

**NORTH PARK SCHOOL DISTRICT R-1
WALDEN, COLORADO**

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORTS**

**For the Year Ended
June 30, 2018**

NORTH PARK SCHOOL DISTRICT R-1
WALDEN, COLORADO

ROSTER OF SCHOOL OFFICIALS

JUNE 30, 2018

BOARD OF EDUCATION

Matt Shuler – President
Jeannie Jenkins – Vice President
Heather Westfahl – Secretary/Treasurer
Faith Anderson – Member
Graham Crews – Member
Christine Redman - Member
Shayla Hartman - Member

ADMINISTRATION

Robert Fulton – Superintendent
Jodie Douthit – Business Manager

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FINANCIAL SECTION

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MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information - Unaudited)

MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
Required Supplementary Information (RSI)
June 30, 2018

This discussion and analysis of North Park School District R-1's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2018. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the financial statements, financial statement footnotes, budgetary comparison schedules and additional supplementary information to broaden their understanding of the District's financial performance.

Financial Highlights

For the year ended June 30, 2018, the District's financial condition decreased due to the inclusion of PERA OPEB liability, with a total change in net position decrease of \$(1,959,084) to \$(4,532,491) net position. The District's operating expenditures were up \$162,895 from the prior year. The District's governmental fund level expenditures were \$284,050 more than fiscal year 2017. The District budgets sufficient contingencies to cover any unanticipated operational needs. The Capital Reserve carry forward decreased by \$136,231 to \$10,085 primarily due to vehicle purchases.

Using the Basic Financial Statements

The basic financial statements consist of the Management's Discussion and Analysis (this section) and a series of financial statements and notes to those statements. These statements are organized so that the reader can first understand the District as an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The first two statements are government-wide financial statements - the Statement of Net Position and the Statement of Activities. Both provide long and short-term information about the District's overall financial status.

The remaining statements are fund financial statements that focus on individual parts of the District's operations in more detail. The governmental fund statements tell how general District services 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 financial statements and provide more detailed data.

Financial Analysis of the District as a Whole

The District's current instructional costs are being covered by its current revenue sources.

Government-Wide Financial Statements

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

The two government-wide statements report the District's net position and how they have changed. The change in net position is important because it tells the reader that for the District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of various factors, some financial, some not. Non-financial factors include facility conditions and required educational programs.

In the Statement of Net Position and the Statement of Activities, the District is divided into two distinct kinds of activities:

Governmental Activities – The majority of the District's programs and services are reported here including instruction, support services, food service, operations and maintenance of plant, pupil transportation and extracurricular activities.

A condensed summary of the Districts Net Position is as follows:

TABLE 1 - CONDENSED STATEMENT OF NET POSITION

	Governmental Activities	
	2018	2017
Current Assets	\$ 1,654,744	\$ 1,554,645
Non Current Assets	2,911,515	2,867,477
Total Assets	4,566,259	4,422,122
Deferred Outflows of Financial Resources	3,420,179	4,074,373
Current Liabilities	327,485	279,731
Long-Term Liabilities	10,637,684	10,651,487
Total Liabilities	10,965,169	10,931,218
Deferred Outflows of Financial Resources	1,463,760	138,684
Net Investment in Capital Assets	2,884,695	2,832,626
Restricted Net Position	78,000	249,845
Unrestricted Net Position	(7,495,186)	(5,655,878)
Total Net Position	\$ (4,532,491)	\$ (2,573,407)

Most of the district's net position is invested in capital assets (buildings, land, and equipment). The remaining net position is a combination of restricted and unrestricted amounts. The restricted net position represents amounts set aside for emergencies as required by statute. The unrestricted net position deficit is due to outstanding PERA pension and OPEB obligations that are only reported at the activity level.

A condensed Statement of Activities and Changes in Net Position is as follows:

TABLE 2 - CONDENSED STATEMENT OF ACTIVITIES

	<u>Governmental Activities</u>	
	<u>2018</u>	<u>2017</u>
Program Revenues:		
Charges for Services	\$ 45,602	\$ 41,210
Operating Grants	848,574	428,883
Capital Grants	1,853	3,379
Total Program Revenues	<u>896,029</u>	<u>473,472</u>
General Revenues:		
Taxes	1,572,689	1,305,243
State Equalization	749,384	922,016
Investment Income	7,352	7,424
Miscellaneous	4,775	53,939
Total General Revenues	<u>2,334,200</u>	<u>2,288,622</u>
Total Revenues	<u>3,230,229</u>	<u>2,762,094</u>
Expenses		
Instruction	3,000,800	2,749,898
Supporting Services	1,932,397	2,019,683
Interest on Long Term Debt	1,959	2,680
Total Expenses	<u>4,935,156</u>	<u>4,772,261</u>
Change in Net Position	<u>(1,704,927)</u>	<u>(2,010,167)</u>
Net Position - Beginning	(2,573,407)	(563,240)
Prior Period Restatement	<u>(254,157)</u>	<u>-</u>
Net Position - Beginning Restated	<u>(2,827,564)</u>	<u>(563,240)</u>
Net Position - Ending	<u>\$ (4,532,491)</u>	<u>\$ (2,573,407)</u>

Reporting the District's Most Significant Funds

The analysis of the District's major funds begins on page 4. Fund financial reports provide detailed information about the District's major funds. The District's major funds are the General and Capital Reserve Funds. Non-Major governmental funds consist of the Designated Grants and Food Service Funds.

Governmental Funds. Most of District's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements of the Governmental Funds. The District's governmental funds consist of the General, Capital Reserve, Food Service, and Designated Grants Funds. The General Fund accounts for the majority of the District's instruction and support operations. The Capital Reserve Fund accounts for the District's capital needs, and the Designated Grants Fund accounts for the majority of the District's grant funding.

Fiduciary Funds. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The District's two fiduciary funds are the Pupil Activity and Scholarship Funds. The Pupil Activity Fund generally accounts for student generated revenues and expenditures related to non-classroom activities. The Scholarship Fund accounts for donations and related investment earnings used to provide scholarships to the District's students.

Fund Financial Statements

As of June 30, 2018, the District's governmental funds reported a combined fund balance of \$1,202,375 which is a decrease of \$31,292 from the June 30, 2017 balance.

General Fund

General Fund revenues were \$435,763 higher than the prior year. This is primarily related in increased sales tax receipts from the North Park Educational Foundation and the usage of additional Secure Rural Schools grant funding. Total expenditures increased approximately \$32,000. The District reported increased transfers out to the Capital Reserve and Food Service Funds of \$136,800, up from \$80,000 the prior year. Fund balance increased \$128,476 to \$1,183,490. This was a significant improvement from the \$(174,510) decrease the year before.

Capital Reserve Fund

The Capital Reserve balance decreased \$136,231 while leaving a \$10,085 carryforward at year end. \$1,215 in revenue was brought into the account from scoreboard advertising space and interest. The District invested over \$239,246 for a new activity bus, a Suburban for Voc Ed, refinishing the gymnasium floor, installing exhaust fan extensions on the school roof, repairing bleachers in the gymnasium, purchasing Chromebooks and purchasing a new sprinkler for football and practice fields.

Capital Assets

As of June 30, 2018 the District had \$2,911,515 invested in a broad range of capital assets, including land, buildings, furniture and equipment. This amount represents a net increase (including additions, deletions, and depreciation) of \$38,407 from last year.

TABLE 3 - SCHEDULE OF CAPITAL ASSETS

	Balance As Restated			Balance
	July 1, 2017	Additions	Deletions	June 30, 2018
Governmental Capital Assets:				
Capital Assets not being depreciated:				
Land	\$ 28,595	\$ -	\$ -	\$ 28,595
Capital Assets being depreciated:				
Buildings and Site Improvements	5,036,811	7,450	-	5,044,261
Food Service Equipment	6,163	-	-	6,163
Vehicles	466,574	188,142	30,378	624,338
Other Equipment	297,114	19,376	-	316,490
Total Capital assets being depreciated	<u>5,806,662</u>	<u>214,968</u>	<u>30,378</u>	<u>5,991,252</u>
Less: Accumulated Depreciation:				
Buildings and Site Improvements	(2,479,448)	(117,666)	-	(2,597,114)
Food Service Equipment	(6,163)	-	-	(6,163)
Vehicles	(331,590)	(26,447)	(30,378)	(327,659)
Other Equipment	(144,948)	(32,448)	-	(177,396)
Total Accumulated Depreciation	<u>(2,962,149)</u>	<u>(176,561)</u>	<u>(30,378)</u>	<u>(3,108,332)</u>
Net Governmental Capital Assets	<u>\$ 2,873,108</u>	<u>\$ 38,407</u>	<u>\$ -</u>	<u>\$ 2,911,515</u>

Debt Administration

As of June 30, 2018 the District had total outstanding long-term debt as follows:

TABLE 4 - SCHEDULE OF LONG-TERM DEBT

	Balance As Restated			Balance	Current	Interest
	July 1, 2017	Advances	Payments	June 30, 2018	Portion	Expense
Governmental Activities:						
2015 Capital Lease Obligations	\$ 5,497	\$ -	\$ 2,923	\$ 2,574	\$ 2,574	\$ 250
2017 Capital Lease Obligations	34,851	-	10,605	24,246	11,259	1,708
HCTF Net OPEB Liability	262,146	-	25,824	236,322	-	-
PERA Net Pension Liability	10,590,861	-	242,094	10,348,767	-	-
Accrued Compensated Absences	25,775	-	-	25,775	-	-
Total Obligations	<u>\$10,919,130</u>	<u>\$ -</u>	<u>\$ 281,446</u>	<u>\$ 10,637,684</u>	<u>\$ 13,833</u>	<u>\$ 1,958</u>

See Notes 6, 8 and 10 in the footnotes for additional information regarding the District's long term obligations.

