

cPa DIXON, WALLER & CO., INC.

BYERS SCHOOL DISTRICT

NUMBER 32J

BYERS, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2019

DIXON, WALLER & CO., INC.

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FINANCIAL STATEMENTS
JUNE 30, 2019

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BYERS SCHOOL DISTRICT NUMBEER 32J
ROSTER OF SCHOOL OFFICIALS
June 30, 2019

BOARD OF EDUCATION

Tom Thompson III	President
Jerry Sauer	Vice President
Chris Cary	Secretary
Charlie Tucker	Treasurer
Julie Smith	Member
Jay Bauer	Member
Donna Sauer	Member

SCHOOL OFFICIAL

Tom Turrell	Superintendent
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FINANCIAL SECTION

164 E. MAIN
TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT

**Board of Education
Byers School District Number 32J
Byers, Colorado 80103**

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Byers School District Number 32J, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of Colorado Education Solutions which represents 33.69 percent, -7.68 percent, and 71.43 percent, respectively, of the assets, net position, and revenues of the governmental activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Colorado Education Solutions is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Byers School District Number 32J, as of June 30, 2019, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and post employment benefits trend data on pages i through x and 44 through 52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Byers School District Number 32J's basic financial statements. The combining and individual fund financial statements, other schedules, and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements, other schedules, and state required schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements, other schedules, and state required schedules, are fairly stated, in all material respect, in relation to the basic financial statements as a whole.

Dejira, Waller & Co., Inc.

November 15, 2019

MANAGEMENT'S DISCUSSION AND ANALYSIS

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Management of Byers School District 32-J offers readers of the basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2019. The focus of the information is on the primary government.

Financial Highlights

- At the end of the fiscal year, the District's governmental funds reported combined ending fund balances of \$2,187,564.
- The District's long-term general obligation debt (QZAB loan) decreased by \$72,575.
- The District had adequate resources available for all appropriations.

The District was required to implement GASB 75 resulting in a net other post-employment benefit (OPEB) liability of \$487,583. Under GASB 75 the District's proportionate share of the OPEB liability of the Colorado state retirement system Health Care Trust Fund administered by the Public Employees Retirement Association, is recorded as a liability of the District. At implementation beginning equity is restated and deferred inflows, outflows and the net OPEB liability are reported. Beginning net position of governmental activities decreased as a result of this change.

Upon implementation of GASB 75, the beginning net position of governmental activities decreased \$3,097,817 to \$(8,749,869) from \$(5,652,052) at the end of the previous fiscal year. Fiscal year 2018 financial information has not been restated because some of the comparable information is not available

The District has also implemented GASB 68 resulting in a net pension liability of \$9,762,617. Under GASB 68 the District's proportionate share of the net pension liability of the Colorado state retirement system, the Public Employees Retirement Association, is recorded as a liability of the District. At implementation, beginning equity is restated and deferred inflows, outflows and net pension liability are reported. Beginning net position of governmental activities decreased as a result of this change.

Online Schools

The District had 9 online schools during the 2018-2019 school year: Colorado Digital Academy Elementary, Colorado Digital Academy Middle School, Colorado Virtual Academy, Elevate Academy Elementary, Elevate Academy Middle School, elevate Academy High School, Valiant Academy Elementary School, Valiant Academy Middle School and Valiant Academy High School. The FTE for the 9 schools was 2,272.32. The online PPR for 2018-19 was \$7,448.96

Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. Comparison to the prior year's activity is also provided in this document. The Byers School District's basic financial statements are comprised of three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

District-Wide Financial Statements

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

The two district-wide statements report the District's net assets and how they have changed. Net assets, the difference between the District's assets and liabilities, are one way to measure the District's financial health or position. The difference between assets and liabilities is reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

Fund Financial Statements

The fund financial statements provide detailed information about the District's funds, focusing on its most significant funds or "major" funds, not the District as a whole. Fund financial statements are designed to demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Byers School District, like other governments, uses fund accounting to ensure and demonstrate compliance.

All of the funds of the District can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Proprietary Funds: Services for which the District charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the district-wide statements. The District's *enterprise fund* (one type of proprietary fund) is the same as its business-type activities but provide more detail and additional information such as cash flows. *Internal service funds* (the other kind of proprietary funds) are used to report activities that provide supplies and services for its other programs and activities. The District uses an enterprise fund to account for its food service operation. The district does not have any internal service funds.

Fiduciary Funds: The District is the agent, or *fiduciary*, for assets that belong to others. The district is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations. The District uses fiduciary funds to account for its endowment fund.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

In addition to the financial statements and accompanying notes, this report also contains other supplemental information concerning the District's non-major governmental funds. The combining statements of the non-major governmental funds are presented after the notes to the financial statements.

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Financial Analysis of the District as a Whole

The District's total net position on June 30, 2019 was \$(8,119,545). Of the District's 7,339,424 in assets, \$4,525,758 (61%) reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

Table 1 provides a summary of the District's net assets for 2019 compared to 2018.

	<u>2019</u>	<u>2018</u>	Total Percentage Change
Assets			
Current and other assets	\$ 2,813,666	\$ 2,739,514	2.64%
Capital assets	<u>4,525,758</u>	<u>4,846,841</u>	-7.09%
Total Assets	\$ 7,339,424	\$ 7,586,355	-3.36%
Deferred Outflow of Resources	4,237,524	6,909,867	-63.06%
Liabilities			
Current Liabilities	\$ 1,179,648	\$ 1,168,322	0.96%
Net Pension Obligation	9,762,617	20,051,126	-105.39%
Long-Term Liabilities	<u>628,763</u>	<u>701,338</u>	-11.54%
Total Liabilities	\$ 11,571,028	\$ 21,920,786	-89.45%
Deferred Inflow of Resources	8,125,465	1,325,305	83.69%
Net Position			
Net Investment in capital assets	\$ 0	\$ 4,074,914	
Restricted for:			
Debt Service	0	0	
Food Service	55,648	124,802	-124.27%
Transportation	259,119	112,314	
Preschool	2	10	
Multi-Year Obligations	223,763	208,694	6.73%
Tabor Reserve	185,000	197,000	-6.49%
Unrestricted	<u>(8,843,077)</u>	<u>(13,467,603)</u>	-52.30%
Total Net Position	\$ (8,119,545)	\$ (8,749,869)	-7.76%

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Table 2 shows the changes in net assets for fiscal year 2019 compared to 2018.

	<u>2019</u>	Total	<u>2018</u>
Revenues			
Program revenues:			
Charges For Services	\$ 880,482		\$ 383,055
Operating Grants & Contributions	1,754,969		2,579,840
Capital Grants and Contributions	0		0
General Revenues:			
Property Taxes	1,699,117		1,715,615
Specific Ownership Taxes	135,972		152,285
State Equalization	19,767,771		18,501,386
Earnings on Investments	5,300		4,325
Other Revenues	60,790		154,737
Charter Per Pupil Revenue	<u>(17,450,639)</u>		<u>(16,453,881)</u>
Total Revenues	\$ 6,853,762		\$ 7,037,362
Expenses			
Instructional Services	\$ 3,977,908		\$ 3,638,082
Supporting Services:			
Students	220,775		307,561
Instructional Staff	153,207		79,128
District Administration	696,646		718,594
School Administration	312,106		294,384
Business	217,182		198,031
Operations & Maintenance	555,595		537,753
Transportation	365,623		414,323
Central	101,103		80,175
Community Services	0		8,446
Facilities	0		0
Food Service	329,326		59,443
Capital Outlay	76,575		13,554
Interest on Long-Term Liabilities	3,747		7,928
Pension Amortization	<u>(786,355)</u>		<u>3,577,777</u>
Total Expenses	\$ 6,223,438		\$10,135,179
Increase (decrease) in net assets	\$ 630,324		\$(2,236,070)

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Governmental Activities

The following table shows the District's major functions. It also shows the net costs (total cost less revenues generated by activities).

Table 3
Governmental Activities
(Net of Depreciation)

	Total Cost of Services		Net Cost of Services	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Instructional Services	\$ 3,977,908	\$ 3,638,082	\$ (1,713,556)	\$ (1,070,587)
Supporting Services:				
Students	220,775	307,561	(220,775)	(307,561)
Instruction Staff	153,207	79,128	(153,207)	(79,128)
District Administration	696,646	718,594	(696,646)	(718,594)
School Administration	312,106	294,384	(312,106)	(294,384)
Business	217,182	198,031	(217,182)	(198,031)
Operation & Maintenance	555,595	537,753	(499,620)	9481,623)
Transportation	365,623	414,323	(301,965)	(349,031)
Central	101,103	80,175	(101,103)	(80,175)
Community Services	0	8,446	0	(8,446)
Facilities	0	0	0	0
Food Service	329,326	259,443	(77,860)	14,273
Capital Outlay	76,575	13,554	(76,575)	(13,554)
Interest on Long-Term Liabilities	3,747	7,928	(3,747)	(7,928)
Pension Expense	<u>(786,355)</u>	<u>3,577,777</u>	<u>786,355</u>	<u>(3,577,777)</u>
Total	\$ 6,223,438	\$ 10,135,179	\$ (3,587,987)	\$ (7,172,284)

- The cost of all district activities this year was \$6,223,438.
- Some of the cost was financed by the users of the District's programs: \$880,482.
- The federal and state government subsidized certain programs with grants and contributions totaling \$1,754,969.
- Most of the District's costs, however, were finance by District and State taxpayers. This portion of governmental activities was financed with \$19,767,771 in state equalization from the School Finance Act (of which \$17,450,639 was allocated to the District Online Charter Schools), \$1,835,089 in property tax and \$60,790 in investment earnings and other miscellaneous revenue.

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Financial Analysis of the District's Funds

General Fund Budgetary Highlights

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

- Actual revenues in the General Fund were \$69,952 higher than anticipated.
- Total expenditures of the General Fund were \$1,807,712 under budget.
- The District must maintain a 3% emergency reserve as a part of the TABOR Amendment (Taxpayer Bill of Rights). At June 30, 2019, District's TABOR reserve amounted to \$185,000.
- The beginning fund balance was increased from \$1,775,556 to \$1,787,666. The fund balance reflects the fund balances of the General fund, Capital Reserve fund, Rental fund, Childcare fund, and Preschool fund. The fund balance for the General fund alone increased from \$1,505,458 to 1,544,451.

