	-	-	4,437
TOTAL ASSETS	<u>\$ 51,538</u>	<u>\$ 91,969</u>	<u>\$ 113,896</u>	<u>\$ 257,403</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accrued Salaries and Benefits	\$ 19,760	\$ -	\$ 16,498	\$ 36,258
Unearned Revenues	13,605	-	-	13,605
TOTAL LIABILITIES	<u>33,365</u>	<u>-</u>	<u>16,498</u>	<u>49,863</u>
FUND BALANCES				
Nonspendable Inventories	4,437	-	-	4,437
Restricted for Emergencies	-	-	6,400	6,400
Committed to Prairie Creeks Charter School	-	-	90,998	90,998
Assigned to Food Service	13,736	-	-	13,736
Assigned to Capital Projects	-	91,969	-	91,969
TOTAL FUND BALANCES	<u>18,173</u>	<u>91,969</u>	<u>97,398</u>	<u>207,540</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 51,538</u>	<u>\$ 91,969</u>	<u>\$ 113,896</u>	<u>\$ 257,403</u>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2017

	<u>FOOD SERVICE</u>	<u>BUILDING</u>	<u>PRAIRIE CREEKS</u>	<u>TOTAL</u>
REVENUES				
Local Sources	\$ 172,853	\$ 25,070	\$ 212,809	\$ 410,732
State Sources	5,513	-	-	5,513
Federal Sources	140,322	-	-	140,322
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL REVENUES	318,688	25,070	212,809	556,567
	<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURES				
Current				
Instruction	-	-	122,591	122,591
Supporting Services	-	25,025	68,335	93,360
Food Service	326,781	-	-	326,781
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL EXPENDITURES	326,781	25,025	190,926	542,732
	<hr/>	<hr/>	<hr/>	<hr/>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(8,093)	45	21,883	13,835
OTHER FINANCING SOURCES				
Transfers In	20,000	-	-	20,000
	<hr/>	<hr/>	<hr/>	<hr/>
NET CHANGE IN FUND BALANCES	11,907	45	21,883	33,835
FUND BALANCES, Beginning	6,266	91,924	75,515	173,705
	<hr/>	<hr/>	<hr/>	<hr/>
FUND BALANCES, Ending	\$ 18,173	\$ 91,969	\$ 97,398	\$ 207,540
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J

BUDGETARY COMPARISON SCHEDULE

FOOD SERVICE FUND

Year Ended June 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES			
Local Sources			
Charges for Services	\$ 301,000	\$ 172,853	\$ (128,147)
State Sources			
Grants	-	5,513	5,513
Federal Sources			
Grants	20,000	140,322	120,322
TOTAL REVENUES	<u>321,000</u>	<u>318,688</u>	<u>(2,312)</u>
EXPENDITURES			
Salaries	98,246	103,715	(5,469)
Employee Benefits	28,713	21,916	6,797
Purchased Services	11,000	7,918	3,082
Supplies and Materials	167,000	193,232	(26,232)
Reserves	27,457	-	27,457
TOTAL EXPENDITURES	<u>332,416</u>	<u>326,781</u>	<u>5,635</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(11,416)	(8,093)	3,323
OTHER FINANCING SOURCES			
Transfers In	-	20,000	20,000
NET CHANGE IN FUND BALANCE	(11,416)	11,907	23,323
FUND BALANCE, Beginning	11,416	6,266	(5,150)
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 18,173</u>	<u>\$ 18,173</u>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J
BUDGETARY COMPARISON SCHEDULE
BUILDING FUND
Year Ended June 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES			
Local Sources			
Investment Income	\$ 50	\$ 45	\$ (5)
Other	-	25,025	25,025
TOTAL REVENUES	<u>50</u>	<u>25,070</u>	<u>25,020</u>
EXPENDITURES			
Supporting Services			
Purchased Services	-	25,025	(25,025)
Reserves	90,599	-	90,599
TOTAL EXPENDITURES	<u>90,599</u>	<u>25,025</u>	<u>65,574</u>
NET CHANGE IN FUND BALANCE	(90,549)	45	90,594
FUND BALANCE, Beginning	<u>90,549</u>	<u>91,924</u>	<u>1,375</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 91,969</u>	<u>\$ 91,969</u>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J
BUDGETARY COMPARISON SCHEDULE
PRAIRIE CREEKS CHARTER SCHOOL FUND
Year Ended June 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES			
Local Sources			
Per Pupil Revenue	\$ 272,715	\$ 212,809	\$ (59,906)
EXPENDITURES			
Instruction			
Salaries	84,972	86,517	(1,545)
Employee Benefits	18,361	32,755	(14,394)
Supplies and Materials	25,000	3,319	21,681
Property	10,000	-	10,000
Other	9,500	-	9,500
Total Instruction	<u>147,833</u>	<u>122,591</u>	<u>25,242</u>
Supporting Services			
Purchased Services	<u>54,750</u>	<u>68,335</u>	<u>(13,585)</u>
Reserves	<u>105,513</u>	<u>-</u>	<u>105,513</u>
TOTAL EXPENDITURES	<u>308,096</u>	<u>190,926</u>	<u>117,170</u>
NET CHANGE IN FUND BALANCE	(35,381)	21,883	57,264
FUND BALANCE, Beginning	<u>37,381</u>	<u>75,515</u>	<u>38,134</u>
FUND BALANCE, Ending	<u>\$ 2,000</u>	<u>\$ 97,398</u>	<u>\$ 95,398</u>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J
BUDGETARY COMPARISON SCHEDULE
BOND REDEMPTION FUND
Year Ended June 30, 2017