General Fund Budget

The Board of Education adopts the District's budget in June of each year. Changes are then made in December or January once student enrollment is finalized. The adoption of supplemental budgets is allowed throughout the year when unanticipated additional revenues are received. The Designated Purpose Grants budget is revised as final allocations become known. Revenues generated from the District's Program Funding (Colorado School Finance Act) change throughout the year. Program funding is based upon student enrollment on October 1st of each year. This per pupil funding is a combination of Property Tax, State Equalization, and Specific Ownership Tax. Because these factors are not known in June when the budget is adopted, the portion of revenue from each source is not known until the following January.

Economic Factors and Next Year's Budget

Although the District continues to experience declining enrollment, it is in very good financial condition. The District continually looks to supplement the budget through grant opportunities. The carry forward in the General Fund and Capital Reserve total five months of operating expenses.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the North Park School District R-1 finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Business Manager, P O Box 798, 910 4th Street, Walden, CO 80480.

Holscher, Mayberry & Company, LLC

Certified Public Accountants

Member of the American Institute of Certified Public Accountants
Governmental Audit Quality Center
and Private Company Practice Section

Board of Education
North Park School District R-1
Walden, Colorado

Independent Auditors' Report

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information, of the North Park School District R-1, Colorado, as of and for the year ended June 30, 2018, and the related notes to the financial statements which collectively comprise the basic financial statements of the District, 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 the 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 of 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 controls. 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the North Park School District R-1, Colorado, as of June 30, 2018, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the North Park School District R-1's 2017 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 7, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2017 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Emphasis of Matter

As discussed in Note 15 to the financial statements, the 2017 financial statements have been restated to reflect the adoption of GASB Statement Number 75 – Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The adoption of the standard required restatement of the beginning June 30, 2018 fiscal year net position. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information – Management Discussion and Analysis and Pension Schedules (Unaudited)

Accounting principles generally accepted in the United States of America require that the management, discussion and analysis on pages M1-M5 and pension schedules on pages 30-31 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.

Required Supplementary Information – Budgetary Comparison Schedule and Other Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule on pages 32-34 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. In addition, the combining and individual fund schedules on pages 35-41 and listed as other supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 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 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 financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Colorado Department of Education Auditors Integrity and Bolded Balance Sheet reports pages 42-45 are presented for state regulatory compliance and are not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 information is fairly stated in all material respects in relation to the financial statements as a whole.

Holscher, Mayberry + Company, LLC

Englewood, CO
February 7, 2018

BASIC FINANCIAL STATEMENTS

The Basic Financial Statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all government-wide and fund level activity as of June 30, 2018.

NORTH PARK SCHOOL DISTRICT R-1
Statement of Net Position
June 30, 2018

	Governmental Activities
	<hr/>
ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	
ASSETS	
Current Assets	
Cash and Investments	\$ 1,200,121
Cash with Fiscal Agent	151,773
Taxes Receivable	54,422
Interfund Accounts Receivable	36,743
Grants Receivable	87,569
Other Accounts Receivable	32,709
Inventory	1,407
Total Current Assets	<hr/> 1,564,744
Noncurrent Assets	
Capital Assets, not being depreciated	28,595
Capital Assets, being depreciated	2,882,920
Total Noncurrent Assets	<hr/> 2,911,515
TOTAL ASSETS	<hr/> 4,476,259
DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	
Net Deferred Outflows Pensions	3,412,088
Net Deferred Outflows OPEB	8,091
TOTAL DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	<hr/> 3,420,179
TOTAL ASSETS AND DEFERRED OUTFLOWS	<hr/> \$ 7,896,438
LIABILITIES, DEFERRED INFLOWS OF FINANCIAL RESOURCES AND NET POSITION	
LIABILITIES	
Current Liabilities	
Interfund Accounts Payable	\$ 36,743
Accounts Payable	48,529
Accrued Salaries & Benefits	241,781
Payroll Taxes & Deductions Payable	(684)
Unearned Revenue	1,116
Total Current Liabilities	<hr/> 327,485
Non-Current Liabilities	
Due Within One Year	13,832
Due In More Than One Year	10,623,852
Total Noncurrent Liabilities	<hr/> 10,637,684
TOTAL LIABILITIES	<hr/> 10,965,169
DEFERRED INFLOWS OF FINANCIAL RESOURCES	
Deferred Revenue	30,500
Deferred Grant Revenue	4,384
Net Deferred Inflows Pensions	1,402,873
Net Deferred Inflows OPEB	26,003
TOTAL DEFERRED INFLOWS OF FINANCIAL RESOURCES	<hr/> 1,463,760
NET POSITION	
Net Investment in Capital Assets	2,884,695
Restricted Net Position	78,000
Unrestricted Net Position	(7,495,186)
TOTAL NET POSITION	<hr/> (4,532,491)
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<hr/> \$ 7,896,438

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

NORTH PARK SCHOOL DISTRICT R-1
Statement of Activities
For the Year Ended June 30, 2018

<u>Functions/Programs</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Revenue and Change in Net Position</u>
Primary Government				
Governmental Activities				
Instruction	\$ 3,000,800	\$ 972	\$ 281,413	\$ -
Supporting Services	1,932,397	44,630	567,161	1,853
Interest on Long Term Debt	1,959	-	-	-
Total Primary Government	\$ 4,935,156	\$ 45,602	\$ 848,574	\$ 1,853
General Revenues				
Property Taxes				1,303,855
Specific Ownership Taxes				268,834
State Equalization				749,384
Investment Earnings				7,352
Other Revenues				4,775
Total General Revenues and Transfers				2,334,200
Change in Net Position				(1,704,927)
Beginning Net Position				(2,573,407)
Prior Period Restatement				(254,157)
Beginning Net Assets (As Restated)				(2,827,564)
Ending Net Position				\$ (4,532,491)

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

NORTH PARK SCHOOL DISTRICT R-1
Balance Sheet
Governmental Funds
June 30, 2018
(With Comparative Totals for June 30, 2017)

	<u>Capital Projects</u>			<u>Totals</u>	
	<u>General Fund</u>	<u>Capital Reserve Project Fund</u>	<u>Other</u>	<u>2018</u>	<u>2017</u>
			<u>Governmental Funds</u>		
ASSETS					
Cash and Investments	\$ 1,193,777	\$ 4,894	\$ 1,450	\$ 1,200,121	\$ 1,283,981
Cash with Fiscal Agent	151,773	-	-	151,773	112,008
Taxes Receivable	54,422	-	-	54,422	86,972
Interfund Accounts Receivable	8,743	28,000	-	36,743	8,743
Grants Receivable	64,978	-	22,591	87,569	59,269
Other Accounts Receivable	32,705	4	-	32,709	2,307
Inventory	-	-	1,407	1,407	1,365
TOTAL ASSETS	<u>\$ 1,506,398</u>	<u>\$ 32,898</u>	<u>\$ 25,448</u>	<u>\$ 1,564,744</u>	<u>\$ 1,554,645</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE					
Liabilities					
Interfund Accounts Payable	\$ 28,000	\$ -	\$ 8,743	\$ 36,743	\$ 8,743
Accounts Payable	25,716	22,813	-	48,529	47,608
Accrued Salaries & Benefits	236,208	-	5,573	241,781	230,817
Payroll Taxes & Deductions Payable	(684)	-	-	(684)	(7,437)
Unearned Revenue	-	-	1,116	1,116	-
Total Liabilities	<u>289,240</u>	<u>22,813</u>	<u>15,432</u>	<u>327,485</u>	<u>279,731</u>
Deferred Inflows of Financial Resources					
Unearned Revenue	30,500	-	-	30,500	36,863
Grant Unearned Revenue	3,168	-	1,216	4,384	4,384
Total Deferred Inflows of Financial Resources	<u>33,668</u>	<u>-</u>	<u>1,216</u>	<u>34,884</u>	<u>41,247</u>
Fund Balance					
Nonspendable Fund Balance	-	-	1,407	1,407	1,365
Restricted Fund Balance					
Restricted for Multiyear Obligations	-	-	-	-	173,400
Restricted for TABOR Emergencies	78,000	-	-	78,000	75,000
Restricted for Colorado Preschool Program	-	-	-	-	1,445
Committed Fund Balance					
Committed for Food Service	-	-	7,393	7,393	30,972
Assigned Fund Balance					
Assigned for Fund Purposes	-	10,085	-	10,085	146,316
Unrestricted Fund Balance	1,105,490	-	-	1,105,490	805,169
Total Fund Balance	<u>1,183,490</u>	<u>10,085</u>	<u>8,800</u>	<u>1,202,375</u>	<u>1,233,667</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 1,506,398</u>	<u>\$ 32,898</u>	<u>\$ 25,448</u>	<u>\$ 1,564,744</u>	<u>\$ 1,554,645</u>

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

NORTH PARK SCHOOL DISTRICT R-1
Reconciliation of Governmental Fund Balances
to Governmental Activities Net Position
June 30, 2018