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Capital Assets and Debt Administration

Capital Assets

The District's investment in capital assets as of June 30, 2019 amounts to \$4,525,758.

Table 4
Byers School District
Capital Assets
(Net of Depreciation)

	<u>2019</u>	<u>2018</u>	<u>Total Percentage Change 2019-2018</u>
Land & Sites	\$ 173,215	\$ 173,215	0.00%
Buildings & Improvements	4,104,425	4,402,414	-7.26%
Equipment & Vehicles	185,015	271,212	-46.59%
Construction in Progress	<u>61,103</u>	<u>0</u>	100.00%
 Total Capital Assets	 \$ 4,525,758	 \$ 4,846,841	 -7.09%

Long-Term Debt

At year-end, the District's long-term debt was \$699,352, which was due to their QZAB Loan.

Table 5
Byers School District
Long-Term Debt
Governmental Activities

	<u>2019</u>	<u>2018</u>
2005 Refinanced Bonds	\$ 0	\$ 0
Deferred Refunding	0	0
QZAB Loan	699,352	771,927
 Total	 \$ 699,352	 \$ 771,927

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Economic Factors Bearing on the District's Future

During the 2015-16 school year the district passed a \$150,000 transportation mill-levy override, sun setting after 5 years. 2018-19 saw the district replace one full-size bus, bringing the total to four full-size busses, one 14-passenger bus and two small vehicles. The coming school year, 2019-20 will be the final year of the mill-levy override. The district is still looking into the costs of a bus barn facility; however, the costs were too much to justify the purchase this past year.

Other areas in need of repair/replacement continue to be the aging of HVAC units not replaced during the Boiler/HVAC upgrade. A bus barn facility to house bus fleet and upgrades to the football field (restroom facility and crow's nest replacement).

The beginning fund balance increased this past school year by \$40,000. This was an extremely exciting, as we saw a loss in revenue from the Agate School District re-opening their secondary school. This was a reduction of over \$200,000.

The average salary for a teacher in Byers 32J is \$37,000, while the state average is \$49,000. That statistic in itself can cause alarm in today's educational world. We compete with Front Range and Metro-schools for highly qualified teaching candidates; with that disparity, it creates longevity and professional development issues trying to continue a high level of development for current staff in the district. Staff turnover not only creates a disconnect for student learning, it also creates an un-assumed cost detriment to the district. However, I will stress that retention of staff is based upon more than financial gain. Byers 32J's average years of experience is over 12 years, and many staff members have 20-30 years of experience in Byers. This reflects the rural and respectful nature of our students and families. We have an outstanding student body which makes working in Byers a great environment.

Online Schools: Valiant Academy, Colorado Digital Academy Elementary and Middle Schools, Colorado Virtual Academy High School and Elevate Academy are all district Authorized Charter schools. At a minimum, the district will receive 3.3% of the revenues generated by the schools. At a minimum the district will receive \$150,000 as an authorizer fee. The additional revenue is necessary in our facilities plan for replacement and upgrading outdated systems. Capacity to oversee and run a total of five (5) multi-district online schools may be time consuming by the upper administration; however, the opportunity to fill funding gaps and provide more opportunities to Byers brick and mortar students outweigh those concerns.

Growth in the area continues to occur. 35 acre lots are the majority of the development. This growth has been consistent now for the past three years. The district will begin conversations around what a new high school would look like in the district.

Overall: A conservative approach to the new revenue streams and understanding the processes involved will be given priority over the next several years. Facility repairs continue to be a focus of the district's one-time revenues from the online schools. As enrollment increases the district will need to focus on expansion and growth in the near future.

BYERS SCHOOL DISTRICT 32-J
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2019

Contacting the District's Financial Management

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

Superintendent of Schools
Byers School District
444 E. Front Street
Byers, Colorado 80103

BASIC FINANCIAL STATEMENTS

BYERS SCHOOL DISTRICT NUMBER 32J
STATEMENT OF NET POSITION
June 30, 2019

	Governmental Activities	Total	Component Units Charter Schools
<u>ASSETS</u>			
Cash and Investments	2,710,348	2,710,348	3,711,727
Accounts Receivable	18,960	18,960	6,821
Grants Receivable	687	687	-
Property Taxes Receivable	77,000	77,000	-
Prepaid Expenses	-	-	9,661
Inventories	6,671	6,671	-
Capital Assets	12,909,545	12,909,545	-
Accumulated Depreciation	<u>(8,383,787)</u>	<u>(8,383,787)</u>	-
<u>TOTAL ASSETS</u>	<u>7,339,424</u>	<u>7,339,424</u>	<u>3,728,209</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>			
Pensions	4,183,518	4,183,518	-
Other Post Employment Benefits	54,006	54,006	-
<u>TOTAL DEFERRED OUTFLOW OF RESOURCES</u>	<u>4,237,524</u>	<u>4,237,524</u>	-
<u>LIABILITIES</u>			
Accounts Payable	49,295	49,295	3,149,129
Accrued Salaries	498,568	498,568	-
Accrued Interest	-	-	-
Other Payables	37,239	37,239	-
Compensated Absences	36,374	36,374	-
Net Pension Liability	9,762,617	9,762,617	-
Net OPEB Liability	487,583	487,583	-
Debt Payable – Current	70,589	70,589	-
Debt Payable – Long Term	<u>628,763</u>	<u>628,763</u>	-
<u>TOTAL LIABILITIES</u>	<u>11,571,028</u>	<u>11,571,028</u>	<u>3,149,129</u>
<u>DEFERRED INFLOW OF RESOURCES</u>			
Pensions	8,118,878	8,118,878	-
Other Post Employment Benefits	<u>6,587</u>	<u>6,587</u>	-
<u>TOTAL DEFERRED INFLOW OF RESOURCES</u>	<u>8,125,465</u>	<u>8,125,465</u>	-
<u>NET POSITION</u>			
Net Investment in Capital Assets	3,826,406	3,826,406	-
Restricted for:			
Tabor Reserve	185,000	185,000	529,080
Multi Year Obligation	223,763	223,763	-
Food Service	55,648	55,648	-
Transportation	259,119	259,119	-
Preschool	2	2	-
Special Education	-	-	50,000
Unrestricted	<u>(12,669,483)</u>	<u>(12,669,483)</u>	-
<u>TOTAL NET POSITION</u>	<u>(8,119,545)</u>	<u>(8,119,545)</u>	<u>579,080</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2019

	<u>Net (Expenses) Revenue and Changes in Net Position</u>				Component Units Charter Schools	
	<u>Expenses</u>	<u>Program Revenues</u>		<u>Primary Government</u>		
	<u>Charges for Services</u>	<u>Operating Grants & Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Total</u>	
FUNCTIONS						
Instructional Services	3,977,908	738,257	1,526,095	(1,713,556)	(1,713,556)	(12,068,748)
Supporting Services:						
Students	220,775	-	-	(220,775)	(220,775)	(1,120,024)
Instructional Staff	153,207	-	-	(153,207)	(153,207)	-
District Administration	696,646	-	-	(696,646)	(696,646)	(665,588)
School Administration	312,106	-	-	(312,106)	(312,106)	(1,288,829)
Business	217,182	-	-	(217,182)	(217,182)	(815,468)
Operation & Maintenance of Facilities	555,595	55,975	-	(499,620)	(499,620)	(371,831)
Transportation	365,623	-	63,658	(301,965)	(301,965)	-
Central	101,103	-	-	(101,103)	(101,103)	(609,265)
Community Services	-	-	-	-	-	-
Facilities	-	-	-	-	-	-
Food Service	329,326	86,250	165,216	(77,860)	(77,860)	-
Capital Outlay	76,575	-	-	(76,575)	(76,575)	-
Interest on Long-Term Debt	3,747	-	-	(3,747)	(3,747)	-
Pension and OPEB Expense	(786,355)	-	-	786,355	786,355	-
Total Governmental Activities	6,223,438	880,482	1,754,969	(3,587,987)	(3,587,987)	(16,939,753)
Total School District	6,223,438	880,482	1,754,969	(3,587,987)	(3,587,987)	(16,939,753)
General Revenues						
Property Taxes Levied for General Purposes		1,699,117		1,699,117	1,699,117	-
Specific Ownership Taxes		135,972		135,972	135,972	-
Equalization		19,767,771		19,767,771	19,767,771	-
Earnings on Investments		5,300		5,300	5,300	-
Other Revenues		60,790		60,790	60,790	14,990
Intergovernmental		-		-	-	16,926,421
Charter Per Pupil Revenue		(17,450,639)		(17,450,639)	(17,450,639)	-
Total General Revenues		4,218,311		4,218,311	4,218,311	16,941,411
Change in Net Position		630,324		630,324	630,324	1,638
Net Position, Beginning		(8,749,869)		(8,749,869)	(8,749,869)	577,422
Net Position, Ending		(8,119,545)		(8,119,545)	(8,119,545)	579,080

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

BYERS SCHOOL DISTRICT NUMBER 32J
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2019

	<u>General Fund</u>	<u>Designated Purpose Grants</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and Investments	2,512,938	53,378	144,032	2,710,348
Accounts Receivable	4,478	-	14,482	18,960
Accrued Revenue	-	687	-	687
Due From Other Funds	56,217	-	262,130	318,347
Property Taxes Receivable	77,000	-	-	77,000
Inventories	-	-	6,671	6,671
<u>Total Assets</u>	<u>2,650,633</u>	<u>54,065</u>	<u>427,315</u>	<u>3,132,013</u>
LIABILITIES:				
Accounts Payable	40,065	-	9,230	49,295
Accrued Salaries	473,146	11,210	14,212	498,568
Due To Other Funds	308,756	8,455	1,136	318,347
Unearned Revenue	-	34,400	2,839	37,239
<u>Total Liabilities</u>	<u>821,967</u>	<u>54,065</u>	<u>27,417</u>	<u>903,449</u>
DEFERRED INFLOW OF RESOURCES				
Deferred Property Tax	41,000	-	-	41,000
FUND BALANCES:				
Nonspendable:				
Inventories	-	-	6,671	6,671
Restricted for:				
Emergencies	185,000	-	-	185,000
Multi-Year Obligations	223,763	-	-	223,763
Preschool	2	-	-	2
Food Service	-	-	55,648	55,648
Transportation	-	-	259,119	259,119
Committed for:				
Capital Outlay	140,933	-	-	140,933
Rental Properties	17,014	-	-	17,014
Day Care	85,266	-	-	85,266
Assigned for:				
Pupil Activities	-	-	78,460	78,460
Unassigned	1,135,688	-	-	1,135,688
<u>Total Fund Balances</u>	<u>1,787,666</u>	<u>-</u>	<u>399,898</u>	<u>2,187,564</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u>	<u>2,650,633</u>	<u>54,065</u>	<u>427,315</u>	<u>3,132,013</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF NET POSITION
 June 30, 2019