	ORIGINAL AND FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES			
Local Sources			
Property Taxes	\$ 841,500	\$ 805,123	\$ (36,377)
Investment Income	-	2,990	2,990
	<u>841,500</u>	<u>808,113</u>	<u>(33,387)</u>
TOTAL REVENUES			
EXPENDITURES			
Debt Service			
Principal	630,000	630,000	-
Interest and Fiscal Charges	182,025	175,725	6,300
Reserves	1,514,085	-	1,514,085
	<u>2,326,110</u>	<u>805,725</u>	<u>1,520,385</u>
TOTAL EXPENDITURES			
NET CHANGE IN FUND BALANCE	(1,484,610)	2,388	1,486,998
FUND BALANCE, Beginning	<u>1,484,610</u>	<u>1,520,725</u>	<u>36,115</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 1,523,113</u>	<u>\$ 1,523,113</u>

See the accompanying Independent Auditors' Report.

STRASBURG SCHOOL DISTRICT 31J

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUND

June 30, 2017

	<u>BALANCES</u> 6/30/16	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCES</u> 6/30/17
Student Activity Fund				
ASSETS				
Cash and Investments	\$ 129,453	\$ 287,051	\$ 258,066	\$ 158,438
TOTAL ASSETS	<u>\$ 129,453</u>	<u>\$ 287,051</u>	<u>\$ 258,066</u>	<u>\$ 158,438</u>
LIABILITIES				
Due to Student Groups	\$ 129,453	\$ 287,051	\$ 258,066	\$ 158,438
TOTAL LIABILITIES	<u>\$ 129,453</u>	<u>\$ 287,051</u>	<u>\$ 258,066</u>	<u>\$ 158,438</u>

See the accompanying Independent Auditors' Report.

COMPLIANCE SECTION



Colorado Department of Education
Auditors Integrity Report
 District: 0060 - STRASBURG 31J
 Fiscal Year 2016-17
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental						
10 General Fund	2,549,006		8,710,914	8,337,462		2,922,458
18 Risk Mgmt Sub-Fund of General Fund	0		0	0		0
19 Colorado Preschool Program Fund	0		0	0		0
Sub-Total	2,549,006		8,710,914	8,337,462		2,922,458
11 Charter School Fund	75,515		212,809	190,926		97,398
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	6,267		338,688	326,782		18,173
22 Govt Designated-Purpose Grants Fund	0		0	0		0
23 Pupil Activity Special Revenue Fund	0		0	0		0
24 Full Day Kindergarten Mill Levy Override	0		0	0		0
25 Transportation Fund	0		0	0		0
31 Bond Redemption Fund	1,520,726		808,112	805,725		1,523,113
39 Certificate of Participation (COP) Debt Service Fund	0		0	0		0
41 Building Fund	91,923		25,071	25,025		91,969
42 Special Building Fund	0		0	0		0
43 Capital Reserve Capital Projects Fund	0		0	0		0
46 Supplemental Cap Const, Tech, Main Fund	0		0	0		0
Totals	4,243,488		10,095,594	9,685,919		4,653,112
Proprietary						
50 Other Enterprise Funds	0		0	0		0
64 (63) Risk-Related Activity Fund	0		0	0		0
60.65-69 Other Internal Service Funds	0		0	0		0
Totals	0		0	0		0
Fiduciary						
70 Other Trust and Agency Funds	0		0	0		0
72 Private Purpose Trust Fund	0		0	0		0
73 Agency Fund	0		0	0		0
74 Pupil Activity Agency Fund	129,453		287,051	258,066		158,438
79 GASB 34, Permanent Fund	0		0	0		0
85 Foundations	0		0	0		0
Totals	129,453		287,051	258,066		158,438

FINAL