Fund Balance - Governmental Funds			\$ 1,202,375
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds			
Capital assets, not being depreciated		28,595	
Capital assets, being depreciated		5,991,252	
Accumulated depreciation		<u>(3,108,332)</u>	2,911,515
Certain long-term pension related costs and adjustments are not available to pay or payable currently and are therefore not reported in the funds			
PERA Pension			
Net pension deferred outflows		3,412,088	
Net pension liability		(10,348,767)	
Net pension deferred inflows		<u>(1,402,873)</u>	(8,339,552)
PERA Health Care Trust Fund (OPEB)			
Net OPEB deferred outflows		8,091	
Net OPEB liability		(236,322)	
Net OPEB deferred inflows		<u>(26,003)</u>	(254,234)
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.			
Capital leases payable		(26,820)	
Accrued compensated absences		<u>(25,775)</u>	<u>(52,595)</u>
Total Net Position - Governmental Activities			<u>\$ (4,532,491)</u>

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

NORTH PARK SCHOOL DISTRICT R-1
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	Capital Projects			Totals	
	General Fund	Capital Reserve Project Fund	Other Governmental Funds	2018	2017
REVENUES					
Local Sources	\$ 1,959,645	\$ 1,215	\$ 41,175	\$ 2,002,035	\$ 1,507,085
Intermediate Sources	48,764	-	-	48,764	37,896
State Sources	909,869	-	8,562	918,431	1,079,979
Federal Sources	173,199	-	87,800	260,999	149,393
TOTAL REVENUES	3,091,477	1,215	137,537	3,230,229	2,774,353
EXPENDITURES					
Instruction	1,679,446	-	43,713	1,723,159	1,565,273
Pupil Support	10,498	-	-	10,498	90,553
Staff Support	49,878	-	-	49,878	45,294
General Administration	212,314	-	-	212,314	244,509
School Administration	166,851	-	-	166,851	180,271
Business Services	58,667	-	-	58,667	55,048
Operations and Maintenance	332,392	42,372	-	374,764	266,579
Transportation	112,360	188,142	-	300,502	140,316
Other Central Support	179,951	8,732	-	188,683	216,023
Risk Management	8,357	-	-	8,357	9,175
Food Service	-	-	152,361	152,361	141,743
Debt Service	15,487	-	-	15,487	22,687
TOTAL EXPENDITURES	2,826,201	239,246	196,074	3,261,521	2,977,471
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	265,276	(238,031)	(58,537)	(31,292)	(203,118)
OTHER FINANCING SOURCES (USES)					
Debt Proceeds	-	-	-	-	44,030
Transfer In (Out) - net	(136,800)	101,800	35,000	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(136,800)	101,800	35,000	-	44,030
CHANGE IN FUND BALANCE	128,476	(136,231)	(23,537)	(31,292)	(159,088)
BEGINNING FUND BALANCE	1,055,014	146,316	32,337	1,233,667	1,392,755
ENDING FUND BALANCE	\$ 1,183,490	\$ 10,085	\$ 8,800	\$ 1,202,375	\$ 1,233,667

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

NORTH PARK SCHOOL DISTRICT R-1
Reconciliation of Governmental Changes in Fund Balance
to Governmental Activities Change in Net Position
For the Year Ended June 30, 2018

Change in Fund Balance - Governmental Funds	\$	(31,292)
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Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level

Capitalized Asset Purchases	214,968	
Depreciation Expense	<u>(176,561)</u>	38,407

Pension expense at the fund level represent cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.

PERA Pension

Change in deferred pension outflows	(662,285)	
Change in net pension liability	242,094	
Change in deferred pension inflows	<u>(1,305,436)</u>	(1,725,627)

PERA Health Care Trust Fund (OPEB)

Change in deferred OPEB outflows	236	
Change in net OPEB liability	25,824	
Change in deferred OPEB inflows	<u>(26,003)</u>	57

Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level

Principal payments on capital leases		<u>13,528</u>
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Total Net Position - Governmental Activities	\$	<u><u>(1,704,927)</u></u>
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The accompanying footnotes are an integral part of these financial statements.

NORTH PARK SCHOOL DISTRICT R-1
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2018
(With Comparative Totals for June 30, 2017)

			<u>Totals</u>	
	<u>Scholarship Agency Fund</u>	<u>Pupil Activity Agency Fund</u>	<u>2018</u>	<u>2017</u>
ASSETS				
Cash and Investments	\$ 13,773	\$ 47,476	\$ 61,249	\$ 85,545
NET POSITION				
Restricted Net Position	\$ 13,773	\$ 47,476	\$ 61,249	\$ 85,545

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

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of North Park School District R-1 (the District) conform to generally accepted accounting principles as applicable to governmental units. Following is a summary of the more significant policies.

A. Reporting Entity

In evaluating how to define the government, for financial reporting purposes, the District's management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board ("GASB") Statement No. 14, *The Financial Reporting Entity*.

Based upon the application of these criteria, no additional organizations are includable within the District's reporting entity.

B. Basis of Presentation

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the District as a whole. The reporting information includes all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The District does not have any business -type activities.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the District and for each function of the District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include fees and charges paid by the recipients of goods or services offered by the programs, and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program.

Revenues that are not classified as program revenues are presented as general revenues. The effects of interfund activity have been eliminated from the government-wide financial statements.

Fund Financial Statements

The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category – governmental and fiduciary – are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental are aggregated and reported as non-major funds. The fiduciary funds are presented separately. The District presently treats its Food Service fund as non-major. All other funds are treated as major funds.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

The District reports the following major governmental funds:

General Fund - This fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds - (Food Service and Designated Grants Funds) – These funds are used to account for the District’s Food Service Program and some of the District’s Grants.

Capital Projects Funds (Capital Reserve Fund) - This fund is used to account for the completion of major capital projects. The capital reserve activity is funded through elective transfers from the General Fund.

The District reports the following fiduciary funds:

Agency Funds (Pupil Activity and Scholarship Funds) – These funds are used to account for the money held by the District for student organization and scholarships. These funds are custodial and do not measure the results of operations.

C. Measurement Focus and Basis of Accounting

Government-Wide Financial Statements

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 at the same time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements

Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available as allowed by the per pupil operating revenue formula approved by the State legislature or within sixty days after year end. These revenues could include federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Budgets and Budgetary Accounting

Budgets are adopted on a basis consistent with generally accepted accounting principles except for the business-type fund which budgets on a cash basis. Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year end.

The District adheres to the following procedures in establishing the budgetary data reflected in the financial statements:

- Budgets are required by state law for all funds. By May 31, the Superintendent of Schools 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. All budgets lapse at year end.
- 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.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted or amended by the Board of Education.
- Encumbrance accounting is not used.

E. Assets, Deferred Inflows, Liabilities, Deferred Outflows, and Net Position/Fund Balance

Cash and Investments - The District pools cash resources of its various funds in order to facilitate the management of cash. Cash is pooled in interest bearing accounts which are comprised of certificates of deposit, savings accounts, and money market accounts which are legally authorized. Investments are stated at fair value.

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

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Inventories - Inventory of proprietary funds are valued at the lower of cost (first-in, first-out) or market.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Deferred Inflows, Liabilities, Deferred Outflows, and Net Position/Fund Balance (Continued)

Capital Assets – Capital assets used in governmental activities operations are shown on the government-wide financial statements. These assets are not shown in the governmental funds and are therefore listed as a reconciling item between the two presentations. Property and equipment acquired or constructed for governmental fund operations are recorded as expenditures in the fund making the expenditure, and capitalized at cost in the government-wide presentation. No depreciation has been provided on capital assets in the governmental funds.

Property and equipment is stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

The District capitalizes assets with an original value of at least \$5,000 and a useful life in excess of one year. Depreciation is computed over the expected use life of the underlying asset. Depreciation has been provided over the estimated useful lives of the asset in the government-wide presentation. Depreciation is calculated using the straight-line method over the following useful lives:

Buildings and Site Improvements	10-75 years
Vehicles and Other Equipment	5-30 years

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government has several items that qualify for reporting in this category, all related to pension and OPEB liabilities as further described in Note 9 and Note 10.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District is reporting deferred inflows related to pension and OPEB liabilities as further described in Note 9 and Note 10 as well as and unspent grant carryovers.

Accumulated unpaid sick and vacation and other pay are serviced from other revenues in the General Fund. These liabilities are only recorded on the government-wide financial statements as they are not expected to be financed from current resources. At June 30, 2018, the District has recorded \$25,775 of accrued leave.

Net Position/Fund Balances In the government-wide financial statements net position is either shown as net investment in capital assets, with these assets essentially being nonexpendable; restricted when constraints placed on the net position are externally imposed; or unrestricted.

For the governmental fund presentation, fund balances that are classified as “nonspendable” include amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Deferred Inflows, Liabilities, Deferred Outflows, and Net Position/Fund Balance (Continued)

Fund balances are reported as “restricted” when constraints placed on the use of resources are either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Education, are reported as “committed” fund balance. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

Amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed, are reported as “assigned” fund balance. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

All other remaining governmental balances are reported as unassigned.

F. Net Position/Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance, if allowed under the terms of the restriction. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

G. Revenues and Expenditures/Expenses

Revenues and Expenditures/Expenses - Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees, and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred. Revenues that are directly attributable to a program are shown as program revenues for the statement of activities. These revenues consist of, but are not limited to grants, fees and other charges for services.