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

<u>Total Fund Balance – Governmental Funds</u>	2,187,564
Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$12,909,545 and the accumulated depreciation is \$8,383,787.	4,525,758
Property tax revenue is recognized when earned (claim to resources established) rather than when “available.” All of the deferred property tax revenue is not available.	41,000
Compensated absences are not reported as a liability in the funds.	(36,374)
Debt is not recorded as a liability in the funds:	
QZAB Lease Payable	(699,352)
The District’s portion of the net pension obligation for PERA is reported on the statement of net position is not reported as a liability in the funds.	(9,762,617)
The District’s portion of the net OPEB obligation is reported on the statement of net position is not reported as a liability in the funds.	(487,583)
Deferred flows for contributions made toward the net pension obligation from December 31, 2018 until June 30, 2019 is not reported in the funds.	295,253
Deferred flows for contributions made toward the net OPEB obligation from December 31, 2018 until June 30, 2019 is not reported in the funds.	15,743
Net Deferred Pension Flows – Plan Level	(3,385,779)
Net Deferred Pension Flows – Employer Level	(844,834)
Net Deferred OPEB Flows – Plan Level	7,251
Net Deferred OPEB Flows – Employer Level	<u>24,425</u>
 <u>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</u>	 <u>(8,119,545)</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2019

	<u>General Fund</u>	<u>Designated Purpose Grants</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>REVENUES</u>				
Property Taxes	1,534,156	-	146,961	1,681,117
Specific Ownership Taxes	135,972	-	-	135,972
Earnings on Investments	5,241	-	59	5,300
Other Local Sources	860,723	48,000	235,566	1,144,289
State Aid	20,622,629	7,055	69,670	20,699,354
Federal Aid	-	462,684	157,685	620,369
Allocated Revenue-Charter Schools	(17,450,639)	-	-	(17,450,639)
<u>Total Revenues</u>	<u>5,708,082</u>	<u>517,739</u>	<u>609,941</u>	<u>6,835,762</u>
<u>EXPENDITURES</u>				
Current:				
Instructional Services	3,057,514	517,739	161,985	3,737,238
Supporting Services:				
Students	206,372	-	-	206,372
Instructional Staff	152,848	-	-	152,848
District Administration	734,180	-	-	734,180
School Administration	311,316	-	-	311,316
Business	194,114	-	-	194,114
Operation & Maintenance of Facilities	531,459	-	-	531,459
Transportation	210,682	-	63,814	274,496
Central	92,487	-	-	92,487
Food Service	-	-	319,647	319,647
Debt Service:				
Principal Retirement	72,575	-	-	72,575
Interest and Fiscal Charges	3,747	-	-	3,747
Capital Outlay	128,678	-	-	128,678
<u>Total Expenditures</u>	<u>5,695,972</u>	<u>517,739</u>	<u>545,446</u>	<u>6,759,157</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	<u>12,110</u>	<u>-</u>	<u>64,495</u>	<u>76,605</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	12,110	-	64,495	76,605
<u>FUND BALANCES – Beginning</u>	<u>1,775,556</u>	<u>-</u>	<u>335,403</u>	<u>2,110,959</u>
<u>FUND BALANCES – Ending</u>	<u>1,787,666</u>	<u>-</u>	<u>399,898</u>	<u>2,187,564</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2019

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

<u>Net Change in Fund Balances – Total Governmental Funds</u>	76,605
<p>Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more the \$5,000 are capitalized and the cost is allocated over their estimated used lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.</p>	
Capital Outlays More Than \$5,000	89,650
Depreciation Expense	(410,733)
	(321,083)
<p>Property tax revenues received prior to the year for which they are being levied or are not “available” at year end and are reported as deferred revenue in the governmental funds. They are, however, recorded as revenues in the statement of activities. Deferred property tax revenues changed this year.</p>	
	18,000
<p>In the statement of activities compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amount paid). During the year, compensated absences changed by this amount.</p>	
	(2,128)
<p>The governmental funds report debt proceeds as an other financing source, while repayment of debt principal is reported as an expenditure.</p>	
	72,575
<p>The statement of activities reports net pension and OPEB obligations which is not reported in the fund financial statements.</p>	
Change in Net Pension Obligation	10,288,509
Change in Net OPEB Obligation	(29,651)
Deferred Flows from Net Pension Obligation	(9,488,992)
Deferred Flows from Net OPEB Obligation	<u>16,489</u>
<u>CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES</u>	<u>630,324</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
STATEMENT OF FIDUCIARY NET POSITION
ENDOWMENT FIDUCIARY FUND
June 30, 2019

	<u>Endowment Fund</u>
<u>ASSETS</u>	
Cash and Investments	2,060
<u>Total Assets</u>	<u>2,060</u>
<u>LIABILITIES</u>	
Other	-
<u>Total Liabilities</u>	<u>-</u>
<u>NET POSITION</u>	
Restricted	2,060

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

BYERS SCHOOL DISTRICT NUMBER 32J
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
For the Year Ended June 30, 2019

	<u>Endowment Fund</u>
<u>ADDITIONS</u>	
Earnings on Investments	-
Donations	<u>-</u>
<u>Total Additions</u>	<u>-</u>
<u>DEDUCTIONS</u>	
Other Expense	<u>20</u>
<u>NET INCREASE (DECREASE)</u>	(20)
<u>NET POSITION – Beginning of Year</u>	<u>2,080</u>
<u>NET POSITION – End of Year</u>	<u>2,060</u>

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

NOTES TO BASIC FINANCIAL STATEMENTS

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Byers School District Number 32J (the District) conform to generally accepted accounting principles as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

The District operates under an elected Board of Education with seven members.

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Byers School District Number 32J. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A. Reporting Entity

Governmental Accounting Standards board (GASB) Statement No.14 (as amended by Statements No. 34, No. 39 and No. 61), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units.

This District is not included in any other governmental "reporting entity" as defined in GASB No. 14 and does not include any other component unit as part of its "reporting entity". As required by accounting principles generally accepted in the USA, these basic financial statements present the District (the primary government) and its component units.

Discretely Presented Component Unit – Charter School

The Legislature of the State of Colorado enacted the "Charter School Act – Colorado Revised Statutes (CRS) Section 22-30.5-10" in 1993. This Act permits the District to contract with individuals and organizations for the operation of schools within the District. The statutes define these contracted schools as "Charter Schools." Charter Schools are financed from a portion of the District's School Finance Act revenues and from revenues generated by the charter schools, within the limits established by the Charter School Act. Charter Schools have separate governing boards; however, the Byers School District's Board of Education must approve all Charter School applications and budgets. The District currently has nine charter schools in operation, New Elementary School, New Middle School, New High School, Elevate Elementary School, Elevate Middle School, Elevate High School, Valiant Elementary School, Valiant Middle School and Valiant High School, which are reported as a network of schools within Colorado Education Solutions. The Charter Schools are a discretely presented component unit because of the significance of their financial relationship with the District. The Charter Schools have an affiliated finance corporation that was formed to support and assist the Charter Schools in the leasing of its facilities separately from the District.

The Charter Schools have issued separate financial statements for the fiscal year ended June 30, 2019. Complete financial statements may be obtained at the school's administrative offices: 165 S. Union Blvd. Suite 777, Lakewood, CO 80228.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements

The Government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds (General Fund and Designated Purpose Grants) and individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the District's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services or privileges provided 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

All governmental fund types use the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available if collected within 60 days after year-end.

Property and automotive ownership taxes are reported as receivables and deferred inflows when levied and as revenues when due for collection in the following year and determined to be available.

Grants and entitlement revenues are recognized when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts.

Expenditures are recorded when the related fund liability is incurred with the exception of general obligation and capital lease debt service which is recognized when due and certain accrued sick and personal pay which are accounted for as expenditures when expected to be liquidated with expendable available financial resources.

The proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their statements of net position. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net position.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred flows, fund equity, revenues and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The major funds presented in the accompanying basic financial statements are as follows:

- Major Governmental Funds
 1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
 2. Designated Purpose Grants – Special Revenue Fund – used to account for restricted state and federal grants including, but not limited to, Every Student Succeeds Act programs which must be expended as designated by the grantor.

Additionally, the District reports on the following fund type:

The Endowment Fund – this fund is used to account for donations to the District that are to be used for specific purposes. These funds are held in a fiduciary capacity by the District.

E. Cash and Investments

Cash represents amounts on deposit with financial institutions or held by the District. The District is allowed to invest in the following types of investments: short-term certificates of deposit, repurchase agreements, money market deposit accounts, mutual funds, government pools, and U.S. Treasury Obligations. The District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments are recorded at fair value in accordance with GASB Statement No. 72 *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Receivables

Property taxes levied in 2018 but uncollected in 2019 are identified as property taxes receivable. Amounts of property taxes that are not available at June 30, 2019 are recorded as deferred inflow of resources. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

G. Inventories

Materials and supplies inventories are stated at cost. Inventories recorded in the Food Services Fund consist of purchased and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the Federal Government, are recorded at their estimated fair value at the date of receipt.

The cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed.

H. Capital Assets

Capital assets, which include property, vehicles and equipment, are utilized for general District operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The District does not capitalize interest on the construction of capital assets in governmental funds. However, the District does capitalize interest on the construction of capital assets in business-type activities.

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-40 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition and any remaining depreciation is recorded in the year of disposition.

I. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. The District records long-term debt of governmental funds at the face value. The District's general obligation bonds are serviced from property taxes and other revenues of the Debt Service Fund.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Long-Term Obligations (Continued)

Capital leases are serviced from property taxes and other revenues of the General Fund. The long-term accumulated unpaid accrued sick leave is serviced from property taxes and other revenues by the respective fund type from future appropriations.

J. Constitutional Amendment

In November 1992, Colorado voters approved Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax and debt limitations, which apply to the State of Colorado and local governments. It requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to any entity.

In November 4, 1997 the registered voters approved a ballot resolution authorizing Byers School District Number 32J to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased without the consent of the voters.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2019 the District reserved \$185,000 for this purpose.

Spending and revenue limits are determined based on the prior fiscal year's spending adjusted for inflation in the prior calendar year plus annual increases in funded student enrollment. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions.

K. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2018 property tax calendar for Arapahoe and Adams County was as follows:

Levy Date	December 15, 2018
Lien Date	January 1, 2019
Tax Bills Mailed	January 1, 2019
First Installment Due	February 28, 2019
Second Installment Due	June 15, 2019
If Paid in Full, Due	April 30, 2019
Tax Sale – 2017 Delinquent Property Taxes	October 25, 2018

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Accumulated Sick Leave

Compensated absences are made up of accumulated sick leave and vacation leave reported as non-current liabilities in the government-wide financial statements. As of June 30, 2019, the District has recorded an estimated liability of \$36,374 related to accrued sick and vacation leave payable for governmental activities.

A summary of changes in compensated absences is as follows:

	<u>Balance</u> <u>July 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2019</u>
Accumulated Leave	<u>34,246</u>	<u>3,667</u>	<u>1,539</u>	<u>36,374</u>

M. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

N. GASB Statement No. 54

The Government Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). This statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories list below.

1. Nonspendable such as fund balances associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).
2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School District Board of Directors (the District's highest level of decision-making authority).
4. Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed.
5. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

The District's Committed Fund Balance is fund balance reporting required by the School Board, either because of a School Board Policy in the School Board Policy Manual, or because of motions that passed at School Board meetings.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. GASB Statement No. 54 (Continued)

Fund Balance Classification Policies and Procedures (Continued)

Assigned Fund Balance Policy:

The District's Assigned Fund Balance is fund balance reporting occurring by School Board Administration authority, under the direction of the Chief Business Officer.

Order of Fund Balance Spending Policy

The District's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year by adjusting journal entries.

First, non-spendable fund balances are determined. Then restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then unrestricted fund balances are determined following the order of committed, assigned, and unassigned.

Fund Balance Classification by Fund:

	<u>General</u> <u>Fund</u>	<u>Pupil</u> <u>Activity</u> <u>Fund</u>	<u>Food</u> <u>Service</u> <u>Fund</u>	<u>Transportation</u> <u>Fund</u>	<u>Total</u> <u>Governmental</u> <u>Funds</u>
<u>Nonspendable:</u>					
Inventories	-	-	6,671	-	6,671
<u>Restricted:</u>					
Emergencies	185,000	-	-	-	185,000
Multi Year Obligations	223,763	-	-	-	223,763
Preschool	2	-	-	-	2
Food Service	-	-	55,648	-	55,648
Transportation	-	-	-	259,119	259,119
<u>Committed:</u>					
Capital Outlay	140,933	-	-	-	140,933
Rental Properties	17,014	-	-	-	17,014
Day Care	85,266	-	-	-	85,266
<u>Assigned:</u>					
Pupil Activities	-	78,460	-	-	78,460
<u>Unassigned</u>	<u>1,135,688</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,135,688</u>
<u>Total Fund Balances</u>	<u>1,787,666</u>	<u>78,460</u>	<u>62,319</u>	<u>259,119</u>	<u>2,187,564</u>

O. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position and the balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, 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.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2019

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Deferred Outflows / Inflows of Resources (Continued)

In addition to liabilities, the statement of financial position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, 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.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes a reconciliation between *fund balances – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances – total government funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities.

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements.

However, certain items having no effect on measurement and basis were eliminated from the government fund statements during the consolidation of governmental activities.

	<u>Items Eliminated</u>	
	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	56,217	308,756
Pupil Activity	2,822	1,136
Designated Purpose Grants	-	8,455
Transportation	259,119	-
Food Service	<u>189</u>	<u>-</u>
	<u>318,347</u>	<u>318,347</u>

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 3

BUDGETARY INFORMATION

Revenues and expenditures are controlled by budgetary accounting systems in accordance with various legal requirements. The budgeted revenues and expenditures represent the original adopted budget as subsequently adjusted by the Board of Education in accordance with Colorado School Laws. Budgets are generally prepared on the same basis as that used for accounting purposes.

The District has set procedures to be followed in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the Business Manager submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public notices are released to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of a resolution.
4. The Business Manager is authorized to transfer budgeted amounts between categories within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Formal budgetary integration should be employed as a management control device during the year for the General Fund and Special Revenue Funds.
6. Budgets for the General, Special Revenue, and Fiduciary Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

All appropriations lapse at the end of each fiscal year. Authorization to transfer budgeted amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent of Schools and may be delegated to an appropriate level of management. Revisions and/or supplemental appropriations that alter the total expenditures of any fund must be approved by the Board of Education.

Budgetary amounts reported in the accompanying basic financial statements are as originally adopted and amended by the Superintendent and/or the Board of Education throughout the year.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 4 CASH AND INVESTMENTS

Deposits

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories, eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. 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 the aggregate uninsured deposits.

At June 30, 2019, the District's bank balance and corresponding carrying balance were as follows:

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	2,413,846	2,683,010
Cash with County Treasurer	7,617	-
Cash Equivalent - ColoTrust	<u>40,945</u>	<u>-</u>
 <u>Total Cash and Deposits</u>	 <u>2,712,408</u>	 <u>2,933,010</u>

As presented above, deposits with a bank balance of \$2,683,010 and a carrying balance of \$2,413,846 as of June 30, 2019 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 5 CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	Balance July 1, 2018	Additions	Deletions	Balance June 30, 2019
<u>Capital Assets Not Being Depreciated:</u>				
Land	173,215	-	-	173,215
Construction in Progress	-	<u>61,103</u>	-	<u>61,103</u>
<u>Total Capital Assets Not Being Depreciated</u>	<u>173,215</u>	<u>61,103</u>	-	<u>234,318</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings & Site Improvements	10,385,580	-	-	10,385,580
Equipment & Vehicles	<u>2,268,142</u>	<u>28,547</u>	<u>7,042</u>	<u>2,289,647</u>
<u>Total Capital Assets Being Depreciated</u>	<u>12,653,722</u>	<u>28,547</u>	<u>7,042</u>	<u>12,675,227</u>
<u>Less Accumulated Depreciation for:</u>				
Building & Site Improvements	5,983,166	297,989	-	6,281,155
Equipment & Vehicles	<u>1,996,930</u>	<u>112,744</u>	<u>7,042</u>	<u>2,102,632</u>
<u>Total Accumulated Depreciation</u>	<u>7,980,096</u>	<u>410,733</u>	<u>7,042</u>	<u>8,383,787</u>
<u>Total Capital Assets Being Depreciated, Net</u>	<u>4,673,626</u>	<u>(382,186)</u>	-	<u>4,291,440</u>
<u>Governmental Activities Capital Assets, Net</u>	<u>4,846,841</u>	<u>(321,083)</u>	-	<u>4,525,758</u>

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

Governmental Activities:

Regular Programs	238,542
Student Support	14,403
Instructional Support	359
General Administration Support	13
School Administration Support	790
Business Services Support	23,068
Operations & Maintenance	24,136
Student Transportation Services	91,127
Central Support	217
Community Services	8,399
Food Services	<u>9,679</u>
<u>Total Depreciation Expense—Governmental Activities</u>	<u>410,733</u>

NOTE 6 PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Byers School District Number 32J participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position and additions to/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.

The Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: *Concerning Modifications to the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years*. The bill was signed into law by Governor Hickenlooper on June 4, 2018. A brief description of some of the major changes to plan provisions required by SB 18-200 for the SCHDTF are listed below. A full copy of the bill can be found online at www.leg.colorado.gov.

- Increases employer contribution rates for the SCHDTF by 0.25 percent on July 1, 2019.
- Increases employee contribution rates for the SCHDTF by a total of 2 percent (to be phased in over a period of 3 years starting on July 1, 2019)
- As specified in C.R.S. § 24-51-413, the State is required to contribute \$225 million each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. A portion of the direct distribution allocated to the SCHDTF is considered a nonemployer contribution for financial reporting purposes.
- Modifies the retirement benefits, including temporarily suspending and reducing the annual increase for all current and future retirees, increases the highest average salary for employees with less than five years of service credit on December 31, 2019 and raises the retirement age for new employees.
- Member contributions, employer contributions, the direct distribution from the State, and the annual increases will be adjusted based on certain statutory parameters beginning July 1, 2020, and then each year thereafter, to help keep PERA on path to full funding in 30 years.

NOTE 6

PENSION PLAN (Continued)

General Information about the Pension Plan

Plan description. Eligible employees of the Byers School District Number 32J 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 (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2018. 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.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 6 PENSION PLAN (Continued)

As of December 31, 2018, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments in certain years, referred to as annual increases in the C.R.S. Pursuant to SB18-200, there are no annual increases (AI) for 2018 and 2019 for all benefit recipients. Thereafter, benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 and all benefit recipients of the DPS benefit structure will receive an annual increase, unless PERA has a negative investment year, in which case the annual increase for the next three years is the lesser of 1.5 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 will receive the lesser of an annual increase of 1.5 percent or the average CPI-W for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The automatic adjustment provision may raise or lower the aforementioned AI for a given year by up to one-quarter of 1 percent based on the parameters specified C.R.S. § 24-51-413.

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 lifetime retirement benefit formula(s) 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.

Contribution provisions as of June 30, 2019. Eligible employees, Byers School District Number 32J and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, et seq. and § 24-51-413. Eligible employees are required to contribute 8 percent of their PERA-includable salary during the period of July 1, 2018 through June 30, 2019. Employer contribution requirements are summarized in the table below.

	July 1, 2018 Through December 31, 2018	January 1, 2019 Through June 30, 2019
Employer Contribution Rate	10.15 %	10.15 %
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208 (1)(f)	(1.02)%	(1.02)%
Amount apportioned to the SCHDTF	9.13%	9.13%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	4.50%	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.50%	5.50%
Total employer contribution rate to the SCHDTF	19.13%	19.13%

Contribution rates for the SCHDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 6 PENSION PLAN (Continued)

As specified in C.R.S. § 24-51-413, the State is required to contribute \$225 million each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. A portion of the direct distribution allocated to the SCHDTF is considered a nonemployer contribution for financial reporting purposes.