Property Tax Revenues - Property taxes are levied on December 15 based on the assessed value of property as certified by the county assessor on October 1. Assessed values are an approximation of market value. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15. The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Under Colorado Law, all property taxes become due and payable on January 1, in the year following that in which they are levied. Property taxes are recognized as revenue when payable to the County Treasurer. Due to the nature of Colorado school district funding, uncollected property taxes levied in the current fiscal year for collection in the subsequent fiscal year are identified as property taxes receivable at June 30, and are presented net of an estimated allowance for uncollectible taxes.

Comparative Data

Comparative total data for the prior year has been presented in the accompanying basic financial statements in order to provide an understanding of changes in the District's financial position and operations. However, comparative data has not been presented in each of the statements since their inclusion would make the statements unduly complex and difficult to understand.

NOTE 2: CASH AND INVESTMENTS

The District's cash and investment balances are presented in the financial statements as follows:

Governmental funds	\$ 1,252,881
Fiduciary funds	<u>8,489</u>
Total	<u>\$ 1,261,370</u>

Custodial Credit Risk - Deposits

In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The District's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed 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 the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At June 30, 2018, all of the District's deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

	<u>Bank Balance</u>	<u>Book Balance</u>
FDIC Insured	\$ 250,000	\$ 250,000
PDPA Collateralized (Not held in District's name)	<u>1,146,361</u>	<u>1,011,370</u>
Total Cash Deposits	<u>\$ 1,396,361</u>	<u>\$ 1,261,370</u>

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 2: CASH AND INVESTMENTS (Continued)

Investments

At June 30, 2018, the District's had no investments.

Credit Risk

Colorado statutes specify which instruments units of local government may invest, which include:

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

The District's investment policy limits its investments to those allowed by Colorado Revised Statute 24-75-601.1 as described above.

Concentration of Credit Risk

The District places no limit on the amount that may be invested in any one issuer.

Interest Rate Risk

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase unless authorized by the local board. 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, other than those contained in state statutes.

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2018, the District did not have any investments requiring safekeeping.

NOTE 3: INVENTORIES

Food Service Fund inventory as of June 30, 2018 of \$1,407, consisted of purchased and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 4: CAPITAL ASSETS

A summary of capital asset balances is as follows:

	Balance As Restated July 1, 2017	Additions	Deletions	Balance June 30, 2018
<u>Governmental Capital Assets:</u>				
Capital Assets not being depreciated:				
Land	\$ 28,595	\$ -	\$ -	\$ 28,595
Capital Assets being depreciated:				
Buildings and Site Improvements	5,036,811	7,450	-	5,044,261
Food Service Equipment	6,163	-	-	6,163
Vehicles	466,574	188,142	30,378	624,338
Other Equipment	<u>297,114</u>	<u>19,376</u>	<u>-</u>	<u>316,490</u>
Total Capital assets being depreciated	<u>5,806,662</u>	<u>214,968</u>	<u>30,378</u>	<u>5,991,252</u>
Less: Accumulated Depreciation:				
Buildings and Site Improvements	(2,479,448)	(117,666)	-	(2,597,114)
Food Service Equipment	(6,163)	-	-	(6,163)
Vehicles	(331,590)	(26,447)	(30,378)	(327,659)
Other Equipment	<u>(144,948)</u>	<u>(32,448)</u>	<u>-</u>	<u>(177,396)</u>
Total Accumulated Depreciation	<u>(2,962,149)</u>	<u>(176,561)</u>	<u>(30,378)</u>	<u>(3,108,332)</u>
Net Governmental Capital Assets	<u>\$ 2,873,108</u>	<u>\$ 38,407</u>	<u>\$ -</u>	<u>\$ 2,911,515</u>
Instruction		\$ 92,658		
Supporting Services		<u>83,903</u>		
Total Depreciation		<u>\$ 176,561</u>		

The District is required under GASB Statement No. 34, to compute depreciation on all of its capital assets and to record that depreciation on its government-wide financial statements. For the year ended June 30, 2018, depreciation has been charged to governmental activities on the government-wide financial statements. Depreciation is not charged to governmental funds and is accordingly shown as a reconciliation item between the governmental fund and governmental activities presentations. The District does not record infrastructure. All infrastructure type assets have been included as part of the value of the related asset.

The District has restated the beginning capital assets for copiers that were incorrectly deleted in prior years.

NOTE 5: ACCRUED SALARIES AND BENEFITS

The salaries and benefits earned, but unpaid, as of June 30, 2018, are \$241,781. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund, Preschool Fund, Food Service Fund and Designated Grants Fund.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 6: LONG-TERM DEBT

Changes in long-term debt balances as well as the current portion of each obligation are as follows:

	Balance As Restated July 1, 2017	Advances	Payments	Balance June 30, 2018	Current Portion	Interest Expense
<u>Governmental Activities:</u>						
2015 Capital Lease Obligations	\$ 5,497	\$ -	\$ 2,923	\$ 2,574	\$ 2,574	\$ 250
2017 Capital Lease Obligations	34,851	-	10,605	24,246	11,259	1,708
HCTF Net OPEB Liability	262,146	-	25,824	236,322	-	-
PERA Net Pension Liability	10,590,861	-	242,094	10,348,767	-	-
Accrued Compensated Absences	25,775	-	-	25,775	-	-
Total Obligations	\$ 10,919,130	\$ -	\$ 281,446	\$ 10,637,684	\$ 13,833	\$ 1,958

Capital Leases

In 2015, the District entered into a second capital lease agreement for the purchase of a copier. The lease requires 48 monthly payments beginning May 2015 of \$264, including estimated interest at 6.0%. Equipment with a remaining value of \$7,883 has been capitalized under this lease. This copier was traded for the second 2017 copier below.

In 2017, the District entered into a capital lease agreement for the purchase of an office copier to replace the 2013 copier. The lease requires 48 monthly payments beginning August 2016 for \$563, including estimated interest at 6.0%. Equipment with a remaining value of \$19,580 has been capitalized under this lease

In 2017, the District entered into a capital lease agreement for the purchase of an office copier to replace the 2015 copier. The lease requires 48 monthly payments beginning August 2016 for \$471, including estimated interest at 6.0%

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 6: LONG-TERM DEBT (Continued)

Future minimum capital lease payments at June 30, 2018, are as follows:

<u>Year</u>	<u>Copier Leases</u>
2019	\$ 15,052
2020	12,408
2021	<u>1,036</u>
Total Payments	28,496
Interest at 6.0%	<u>(1,676)</u>
Present Value of Payments	<u>\$ 26,820</u>

NOTE 7: JOINTLY GOVERNED ORGANIZATION

The District is a participant among seven Districts in a jointly governed organization to operate the Northwest Board of Cooperative Educational Services (BOCES). The BOCES was formed for the purpose of administrative functions among member districts for special education and federal grants. During the year ended June 30, 2018, the District paid \$29,559 in assessments to the BOCES. The BOCES is governed by a board of directors consisting of a member of the board of education and the superintendent from each of the participating members. The District does not have an ongoing financial interest in or ongoing financial responsibility for the BOCES. Financial statements for the BOCES can be obtained from the BOCES administrative offices at: 325 7th Street, P.O. Box 773390, Steamboat Springs, CO 80477.

NOTE 8: 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.

For liability and property claims, the District purchases commercial insurance. Claims have not exceeded coverage and the District has not made any substantial changes in its insurance coverage in the past four years. The District carries commercial insurance for other risks of loss, including workers compensation and employee health insurance.

NOTE 9: DEFINED BENEFIT PENSION PLAN

A. Summary of Significant Accounting Policies

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

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

B. General Information about the Pension Plan

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

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

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

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

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

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

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

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

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

B. General Information about the Pension Plan (Continued)

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

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

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

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:

January 1st through December 31st	2014¹	2015¹	2016¹	2017¹
Employer contribution rate	10.15%	10.15%	10.15%	10.15%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. 24-51-208(1)(f)	-1.02%	-1.02%	-1.02%	-1.02%
Amount apportioned to the SCHDTF	9.13%	9.13%	9.13%	9.13%
Amortization equalization disbursement (AED) as specified in C.R.S. 24-51-411	3.80%	4.20%	4.50%	4.50%
Supplemental amortization equalization disbursement (SAED) as specified in C.R.S. 24-51-411	3.50%	4.00%	4.50%	5.00%
Total employer contribution rate to the SCHDTF	16.43%	17.33%	18.13%	18.63%

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

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NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

B. General Information about the Pension Plan (Continued)

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 \$275,031 for the plan year ended December 31, 2017 and \$277,681 for the fiscal year ended June 30, 2018.

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

At June 30, 2018, the District reported a liability of \$10,348,767 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016. Standard update procedures were used to roll forward the total pension liability to December 31, 2017. The District's proportion of the net pension liability was based on District's contributions to the SCHDTF for the calendar year 2017 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2017, the District's proportion was .032%, which was a decrease of .00357% from its proportion measured as of December 31, 2016.

For the year ended June 30, 2018 the District recognized pension expense of \$2,005,659. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 197,336	\$ -
Changes of assumptions or other inputs	\$ 2,847,548	\$ (18,721)
Net difference between projected and actual earnings on pension plan investments	\$ 229,427	\$ (611,565)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ -	\$ (772,587)
Contributions subsequent to the measurement date	\$ 137,777	\$ -
Total	\$ 3,412,088	\$ (1,402,873)

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

\$137,777 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, 2018. 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:	
2019	1,455,340
2020	687,856
2021	(118,867)
2022	(152,891)
2023	-
Total	\$ 1,871,438

Actuarial assumptions. The total pension liability as of December 31, 2017 was determined based on the December 31, 2016 actuarial valuation using the following rollforward assumptions and other inputs:

Actuarial cost method	Entry Age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increase, including wage inflation	3.90-9.70%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	5.26%
Post retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic)	2.00%
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

The actuarial assumptions used in the December 31, 2016 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.