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Byers School District Number 32J is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Byers School District Number 32J were \$594,929 for the year ended June 30, 2019.

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

The net pension liability for the SCHDTF was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017. Standard update procedures were used to roll-forward the total pension liability to December 31, 2018. The Byers School District Number 32J proportion of the net pension liability was based on Byers School District Number 32J contributions to the SCHDTF for the calendar year 2017 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At June 30, 2019, the Byers School District Number 32J reported a liability of \$9,762,617 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The amount recognized by the Byers School District Number 32J as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with Byers School District Number 32J were as follows:

Byers School District Number 32J proportionate share of the net pension liability	\$ 9,762,617
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Byers School District Number 32J	\$ 1,334,905
Total	\$ 11,097,522

At December 31, 2018, the Byers School District Number 32J proportion was 0.055 percent, which was a decrease of 0.0069 from its proportion measured as of December 31, 2017.

For the year ended June 30, 2019, the Byers School District Number 32J recognized pension income of \$799,517 and revenue of \$79,284 for support from the State as a nonemployer contributing entity. At June 30, 2019, the Byers School District Number 32J reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 6 PENSION PLAN (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	331,159	-
Changes of assumptions or other inputs	1,822,235	(6,071,298)
Net difference between projected and actual earnings on pension plan investments	1,322,307	(790,182)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	412,564	(1,257,398)
Contributions subsequent to the measurement date	295,253	N/A
Total	4,183,518	(8,118,878)

\$295,253 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, 2020. 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,	
2020	(2,176,805)
2021	(963,227)
2022	(1,381,664)
2023	291,083
2024	-
Thereafter	-

Actuarial assumptions. The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 – 9.70 percent
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	4.78 percent
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic)	2.00 percent compounded annually
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 6 PENSION PLAN (Continued)

The revised assumptions shown below were reflected in the roll-forward calculation of the total pension liability from December 31, 2017 to December 31, 2018:

Discount Rate	7.25 percent
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic)	0% through 2019 and 1.5% compounded annually, thereafter
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve

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

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

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

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.

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.

Several factors were considered in evaluating the long-term rate of return assumption for the SCHDTF, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed 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.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 6 **PENSION PLAN (Continued)**

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%.

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 cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200. Employer contributions also include the current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point, the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions included reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 6 PENSION PLAN (Continued)

- As specified in law, the State will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- Employer contributions and the amount of total service costs for future plan members were based upon a process 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. 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 middle of the year.

Based on the above assumptions and methods, the projection test indicates 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 of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount determination does not use the municipal bond rate, and therefore, the discount rate is 7.25 percent.

As of the prior measurement date, the long-term expected rate of return on plan investments of 7.25 percent and the municipal bond index rate of 3.43 percent were used in the discount rate determination resulting in a discount rate of 4.78 percent, 2.47 percent lower compared to the current measurement date.

Sensitivity of the Byers School District Number 32J 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 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	12,411,498	9,762,617	7,539,760

Pension plan fiduciary net position. Detailed information about the SCHDTF's fiduciary net position is available in PERA's CAFR which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 6 PENSION PLAN (Continued)

Defined Contribution Pension Plan

Voluntary Investment Program

Plan Description – Employees of the Byers School District Number 32J that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available comprehensive annual financial report which includes additional information on the Voluntary Investment Program. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended June 30, 2019, program members contributed \$37,249.

NOTE 7 OTHER POST EMPLOYMENT BENEFITS

Defined Benefit Other Post Employment Benefit (OPEB) Plan

Summary of Significant Accounting Policies

OPEB. Byers School District Number 32J 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 Byers School District Number 32J 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 (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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.

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.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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.

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 Byers School District Number 32J is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Byers School District Number 32J were \$31,721 for the year ended June 30, 2019.

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

At June 30, 2019, the Byers School District Number 32J reported a liability of \$487,583 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2017. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2018. The Byers School District Number 32J proportion of the net OPEB liability was based on Byers School District Number 32J contributions to the HCTF for the calendar year 2018 relative to the total contributions of participating employers to the HCTF.

At December 31, 2018, the Byers School District Number 32J proportion was 0.036 percent, which was an increase of 0.0006 from its proportion measured as of December 31, 2017.

For the year ended June 30, 2019, the Byers School District Number 32J recognized OPEB expense of \$13,162. At June 30, 2019, the Byers School District Number 32J reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	1,770	(742)
Changes of assumptions or other inputs	3,420	-
Net difference between projected and actual earnings on OPEB plan investments	8,648	(5,845)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	24,425	-
Contributions subsequent to the measurement date	15,743	N/A
Total	54,006	(6,587)

\$15,743 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, 2020. 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,	
2020	6,840
2021	6,840
2022	6,840
2023	8,788
2024	2,310
Thereafter	58

Actuarial assumptions. The total OPEB liability in the December 31, 2017 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40 percent
Real wage growth	1.10 percent
Wage inflation	3.50 percent
Salary increases, including wage inflation	3.50 percent in aggregate
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	5.00 percent
Medicare Part A premiums	3.25 percent for 2018, gradually rising to 5.00 percent in 2025
DPS benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 7 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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.

The actuarial assumptions used in the December 31, 2017, 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 capita health care costs and their related trends are analyzed and reviewed by PERA's actuary, as discussed below.

In determining the additional liability for PERACare enrollees who are age sixty-five or older and who are not eligible for premium-free Medicare Part A, the following monthly costs/premiums are assumed for 2018 for the PERA Benefit Structure:

Medicare Plan	Cost for Members Without Medicare Part A	Premiums for Members Without Medicare Part A
Self-Funded Medicare Supplement Plans	\$736	\$367
Kaiser Permanente Medicare Advantage HMO	602	236
Rocky Mountain Health Plans Medicare HMO	611	251
United Healthcare Medicare HMO	686	213

The 2018 Medicare Part A premium is \$422 per month.

In determining the additional liability for PERACare enrollees in the PERA Benefit Structure who are age sixty-five or older and who are not eligible for premium-free Medicare Part A, the following chart details the initial expected value of Medicare Part A benefits, age adjusted to age 65 for the year following the valuation date:

Medicare Plan	Cost for Members Without Medicare Part A
Self-Funded Medicare Supplement Plans	\$289
Kaiser Permanente Medicare Advantage HMO	300
Rocky Mountain Health Plans Medicare HMO	270
United Healthcare Medicare HMO	400

All costs are subject to the health care cost trend rates, as discussed below.

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.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (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, 2017, 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	PERACare Medicare Plans	Medicare Part A Premiums
2018	5.00%	3.25%
2019	5.00%	3.50%
2020	5.00%	3.75%
2021	5.00%	4.00%
2022	5.00%	4.25%
2023	5.00%	4.50%
2024	5.00%	4.75%
2025+	5.00%	5.00%

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 the 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 State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- **Males:** Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 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 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

BYERS SCHOOL DISTRICT NUMBER 32J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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 improvement projected to 2018 using the MP-2015 projection scale, a 93 percent factor applied to rates for ages less than 80, a 113 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- **Females:** Mortality improvement projected to 2020 using the MP-2015 projection scale, a 68 percent factor applied to rates for ages less than 80, a 106 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

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

The following health care costs assumptions were updated and used in the measurement of the obligations for the HCTF:

- Initial per capita 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 2018 plan year.
- 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 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.

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:

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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 Byers School District Number 32J 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:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
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%
Net OPEB Liability	474,119	487,583	503,069

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, 2018, measurement date.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

- 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.
- Employer contributions and the amount of total service costs for future plan members were based upon a process 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 middle of the year.

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 Byers School District Number 32J 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:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	545,563	487,583	438,016

OPEB plan fiduciary net position. Detailed information about the HCTF's fiduciary net position is available in PERA's CAFR which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 8 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God.

The District maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 9 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, Workers' Compensation and other coverage. The Board of Directors is composed of eight persons; seven of whom are appointed by the Board of Directors of CASB and the Executive Director of CASB.

The Pool is managed by an independent manager chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

As the District did not exercise oversight responsibility nor have sufficient control over Pool activities, the Pool is not a component unit of the District and only the District's share of contributions to the Pool is recorded as Expenditures in the Insurance Reserve Fund.

The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2019.

An audited summary of the Colorado School District's Pool financial information at June 30, 2018 and for the year then ended (latest information available) follows:

Total Assets	<u>44,237,852</u>
Total Liabilities	<u>16,614,537</u>
Total Equity	<u>27,623,315</u>
Revenue	15,844,221
Underwriting Expenses	<u>19,487,647</u>
Underwriting Gain (Loss)	(3,643,426)
Net Investment Income	517,310
Other Income	<u>-</u>
Net Income (Loss) Before Dividend	(3,126,116)
Dividend	<u>-</u>
Net Income	<u>(3,126,116)</u>
Transfer of Capital Contributions	<u>-</u>
Change in Non Admitted Assets	<u>130,742</u>
Capital Contributions from Members	<u>-</u>
Unassigned Surplus	<u>27,623,315</u>

NOTE 10 LITIGATION

None.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 11 SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

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. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2019, significant amounts of grant expenditures have not been audited by the grantor but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

NOTE 12 JOINT VENTURES

East Central Board of Cooperative Educational Services

Not reflected in the accompanying financial statements is the District's participation in the East Central Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district.

The District has one member on the Board. This Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is not determinable from current information, but is estimated to be less than 2% at June 30, 2019. The joint venture summary audited financial information as of June 30, 2018, the latest date available is as follows:

East Central Board of Cooperative Educational Services

Assets	3,327,744
Deferred Outflow of Resources	<u>5,904,957</u>
Total Assets and Deferred Outflow of Resources	<u>9,232,701</u>
Liabilities	20,049,626
Deferred Inflow of Resources	1,234,522
Net Position (Deficit)	<u>(12,051,447)</u>
Total Liabilities, Deferred Outflow of Resources and Net Position	<u>9,332,701</u>
Revenues	8,973,067
Expenditures	<u>12,249,299</u>
Change in Net Position	<u>(3,276,232)</u>
Net Position (Deficit) at the Beginning of the Year	<u>(8,775,215)</u>
Net Position (Deficit) at the End of the Year	<u>(12,051,447)</u>

The BOCES is not included as a component unit of the District as the financial responsibility is minimal, there is no financial interdependency, the District does not have the ability to significantly influence the operations of the BOCES and the District is not accountable for fiscal matters of the BOCES.

The BOCES is audited annually and files an audit report with the Office of the Colorado State Auditor.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 13 INVENTORIES

Food service fund inventories as of June 30, 2019, consisted of purchased food, non-food and donated commodities amounting to \$1,422, \$703, and \$4,546, respectively. 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.

NOTE 14 ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, at June 30, 2019, are estimated to be \$498,568. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General, Special Revenue and Enterprise Funds.

NOTE 15 LONG TERM DEBT

Changes in Long-term debt:

Following is a summary of long-term debt transactions during the fiscal year 2019.

	<u>Balance</u> <u>7-1-2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6-30-2019</u>	<u>Current</u> <u>Portion</u>
QZAB Loan	<u>771,927</u>	<u> -</u>	<u>72,575</u>	<u>699,352</u>	<u>70,589</u>
<u>Total</u>	<u>771,927</u>	<u> -</u>	<u>72,575</u>	<u>699,352</u>	<u>70,589</u>

QZAB BONDS

During the year ended June 30, 2012, the District issued \$1,200,000 in Qualified Zone Academy Bonds (QZABs). These bonds were created by Section 226 (a) of the Taxpayer Relief Act of 1997. The act allowed the issuance of debt by public schools within empowerment enterprise zones to be interest free. There must be an education program designed in cooperation with the businesses and receive a private business contribution that is not less than 10% of the net present value of the bond proceeds. Payments are made annually to advance fund the required payments in June 2029 of \$1,200,000. The original agreement allowed for debt payments to be interest free, however, in 2014, the federal subsidy payments were reduced by an annual sequestration rate which required the District to assist with the interest payments. That rate for 2018-19 is 6.4% which required the District to pay an additional amount of \$3,748 into the sinking fund to be applied toward the interest portion of the debt. The Districts current portion of the interest will be at a rate of 0.31%.

BYERS SCHOOL DISTRICT NUMBER 32J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2019

NOTE 15 LONG TERM DEBT (Continued)

QZAB BONDS (Continued)

Below is a payment schedule by fiscal year.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	70,589	3,748	74,337
2021	70,589	3,748	74,337
2022	70,589	3,748	74,337
2023	70,589	3,748	74,337
2024	70,589	3,748	74,337
2025	70,589	3,748	74,337
2026	70,589	3,748	74,337
2027	70,589	3,748	74,337
2028	70,589	3,748	74,337
2029	<u>64,051</u>	<u>3,748</u>	<u>67,799</u>
	<u>699,352</u>	<u>37,480</u>	<u>736,832</u>

NOTE 16 INTERFUND BALANCES AND TRANSFERS

	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Due From</u>	<u>Due To</u>
General Fund	-	-	56,217	308,756
Pupil Activity	-	-	2,822	1,136
Designated Purpose Grants	-	-	-	8,455
Food Service	-	-	189	-
Transportation	<u>-</u>	<u>-</u>	<u>259,119</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>318,347</u>	<u>318,347</u>

Due To and Due From balances are the result of operating expenditures being paid on behalf of other funds. These amounts are expected to be repaid within the year.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

OTHER POST EMPLOYMENT BENEFITS

General Fund

The General Fund accounts for all transactions of the District not accounted for in other funds. This fund represents an accounting for the District's ordinary operations financed from property taxes and other general revenues. It is the most significant fund in relation to the District's overall operations.

Designated Purpose Grant Fund

This fund is provided to maintain a separate accounting for federal and state grant funded programs which normally have a different fiscal period than that of the District.

Pension Trend Data

Other Post Employment Benefits

BYERS SCHOOL DISTRICT NUMBER 32J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
<u>Local Sources</u>				
Property Taxes	1,747,480	1,546,898	1,534,156	(12,742)
Specific Ownership Taxes	108,608	152,284	135,972	(16,312)
Earnings on Investments	1,170	1,670	5,241	3,571
Delinquent Taxes & Interest	-	-	2,614	2,614
Other	770,172	795,194	858,109	62,915
<u>State Sources</u>				
Equalization	19,725,918	19,767,570	19,767,771	201
Transportation	65,000	65,000	-	(65,000)
Vocational Education	30,000	25,000	17,920	(7,080)
Special Education	256,411	59,760	97,222	37,462
Other	772,880	726,144	739,716	13,572
<u>Federal Sources</u>				
Other	-	-	-	-
<u>Allocation to Charter Schools</u>	<u>(17,415,473)</u>	<u>(17,501,390)</u>	<u>(17,450,639)</u>	<u>50,751</u>
<u>TOTAL REVENUES</u>	<u>6,062,166</u>	<u>5,638,130</u>	<u>5,708,082</u>	<u>69,952</u>
<u>EXPENDITURES</u>				
<u>Instruction</u>				
<u>Regular Programs</u>				
Salaries	2,039,077	2,052,509	2,010,957	41,552
Employee Benefits	703,702	704,560	733,393	(28,833)
Purchased Services - Professional	13,350	14,600	9,714	4,886
Purchased Services – Property	1,450	2,195	366	1,829
Purchased Services – Other	247,850	247,850	177,188	70,662
Supplies and Materials	141,225	138,735	108,099	30,636
Property	13,275	12,175	11,466	709
Other Objects	<u>94,783</u>	<u>94,783</u>	<u>6,331</u>	<u>88,452</u>
<u>Total Instruction</u>	<u>3,254,712</u>	<u>3,267,407</u>	<u>3,057,514</u>	<u>209,893</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

<u>SUPPORTING SERVICES</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance-
	<u>Original</u>	<u>Final</u>		Favorable <u>(Unfavorable)</u>
<u>Student Supporting Services</u>				
Salaries	161,070	114,033	107,231	6,802
Employee Benefits	50,067	33,222	32,546	676
Purchased Services – Professional	107,904	116,684	1,330	115,354
Purchased Services – Property	-	-	-	-
Purchased Services – Other	200	200	62,618	(62,418)
Supplies and Materials	2,100	2,100	2,114	(14)
Property	900	900	35	865
Other Objects	400	400	498	(98)
<u>Total Student Services</u>	<u>322,641</u>	<u>267,539</u>	<u>206,372</u>	<u>61,167</u>
<u>Instructional Staff</u>				
Salaries	26,118	86,271	84,610	1,661
Employee Benefits	13,353	33,353	31,162	2,191
Purchased Services – Professional	21,420	18,870	17,395	1,475
Purchased Services – Property	-	-	-	-
Purchased Services – Other	-	-	-	-
Supplies and Materials	4,550	6,150	6,381	(231)
Property	13,300	13,300	13,300	-
Other Objects	50	50	-	50
<u>Total Instructional Staff</u>	<u>78,791</u>	<u>157,994</u>	<u>152,848</u>	<u>5,146</u>
<u>General Administration</u>				
Salaries	137,068	137,068	144,094	(7,026)
Employee Benefits	47,724	47,724	64,806	(17,082)
Purchased Services – Professional	51,232	53,500	48,726	4,774
Purchased Services – Property	-	-	-	-
Purchased Services – Other	159,700	179,700	154,219	25,481
Supplies and Materials	414,200	414,200	307,910	106,290
Property	500	500	5,726	(5,226)
Other Objects	7,300	7,300	8,699	(1,399)
<u>Total General Administration</u>	<u>817,724</u>	<u>839,992</u>	<u>734,180</u>	<u>105,812</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	81,264	210,184	214,600	(4,416)
Employee Benefits	3,400	82,144	85,523	(3,379)
Purchased Services – Professional	300	3,400	576	2,824
Purchased Services – Property	900	300	-	300
Purchased Services – Other	8,400	900	-	900
Supplies and Materials	1,350	11,900	9,487	2,413
Property	3,500	1,350	84	1,266
Other Objects	-	3,500	1,046	2,454
<u>Total School Administration</u>	<u>99,114</u>	<u>313,678</u>	<u>311,316</u>	<u>2,362</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance - Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Business Services</u>				
Salaries	105,221	105,221	105,859	(638)
Employee Benefits	41,700	41,700	43,104	(1,404)
Purchased Services – Professional	9,500	9,500	5,680	3,820
Purchased Services – Property	-	-	-	-
Purchased Services – Other	9,300	9,300	26,505	(17,205)
Supplies and Materials	2,500	2,500	1,732	768
Property	15,300	15,300	10,644	4,656
Other Objects	250	250	590	(340)
<u>Total Business Services</u>	<u>183,771</u>	<u>183,771</u>	<u>194,114</u>	<u>(10,343)</u>
<u>Operations and Maintenance</u>				
Salaries	172,970	172,970	201,498	(28,528)
Employee Benefits	58,276	58,276	67,715	(9,439)
Purchased Services – Professional	2,000	2,000	3,680	(1,680)
Purchased Services – Property	122,100	122,100	109,015	13,085
Purchased Services – Other	8,000	8,000	5,819	2,181
Supplies and Materials	134,000	134,000	138,639	(4,639)
Property	4,000	4,000	4,859	(859)
Other Objects	5,055	5,055	234	4,821
<u>Total Operations and Maintenance</u>	<u>506,401</u>	<u>506,401</u>	<u>531,459</u>	<u>(25,058)</u>
<u>Student Transportation</u>				
Salaries	129,455	148,048	142,783	5,265
Benefits	59,190	59,190	54,777	4,413
Purchased Services – Professional	2,000	2,000	2,131	(131)
Purchased Services – Property	40,000	40,000	8,867	31,133
Purchased Services – Other	1,050	1,050	-	1,050
Supplies and Materials	47,500	47,500	56	47,444
Property	-	-	-	-
Other Objects	1,200	1,200	2,068	(868)
<u>Total Student Transportation</u>	<u>280,395</u>	<u>298,988</u>	<u>210,682</u>	<u>88,306</u>
<u>Central Support</u>				
Salaries	35,529	35,529	39,529	(4,000)
Employee Benefits	8,030	8,030	9,399	(1,369)
Purchased Services – Professional	10,000	10,000	9,423	577
Purchased Services – Property	7,500	7,500	8,318	(818)
Purchased Services – Other	1,000	1,000	-	1,000
Supplies and Materials	500	500	7,825	(7,325)
Property	379,638	379,638	146,671	232,967
Other Objects	500	500	-	500
<u>Total Central Support</u>	<u>442,697</u>	<u>442,697</u>	<u>221,165</u>	<u>221,532</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Facilities</u>				
Property	150,000	-	-	-
Other Objects	<u>1,006,037</u>	-	-	-
<u>Total Facilities</u>	<u>1,156,037</u>	-	-	-
<u>TOTAL SUPPORTING SERVICES</u>	<u>3,887,571</u>	<u>3,011,060</u>	<u>2,562,136</u>	<u>448,924</u>
<u>Debt Service</u>				
Principal Retirement	75,684	75,684	72,575	3,109
Interest and Fiscal Charges	-	-	<u>3,747</u>	<u>(3,747)</u>
<u>Total Debt Service</u>	<u>75,684</u>	<u>75,684</u>	<u>76,322</u>	<u>(638)</u>
<u>Appropriated Reserves/Contingency</u>	-	1,149,533	-	1,149,533
<u>TOTAL EXPENDITURES</u>	<u>7,217,967</u>	<u>7,503,684</u>	<u>5,695,972</u>	<u>1,807,712</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(1,155,801)</u>	<u>(1,865,554)</u>	<u>12,110</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	137,000	90,000	-	(90,000)
Proceeds From Lease	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>137,000</u>	<u>90,000</u>	<u>-</u>	<u>(90,000)</u>
<u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(1,018,801)</u>	<u>(1,775,554)</u>	<u>12,110</u>	
<u>FUND BALANCE, July 1</u>	<u>1,018,801</u>	<u>1,775,554</u>	<u>1,775,556</u>	
<u>FUND BALANCE, June 30</u>	<u>-</u>	<u>-</u>	<u>1,787,666</u>	