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

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

Asset Class	Target Allocation	10 Year Expected Geometric Rate of Return
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	100.00%	

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

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

Discount rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial method and assumptions described 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 16, 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 3.5%.
- Employee contributions were assumed to be made at the current member contribution rate. Employee contributions for future plan members were used to reduce estimated amount to 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 percent, at which point, the AED and SAED will each drop 0.50 percent 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 on 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 increase 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.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

Based on the above assumptions and methods, the GASB Statement No. 67 projections test indicates that the SCHDTF’s fiduciary net position was projected to be depleted in 2041 and, as a result, the municipal bond rate was used in the determination of the discount rate. The long-term expected rate of return of 7.25 percent on pension plan investments was applied to periods through 2041 and the municipal bond index rate, the December average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by the Board of Governors of the Federal Reserve System, was applied to periods on or after 2014 to develop the discount rate. For the measurement date, the municipal bond index rate was 3.83 percent, resulting in a discount rate of 4.78 percent.

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

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 4.78%, 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 (3.78%) or 1-percentage-point higher (5.78%) than the current rate:

	1% Decrease (3.78%)	Current Discount Rate (4.78%)	1% Increase (5.78%)
Proportionate share of the net pension asset (liability)	\$ (13,072,253)	\$ (10,348,767)	\$ (8,129,437)

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.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS

Health Care Trust Fund

Summary of Significant Accounting Policies

OPEB. District participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the OPEB Plan

Plan Description.

Eligible employees of the District are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, 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 the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided

The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the HCTF and the Denver Public Schools Health Care Trust Fund (DPS HCTF). The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

C.R.S. § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

Enrollment in the PERACare is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

DPS Benefit Structure

The maximum service-based premium subsidy is \$230 per month for retirees who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for retirees who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The retiree pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For retirees who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, the HCTF or the DPS HCTF pays an alternate service-based premium subsidy. Each individual retiree meeting these conditions receives the maximum \$230 per month subsidy reduced appropriately for service less than 20 years, as described above. Retirees who do not have Medicare Part A pay the difference between the total premium and the monthly subsidy.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

Contributions. Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02 percent of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from District were \$15,058 for the plan year ended December 31, 2017 and \$6,974 for the fiscal year ended June 30, 2018.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2018, the District reported a liability of \$236,322 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2016. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2017. The District's proportion of the net OPEB liability was based on District's contributions to the HCTF for the calendar year 2017 relative to the total contributions of participating employers to the HCTF.

At December 31, 2017, the District's proportion was 0.01818%, which was a decrease of .002035% from its proportion measured as of December 31, 2016.

For the year ended June 30, 2018, the District recognized OPEB expense of \$14,163. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 1,117	\$ -
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ (3,954)
Changes of assumptions or other inputs	\$ -	\$ -
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ -	\$ (22,049)
Contributions subsequent to the measurement date	\$ 6,974	\$ -
Total	\$ 8,091	\$ (26,003)

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

\$8,091 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended June 30:	Fiscal Year Totals
2019	\$ (5,101)
2020	(5,101)
2021	(5,101)
2022	(5,101)
2023	(4,112)
2024	(370)
Total	\$ (24,886)

Actuarial assumptions. The total OPEB liability in the December 31, 2016 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry Age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increase, including wage inflation	3.50% in the aggregate
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates (PERA benefit structure):	
Service-based premium subsidy	0.00%
PERACare Medicare plans	5.00%
Medicare Part A premiums	3.00 % for 2017, gradually rising to 4.25% in 2023

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each actuarial valuation and on the pattern of sharing of costs between employers of each fund to that point.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and heuristics developed by health plan actuaries and administrators, and projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services. Effective December 31, 2016, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

Year	PERA Care Medicare Plans	Medicare Part A Premiums
2017	5.00%	3.00%
2018	5.00%	3.25%
2019	5.00%	3.50%
2020	5.00%	3.75%
2021	5.00%	4.00%
2022	5.00%	4.00%
2023	5.00%	4.25%
2024+	5.00%	4.25%

Mortality assumptions for the determination of the total pension liability for each of the Division Trust Funds as shown below are applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in HCTF.

Healthy mortality assumptions for active members were based on 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 for the School and Judicial Divisions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improved 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.

For disabled retirees, the mortality assumption was based on 90 percent of the RP-2014 Disabled Retiree Mortality Table.

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NOTES TO FINANCIAL STATEMENTS June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

The following economic and demographic assumptions were specifically developed for, and used in, the measurement of the obligations for the HCTF:

- The assumed rates of PERACare participation were revised to reflect more closely actual experience.
- Initial per capital health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2017 plan year.
- The percentages of PERACare enrollees who will attain age 65 and older ages and are assumed to not qualify for premium-free Medicare Part A coverage were revised to more closely reflect actual experience.
- The percentage of disabled PERACare enrollees who are assumed to not qualify for premium-free Medicare Part A coverage were revised to reflect more closely to actual experience.
- Assumed election rates for the PERACare coverage options that would be available to future PERACare enrollees who will qualify for the “No Part A Subsidy” when they retire were revised to more closely reflect actual experience.
- Assumed election rates for the PERACare coverage options that will be available to those current PERACare enrollees, who qualify for the “No Part A Subsidy” but have not reached age 65, were revised to more closely reflect actual experience.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.
- The rates of PERACare coverage election for spouses of eligible inactive members and future retirees were revised to more closely reflect actual experience.
- The assumed age differences between future retirees and their participating spouses were revised to reflect more closely actual experience.

The actuarial assumptions used in the December 31, 2016, valuations were based on the results of the 2016 experience analysis for the periods January 1, 2012, through December 31, 2015, as well as, the October 28, 2016, actuarial assumptions workshop and were adopted by the PERA Board during the November 18, 2016, Board meeting. In addition, certain actuarial assumptions pertaining to per capital health care costs and their related trends are analyzed and reviewed by PERA’s actuary, as needed.

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.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Several factors were considered in evaluating the long-term rate of return assumption for the HCTF, 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 for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

As of the most recent adoption of the long-term expected rate of return by the PERA Board, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
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	100.00%	

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

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates			
	1% Decrease	Current Discount Rate	1% Increase
PERACare Medicare trend rate	4.00%	5.00%	6.00%
Initial Medicare Part A trend rate	2.00%	3.00%	4.00%
Ultimate Medicare Part A trend rate	3.25%	4.25%	5.25%
Proportionate share of the net OPEB asset (liability)	\$ (229,820)	\$ (236,322)	\$ (244,153)

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 10: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Discount rate. The discount rate used to measure the total OPEB liability was 7.25 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 health care cost trend rates for Medicare Part A premiums as of the December 31, 2017, measurement date.
- 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%.
- 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. For future plan members, employer contributions were reduced by the estimated amount of total service costs for future plan members.
- 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.
- Transfers of a portion of purchase service agreements intended to cover the costs associated with OPEB benefits 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 HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

Sensitivity of the District's proportionate share of the net OPEB liability to changes in the discount rate. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate			
	1% Decrease	Current Discount Rate	1% Increase
Discount Rate	6.25%	7.25%	8.25%
Proportionate share of the net OPEB asset (liability)	\$ (265,700)	\$ (236,322)	\$ (211,247)

OPEB plan fiduciary net position. Detailed information about the HCTF'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.

NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 11: DEFINED CONTRIBUTION PENSION PLAN

Voluntary Investment Program

A. Plan Description

The (CSSDTF) members (See Note 9) of the District may voluntarily contribute to the Voluntary Investment Program (401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature.

B. Funding Policy

The 401(k) Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS. The 401(k) Plan member contributions from the District for the year ended June 30, 2018 were \$1,619. There were no employer contributions to the 401(k) Plan from the District.

NOTE 12: COMMITMENTS, CONTINGENCIES AND RESTRICTIONS

Claims and Judgments - The District participates in a number of federal, state, and county programs that are fully or partially funded by grants received from other governmental units and are subject to the various rules and regulations of the grantor agencies. Expenditures financed by grants are subject to audit and adjustment by the appropriate grantor agency. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

Tabor Amendment - In November 1992, Colorado voters passed Article X, Section 20, (the Tabor Amendment), to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the Amendment. On November 4, 1997, voters within the District authorized the District to collect, retain and expend all non-property tax revenues in the 1997-1998 fiscal year and in each fiscal year thereafter from all sources without regard to the limitations imposed by the Amendment. The Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment. The District has established an emergency reserve of \$78,000, as required by the Amendment.

The District has restricted fund balance in the governmental funds and net position in the governmental activities in the following amounts:

Restricted for TABOR Emergencies	<u>\$ 78,000</u>
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NORTH PARK SCHOOL DISTRICT R-1

NOTES TO FINANCIAL STATEMENTS
June 30, 2018

NOTE 13: INTERFUND ACTIVITY

The District has recorded the following annual operating subsidies for the year ended June 30, 2018.