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

BYERS SCHOOL DISTRICT NUMBER 32J
DESIGNATED PURPOSE GRANTS – NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance - Favorable <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Local Sources	-	48,000	48,000	-
State Sources	-	38,700	7,055	(31,645)
Federal Sources	<u>459,743</u>	<u>462,728</u>	<u>462,684</u>	<u>(44)</u>
<u>Total Revenues</u>	<u>459,743</u>	<u>549,428</u>	<u>517,739</u>	<u>(31,689)</u>
<u>Expenditures</u>				
Salaries	82,563	86,863	98,417	(11,554)
Employee Benefits	22,210	22,210	22,267	(57)
Purchased Services - Professional	6,000	-	-	-
Purchased Services - Property	-	6,000	6,000	-
Purchased Services – Other	285,002	285,002	320,253	(35,251)
Supplies and Materials	26,095	111,480	59,213	52,267
Property	-	-	-	-
Other Objects	<u>37,873</u>	<u>37,873</u>	<u>11,589</u>	<u>26,284</u>
<u>Total Expenditures</u>	<u>459,743</u>	<u>549,428</u>	<u>517,739</u>	<u>31,689</u>
<u>Revenues Over (Under) Expenditures</u>	-	-	-	
<u>FUND BALANCE, July 1</u>	-	-	-	
<u>FUND BALANCE, June 30</u>	-	-	-	

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

BYERS SCHOOL DISTRICT NUMBER 32J
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 For The Last 10 Fiscal Years (As Available)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
District's proportion of the net pension liability (asset)	0.0551%	0.0620%	0.0586%	0.0599%	0.0607%	0.0591%	-	-	-	-
District's proportionate share of the net pension liability (asset)	\$9,762,617	\$20,051,126	\$17,464,365	\$9,162,041	\$8,229,174	\$7,543,600	-	-	-	-
District's covered payroll	\$3,109,927	\$2,903,805	\$2,804,717	\$2,661,386	\$2,592,928	\$2,434,209	-	-	-	-
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	314%	691%	623%	344%	317%	310%	-	-	-	-
Plan fiduciary net position as a percentage of the total pension liability	57.01%	43.96%	43.13%	59.20%	62.80%	64.06%	-	-	-	-

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

BYERS SCHOOL DISTRICT NUMBER 32J
SCHEDULE OF DISTRICT CONTRIBUTIONS - PENSION
For The Last 10 Fiscal Years (As Available)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Contractually required contributions	\$ 594,929	\$ 548,301	\$ 515,602	\$ 471,903	\$ 437,581	\$ 388,784	\$ 354,852	-	-	-
Contributions in relation to the contractually required contributions	<u>\$ (594,929)</u>	<u>\$ (548,301)</u>	<u>\$ (515,602)</u>	<u>\$ (471,903)</u>	<u>\$ (437,581)</u>	<u>\$ (388,784)</u>	<u>\$ (354,852)</u>	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-
District's covered payroll	\$3,109,927	\$2,903,805	\$2,804,717	\$2,661,386	\$2,592,928	\$2,434,209	\$2,352,094	-	-	-
Contributions as a percentage of covered payroll	19.13%	18.88%	18.38%	17.73%	16.88%	15.97%	15.09%	-	-	-

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

BYERS SCHOOL DISTRICT NUMBER 32J
 SCHEDULE OF PROPORTIONATE SHARE OF NET OPEB LIABILITY
 For The Last 10 Fiscal Years (As Available)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
District's proportion of the net OPEB liability (asset)	0.0358%	0.0352%	0.0332%	-	-	-	-	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$487,583	\$457,932	\$430,616	-	-	-	-	-	-	-
District's covered payroll	\$3,109,927	\$2,903,805	\$2,804,717	-	-	-	-	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	15.68%	15.77%	15.35%	-	-	-	-	-	-	-
Plan fiduciary net position as a percentage of the total OPEB liability	17.03%	17.53%	16.72%	-	-	-	-	-	-	-

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

BYERS SCHOOL DISTRICT NUMBER 32J
 SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
 For The Last 10 Fiscal Years (As Available)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Contractually required contributions	\$ 31,721	\$ 29,619	\$ 28,608	-	-	-	-	-	-	-
Contributions in relation to the contractually required contributions	<u>\$ (31,721)</u>	<u>\$ (29,619)</u>	<u>\$ (28,608)</u>	-	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	-	-	-	-	-	-	-
District's covered payroll	\$3,109,927	\$2,903,805	\$2,804,717	-	-	-	-	-	-	-
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	-	-	-	-	-	-	-

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES

NON MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds account for revenues that are legally restricted to expenditures for specified purposes.

Pupil Activity Fund – This fund accounts for financial transactions of all schools in the District through individual school activity accounts.

Food Service Fund – This fund accounts for all financial activities associated with the District’s school breakfast and lunch programs.

Transportation Fund – This fund accounts for the tax proceeds from a transportation mill levy override. State Transportation Funds are also recorded here. The costs associated with student transportation are recorded in this fund.

FIDUCIARY FUND TYPES

Endowment Fund

This fund accounts for revenues and expenditures associated with various special projects not reported in other funds. Revenues are provided through alumni donations and fund raisers.

BYERS SCHOOL DISTRICT NUMBER 32J
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2019

	<u>Pupil Activity</u>	<u>Food Service</u>	<u>Transportation</u>	<u>Total Nonmajor Governmental Funds</u>
<u>ASSETS</u>				
Cash and Investments	85,181	58,851	-	144,032
Accounts Receivable	-	14,482	-	14,482
Accrued Revenue	-	-	-	-
Due From Other Funds	2,822	189	259,119	262,130
Property Taxes Receivable	-	-	-	-
Inventories	-	<u>6,671</u>	-	<u>6,671</u>
<u>Total Assets</u>	<u>88,003</u>	<u>80,193</u>	<u>259,119</u>	<u>427,315</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	8,407	823	-	9,230
Accrued Salaries	-	14,212	-	14,212
Due To Other Funds	1,136	-	-	1,136
Unearned Revenue	-	<u>2,839</u>	-	<u>2,839</u>
<u>Total Liabilities</u>	<u>9,543</u>	<u>17,874</u>	<u>-</u>	<u>27,417</u>
 <u>Fund Balances:</u>				
Nonspendable:				
Inventory	-	6,671	-	6,671
Restricted:				
Food Service	-	55,648	-	55,648
Transportation	-	-	259,119	259,119
Assigned:	<u>78,460</u>	-	-	<u>78,460</u>
<u>Total Fund Balances</u>	<u>78,460</u>	<u>62,319</u>	<u>259,119</u>	<u>399,898</u>
 <u>TOTAL LIABILITIES & FUND BALANCES</u>	 <u>88,003</u>	 <u>80,193</u>	 <u>259,119</u>	 <u>427,315</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2019

	<u>Pupil Activity</u>	<u>Food Service</u>	<u>Transportation</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES				
Property Taxes	-	-	146,961	146,961
Specific Ownership Taxes	-	-	-	-
Earnings on Investments	-	59	-	59
Other Local Sources	147,797	87,769	-	235,566
State Aid	-	6,012	63,658	69,670
Federal Aid	-	<u>157,685</u>	-	<u>157,685</u>
<u>Total Revenues</u>	<u>147,797</u>	<u>251,525</u>	<u>210,619</u>	<u>609,941</u>
EXPENDITURES				
Current:				
Instructional Services	161,985	-	-	161,985
Supporting Services:				
Students	-	-	-	-
Instructional Staff	-	-	-	-
District Administration	-	-	-	-
School Administration	-	-	-	-
Business	-	-	-	-
Operation and Maintenance of Facilities	-	-	-	-
Transportation	-	-	63,814	63,814
Central	-	-	-	-
Food Service	-	319,647	-	319,647
Capital Outlay	-	-	-	-
<u>Total Expenditures</u>	<u>161,985</u>	<u>319,647</u>	<u>63,814</u>	<u>545,446</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(14,188)</u>	<u>(68,122)</u>	<u>146,805</u>	<u>64,495</u>
OTHER FINANCING SOURCES (USES)				
Transfers	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>(14,188)</u>	<u>(68,122)</u>	<u>146,805</u>	<u>64,495</u>
FUND BALANCES – Beginning	<u>92,648</u>	<u>130,441</u>	<u>112,314</u>	<u>335,403</u>
FUND BALANCES – Ending	<u>78,460</u>	<u>62,319</u>	<u>259,119</u>	<u>399,898</u>

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

BYERS SCHOOL DISTRICT NUMBER 32J
PUPIL ACTIVITY FUND – NONMAJOR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budget</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
<u>Revenues</u>			
Local Sources	218,500	147,797	(70,703)
State Sources	-	-	-
Federal Sources	-	-	-
<u>Total Revenues</u>	<u>218,500</u>	<u>147,797</u>	<u>(70,703)</u>
 <u>Expenditures</u>			
Student Activities	311,148	161,985	149,163
<u>Total Expenditures</u>	<u>311,148</u>	<u>161,985</u>	<u>149,163</u>
 <u>Revenues Over (Under) Expenditures</u>	<u>(92,648)</u>	<u>(14,188)</u>	
 <u>Other Financing Sources (Uses):</u>			
Transfers	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>NET CHANGE IN FUND BALANCES</u>	<u>(92,648)</u>	<u>(14,188)</u>	
 <u>FUND BALANCE, July 1</u>	<u>92,648</u>	<u>92,648</u>	
 <u>FUND BALANCE, June 30</u>	<u>-</u>	<u>78,460</u>	

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

BYERS SCHOOL DISTRICT NUMBER 32J
FOOD SERVICES – SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	87,100	86,250	(850)
Earnings on Investments	50	59	9
Other	-	1,519	1,519
<u>State Sources</u>			
School Lunches	5,300	6,012	712
<u>Federal Sources</u>			
School Lunches	150,000	144,433	(5,567)
Commodities	<u>17,000</u>	<u>13,252</u>	<u>(3,748)</u>
<u>Total Revenues</u>	<u>259,450</u>	<u>251,525</u>	<u>(7,925)</u>
 <u>EXPENDITURES</u>			
Salaries	101,997	109,453	(7,456)
Employee Benefits	27,899	32,358	(4,459)
Purchased Services – Professional	1,500	1,471	29
Purchased Services – Property	3,000	1,239	1,761
Purchased Services - Other	1,000	1,673	(673)
Supplies and Materials	133,100	105,892	27,208
Capital Outlay	66,000	52,323	13,677
Other	63,394	1,986	61,408
Commodities	-	<u>13,252</u>	<u>(13,252)</u>
<u>Total Expenditures</u>	<u>397,890</u>	<u>319,647</u>	<u>78,243</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (138,440)	 (68,122)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>8,000</u>	<u>-</u>	<u>(8,000)</u>
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	 (130,440)	 (68,122)	
 <u>FUND BALANCE, Beginning</u>	 <u>130,440</u>	 <u>130,441</u>	
 <u>FUND BALANCE, Ending</u>	 <u>-</u>	 <u>62,319</u>	

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

BYERS SCHOOL DISTRICT NUMBER 32J
TRANSPORTATION - SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
For the Year Ended June 30, 2019

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>Revenues</u>			
Local Sources	160,000	146,961	(13,039)
State Sources	65,000	63,658	(1,342)
Federal Sources	<u> -</u>	<u> -</u>	<u> -</u>
<u>Total Revenues</u>	<u>225,000</u>	<u>210,619</u>	<u>(14,381)</u>
 <u>Expenditures</u>			
Transportation	<u>337,314</u>	<u>63,814</u>	<u>273,500</u>
<u>Total Expenditures</u>	<u>337,314</u>	<u>63,814</u>	<u>273,500</u>
 <u>Revenues Over (Under) Expenditures</u>	<u>(112,314)</u>	<u>146,805</u>	
 <u>Other Financing Sources (Uses):</u>			
Transfers	<u> -</u>	<u> -</u>	<u> -</u>
<u>Total Other Financing Sources (Uses)</u>	<u> -</u>	<u> -</u>	<u> -</u>
 <u>NET CHANGE IN FUND BALANCES</u>	<u>(112,314)</u>	<u>146,805</u>	
 <u>FUND BALANCE, July 1</u>	<u>112,314</u>	<u>112,314</u>	
 <u>FUND BALANCE, June 30</u>	<u> -</u>	<u>259,119</u>	

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

BYERS SCHOOL DISTRICT NUMBER 32J
 ENDOWMENT – FIDUCIARY FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN NET POSITION – BUDGET AND ACTUAL
 For the Year Ended June 30, 2019

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>ADDITIONS</u>			
Earnings on Investments	1,000	-	(1,000)
Other Local Sources	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Additions</u>	<u>1,000</u>	<u>-</u>	<u>(1,000)</u>
<u>DEDUCTIONS</u>			
Other Expenditures	3,080	20	3,060
Contingency	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Deductions</u>	<u>3,080</u>	<u>20</u>	<u>3,060</u>
Net Increase (Decrease) In Deposits Held for Others	(2,080)	(20)	
NET POSITION – Beginning of Year	<u>2,080</u>	<u>2,080</u>	
NET POSITION – End of Year	<u>-</u>	<u>2,060</u>	

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

STATE REQUIRED SCHEDULES

Auditor's Integrity Report (Revenues, Expenditures, and Fund Balance by Fund)

Bolded Balance Sheet



Colorado Department of Education
Auditors Integrity Report
 District: 0190 - Byers 32J
 Fiscal Year 2018-19
 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	1,775,546	5,661,505	5,649,389	1,787,663
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	10	46,577	46,585	2
Sub-Total	1,775,556	5,708,083	5,695,974	1,787,665
11 Charter School Fund	577,422	18,527,596	18,525,938	575,080
20,36-29 Special Revenue Fund	0	0	0	0
06 Supplemental Cap Const, Tech, Main, Fund	0	0	0	0
21 Food Service Spec Revenue Fund	130,441	251,525	315,647	63,319
22 Govt Designated-Purpose Grants Fund	0	517,739	517,739	0
23 Pupil Activity Special Revenue Fund	92,648	147,797	161,985	78,460
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	112,314	210,619	63,814	259,119
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	0	0	0	0
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	4,058,341	25,310,333	24,765,097	2,766,643
Proprietary				
56 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	2,080	0	20	2,060
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34-Permanment Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	2,080	0	20	2,060
FINAL				



Colorado Department of Education
Bolded Balance Sheet Report
 District: 0190 - Byers 32J
 Fiscal Year 2018-19
 Colorado School District/BOCES

ASSETS	Governmental						Proprietary						Fiduciary			Totals
	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		
Cash and Investments (8100-8104,8111)	2,457,056	3,711,728	48,265	138,559	0	58,851	0	0	0	0	0	0	2,060	0	6,416,520	
Cash with Fiscal Agent (8105)	7,617	0	0	0	0	0	0	0	0	0	0	0	0	0	7,617	
Taxes Receivable (8121,8122)	77,000	0	0	0	0	0	0	0	0	0	0	0	0	0	77,000	
Interfund Loans Receivable (8131,8132)	56,217	0	0	261,941	0	189	0	0	0	0	0	0	0	0	318,347	
Grants Accounts Receivable (8142)	0	6,820	0	687	0	0	0	0	0	0	0	0	0	0	7,507	
Other Receivables (8151-8154,8161)	4,478	0	0	0	0	14,482	0	0	0	0	0	0	0	0	18,960	
Inventories (8171,8172,8173)	0	0	0	0	0	6,671	0	0	0	0	0	0	0	0	6,671	
Prepaid Expenses 8181,8182)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Other Current Assets (8191-8194,8199)	0	9,661	0	0	0	0	0	0	0	0	0	0	0	0	9,661	
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Assets	2,607,368	3,728,269	48,265	401,187	0	80,193	0	0	0	0	0	0	2,060	0	6,862,283	

Fiduciary

Proprietary

Governmental

LIABILITIES & FUND EQUITY

LIABILITIES

	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
Interfund Payables (7401,7402)	260,493	0	48,263	9,591	0	0	0	0	0	0	0	0	0	0	318,347
Other Payables (7421-7423)	40,066	2,697,655	0	8,407	0	823	0	0	0	0	0	0	0	0	2,746,950
Accrued Expenses (7461)	473,146	0	0	11,211	0	14,212	0	0	0	0	0	0	0	0	498,569
Unearned Revenue (7481)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Deferred Revenue (7482)	0	0	0	34,400	0	0	0	0	0	0	0	0	0	0	34,400
Other Current Liabilities (7491,7492,7499)	0	451,474	0	0	0	2,839	0	0	0	0	0	0	0	0	454,313
Compensated Absences (7541)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Inflow (7800)	41,000	0	0	0	0	0	0	0	0	0	0	0	0	0	41,000
Total Liabilities	814,706	3,149,129	48,263	63,608	0	17,874	0	0	0	0	0	0	0	0	4,093,579

Fiduciary

Proprietary

Governmental

FUND EQUITY	Governmental										Proprietary				Fiduciary	
	General Funds 10,12-18 Fund 11	Charter School Fund 19	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	6,671	0	0	0	0	0	0	0	0	6,671	
Restricted Fund Balance 6720	0	50,000	0	259,119	0	55,648	0	0	0	0	0	0	0	0	364,767	
TABOR 3% Emergency Reserve 6721	185,000	529,080	0	0	0	0	0	0	0	0	0	0	0	0	714,080	
TABOR Multi-Year 6722	223,763	0	0	0	0	0	0	0	0	0	0	0	0	0	223,763	
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	2	0	0	0	0	0	0	0	0	0	0	0	2	
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	243,213	0	0	78,460	0	0	0	0	0	0	0	0	0	0	321,673	
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Unassigned Fund Balance 6770	1,135,697	0	0	0	0	0	0	0	0	0	0	2,060	0	1,137,747		
Invested in Capital Assets, Net of Related Debt 6790	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		
Unrestricted Net Assets 6792	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		
Total Fund Equity	1,787,663	579,080	2	337,579	0	62,319	0	0	0	0	0	2,060	0	2,769,763		

FUND EQUITY	Governmental										Proprietary				Fiduciary	
	General Funds 10,12-18 Fund 11	Charter School Fund 19	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	
General Funds 10,12-18 Fund 11	2,602,368	3,728,209	48,265	401,187	0	80,193	0	0	0	0	0	2,050	0	6,862,282		
Total Liabilities & Fund Equity	2,602,368	3,728,209	48,265	401,187	0	80,193	0	0	0	0	0	2,050	0	6,862,282		

FUND EQUITY	Governmental										Proprietary				Fiduciary	
	General Funds 10,12-18 Fund 11	Charter School Fund 19	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	
General Funds 10,12-18 Fund 11	2,602,368	3,728,209	48,265	401,187	0	80,193	0	0	0	0	0	2,050	0	6,862,282		
Total Liabilities & Fund Equity	2,602,368	3,728,209	48,265	401,187	0	80,193	0	0	0	0	0	2,050	0	6,862,282		

For Each Fund Type:
Do Assets=Liability+Fund Equity