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 136,800
Capital Reserve Project Fund	101,800	-
Food Service Fund	35,000	-
Total	<u>\$ 136,800</u>	<u>\$ 136,800</u>

NOTE 14: DEFICIT NET POSITION

The Governmental Activities has an overall net position deficit of \$4,530,991 and an unrestricted net position deficit of \$7,493,686 primarily due to adding the PERA and OPEB net pension liabilities of \$10,348,767 and \$236,322 as further described in Notes 9 and 10. As the District has no control over pension benefits or contribution rates, the District expects this deficit net position to continue for the foreseeable future.

NOTE 15: PRIOR PERIOD RESTATEMENT

For the fiscal year, the District adopted GASB Statement Number 75 – Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The statement places a long-term obligation, as well as related deferred outflows and inflows, on the Statement of Net Position related to future postemployment benefit obligations. The District has restated the beginning net position for the governmental activities for those balances that were applicable as of June 30, 2017. This restatement resulted in a net decrease in governmental activity net position of

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REQUIRED SUPPLEMENTARY INFORMATION
(Pension Schedules - Unaudited)

NORTH PARK SCHOOL DISTRICT R-1

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION ASSET (LIABILITY)
PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾**

	<u>6/30/18</u>	<u>6/30/17</u>	<u>6/30/16</u>
District's proportion of the net pension asset (liability)	0.032003%	0.035571%	0.035732%
District's proportionate share of the net pension asset (liability)	\$ (10,348,767)	\$ (10,590,861)	\$ (5,464,964)
District's covered payroll	\$ 1,476,280	\$ 1,596,490	\$ 1,557,194
District's proportionate share of the net pension asset (liability) as a percentage of covered payroll	701.00%	663.38%	350.95%
Plan fiduciary net position as a percentage of the total pension liability	43.96%	43.13%	59.16%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

<u>6/30/15</u>	<u>6/30/14</u>
0.036262%	0.036342%
\$ (4,914,666)	\$ (4,635,450)
\$ 1,519,101	\$ 1,465,074
323.52%	316.40%
62.84%	64.07%

NORTH PARK SCHOOL DISTRICT R-1

SCHEDULE OF DISTRICT CONTRIBUTIONS

**PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾**

	<u>6/30/18</u>	<u>6/30/17</u>	<u>6/30/16</u>
Contractually required contributions	\$ 275,031	\$ 289,444	\$ 269,862
Actual contributions	<u>(275,031)</u>	<u>(289,444)</u>	<u>(269,862)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 1,476,280	\$ 1,596,490	\$ 1,557,194
Contributions as a percentage of covered payroll	18.63%	18.13%	17.33%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

<u>6/30/15</u>	<u>6/30/14</u>
\$ 249,588	\$ 227,526
<u>(249,588)</u>	<u>(227,526)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 1,519,101	\$ 1,465,074
16.43%	15.53%

NORTH PARK SCHOOL DISTRICT R-1

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET OPEB ASSET (LIABILITY)
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾**

	<u>06/30/18</u>	<u>06/30/17</u>
District's proportion of the net pension asset (liability)	0.018184%	0.020219%
District's proportionate share of the net pension asset (liability)	\$ (236,322)	\$ (262,146)
District's covered payroll	\$ 1,476,279	\$ 875,137
District's proportionate share of the net pension asset (liability) as a percentage of covered payroll	16.01%	29.95%
Plan fiduciary net position as a percentage of the total pension liability	17.53%	16.70%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

NORTH PARK SCHOOL DISTRICT R-1

**SCHEDULE OF DISTRICT CONTRIBUTIONS
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾**

	<u>06/30/18</u>	<u>06/30/17</u>
Contractually required contributions	\$ 15,058	\$ 8,926
Actual contributions	<u>(15,058)</u>	<u>(8,926)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 1,476,279	\$ 875,137
Contributions as a percentage of covered payroll	1.02%	1.02%

Note: All amounts are as of plan calculation dates which are one fiscal year prior to the date shown.

⁽¹⁾ - Additional years will be added to this schedule as they become available.

See the accompanying Independent Auditors' Report.

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BUDGETARY COMPARISON SCHEDULE
(Required Supplementary Information)

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018				
	Original	Final	Actual	Variance	2017
	Budget	Budget		with Final	Actual
REVENUES					
Local Sources					
Property Taxes	\$ 999,282	\$ 1,284,337	\$ 1,255,952	\$ (28,385)	\$ 1,034,384
Specific Ownership Taxes	209,391	250,000	268,834	18,834	267,504
Delinquent Taxes	3,900	4,944	47,903	42,959	3,355
Investment Earnings	6,010	6,010	7,137	1,127	6,635
Rent Revenue	1,000	1,000	1,000	-	-
Donations	128,750	315,777	369,012	53,235	118,509
Instructional Materials Fees	1,000	928	972	44	1,441
Overhead Cost Revenue	2,619	3,126	3,268	142	3,175
Other Local	14,588	16,771	5,567	(11,204)	30,954
Total Local Sources	<u>1,366,540</u>	<u>1,882,893</u>	<u>1,959,645</u>	<u>76,752</u>	<u>1,465,957</u>
Intermediate Sources					
Mineral Leases	3,872	4,754	4,754	-	4,326
Impact Fee Revenue	1,600	1,600	1,853	253	3,379
Other Intermediate Source Revenue	20,873	21,541	42,157	20,616	30,191
Total Intermediate Sources	<u>26,345</u>	<u>27,895</u>	<u>48,764</u>	<u>20,869</u>	<u>37,896</u>
State Sources					
State Equalization	954,454	980,617	749,384	(231,233)	922,016
Transportation	31,757	55,851	57,499	1,648	32,046
State Grants from CDE					
State ELPA	2,208	8,143	9,048	905	7,945
Counselor Grant	-	-	-	-	81,140
Library Grant	-	3,500	3,500	-	3,500
Small Rural Schools Grant	64,504	64,504	64,485	(19)	-
Additional At-Risk Funding Grant	-	-	877	877	1,036
State Vocational Education	2,981	4,298	4,824	526	5,962
State Grants Provided through BOCES	19,731	19,850	20,252	402	18,864
Total State Sources	<u>1,075,635</u>	<u>1,136,763</u>	<u>909,869</u>	<u>(226,894)</u>	<u>1,072,509</u>
Federal Sources					
Federal Grants from CDE					
NCLB Title I, Part A - Improving Basic Programs	-	-	40,745	40,745	-
NCLB Title II, Part A - Teacher & Principal Training	-	-	6,535	6,535	-
RTTT Early Childhood	-	-	99	99	-
Title IV Grant	-	-	10,000	10,000	-
Secure Rural Schools	29,184	-	114,619	114,619	29,184
Federal Provided through BOCES	47,626	47,626	1,201	(46,425)	50,168
Total Federal Sources	<u>76,810</u>	<u>47,626</u>	<u>173,199</u>	<u>125,573</u>	<u>79,352</u>
TOTAL REVENUES	<u>2,545,330</u>	<u>3,095,177</u>	<u>3,091,477</u>	<u>(3,700)</u>	<u>2,655,714</u>

See the accompanying Independent Auditors' Report

(Continued)

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018				
	Original	Final	Actual	Variance	2017
	Budget	Budget		with Final	Actual
(Continued)					
EXPENDITURES					
Instruction					
Salaries	1,026,194	1,127,491	1,101,318	26,173	1,005,371
Benefits	399,452	429,895	447,400	(17,505)	398,338
PS - Professional	9,528	7,900	10,463	(2,563)	10,888
PS - Property	1,400	1,250	1,250	-	1,250
PS - Other	56,051	60,223	35,649	24,574	50,112
Supplies	75,702	107,925	69,329	38,596	63,807
Property	10,810	12,217	10,770	1,447	7,092
Other Expenses	3,126	3,126	3,268	(142)	3,174
Total Instruction	<u>1,582,263</u>	<u>1,750,027</u>	<u>1,679,447</u>	<u>70,580</u>	<u>1,540,032</u>
Supporting Services					
Pupil Support					
Salaries	9,000	8,250	6,218	2,032	48,654
Benefits	1,834	1,762	2,664	(902)	19,475
PS - Professional	-	-	-	-	1,962
Supplies	5,717	5,717	1,616	4,101	4,283
Other Expenses	-	-	-	-	16,179
Total Pupil Support	<u>16,551</u>	<u>15,729</u>	<u>10,498</u>	<u>5,231</u>	<u>90,553</u>
Staff Support					
Salaries	24,260	20,758	34,657	(13,899)	31,298
Benefits	10,414	9,667	15,174	(5,507)	13,913
PS - Other	1,170	1,144	-	1,144	-
Supplies	1,600	1,600	47	1,553	83
Total Staff Support	<u>37,444</u>	<u>33,169</u>	<u>49,878</u>	<u>(16,709)</u>	<u>45,294</u>
General Administration					
Salaries	69,670	78,997	77,080	1,917	106,409
Benefits	43,919	45,910	44,884	1,026	54,271
PS - Professional	19,430	33,030	32,507	523	22,274
PS - Property	22,383	20,948	13,723	7,225	9,827
PS - Other	15,400	14,400	14,317	83	22,793
Supplies	7,730	9,381	8,808	573	5,590
Other Expenses	21,656	21,514	20,995	519	23,346
Total General Administration	<u>200,188</u>	<u>224,180</u>	<u>212,314</u>	<u>11,866</u>	<u>244,510</u>
School Administration					
Salaries	127,718	133,999	79,861	54,138	115,230
Benefits	71,542	72,884	42,399	30,485	54,418
PS - Property	2,964	2,964	595	2,369	-
PS - Other	21,359	43,259	38,369	4,890	9,726
Supplies	2,500	3,000	3,991	(991)	917
Other Expenses	920	920	1,635	(715)	(20)
Total School Administration	<u>227,003</u>	<u>257,026</u>	<u>166,850</u>	<u>90,176</u>	<u>180,271</u>

See the accompanying Independent Auditors' Report

(Continued)

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2017 Actual
(Continued)					
EXPENDITURES (Continued)					
Supporting Services (Continued)					
Business Services					
Salaries	43,904	44,622	43,903	719	39,255
Benefits	17,525	17,379	14,214	3,165	14,434
Other Expenses	1,130	1,130	550	580	1,359
Total Business Services	62,559	63,131	58,667	4,464	55,048
Operations and Maintenance					
Salaries	93,067	98,994	95,317	3,677	62,836
Benefits	38,500	39,766	39,099	667	29,813
PS - Property	42,451	42,451	39,959	2,492	35,347
PS - Other	7,800	7,800	5,818	1,982	12,075
Supplies	109,640	111,640	145,341	(33,701)	107,643
Property	5,000	5,000	6,858	(1,858)	2,645
Total Operations and Maintenance	296,458	305,651	332,392	(26,741)	250,359
Transportation					
Salaries	58,721	59,577	61,360	(1,783)	62,133
Benefits	16,065	16,248	17,421	(1,173)	17,642
PS - Professional	988	988	787	201	999
PS - Property	8,000	8,000	7,307	693	2,091
PS - Other	17,062	17,062	16	17,046	16,668
Supplies	33,000	33,000	25,469	7,531	38,061
Property	-	-	-	-	2,722
Total Transportation	133,836	134,875	112,360	22,515	140,316
Other Central Support					
Salaries	53,463	58,866	53,463	5,403	49,120
Benefits	18,339	20,420	16,895	3,525	17,040
PS - Professional	27,620	30,620	18,565	12,055	15,447
PS - Other	75,574	75,574	68,835	6,739	59,221
Supplies	3,130	3,130	2,903	227	3,974
Property	27,000	34,000	19,290	14,710	71,207
Total Other Central Support	205,126	222,610	179,951	42,659	216,009
Risk Management					
PS - Other	8,357	8,357	8,357	-	9,175
Other Uses					
Up-Front Grant Match	1,800	1,800	-	1,800	-
Debt Service					
Principal	-	-	13,529	(13,529)	20,007
Interest	-	-	1,958	(1,958)	2,680
Total Debt Service	-	-	15,487	(15,487)	22,687
Contingency	(56,889)	(86,027)	-	(86,027)	-
TOTAL EXPENDITURES	2,714,696	2,930,528	2,826,201	104,327	2,794,254
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(169,366)	164,649	265,276	100,627	(138,540)
OTHER FINANCING SOURCES (USES)					
Transfers	(209,842)	(350,929)	(136,800)	214,129	(80,000)
Capital Lease Proceeds	-	-	-	-	44,030
TOTAL OTHER FINANCING SOURCES (USES)	(209,842)	(350,929)	(136,800)	214,129	(35,970)
CHANGE IN FUND BALANCE	(379,208)	(186,280)	128,476	314,756	(174,510)
BEGINNING FUND BALANCE	1,229,523	1,229,523	1,055,014	(174,509)	1,229,523
ENDING FUND BALANCE	\$ 850,315	\$ 1,043,243	\$ 1,183,490	\$ 140,247	\$ 1,055,013

See accompanying Independent Auditors' Report.

OTHER SUPPLEMENTARY INFORMATION

NORTH PARK SCHOOL DISTRICT R-1
Balance Sheet
Nonmajor Governmental Funds
June 30, 2018
(With Comparative Totals for June 30, 2017)

	Special Revenue		Totals	
	Food Service Fund	Designated Grants Fund	2018	2017
ASSETS				
Cash and Investments	\$ 14,029	\$ (12,579)	\$ 1,450	\$ 55,194
Grants Receivable	-	22,591	22,591	6,556
Inventory	1,407	-	1,407	1,365
TOTAL ASSETS	<u>\$ 15,436</u>	<u>\$ 10,012</u>	<u>\$ 25,448</u>	<u>\$ 63,115</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Interfund Accounts Payable	\$ -	\$ 8,743	\$ 8,743	\$ 8,743
Accrued Salaries & Benefits	5,520	53	5,573	19,956
Unearned Revenue	1,116	-	1,116	-
Total Liabilities	<u>6,636</u>	<u>8,796</u>	<u>15,432</u>	<u>28,699</u>
Deferred Inflows of Financial Resources				
Deferred Revenue	-	-	-	863
Deferred Grant Revenue	-	1,216	1,216	1,216
Total Deferred Inflows of Financial Resources	<u>-</u>	<u>1,216</u>	<u>1,216</u>	<u>2,079</u>
Fund Balance				
Nonspendable Fund Balance	1,407	-	1,407	1,365
Committed for Food Service	7,393	-	7,393	-
Assigned Fund Balance				
Assigned for Fund Purposes	-	-	-	30,972
Total Fund Balance	<u>8,800</u>	<u>-</u>	<u>8,800</u>	<u>32,337</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 15,436</u>	<u>\$ 10,012</u>	<u>\$ 25,448</u>	<u>\$ 63,115</u>

See the accompanying Independent Auditors' Report

NORTH PARK SCHOOL DISTRICT R-1
Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	Special Revenue		Totals	
	Food Service Fund	Designated Grants Fund	2018	2017
REVENUES				
Local Sources	\$ 41,175	\$ -	\$ 41,175	\$ 36,870
State Sources	2,050	6,512	8,562	7,470
Federal Sources	50,599	37,201	87,800	70,041
TOTAL REVENUES	<u>93,824</u>	<u>43,713</u>	<u>137,537</u>	<u>114,381</u>
EXPENDITURES				
Instruction	-	43,713	43,713	25,241
Food Service	152,361	-	152,361	141,744
TOTAL EXPENDITURES	<u>152,361</u>	<u>43,713</u>	<u>196,074</u>	<u>166,985</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>(58,537)</u>	<u>-</u>	<u>(58,537)</u>	<u>(52,604)</u>
OTHER FINANCING SOURCES (USES)				
Transfer In (Out) - net	35,000	-	35,000	80,000
CHANGE IN FUND BALANCE	<u>(23,537)</u>	<u>-</u>	<u>(23,537)</u>	<u>27,396</u>
BEGINNING FUND BALANCE	<u>32,337</u>	<u>-</u>	<u>32,337</u>	<u>4,941</u>
ENDING FUND BALANCE	<u>\$ 8,800</u>	<u>\$ -</u>	<u>\$ 8,800</u>	<u>\$ 32,337</u>

See the accompanying Independent Auditors' Report

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SPECIAL REVENUE FUNDS

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Food Service Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018		Variance with Final Budget	2017 Actual
	Final Budget	Actual		
REVENUES				
Local Sources				
Food Service Revenue	\$ 36,031	\$ 40,362	\$ 4,331	\$ 36,594
Other Local	525	813	288	275
Total Local Sources	<u>36,556</u>	<u>41,175</u>	<u>4,619</u>	<u>36,869</u>
State Sources				
State Grants from CDE				
State Match - Child Nutrition	775	741	(34)	713
Smart Start Nutrition	270	414	144	319
State K-2 Reduced Lunch	79	895	816	509
Total State Sources	<u>1,124</u>	<u>2,050</u>	<u>926</u>	<u>1,541</u>
Federal Sources				
Federal Grants from CDE				
School Breakfast Program	7,100	9,801	2,701	8,765
Special Milk Program	359	493	134	358
National School Lunch Program	32,672	32,981	309	34,454
Federal Grants from Other State Agencies				
Commodities	3,600	7,324	3,724	7,152
Total Federal Sources	<u>43,731</u>	<u>50,599</u>	<u>6,868</u>	<u>50,729</u>
TOTAL REVENUES	<u>81,411</u>	<u>93,824</u>	<u>12,413</u>	<u>89,139</u>
EXPENDITURES				
Food Service				
Salaries	56,993	60,630	(3,637)	54,611
Benefits	35,070	32,766	2,304	33,317
PS - Professional	1,000	2,045	(1,045)	1,829
PS - Property	1,000	996	4	-
PS - Other	2,000	157	1,843	3,953
Supplies	2,660	2,275	385	3,764
Food	41,686	45,342	(3,656)	36,420
Commodities	5,850	7,359	(1,509)	7,666
Property	1,520	791	729	183
Contingency	18,996	-	18,996	-
TOTAL EXPENDITURES	<u>166,775</u>	<u>152,361</u>	<u>14,414</u>	<u>141,743</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(85,364)	(58,537)	26,827	(52,604)
OTHER FINANCING SOURCES (USES)				
Transfers	81,182	35,000	(46,182)	80,000
CHANGE IN FUND BALANCE	(4,182)	(23,537)	(19,355)	27,396
BEGINNING FUND BALANCE	-	32,337	32,337	4,941
ENDING FUND BALANCE	<u>\$ (4,182)</u>	<u>\$ 8,800</u>	<u>\$ 12,982</u>	<u>\$ 32,337</u>

See accompanying Independent Auditors' Report.

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Designated Grants Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018			2017
	Final Budget	Actual	Variance with Final Budget	
REVENUES				
State Sources				
State Grants from CDE				
READ Act Grant	\$ -	\$ 6,512	\$ 6,512	\$ 5,929
Federal Sources				
Direct Federal Revenue				
NCLB Title VI, Part B - REAP/Rural Education	14,610	14,610	-	12,756
Federal Provided through BOCES	23,400	22,591	(809)	6,556
Total Federal Sources	38,010	37,201	(809)	19,312
TOTAL REVENUES	38,010	43,713	5,703	25,241
EXPENDITURES				
Instruction				
Salaries	12,040	18,840	(6,800)	16,825
Benefits	2,570	2,282	288	1,860
PS - Professional	1,200	1,778	(578)	791
PS - Other	300	-	300	-
Supplies	9,586	8,963	623	5,765
Property	12,314	11,850	464	-
TOTAL EXPENDITURES	38,010	43,713	(5,703)	25,241
CHANGE IN FUND BALANCE	-	-	-	-
BEGINNING FUND BALANCE	-	-	-	-
ENDING FUND BALANCE	\$ -	\$ -	\$ -	\$ -

See accompanying Independent Auditors' Report.

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CAPITAL PROJECTS FUND

These funds are used to account for the completion of major capital projects. The capital reserve activity is funded through elective transfers from the General Fund.

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Reserve Project Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018		Variance with Final Budget	2017
	Final Budget	Actual		Actual
REVENUES				
Local Sources				
Investment Earnings	\$ 700	\$ 215	\$ (485)	\$ 759
Donations	500	1,000	500	3,500
TOTAL REVENUES	<u>1,200</u>	<u>1,215</u>	<u>15</u>	<u>4,259</u>
EXPENDITURES				
Supporting Services				
Operations and Maintenance				
Property	60,000	42,372	17,628	16,220
Transportation				
Property	188,142	188,142	-	-
Other Central Support				
Other Expenses	12,236	8,732	3,504	14
Contingency	<u>286,040</u>	<u>-</u>	<u>286,040</u>	<u>-</u>
TOTAL EXPENDITURES	<u>546,418</u>	<u>239,246</u>	<u>307,172</u>	<u>16,234</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>(545,218)</u>	<u>(238,031)</u>	<u>307,187</u>	<u>(11,975)</u>
OTHER FINANCING SOURCES (USES)				
Transfers	<u>269,747</u>	<u>101,800</u>	<u>(167,947)</u>	<u>-</u>
CHANGE IN FUND BALANCE	<u>(275,471)</u>	<u>(136,231)</u>	<u>139,240</u>	<u>(11,975)</u>
BEGINNING FUND BALANCE	<u>275,471</u>	<u>146,316</u>	<u>(129,155)</u>	<u>158,291</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 10,085</u>	<u>\$ 10,085</u>	<u>\$ 146,316</u>

See accompanying Independent Auditors' Report.

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private and student groups.

The District has established agency funds to account for various student activity groups and contributions from private organizations. The agency funds are custodial in nature and do not involve measurement of results of operations.

NORTH PARK SCHOOL DISTRICT R-1**Schedule of Revenues, Expenses and Changes in Fiduciary Net Position****Budget and Actual****Fiduciary Funds****Scholarship Agency Fund****For the Year Ended June 30, 2018****(With Comparative Totals for the Year Ended June 30, 2017)**

	2018			2017
	Final		Variance	
	Budget	Actual	with Final	Actual
			Budget	
ADDITIONS				
Local Sources	\$ 14,000	\$ 28	\$ (13,972)	\$ 975
DEDUCTIONS				
Instruction	12,000	1,315	10,685	1,450
Contingency	17,535	-	17,535	-
TOTAL DEDUCTIONS	<u>29,535</u>	<u>1,315</u>	<u>28,220</u>	<u>1,450</u>
CHANGE IN NET POSITION	(15,535)	(1,287)	14,248	(475)
BEGINNING NET POSITION	-	15,060	15,060	15,535
ENDING NET POSITION	<u>\$ (15,535)</u>	<u>\$ 13,773</u>	<u>\$ 29,308</u>	<u>\$ 15,060</u>

See accompanying Independent Auditors' Report.

NORTH PARK SCHOOL DISTRICT R-1
Schedule of Revenues, Expenses and Changes in Fiduciary Net Position
Budget and Actual
Fiduciary Funds
Pupil Activity Agency Fund
For the Year Ended June 30, 2018
(With Comparative Totals for the Year Ended June 30, 2017)

	2018			2017
	Final Budget	Actual	Variance with Final Budget	
ADDITIONS				
Local Sources	\$ 140,000	\$ 100,487	\$ (39,513)	\$ 101,264
DEDUCTIONS				
Instruction	140,000	123,495	16,505	110,183
Contingency	79,403	-	79,403	-
TOTAL DEDUCTIONS	<u>219,403</u>	<u>123,495</u>	<u>95,908</u>	<u>110,183</u>
CHANGE IN NET POSITION	(79,403)	(23,008)	56,395	(8,919)
BEGINNING NET POSITION	-	70,484	70,484	79,403
ENDING NET POSITION	<u>\$ (79,403)</u>	<u>\$ 47,476</u>	<u>\$ 126,879</u>	<u>\$ 70,484</u>

See accompanying Independent Auditors' Report.

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STATE COMPLIANCE



Colorado Department of Education
Auditors Integrity Report
 District: 1410 - NORTH PARK R-1
 Fiscal Year 2017-18
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
	+		-	=
Governmental				
10 General Fund	1,053,569	2,888,957	2,759,034	1,183,491
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	1,445	65,721	67,166	0
Sub- Total	1,055,014	2,954,677	2,826,200	1,183,491
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	32,337	128,824	152,361	8,800
22 Govt Designated-Purpose Grants Fund	0	43,713	43,713	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	0	0	0	0
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	146,316	103,015	239,247	10,085
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	1,233,667	3,230,230	3,261,520	1,202,376
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	15,060	28	1,315	13,773
74 Pupil Activity Agency Fund	70,484	100,487	123,495	47,476
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	85,544	100,515	124,810	61,249

FINAL



Colorado Department of Education

Bolded Balance Sheet Report

District: 1410 - NORTH PARK R-1

Fiscal Year 2017-18

Colorado School District/BOCES

ASSETS	Governmental							Proprietary					Fiduciary		
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Cash and Investments (8100-8104,8111)	1,182,341	0	11,436	-12,579	0	14,029	0	4,894	0	0	0	61,249	0	1,261,370	
Cash with Fiscal Agent (8105)	151,773	0	0	0	0	0	0	0	0	0	0	0	0	151,773	
Other Investment Accounts (8112-8115)	2,149	0	0	0	0	0	0	4	0	0	0	0	0	2,153	
Taxes Receivable (8121,8122)	54,422	0	0	0	0	0	0	0	0	0	0	0	0	54,422	
Interfund Loans Receivable (8131,8132)	8,743	0	0	0	0	0	0	28,000	0	0	0	0	0	36,743	
Grants Accounts Receivable (8142)	64,978	0	0	22,591	0	0	0	0	0	0	0	0	0	87,569	
Other Receivables (8151-8154,8161)	30,556	0	0	0	0	0	0	0	0	0	0	0	0	30,556	
Inventories (8171,8172,8173)	0	0	0	0	0	1,407	0	0	0	0	0	0	0	1,407	
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Assets	1,494,962	0	11,436	10,012	0	15,436	0	32,898	0	0	0	61,249	0	1,625,994	

Governmental

Proprietary

Fiduciary

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
LIABILITIES & FUND EQUITY															
LIABILITIES															
Interfund Payables (7401,7402)	28,000	0	0	8,743	0	0	0	0	0	0	0	0	0	0	36,743
Other Payables (7421-7423)	25,715	0	0	0	0	0	0	22,813	0	0	0	0	0	0	48,529
Accrued Expenses (7461)	224,772	0	11,436	52	0	5,520	0	0	0	0	0	0	0	0	241,780
Payroll Ded. and Withholdings (7471-7473)	-684	0	0	0	0	0	0	0	0	0	0	0	0	0	-684
Unearned Revenue (7481)	0	0	0	0	0	1,116	0	0	0	0	0	0	0	0	1,116
Grants Deferred Revenue (7482)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Inflow (7800)	30,500	0	0	0	0	0	0	0	0	0	0	0	0	0	30,500
Deferred Inflow Grants (7801)	3,168	0	0	1,216	0	0	0	0	0	0	0	0	0	0	4,384
Total Liabilities	311,471	0	11,436	10,012	0	6,636	0	22,813	0	0	0	0	0	0	362,368

Governmental

Proprietary

Fiduciary

FUND EQUITY	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Non-spendable Fund Balance 6710	0	0	0	0	0	1,407	0	0	0	0	0	0	0	0	1,407
Restricted Fund Balance 6720	0	0	0	0	0	0	0	0	0	0	0	0	61,249	0	61,249
TABOR 3% Emergency Reserve 6721	78,000	0	0	0	0	0	0	0	0	0	0	0	0	0	78,000
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	0	0	0	0	0	7,393	0	0	0	0	0	0	0	0	7,393
Assigned Fund Balance 6760	0	0	0	0	0	0	0	10,085	0	0	0	0	0	0	10,085
Unassigned Fund Balance 6770	1,105,491	0	0	0	0	0	0	0	0	0	0	0	0	0	1,105,491
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	1,183,491	0	0	0	0	8,800	0	10,085	0	0	0	0	61,249	0	1,263,625

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Total Liabilities & Fund Equity	1,494,962	0	11,436	10,012	0	15,436	0	32,898	0	0	0	0	61,249	0	1,625,994

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk related activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85
For Each Fund Type: Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes