

**IGNACIO SCHOOL DISTRICT 11JT
IGNACIO, COLORADO**

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT**

**For the Year Ended
June 30, 2020**

IGNACIO SCHOOL DISTRICT 11JT

ROSTER OF OFFICIALS

Year Ended June 30, 2020

Board Of Directors

Kara Pearson - President

Yvonne Chapman - Vice President

Allen McCaw - Secretary

Lisa Ruybal - Treasurer

Doug Little - Director

Administrative Staff

Dr. Rocco Fuschetto - Superintendent

LuCinda Lounge - Finance Director

IGNACIO SCHOOL DISTRICT 11JT

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INTRODUCTORY SECTION

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**Management Discussion And Analysis
(Required Supplementary Information – Unaudited)**

**Ignacio School District 11JT
Management Discussion and Analysis
June 30, 2020**

This document provides an overview and analysis of the financial performance of the District for the fiscal year ending June 30, 2020.

Financial Highlights

The total net position of the district increased to \$5,039,446 during the fiscal year of July 1, 2019 to June 30, 2020. Total unrestricted net position is \$(21,986,369). This is due to adding the PERA net pension liability of \$24,388,836 as described in Note 9. The total salaries and benefits of our district employees increased from \$9,616,714 in 2018-2019 to \$9,895,953 in 2019-2020 on the accrual basis, an increase of less than 3%. Instructional expenditures have increased from \$6,037,541 in 2018-2019 to \$6,146,416 in 2019-2020 on the accrual basis, an increase of 2%. Revenues from property and SOT taxes accounted for 39% of total revenues. Revenues from state sources accounted for 51% of total revenues. Revenues from federal sources accounted for 8% of total revenues, and revenue from local and other sources accounted for 2% of total revenue.

Overview of Financial Statements

This discussion and analysis is intended to serve as an introduction to the Ignacio School District 11JT basic financial statements. The basic financial statements consist of these components: The Management Discussion and Analysis (this section), the audit opinion, financial statements and the footnotes. Comparisons with prior years' statements provide the district with information useful in future financial planning. The district revenues come from different allocations within the classifications Local Sources, State Sources, and Federal Sources. The total revenues are used as a basis for determining the district's budget. Within the sources of revenue are property taxes, specific ownership taxes, interest on invested funds, and other sources. State Sources include state equalization payments, and transportation payments. Federal Sources include payments for Title I and other grants and special education programming.

Government-Wide Financial Statements

These statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net positions includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. The two government-wide statements report the District's net positions and how they have changed. Net positions, the difference between the District's assets, deferred outflows, and liabilities, are one way to measure the District's financial health or position. Over time, increases or decreases in the District's net positions are an indication of whether its financial health is improving or deteriorating.

The government-wide statements are divided into two categories:

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

Business - Type activities - which is the Deferred Maintenance Fund is an enterprise fund used to account for all financial transactions related to the District's Building rental revenue and expenses.

Fund Financial Statements

These statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required by state law and bond requirements. Governmental funds - most of the District's activities are reported in governmental funds, which focus on the determination of financial position and change in financial position, not on income determination.

**Ignacio School District 11JT
Management Discussion and Analysis
June 30, 2020**

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 Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary funds - used to account for the District activities that are similar to business operations in the private sector: or where the reporting is on determining net income, financial position, changes in financial position, and a significant portion of the funding is through user charges. When the District charges customers for services it provides, these services are generally reported in proprietary funds.

Fiduciary Funds - acts as a trustee, or fiduciary for student activities. These activities are excluded from the District's other financial statements because the District cannot use these assets to finance its operations.

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.

Other information in addition to the basic financial statements and accompanying notes is presented in the form of certain required supplementary information regarding budgetary comparison schedule. Other statements on individual funds are presented immediately following the required supplementary information. These represent budgetary comparison schedules not required by generally accepted accounting principles, but are required by Colorado statutes.

Government-Wide Financial Statements

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. In the case of the Ignacio School District, assets exceeded liabilities by approximately \$7,765,021.

TABLE 1 - CONDENSED STATEMENT OF NET POSITION

	<u>2020</u>			<u>2019</u>		
	<u>Governmental</u>	<u>Business Type</u>	<u>Total</u>	<u>Governmental</u>	<u>Business Type</u>	<u>Total</u>
	<u>Activities</u>	<u>Activities</u>		<u>Activities</u>	<u>Activities</u>	
Current Assets	13,898,182	389,082	14,287,264	12,093,507	276,480	12,369,987
Non Current Assets	52,882,882	1,053,105	53,935,987	53,465,755	902,852	54,368,607
Deferred Outflows of Financial Resources	3,909,250	-	3,909,250	8,248,680	-	8,248,680
Total Assets	70,690,314	1,442,187	72,132,501	73,807,942	1,179,332	74,987,274
Current Liabilities	1,606,858	11,741	1,618,599	1,005,061	5,611	1,010,672
Long-Term Liabilities	46,334,138	-	46,334,138	54,031,926	-	54,031,926
Deferred Inflows of Financial Resources	14,984,297	-	14,984,297	16,942,955	-	16,942,955
Total Liabilities	62,925,293	11,741	62,937,034	71,979,942	5,611	71,985,553
Net Position						
Net Investment in Capital Assets	24,532,807	1,053,105	25,585,912	21,019,069	902,852	21,921,921
Restricted Net Position	5,263,726	-	5,263,726	5,097,615	-	5,097,615
Unrestricted Net Position	(22,031,512)	377,341	(21,654,171)	(24,288,684)	270,869	(24,017,815)
Total Net Position (Deficit)	\$ 7,765,021	\$ 1,430,446	9,195,467	\$ 1,828,000	\$ 1,173,721	3,001,721

**Ignacio School District 11JT
Management Discussion and Analysis
June 30, 2020**

Governmental Activities

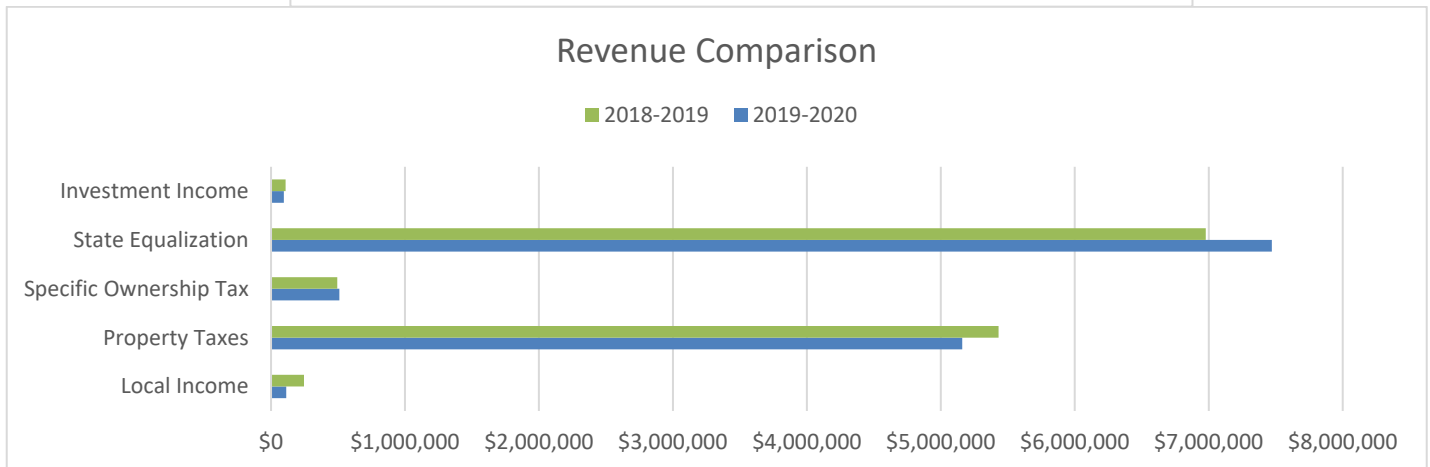
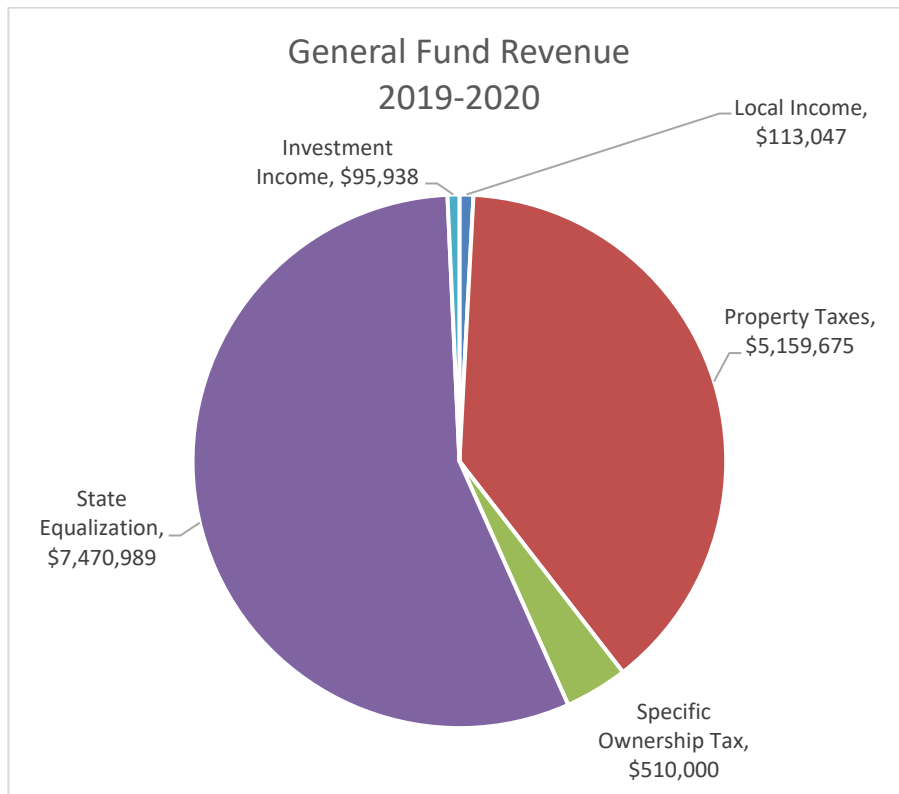
Of the District's \$70,690,314 in total assets, \$58,977,320 (83%) reflects investment in capital assets, (e.g. land, buildings, equipment, and transportation equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending. The unrestricted net position of \$21,654,171 may be used to meet the District's ongoing financial obligations. The results of this year's operations as a whole are reported in the Statement of Activities on Page 5. All expenses are reported in the first column. Specific charges, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues. The two largest general revenues are the equalization provided by the State of Colorado Department of Education and the property taxes assessed to District taxpayers.

TABLE 2 - CONDENSED STATEMENT OF ACTIVITIES

	<u>2020</u>			<u>2019</u>		
	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
Program Revenues:						
Charges for Services	\$ 372,395	\$ 165,372	537,767	\$ 298,366	\$ 143,305	441,671
Operating Grants	1,490,228	-	1,490,228	3,188,914	-	3,188,914
Capital Grants	1,369,749	-	1,369,749	-	7,000	7,000
Total Program Revenues	<u>3,232,372</u>	<u>165,372</u>	<u>3,397,744</u>	<u>3,487,280</u>	<u>150,305</u>	<u>3,637,585</u>
General Revenues:						
Taxes	5,669,684	-	5,669,684	5,925,613	-	5,925,613
State Equalization	7,470,989	-	7,470,989	6,977,257	-	6,977,257
Investment Income	95,907	-	95,907	108,353	-	108,353
Insurance Proceeds	44,822	-	44,822	6,500	-	6,500
Other Revenues	68,226	4,030	72,256	239,727	-	239,727
Transfers	(200,000)	200,000	-	(170,000)	170,000	-
Total General Revenues	<u>13,149,628</u>	<u>204,030</u>	<u>13,353,658</u>	<u>13,087,450</u>	<u>170,000</u>	<u>13,257,450</u>
Total Revenues	<u>16,382,000</u>	<u>369,402</u>	<u>16,751,402</u>	<u>16,574,730</u>	<u>320,305</u>	<u>16,895,035</u>
Expenses						
Instruction	5,456,016	-	5,456,016	5,701,775	-	5,701,775
Supporting Services	5,818,684	-	5,818,684	5,278,461	-	5,278,461
Interest on Long Term Debt	-	-	-	986,913	-	986,913
Deferred Maintenance Fund	-	112,677	112,677	-	178,394	178,394
Total Expenses	<u>11,274,700</u>	<u>112,677</u>	<u>11,387,377</u>	<u>11,967,149</u>	<u>178,394</u>	<u>12,145,543</u>
Change in Net Position	<u>5,107,300</u>	<u>256,725</u>	<u>5,364,025</u>	<u>4,607,581</u>	<u>141,911</u>	<u>4,749,492</u>
Net Position - Beginning	1,828,000	1,173,721	3,001,721	(3,144,307)	1,031,810	(2,112,497)
Prior Period Restatement	829,721	-	829,721	364,726	-	364,726
Net Position Beginning (Restated)	<u>2,657,721</u>	<u>1,173,721</u>	<u>3,831,442</u>	<u>(2,779,581)</u>	<u>1,031,810</u>	<u>(1,747,771)</u>
Net Position - Ending	<u>\$ 7,765,021</u>	<u>\$ 1,430,446</u>	<u>9,195,467</u>	<u>\$ 1,828,000</u>	<u>\$ 1,173,721</u>	<u>3,001,721</u>

**Ignacio School District 11JT
Management Discussion and Analysis
June 30, 2020**

General Fund Revenues by Source



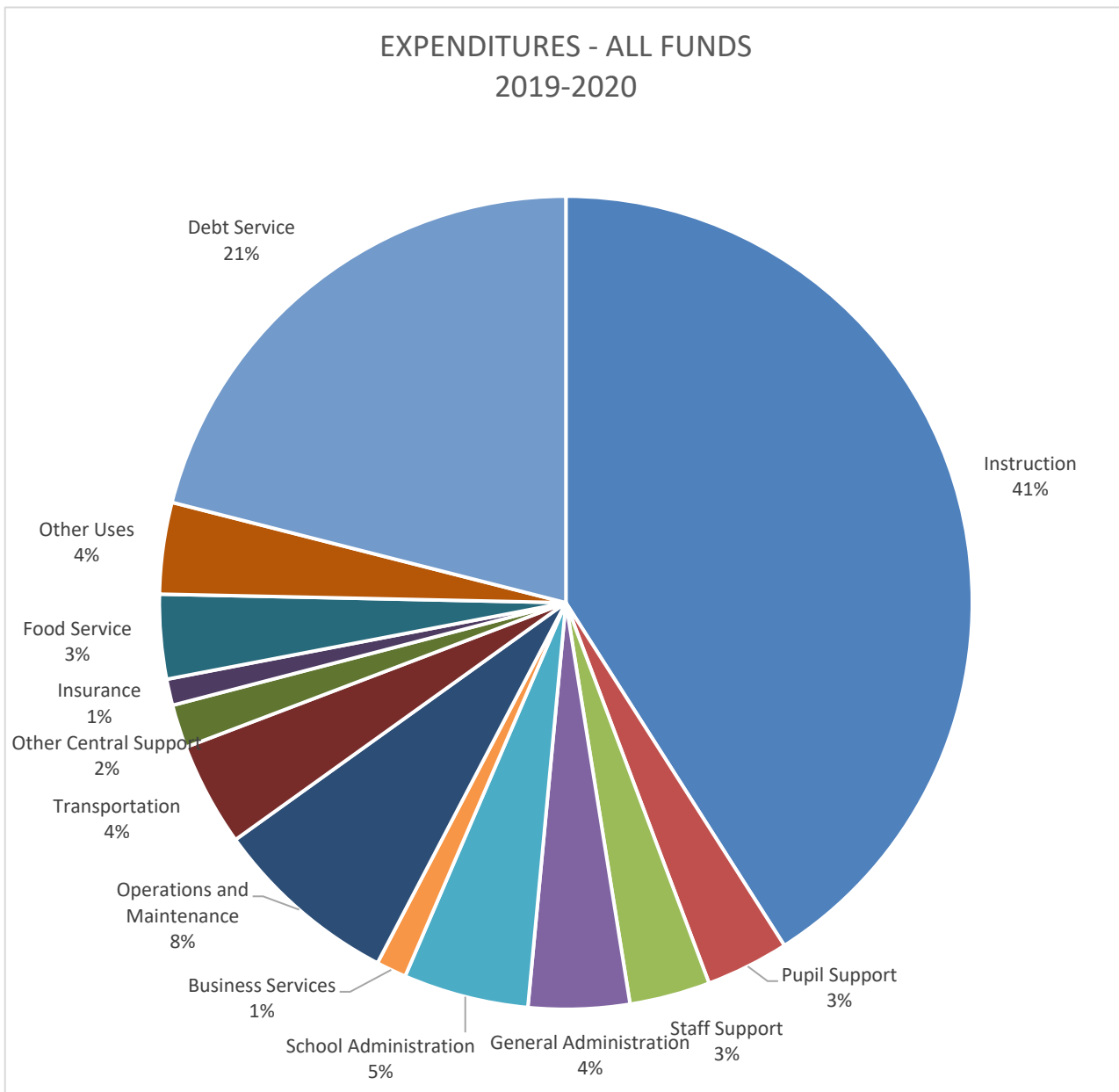
The district revenues come from different allocations within the classifications Local Sources, State Sources, and Federal Sources. The total revenues are used as a basis for determining the district's budget. Within the Local Sources of revenue are property taxes, specific ownership taxes, interest on banked funds, and other sources. State Sources include state equalization payments, transportation payments, and other sources such as grants. Federal Sources include payments for Title Grants and Impact Aid.

Fund Level Financial Statements

The General Fund is the main operating fund of the District. The general fund reports an ending fund balance of \$6,410,162 which is an increase of \$1,375,842 from the prior year. General Fund expenditures increased \$99,857 from the prior year to \$10,471,526. The following represents the allocation of General Fund expenditures:

**Ignacio School District 11JT
Management Discussion and Analysis
June 30, 2020**

General Fund Expenditures by Function



Food Service Fund

The Food Service Fund reported an increase in expenditures of \$33,900 to \$530,844 as of June 30, 2020. Revenues increased from \$382,512 in 2018-2019, to \$400,024 in 2019-2020. The State instituted an Emergency Food Program in March 2020 due to the Covid 19 shut-down orders.

General Fund Budget

The District made minor revisions to the original budget based on additional information that was available subsequent to the original adoption. This was primarily related to grant allocations that were not available until October 2020.

Total revenues exceeded the final budget amounts by \$2,953,250, with the differences spread among numerous categories. Expenditures came in \$298,376 over budgeted line item appropriations, without reserves and debt service.

Capital Assets

At June 30, 2020, the District had \$52,882,882 total invested in capital assets, net of accumulated depreciation. The following table summarizes the governmental activities capital asset activity:

<u>Governmental Activities</u>	<u>6/30/19</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/20</u>
Capital Assets Not Being Depreciated				
Land	\$ 636,263	\$ -	\$ -	\$ 636,263
Capital Assets Being Depreciated				
Buildings and Improvements	55,653,937	44,531	-	55,698,468
Equipment	1,377,122	94,260	-	1,471,382
Vehicles	1,624,088	234,938	51,557	1,807,469
Total Capital Assets Being Depreciated	58,655,147	373,729	51,557	58,977,319
Total Capital Assets	59,291,410	373,729	51,557	59,613,582
Less: Accumulated Depreciation				
Buildings and Improvements	(3,794,478)	(746,120)	-	(4,540,598)
Equipment	(777,973)	(110,120)	-	(888,093)
Vehicles	(1,253,204)	(100,362)	(51,557)	(1,302,009)
Total Accumulated Depreciation	(5,825,655)	(956,602)	(51,557)	(6,730,700)
Net Governmental Capital Assets	<u>\$ 53,465,755</u>	<u>\$ (582,873)</u>	<u>\$ -</u>	<u>\$ 52,882,882</u>
	<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
<u>Business-type Activities</u>	<u>6/30/19</u>			<u>6/30/20</u>
Capital Assets Being Depreciated				
Buildings and Improvements	\$ 1,854,941	\$ 190,365	\$ -	\$ 2,045,306
Equipment	36,432	-	-	36,432
Total Capital Assets	1,891,373	190,365	-	2,081,738
Less: Accumulated Depreciation				
Buildings and Improvements	(952,089)	(40,112)	-	(992,201)
Equipment	(36,432)	-	-	(36,432)
Total Accumulated Depreciation	(988,521)	(40,112)	-	(1,028,633)
Net Business-type Capital Assets	<u>\$ 902,852</u>	<u>\$ 150,253</u>	<u>\$ -</u>	<u>\$ 1,053,105</u>

Long Term Debt

	Balance			Balance	Current	Interest
	6/30/2019	Advances	Payments	06/30/2020	Portion	Expense
G.O. Bonds Payable - Series 2011	\$ 6,701,686	\$ -	\$ 400,067	\$ 6,301,619	\$ 416,544	\$ 266,397
G.O. Bonds Payable - Series 2012	12,565,000	-	1,535,000	11,030,000	1,615,000	379,029
Series 2016 Refunding	8,805,000	-	40,000	8,765,000	40,000	320,702
Series 2017 Refunding	4,375,000	-	25,000	4,350,000	25,000	181,358
PERA Net Pension Liability	18,532,376	-	3,743,696	14,788,680	-	-
Net OPEB Liability	925,579	(198,106)	-	727,473	-	-
Accrued Compensated Absences	332,874	38,492	-	371,366	-	-
Total Long Term Obligations	<u>\$ 52,237,515</u>	<u>\$ (159,614)</u>	<u>\$ 5,743,763</u>	<u>\$ 46,334,138</u>	<u>\$ 2,096,544</u>	<u>\$ 1,147,486</u>

Total Long Term Obligations \$46,334,138.

Economic Factors

Ignacio School District has seen the assessed valuation of the property within the district decrease from \$314,555,120 in fiscal year 2004 to the 2020 valuation of \$222,461,390. The district's enrollment has shown a slow and steady decline from a K-12 enrollment of 941 in the 2001- 2002 school year to 722 for the 2019-2020 school year.

Contacting the Financial Management Office of Ignacio School District 11JT

This report is designed to provide Board members, citizens, and patrons of Ignacio School District with an overview of the district's financial condition. Questions can be taken to the district office at 455 Becker Street, Ignacio, Colorado, during working hours.

FINANCIAL SECTION

Mayberry & Company, LLC

Certified Public Accountants

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

Board of Directors
Ignacio School District 11 JT
Ignacio, Colorado

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, major fund, and the aggregate remaining fund information of Ignacio School District 11 JT, (the "District"), as of and for the year ended June 30, 2020, and the related notes to the financial statements which collectively comprise the basic financial statements of the District, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, major fund, and the aggregate remaining fund information of Ignacio School District 11 JT, as of June 30, 2020, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Ignacio School District 11 JT's 2019 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 13, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2019 is consistent, in all material respects, with the audited financial statements from which it has been derived.

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

Accounting principles generally accepted in the United States of America require that the management, discussion and analysis on pages M1 – M7 and pension schedules on 50 - 53 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Required Supplementary Information – Budgetary Comparison Schedule and Other Supplementary Information

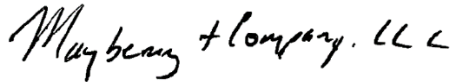
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules on pages 54 - 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. In addition, the budgetary comparison schedules on pages 61 - 71 and listed as other supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Colorado Department of Education Auditors Integrity and Bolded Balance Sheet reports pages 80 - 83 are presented for state regulatory compliance and are not a required part of the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 12, 2020 on our consideration of the Ignacio School District 11 JT's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters pages 72 - 79. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Ignacio School District 11 JT's internal control over financial reporting and compliance.



November 12, 2020
Englewood, Colorado

Basic Financial Statements

IGNACIO SCHOOL DISTRICT 11JT

Statement of Net Position

June 30, 2020

			<u>Totals</u>
	<u>Governmental</u>	<u>Business-Type</u>	
	<u>Activities</u>	<u>Activities</u>	<u>2020</u>
ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES			
Assets			
Current Assets			
Cash and Investments	\$ 13,507,604	\$ 389,082	\$ 13,896,686
Cash with Fiscal Agent	4,962	-	4,962
Taxes Receivable	254,157	-	254,157
Grants Receivable	122,692	-	122,692
Other Accounts Receivable	2,100	-	2,100
Inventory	6,667	-	6,667
Capital and Other Assets			
Capital Assets not Being Depreciated	636,263	-	636,263
Capital Assets Being Depreciated	58,977,320	2,081,738	61,059,058
Accumulated Depreciation	<u>(6,730,701)</u>	<u>(1,028,633)</u>	<u>(7,759,334)</u>
Total Assets	<u>66,781,064</u>	<u>1,442,187</u>	<u>68,223,251</u>
Deferred Outflows of Financial Resources			
Net Pension Deferred Outflows	3,659,660	-	3,659,660
Net OPEB Deferred Outflows	63,246	-	63,246
Deferred Charge on Refunding	<u>186,344</u>	<u>-</u>	<u>186,344</u>
Total Deferred Outflows of Financial Resources	<u>3,909,250</u>	<u>-</u>	<u>3,909,250</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	<u>\$ 70,690,314</u>	<u>\$ 1,442,187</u>	<u>\$ 72,132,501</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
Liabilities			
Current Liabilities			
Accounts Payable	\$ 16,327	\$ -	\$ 16,327
Accrued Interest	92,342	-	92,342
Accrued Salaries & Benefits	965,754	-	965,754
Unearned Revenue	3,922	-	3,922
Unearned Revenue Grants	528,513	-	528,513
Other Current Liabilities	-	11,741	11,741
Noncurrent Liabilities			
Due Within One Year	2,096,544	-	2,096,544
Due In More Than One Year	<u>44,237,594</u>	<u>-</u>	<u>44,237,594</u>
Total Liabilities	<u>47,940,996</u>	<u>11,741</u>	<u>47,952,737</u>
Deferred Inflows of Financial Resources			
Net Pension Deferred Inflows	13,259,816	-	13,259,816
Net OPEB Deferred Inflows	183,933	-	183,933
Bond Premiums	1,540,548	-	1,540,548
Deferred Inflows Grants	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Financial Resources	<u>14,984,297</u>	<u>-</u>	<u>14,984,297</u>
Net Position			
Net Investment in Capital Assets	24,532,807	1,053,105	25,585,912
Restricted Net Position	5,263,726	-	5,263,726
Unrestricted Net Position	<u>(22,031,512)</u>	<u>377,341</u>	<u>(21,654,171)</u>
Total Net Position	<u>7,765,021</u>	<u>\$ 1,430,446</u>	<u>\$ 9,195,467</u>
TOTAL LIABILITIES, DEFERRED OUTFLOWS AND NET POSITION	<u>\$ 70,690,314</u>	<u>\$ 1,442,187</u>	<u>\$ 72,132,501</u>

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

IGNACIO SCHOOL DISTRICT 11JT

Statement of Activities
For the Year Ended June 30, 2020

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities							
Instruction	\$ 5,456,016	\$ 220,709	\$ 618,903	\$ 40,813	\$ (4,575,591)	\$ -	\$ (4,575,591)
Supporting Services	5,818,684	151,686	871,325	1,328,936	(3,466,737)	-	(3,466,737)
Total Governmental Activities	11,274,700	372,395	1,490,228	1,369,749	(8,042,328)	-	(8,042,328)
Business Type Activities							
Deferred Maintenance	112,677	165,372	-	-	-	52,695	52,695
Total Primary Government	\$ 11,387,377	\$ 537,767	\$ 1,490,228	\$ 1,369,749	(8,042,328)	52,695	(7,989,633)
General Revenues							
Property Taxes					5,159,675	-	5,159,675
Specific Ownership Taxes					510,009	-	510,009
State Equalization					7,470,989	-	7,470,989
Investment Earnings					95,907	-	95,907
Insurance Proceeds					44,822	-	44,822
Other Revenues					68,226	4,030	72,256
Total General Revenues					13,349,628	4,030	13,353,658
Transfers							
					(200,000)	200,000	-
Total General Revenues and Transfers					13,149,628	204,030	13,353,658
Change in Net Position							
					5,107,300	256,725	5,364,025
Beginning Net Position					1,828,000	1,173,721	3,001,721
Prior Period Restatement					829,721	-	829,721
Beginning Net Position (As Restated)					2,657,721	1,173,721	3,831,442
Ending Net Position					\$ 7,765,021	\$ 1,430,446	\$ 9,195,467

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

IGNACIO SCHOOL DISTRICT 11JT
 Balance Sheet
 Governmental Funds
 June 30, 2020

	Special Revenue			
	General Fund	Food Service Fund	Designated Grants Fund	Pupil Activity Fund
ASSETS				
Cash and Investments	\$ 7,672,334	\$ 44,781	\$ (80,531)	\$ 226,049
Cash with Fiscal Agent	1,781	-	-	-
Taxes Receivable	156,547	-	-	-
Grants Receivable	14,592	-	108,100	-
Other Accounts Receivable	-	2,100	-	-
Inventory	-	6,667	-	-
TOTAL ASSETS	<u>\$ 7,845,254</u>	<u>\$ 53,548</u>	<u>\$ 27,569</u>	<u>\$ 226,049</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Accounts Payable	\$ 10,584	\$ -	\$ -	\$ -
Accrued Salaries & Benefits	895,995	42,191	27,568	-
Unearned Revenue	-	3,922	-	-
Unearned Revenue Grants	528,513	-	-	-
Total Liabilities	<u>1,435,092</u>	<u>46,113</u>	<u>27,568</u>	<u>-</u>
Deferred Inflows of Financial Resources				
Deferred Inflows	-	-	-	-
Fund Balance				
Nonspendable Fund Balance	-	6,667	-	-
Restricted Fund Balance				
Restricted for Debt Service	-	-	-	-
Restricted for TABOR Emergencies	329,000	-	-	-
Committed Fund Balance	-	768	1	226,049
Assigned Fund Balance	-	-	-	-
Unassigned Fund Balance	6,081,162	-	-	-
Total Fund Balance	<u>6,410,162</u>	<u>7,435</u>	<u>1</u>	<u>226,049</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 7,845,254</u>	<u>\$ 53,548</u>	<u>\$ 27,569</u>	<u>\$ 226,049</u>

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

<u>Debt Service</u>		<u>Capital Projects</u>		<u>Totals</u>	
Bond					
Redemption	Capital Reserve				
Fund	Project Fund	2020	2019		
\$ 4,873,609	\$ 751,831	\$ 13,488,073	\$ 11,797,390		
3,181	-	4,962	5,781		
97,610	-	254,157	86,002		
-	-	122,692	94,550		
-	-	2,100	2,680		
-	-	6,667	6,301		
<u>\$ 4,974,400</u>	<u>\$ 751,831</u>	<u>\$ 13,878,651</u>	<u>\$ 11,992,704</u>		
\$ -	\$ -	\$ 10,584	\$ 2,735		
-	-	965,754	894,543		
-	-	3,922	4,056		
-	-	528,513	90,070		
-	-	1,508,773	991,404		
<u>39,674</u>	<u>-</u>	<u>39,674</u>	<u>30,234</u>		
-	-	6,667	6,301		
4,934,726	-	4,934,726	4,821,314		
-	-	329,000	270,000		
-	751,831	978,649	393,346		
-	-	-	323,539		
-	-	6,081,162	5,156,566		
<u>4,934,726</u>	<u>751,831</u>	<u>12,330,204</u>	<u>10,971,066</u>		
<u>\$ 4,974,400</u>	<u>\$ 751,831</u>	<u>\$ 13,878,651</u>	<u>\$ 11,992,704</u>		

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IGNACIO SCHOOL DISTRICT 11JT

**Reconciliation of Governmental Fund Balances
to Governmental Activities Net Position
June 30, 2020**

Fund Balance - Governmental Funds		\$	12,330,204
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds			
Capital assets, not being depreciated	\$	636,263	
Capital assets, being depreciated		58,977,320	
Accumulated depreciation		<u>(6,730,701)</u>	52,882,882
Certain long-term pension and OPEB related costs and adjustments are not available to pay or payable currently and are therefore not reported in the funds			
Pension Liability			
Net pension deferred outflows		3,659,660	
Net pension liability		(14,788,680)	
Net pension deferred inflows		<u>(13,259,816)</u>	(24,388,836)
OPEB Liability			
Net OPEB deferred outflows		63,246	
Net OPEB liability		(727,473)	
Net OPEB deferred inflows		<u>(183,933)</u>	(848,160)
Certain assets are not available to pay for current year expenditures and are therefore deferred in the funds			
Deferred property taxes			39,674
Internal Service operations primarily benefit Governmental Activities			
Internal Service Funds Net Position			13,788
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.			
Bonds payable		(30,446,619)	
Accrued interest payable		(92,342)	
Deferred charge (gain) on refunding		186,344	
Bond premiums		(1,540,548)	
Accrued compensated absences		<u>(371,366)</u>	(32,264,531)
Total Net Position - Governmental Activities			<u>\$ 7,765,021</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	Special Revenue			
	General Fund	Food Service Fund	Designated Grants Fund	Pupil Activity Fund
REVENUES				
Local Sources	\$ 2,338,397	\$ 72,318	\$ -	\$ 219,809
Intermediate Sources	45,644	-	-	-
State Sources	8,164,997	7,690	94,513	-
Federal Sources	1,398,187	320,016	286,918	-
TOTAL REVENUES	11,947,225	400,024	381,431	219,809
EXPENDITURES				
Current:				
Instruction	5,672,736	-	232,676	192,064
Pupil Support	474,938	-	21,225	-
Staff Support	367,251	-	110,740	-
General Administration	602,735	-	-	-
School Administration	731,221	-	15,815	-
Business Services	180,590	-	-	-
Operations and Maintenance	1,114,505	-	-	-
Transportation	618,304	-	-	-
Other Central Support	258,080	-	-	-
Risk Management	156,521	-	-	-
Other Supporting Services	385,352	-	-	-
Food Service	-	530,844	-	-
Community Support	-	-	975	-
Facilities	-	-	-	-
Other Uses	9,150	-	-	-
Debt Service	-	-	-	-
TOTAL EXPENDITURES	10,571,383	530,844	381,431	192,064
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	1,375,842	(130,820)	-	27,745
OTHER FINANCING SOURCES (USES)				
Transfers	(392,246)	100,000	-	-
CHANGE IN FUND BALANCE	983,596	(30,820)	-	27,745
BEGINNING FUND BALANCE	5,426,566	38,255	1	198,304
ENDING FUND BALANCE	\$ 6,410,162	\$ 7,435	\$ 1	\$ 226,049

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

<u>Debt Service</u>		<u>Capital Projects</u>		<u>Totals</u>	
<u>Bond</u>					
<u>Redemption</u>		<u>Capital Reserve</u>			
<u>Fund</u>	<u>Project Fund</u>	<u>2020</u>	<u>2019</u>		
\$ 3,570,043	\$ -	\$ 6,200,567	\$ 6,579,561		
-	-	45,644	4,655		
-	-	8,267,200	7,730,762		
-	-	2,005,121	2,429,753		
<u>3,570,043</u>	<u>-</u>	<u>16,518,532</u>	<u>16,744,731</u>		
-	51,414	6,148,890	6,037,541		
-	-	496,163	474,844		
-	-	477,991	497,583		
-	-	602,735	572,891		
-	-	747,036	748,636		
1,200	-	181,790	226,887		
-	-	1,114,505	1,044,317		
-	-	618,304	618,432		
-	-	258,080	241,392		
-	-	156,521	143,538		
-	-	385,352	466,641		
-	-	530,844	496,943		
-	-	975	1,219		
-	149,463	149,463	14,655		
-	-	9,150	-		
<u>3,155,431</u>	<u>-</u>	<u>3,155,431</u>	<u>3,267,932</u>		
<u>3,156,631</u>	<u>200,877</u>	<u>15,033,230</u>	<u>14,853,451</u>		
413,412	(200,877)	1,485,302	1,891,280		
<u>(300,000)</u>	<u>466,082</u>	<u>(126,164)</u>	<u>(70,000)</u>		
113,412	265,205	1,359,138	1,821,280		
<u>4,821,314</u>	<u>486,626</u>	<u>10,971,066</u>	<u>9,149,786</u>		
<u>\$ 4,934,726</u>	<u>\$ 751,831</u>	<u>\$ 12,330,204</u>	<u>\$ 10,971,066</u>		

IGNACIO SCHOOL DISTRICT 11JT

**Reconciliation of Governmental Changes in Fund Balance
to Governmental Activities Change in Net Position
For the Year Ended June 30, 2020**

Change in Fund Balance - Governmental Funds		\$ 1,359,138
<p>Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level</p>		
Capitalized Asset Purchases	\$ 373,730	
Depreciation Expense	<u>(956,603)</u>	(582,873)
<p>Certain assets are not available to pay for current year expenditures and are therefore deferred in the funds</p>		
Change in Unearned Revenue		9,440
<p>Internal Service operations primarily benefit Governmental Activities</p>		
Change in net assets - Internal Service Funds		(79,452)
<p>Pension and OPEB expense at the fund level represent cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.</p>		
Pension Liability		
Current year change and amortization of deferred outflows - net	(4,302,201)	
Change in net pension liability	3,743,696	
Current year change and amortization of deferred inflows - net	<u>2,746,344</u>	2,187,839
OPEB Liability		
Current year change and amortization of deferred outflows - net	(10,065)	
Change in OPEB liability	198,106	
Current year change and amortization of deferred inflows - net	<u>(170,985)</u>	17,056
<p>Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level.</p>		
Principal payments on bonds payable	2,000,067	
Amortization of bond premiums/deferred charge (gain)	226,699	
Change in accrued interest payable	7,878	
Change in accrued compensated absences	<u>(38,492)</u>	<u>2,196,152</u>
Total Net Position - Governmental Activities		<u>\$ 5,107,300</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Net Position
Proprietary Funds
June 30, 2020

	<u>Enterprise Fund</u>		<u>Totals</u>	
	Deferred		2020	2019
	Maintenance Fund	Internal Service Funds		
ASSETS				
Cash and Investments	\$ 389,082	\$ 19,531	\$ 408,613	\$ 377,283
Capital Assets Being Depreciated	2,081,738	-	2,081,738	1,891,373
Accumulated Depreciation	(1,028,633)	-	(1,028,633)	(988,521)
TOTAL ASSETS	<u>\$ 1,442,187</u>	<u>\$ 19,531</u>	<u>\$ 1,461,718</u>	<u>\$ 1,280,135</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
Liabilities				
Accounts Payable	\$ -	\$ 5,743	\$ 5,743	\$ 8,257
Other Current Liabilities	11,741	-	11,741	4,917
Total Liabilities	<u>11,741</u>	<u>5,743</u>	<u>17,484</u>	<u>13,174</u>
Net Position				
Net Investment in Capital Assets	1,053,105	-	1,053,105	902,852
Unrestricted Net Position (Deficit)	377,341	13,788	391,129	364,109
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	<u>\$ 1,442,187</u>	<u>\$ 19,531</u>	<u>\$ 1,461,718</u>	<u>\$ 1,280,135</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Revenues, Expenses and Change in Net Position
Proprietary Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	<u>Enterprise Fund</u>		<u>Totals</u>	
	Deferred		2020	2019
	Maintenance Fund	Internal Service Funds		
OPERATING REVENUES				
Rent Revenue	\$ 165,372	\$ -	\$ 165,372	\$ 143,305
Benefit Premiums	-	54,028	54,028	92,109
Other Local	4,030	-	4,030	7,000
TOTAL OPERATING REVENUES	<u>169,402</u>	<u>54,028</u>	<u>223,430</u>	<u>242,414</u>
OPERATING EXPENSES				
Operations and Maintenance	112,677	-	112,677	178,394
Risk Management	-	43,518	43,518	42,869
Other Supporting Services	-	16,126	16,126	17,344
TOTAL OPERATING EXPENSES	<u>112,677</u>	<u>59,644</u>	<u>172,321</u>	<u>238,607</u>
OPERATING INCOME (LOSS)	56,725	(5,616)	51,109	3,807
OTHER REVENUES (EXPENSES)				
Transfers	200,000	(73,836)	126,164	70,000
CHANGE IN NET POSITION	256,725	(79,452)	177,273	73,807
BEGINNING NET POSITION	<u>1,173,721</u>	<u>93,240</u>	<u>1,266,961</u>	<u>1,193,154</u>
ENDING NET POSITION	<u>\$ 1,430,446</u>	<u>\$ 13,788</u>	<u>\$ 1,444,234</u>	<u>\$ 1,266,961</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	Enterprise Fund		Totals	
	Deferred		2020	2019
	Maintenance Fund	Internal Service Funds		
Cash Flows from Operating Activities				
Cash Received from Local Sources	\$ 169,402	\$ 54,028	\$ 223,430	\$ 242,415
Cash Paid to Vendors	(66,435)	(61,464)	(127,899)	(188,855)
Net Cash Provided (Used) by Operating Activities	<u>102,967</u>	<u>(7,436)</u>	<u>95,531</u>	<u>53,560</u>
Cash Flows Used by Capital Financing Activities				
Purchases of Capital Assets	(190,365)	-	(190,365)	(92,260)
Cash Flows Provided (Used) by Noncapital Finance Activities				
Cash (to) from Other Funds	<u>200,000</u>	<u>(73,836)</u>	<u>126,164</u>	<u>70,000</u>
Net Increase (Decrease) in Cash	<u>112,602</u>	<u>(81,272)</u>	<u>31,330</u>	<u>31,300</u>
Cash, Beginning	<u>276,480</u>	<u>100,803</u>	<u>377,283</u>	<u>345,983</u>
Cash, Ending	<u>\$ 389,082</u>	<u>\$ 19,531</u>	<u>\$ 408,613</u>	<u>\$ 377,283</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:				
Operating Income (Loss)	\$ 56,725	\$ (5,616)	\$ 51,109	\$ 3,808
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	40,113	-	40,113	36,579
Changes in Assets and Liabilities Related to Operations:				
Increase (Decrease) in:				
Accounts Payable	(696)	(1,820)	(2,516)	8,256
Other Current Liabilities	<u>6,825</u>	<u>-</u>	<u>6,825</u>	<u>4,917</u>
Net Change	<u>46,242</u>	<u>(1,820)</u>	<u>44,422</u>	<u>49,752</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 102,967</u>	<u>\$ (7,436)</u>	<u>\$ 95,531</u>	<u>\$ 53,560</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2020

Private Purpose Trust Funds

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and Investments	\$ 10,408	\$ 11,377
LIABILITIES, DEFERRED INFLOWS AND NET POSITION		
Net Position		
Restricted for Scholarship	<u>\$ 10,408</u>	<u>\$ 11,377</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	<u>Private Purpose Trust Funds</u>	
	<u>2020</u>	<u>2019</u>
ADDITIONS		
Local Sources	\$ 31	\$ 16
DEDUCTIONS		
Other Supporting Services	1,000	500
CHANGE IN FIDUCIARY NET POSITION	<u>(969)</u>	<u>(484)</u>
BEGINNING NET POSITION	<u>11,377</u>	<u>11,861</u>
ENDING NET POSITION	<u>\$ 10,408</u>	<u>\$ 11,377</u>

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of The Ignacio School District (the "District") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant policies.

Reporting Entity

The District is a political subdivision of the State of Colorado duly organized and existing in accordance with the provisions of the School District Reorganization Act of 1949. The District operates under a five member publicly elected board of education. The District is the basic level of government that has financial accountability and control over all activities related to the public school education in the Town of Ignacio and the immediate surrounding area. The Board receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities.

Oversight responsibility is determined on the basis of financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. Pursuant to the definition of component units in GASB Statements 14, 39, and 61, the District's Board of Education has not included any component units.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the activities of the government. 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 is offset by program revenues.

Direct expenses are those clearly identifiable with a specific function or segment. 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 or segment; and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

Financial statements are provided for the governmental funds. Major individual governmental funds are reported as separate columns in the fund financial statements as applicable.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Government-wide Financial Statements The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned; expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Entitlement revenues are recognized to the extent of related expenditures or when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts and a deferred revenue account is established when receipts exceed the related expenditures. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to compensated absences and claims and judgments are recorded only when payment is due.

All other revenue items are considered to be measurable and available only when cash is received by the government.

The District reports the following major governmental funds:

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

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

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

Non-Major Governmental Funds These include the Food Service Fund, Pupil Activity Fund, and the Capital Reserve Projects Fund.

Additionally, the District reports the following proprietary and fiduciary funds:

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Internal Service Funds These proprietary funds are used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the District, generally on a cost reimbursement basis. The District accounts for its self-funded dental and health insurance in an internal service fund.

Private-Purpose Trust Funds These fiduciary funds are used to account for assets held by the District in a trustee capacity. Private-purpose trust funds account for resources, including both principal and earnings, which must be expended according to the provisions of a trust agreement.

The District reports the following Business Type Activity

Deferred Maintenance Fund This proprietary/enterprise fund is used to account for all financial transactions related to the District's building rental revenue and expenses.

Amounts reported as Program revenues include:

- Charges to customers or applicants for goods, services, or privileges provided;
- Operating grants and contributions; and
- Capital grants and contributions.

Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes and District flow through per pupil funding.

Budgets and Budgetary Accounting

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

The District adheres to the procedures described below in establishing the budgetary data reflected in the financial statements.

- Budgets are required by state law for all funds. By May 31, the Administrators submits to the Board of Directors a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year-end.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level.

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- Revisions that alter the total expenditures of any fund must be approved by the Board of Directors.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted by the Board of Directors.

Cash The District’s cash and cash equivalents are considered to be cash-on-hand and demand deposits, which are deposited in checking accounts which are legally authorized.

Deposits All deposits are reported at their gross value.

Inventories Food Service Fund inventory as of June 30, 2020 consisted of purchased food and supplies and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt. Inventory at June 30, 2020, was valued at \$6,667.

Due From Primary Government Activities with primary government that are representative of cash held by the primary government at the end of the fiscal year are referred to as either “Due From Primary Government” or “Due to Primary Government”. There were no amounts to be reported as of June 30, 2020.

Capital Assets Capital Assets, which include property, buildings, and equipment, are reported as either governmental activity capital assets if acquired through operating resources or in the blended component unit, the Foundation Fund, if funded as part of the initial facility construction. Capital assets are defined by the District as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets lives are not capitalized.

Property, buildings and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30-40
Building Improvements	10-20
Equipment	15

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 1: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

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

Long-Term Obligations Long-term obligations in the government-wide financial statements are reported as liabilities in the applicable activity.

Vacation, Sick Leave, and Other Compensated Absences Employees are entitled to certain compensated absences based on their length of employment. Except for sick leave, compensated absences do not vest or accumulate and are recorded as expenditures when they are paid. Compensated absences (sick leave) are reflected in the Governmental Activities. Vacation can be carried over upon the superintendent's approval.

Deferred outflows/inflows of resources In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has two items that qualify for reporting in this category, both related to outstanding pension and OPEB obligations and further described in Note 9 and 11.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District reports deferred inflows for pension and OPEB related deferrals as further described in Note 9 and 11.

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

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

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

All remaining fund balance in the General Fund is presented as unassigned.

Net Position/Fund Balance Flow Assumption

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

Revenues and Expenditures

Revenues for governmental funds are recorded when they become measurable and available. Generally, per-pupil operating revenues and fees are recognized when received. Grants from other governments are recognized to the extent of related expenditures, or when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts and a deferred revenue account is established when receipts exceed the related expenditures. Expenditures for governmental funds are generally recognized when the related liability is incurred.

Comparative Data

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

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 2: CASH AND INVESTMENTS

At June 30, 2020, the District’s cash, deposits, and investments consisted of the following:

	<u>Bank Balance</u>	<u>Carrying Value</u>
Deposits		
Demand Deposits - FDIC Insured	\$ 254,060	\$ 254,060
Demand Deposits - PDPA Collateralized	4,329,252	4,555,701
Cash with Fiscal Agent	-	3,181
Total Deposits	<u>\$ 4,583,312</u>	<u>4,812,942</u>
Investments		9,094,464
Total Deposits and Investments		<u>\$ 13,904,225</u>

At June 30, 2020, the District’s cash, deposits, and investments were reported in the financial statements as follows:

Governmental Activities	\$ 13,491,215
Business-Type Activities	389,082
Private Purpose Trust Scholarship	14,468
Total Cash and Investments	<u>\$ 13,894,765</u>

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 regulations. At June 30, 2020, State regulatory commissioners have indicated that all financial institutions holding deposits for the District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution, or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102 percent of the uninsured deposits.

Custodial Credit Risk

Deposits in financial institutions, reported as cash, cash equivalents, and investments had a bank balance as summarized above at June 30, 2020, which was fully insured by depository insurance or secured with collateral held through PDPA. All investments evidenced by individual securities are registered in the name of the District.

Investment Interest Rate Risk

The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates other than those contained in Colorado Revised Statutes. Maturities of investments held at June 30, 2020 are provided in the previous schedule and are tiered to mature at intervals within a five year maximum range.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 2: CASH AND INVESTMENTS (Continued)

Investment Credit Risk

The District has no investment policy that limits its investment choices other than the limitation of state law as follows:

1. Direct obligations of the US government, its agencies, and instrumentalities to which the full faith and credit of the US government is pledged, or obligations to the payment of which the full faith and credit of the State is pledged;
2. Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out of state financial institutions;
3. With certain limitation, negotiable certificates of deposit, prime bankers acceptances, prime commercial paper, and repurchase agreements with certain limitations;
4. County, municipal, or school tax supported debt obligations; bond or revenue anticipation notes; money; or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality, or school;
5. Notes or bonds secured by a mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and obligations of the National Mortgage Association; and
6. Money market funds regulated by the Securities and Exchange Commission (SEC) in which investments consist of the investments mentioned in 1, 2, 3, and 4, above.

During the year ended June 30, 2020, the BOCES invested funds in Colostrust. As an investment pool, it operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. It invests in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pool operates similar to a 2a-7-like money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 60 days. This fund is rated AAAM by the Standard and Poor's Corporation. As the investment is completely liquid, there is no weighted average maturity.

The District's Colostrust investments consist of the following:

Colostrust - Unrestricted	\$ 4,211,477
Colostrust - Restricted for Debt Service	4,882,987
Total Investments	<u>\$ 9,094,464</u>

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020

NOTE 2: CASH AND INVESTMENTS (Continued)

Concentration of Investment Credit Risk

The District places no limit on the amount it may invest in any one issuer. At June 30, 2020, the District had no concentration of credit risk.

The District invests excess funds under the prudent investor rule. The criteria for selection of investments and their order of priority are: 1) safety; 2) liquidity; and 3) yield.

NOTE 3: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2020 was as follows:

	Balance 6/30/19	Additions	Deletions	Balance 6/30/20
<u>Governmental Activities</u>				
Capital Assets Not Being Depreciated				
Land	\$ 636,263	\$ -	\$ -	\$ 636,263
Capital Assets Being Depreciated				
Buildings and Improvements	55,653,937	44,531	-	55,698,468
Equipment	1,377,122	94,260	-	1,471,382
Vehicles	1,624,088	234,938	51,557	1,807,469
Total Capital Assets Being Depreciated	<u>58,655,147</u>	<u>373,729</u>	<u>51,557</u>	<u>58,977,319</u>
Total Capital Assets	<u>59,291,410</u>	<u>373,729</u>	<u>51,557</u>	<u>59,613,582</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(3,794,478)	(746,120)	-	(4,540,598)
Equipment	(777,973)	(110,120)	-	(888,093)
Vehicles	(1,253,204)	(100,362)	(51,557)	(1,302,009)
Total Accumulated Depreciation	<u>(5,825,655)</u>	<u>(956,602)</u>	<u>(51,557)</u>	<u>(6,730,700)</u>
Net Governmental Capital Assets	<u>\$ 53,465,755</u>	<u>\$ (582,873)</u>	<u>\$ -</u>	<u>\$ 52,882,882</u>
<u>Business-type Activities</u>				
Capital Assets Being Depreciated				
Buildings and Improvements	\$ 1,854,941	\$ 190,365	\$ -	\$ 2,045,306
Equipment	36,432	-	-	36,432
Total Capital Assets	<u>1,891,373</u>	<u>190,365</u>	<u>-</u>	<u>2,081,738</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(952,089)	(40,112)	-	(992,201)
Equipment	(36,432)	-	-	(36,432)
Total Accumulated Depreciation	<u>(988,521)</u>	<u>(40,112)</u>	<u>-</u>	<u>(1,028,633)</u>

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020

NOTE 3: CAPITAL ASSETS

Depreciation expense for Governmental Activities was charged to functions of the primary government as follows:

Instruction	\$ 496,361
Supporting Services	<u>460,241</u>
	<u>\$ 956,602</u>

NOTE 4: ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve-month period from August to July, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2020, are \$965,753. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund.

NOTE 5: LONG-TERM DEBT

Long-term debt activity for the year ended June 30, 2020 was as follows:

	Balance 6/30/2019	Advances	Payments	Balance 06/30/2020	Current Portion	Interest Expense
G.O. Bonds Payable - Series 2011	\$ 6,701,686	\$ -	\$ 400,067	\$ 6,301,619	\$ 416,544	\$ 266,397
G.O. Bonds Payable - Series 2012	12,565,000	-	1,535,000	11,030,000	1,615,000	379,029
Series 2016 Refunding	8,805,000	-	40,000	8,765,000	40,000	320,702
Series 2017 Refunding	4,375,000	-	25,000	4,350,000	25,000	181,358
PERA Net Pension Liability	18,532,376	-	3,743,696	14,788,680	-	-
Net OPEB Liability	925,579	(198,106)	-	727,473	-	-
Accrued Compensated Absences	332,874	38,492	-	371,366	-	-
Total Long Term Obligations	<u>\$ 52,237,515</u>	<u>\$ (159,614)</u>	<u>\$ 5,743,763</u>	<u>\$ 46,334,138</u>	<u>\$ 2,096,544</u>	<u>\$ 1,147,486</u>
Bond premiums shown below				(1,540,547)		
Total Noncurrent Liabilities per Financial Statements				<u>\$ 44,793,591</u>		

	Balance 6/30/2019	Additions	Amort.	Balance 06/30/2020
Deferred Outflows:				
Deferred Charge on Refunding	\$ 213,508	\$ -	\$ 27,163	\$ 186,345
Long Term Liabilities:				
Bond Premiums	<u>1,794,411</u>	<u>-</u>	<u>253,864</u>	<u>1,540,547</u>
Net Debt Related Long Term Items	<u>\$ 2,007,919</u>	<u>\$ -</u>	<u>\$ 281,027</u>	<u>\$ 1,726,892</u>

Reconciliation of Accrual Interest Expense

Interest Paid	1,147,486
Less Premium Amortization	(253,864)
Plus Amortization of Charge	<u>27,163</u>
Accrual Interest Expense	<u>\$ 920,785</u>

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 5: LONG-TERM DEBT (Continued)

General Obligation Bonds

Series 2011G Matching Money Bonds

On December 8, 2011, the District issued general obligation bonds series 2011G in the amount of \$9,099,431 with an interest rate of 4.12% to be paid in full on December 1, 2031. The bonds were issued for the District’s match for the Building Excellent Schools Today Act (BEST) grant for the construction and renovation of the elementary school.

Series 2012 Bonds

On February 15, 2012, the District issued general obligation bonds series 2012 in the amount of \$34,900,000 with an average interest rate of 4.13% to be paid in full on December 1, 2031. The bonds were issued for the purpose of financing the construction of a new middle school building and the renovation of the existing middle and high school buildings.

Series 2016 Bonds

On October 27, 2016, the District issued general obligation refunding bonds series 2016 in the amount of \$8,865,000 with an interest rate between 2.00% and 4.00%, to be paid in full on December 1, 2031. The bonds were issued for the purpose of advance refunding a portion of the District’s general obligation bonds, series 2012. The bonds are subject to redemption prior to maturity at the option of the District beginning December 1, 2027.

Series 2017 Bonds

On June 22, 2017, the District issued general obligation refunding bonds series 2017 in the amount of \$4,425,000 with an interest rate between 2.00% and 5.00%. The bonds were issued for the purpose of advance refunding a portion of the District’s general obligation bonds, series 2012. The bonds are not subject to redemption prior to maturity at the option of the District.

All bonds noted above are general obligations of the District and shall be payable from the general and ad valorem taxes required to be levied, without limitation as to rate, and in amounts sufficient to pay the principal and interest on the bonds, on all taxable property of the District, except to the extent other legally available funds are applied for such purpose.

The annual debt service for the general obligation bonds are as follows:

<u>Fiscal Year</u>	<u>Payments</u>
2021	\$ 3,431,226
2022	3,415,345
2023	3,395,184
2024	3,374,412
2025	3,351,528
2026 - 2030	16,130,651
2031 - 2032	<u>6,403,042</u>
Total Future Payments	39,501,388
Less: Interest Portion	<u>(9,054,769)</u>
Present Value of Future Payments	<u>\$ 30,446,619</u>

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 5: LONG-TERM DEBT (Continued)

General Obligation Bonds

Advance Refunding

Certain outstanding general obligation bonds of the District have been defeased by placing the proceeds of refunding bonds into an irrevocable escrow account held and managed by bank trustees and invested in U.S. Treasury obligations, the principal and interest on which would provide amounts sufficient to pay the principal and interest on the defeased bonds in accordance with the schedule of remaining payments due. Accordingly, the escrow account and the defeased bonds are not included in the District's financial statements. At December 31, 2020, \$13,572,769 of bonds outstanding is considered defeased.

NOTE 6: DEFICIT NET POSITION

The Governmental Activities has an unrestricted net position deficit of \$22,031,513 primarily due to the PERA net pension liability of \$14,788,680, further described in Note 9 and the HTCF OPEB net liability of \$727,473, as further described in Note 11, and the related deferrals. As the District has no control over pension benefits or contribution rates, we expect this deficit net position to continue going forward.

NOTE 7: SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES AND LEGAL COMPLIANCE

Claims and Judgments

The District participates in state 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 is required to reimburse the grantor government. As of June 30, 2020, significant amounts of grant expenditures have not been audited, but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the District.

Tabor Amendment

In November 1992, Colorado voters passed the Tabor Amendment (Amendment 1) to the State Constitution which limits state and local government tax powers and imposes spending limitations.

The District is subject to the Tabor Amendment. Fiscal year 1993 provides the basis for limits in future years to which may be applied allowable increases for inflation and assessed valuation. Revenue received in excess of the limitations may be required to be refunded, unless authorized through ballot measure to retain the revenue. The Tabor Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 7: SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES AND LEGAL COMPLIANCE

Tabor Amendment (Continued)

The Tabor Amendment requires the District to establish a reserve for emergencies. At June 30, 2020, the District's reserve of \$329,000 was recorded as a restricted fund balance in the General Fund.

NOTE 8: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and injuries to employees. The District participates in the Colorado School District Self-Insurance pool for general liability and property insurance coverage. The District carries commercial insurance for workers' compensation coverage. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the current year or the three prior years.

Self Insurance Funds

Dental Insurance

District employees and their dependents participate in the District's dental self-insurance plan. The District contributes up to \$60 per month per employee to the Plan. Claims were paid by a Third Party Administrator (TPA) acting on behalf of the District. The administrative contract between the District and the TPA is renewable annually, and administrative fees are included in the contractual provisions. Maximum annual benefits are \$1,000 per year per covered individual (\$500 for first year employees).

Health Reimbursement Arrangement Plan

Effective January 1, 2014, District employees participate in the District's health reimbursement arrangement plan (HRA). The District contributes the full amount of the accounts to the Plan. Claims were paid by a Third-Party Administrator (TPA) acting on behalf of the District. The administrative contract between the District and the TPA is renewable annually, and administrative fees are included in the contractual provisions. Maximum annual benefits are \$1,000 per year per participant enrolled in single coverage and \$2,000 per year per participant enrolled in family coverage.

The costs associated with the self-insurance plans are reported as interfund transactions to the extent of amounts actuarially determined. Accordingly, they are treated as operating revenues of the Internal Service Funds and operating expenditures of the other funds. The liabilities reported in the funds at June 30, 2020, are based on the requirements of Governmental Accounting Standards Board No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 8: RISK MANAGEMENT (Continued)

Health Reimbursement Arrangement Plan (Continued)

These liabilities include an amount for claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims and other economic and social factors.

Changes in liability amounts in fiscal year 2020 were as follows:

	Dental Plan	HRA Plan	Total
Claims Liability at June 30, 2019	\$ 3,754	\$ 3,809	\$ 7,563
Current year claims and changes in estimates	43,518	16,127	59,645
Claims paid	41,529	19,936	61,465
Balance at June 30, 2020	<u>\$ 5,743</u>	<u>\$ -</u>	<u>\$ 5,743</u>

NOTE 9: DEFINED BENEFIT PENSION PLAN

Summary of Significant Accounting Policies

Pensions. The DISTRICT participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension 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).

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Summary of Significant Accounting Policies (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, 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.

General Information about the Pension Plan

- 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.

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 9: DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan (Continued)

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.

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 SB 18-200, 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.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

Contributions provisions as of June 30, 2019: Eligible employees the DISTRICT 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:

	January 1, 2019 Through December 31, 2019	January 1, 2020 Through June 30, 2020
Employer contribution rate	10.15%	10.40%
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%	9.38%
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%	19.38%

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

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

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.

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the DISTRICT is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the DISTRICT were \$1,120,101 for the year ended June 30, 2019.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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 DISTRICT proportion of the net pension liability was based on the DISTRICT' 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 DISTRICT reported a liability of \$14,788,680 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 DISTRICT 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 the DISTRICT were as follows:

District's proportionate share of the net pension liability	\$ (14,788,680)
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	\$ (1,664,620)
Total	\$ (16,453,300)

At December 31, 2018, the DISTRICT proportion was 0.09899 percent, which was a decrease of 0.00567 from its proportion measured as of December 31, 2017.

For the year ended June 30, 2019, the DISTRICT recognized pension expense of \$1,084,344 and revenue of \$1,664,620 for support from the State as a nonemployer contributing entity. At June 30, 2019, the DISTRICT reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020

NOTE 9: **DEFINED BENEFIT PENSION PLAN** (Continued)

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

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 831,325	\$ -
Changes of assumptions or other inputs	\$ 511,164	\$ (7,092,397)
Net difference between projected and actual earnings on pension plan investments	\$ 1,669,265	\$ (3,528,849)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ 73,525	\$ (2,638,570)
Contributions subsequent to the measurement date	\$ 574,381	\$ -
Total	\$ 3,659,660	\$ (13,259,816)

\$574,381 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:	Fiscal Year Totals
2021	\$ (5,458,224)
2022	(3,995,646)
2023	(124,734)
2024	(595,933)
Total	\$ (10,174,537)

Actuarial assumptions. The total pension liability in the December 31, 2018 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

Actuarial cost method	Entry Age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increase, including wage inflation	3.50-9.70%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic) ¹	1.25%
PERA benefit struture hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)

¹ For 2019, the AI was 0.0%

The actuarial assumptions used in the December 31, 2018, valuation 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 PERA’s Board during the November 18, 2016, Board meeting.

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.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9: **DEFINED BENEFIT PENSION PLAN** (Continued)

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

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.

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:

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020

NOTE 9: **DEFINED BENEFIT PENSION PLAN** (Continued)

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

Asset Class	Target Allocation	10 Year Expected Geometric Rate of Return
U.S Equity - Large Cap	21.20%	4.30%
U.S Equity - Small Cap	7.42%	4.80%
Non U.S. Equity - Developed	18.55%	5.20%
Non U.S. Equity - Emerging	5.83%	5.40%
Core Fixed Income	19.32%	1.20%
High Yield	1.38%	4.30%
Non U.S. Fixed Income - Developed	1.84%	0.60%
Emerging Market Debt	0.46%	3.90%
Core Real Estate	8.50%	4.90%
Opportunity Fund	6.00%	3.80%
Private Equity	8.50%	6.60%
Cash	1.00%	0.20%
Total	100.00%	

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

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.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

- 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.
- 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.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

Sensitivity of the DISTRICT’ 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 asset (liability)	\$ (19,613)	\$ (14,789)	\$ (10,738)

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 10: DEFINED CONTRIBUTION PENSION PLAN

Voluntary Investment Program

Plan Description

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

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. The District does not contribute to the plan. Employees are immediately vested in their own contributions, employer contributions, if any, and investment earnings. For the year ended June 30, 2020 program members contributed \$78,626.

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS

Health Care Trust Fund

Summary of Significant Accounting Policies

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

General Information about the OPEB Plan

Plan description. Eligible employees of the DISTRICT are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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.

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

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

PERA Benefit Structure

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

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

DPS Benefit Structure

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

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

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the DISTRICT is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the DISTRICT were \$59,359 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 DISTRICT reported a liability of \$727,473 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 DISTRICT' proportion of the net OPEB liability was based on the DISTRICT' 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 DISTRICT' proportion was 0.06472 percent, which was a decrease of 0.00331 from its proportion measured as of December 31, 2017.

For the year ended June 30, 2019, the DISTRICT recognized OPEB expense of \$41,023. At June 30, 2019, the DISTRICT reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 2,473	\$ (122,297)
Net difference between projected and actual earnings on pension plan investments	\$ 12,312	\$ (24,026)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ 11,942	\$ (37,610)
Contributions subsequent to the measurement date	\$ 30,231	\$ -
Total	\$ 63,246	\$ (183,933)

\$30,231 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:	Fiscal Year Totals
2021	\$ (29,224)
2022	(29,224)
2023	(25,622)
2024	(33,971)
2025	(31,014)
2026	(1,863)
Total	\$ (150,918)

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:

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Actuarial cost method	Entry Age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increase, including wage inflation	3.50% in the aggregate
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
PERA Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	5.60% for 2019, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.50% for 2019, gradually rising to 4.50% in 2029
DPS Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

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:

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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
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.

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.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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
2019	5.60%	3.50%
2020	8.60%	3.50%
2021	7.30%	3.50%
2022	6.00%	3.75%
2023	5.70%	3.75%
2024	5.50%	3.75%
2025	5.30%	4.00%
2026	5.10%	4.00%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

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.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 11: **OTHER POST-EMPLOYMENT BENEFITS** (Continued)

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates			
	1% Decrease	Current Trend Rate	1% Increase
Initial PERACare Medicare trend rate	4.60%	5.60%	6.60%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Proportionate share of the net OPEB asset (liability)	\$ (710,192)	\$ (727,473)	\$ (747,442)

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2020

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Discount rate. The discount rate used to measure the total OPEB liability was 7.25 percent. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2018, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members
- assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- 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 DISTRICT' 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:

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2020**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate			
	1% Decrease	Current Discount Rate	1% Increase
Discount Rate	6.25%	7.25%	8.25%
Proportionate share of the net OPEB asset (liability)	\$ (822,555)	\$ (727,473)	\$ (646,158)

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 12: PRIOR PERIOD RESTATEMENTS

The District has recalculated and decreased the net deferred charge on refunding and deferred bond premiums related to the 2016 and 2017 Bond Refunding in the amount of \$(327,246). The District has also reduced the PERA pension and OPEB deferred outflows and inflows in the amount of \$(37,480). These restatements resulted in a net increase in beginning net position in the Governmental activities of \$364,764. A summary of the restatements is as follows:

Beginning Net Position (Deficit)	\$ (3,144,310)
Restatements:	
Pension and OPEB Deferrals	37,480
Bond Deferrals	<u>327,246</u>
Beginning Net Position (Deficit) as Restated	<u>\$ (2,779,584)</u>

NOTE 13 INTERFUND BALANCES

The District made routine transfer for the year ended June 30, 2020.

**Required Supplementary Information
(Pension and OPEB Schedules Unaudited)**

IGNACIO SCHOOL DISTRICT 11JT

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

<u>Fiscal Year</u>	<u>District's proportion of the net pension asset (liability)</u>	<u>District's proportionate share of the net pension asset (liability)</u>	<u>Non-employer contributing entity's total proportionate share of the net pension asset (liability)</u>	<u>Total proportionate share associated with District</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net pension asset (liability) as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
June 30, 2014	0.012415%	\$ (15,835,714)	\$ -	\$ (15,835,714)	\$ 5,066,628	312.55%	64.07%
June 30, 2015	0.120639%	\$ (16,350,680)	\$ -	\$ (16,350,680)	\$ 5,130,104	318.72%	62.84%
June 30, 2016	0.118835%	\$ (18,174,923)	\$ -	\$ (18,174,923)	\$ 5,156,646	352.46%	59.16%
June 30, 2017	0.116610%	\$ (34,719,235)	\$ -	\$ (34,719,235)	\$ 5,391,943	643.91%	43.13%
June 30, 2018	0.119849%	\$ (38,754,831)	\$ -	\$ (38,754,831)	\$ 5,706,047	701.00%	43.96%
June 30, 2019	0.104661%	\$ (18,532,376)	\$ (2,229,229)	\$ (20,761,605)	\$ 5,753,774	322.09%	57.01%
June 30, 2020	0.098989%	\$ (14,788,680)	\$ (1,664,620)	\$ (16,453,300)	\$ 5,779,675	255.87%	64.52%

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

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

See the accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT

SCHEDULE OF DISTRICT'S CONTRIBUTIONS

PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Actual contributions</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
June 30, 2014	\$ 809,995	\$ (809,995)	\$ -	\$ 5,066,628	15.99%
June 30, 2015	866,637	\$ (866,637)	\$ -	\$ 5,130,104	16.89%
June 30, 2016	914,681	\$ (914,681)	\$ -	\$ 5,156,646	17.74%
June 30, 2017	990,996	\$ (990,996)	\$ -	\$ 5,391,943	18.38%
June 30, 2018	1,077,813	\$ (1,077,813)	\$ -	\$ 5,706,047	18.89%
June 30, 2019	1,100,697	\$ (1,100,697)	\$ -	\$ 5,753,774	19.13%
June 30, 2020	\$ 1,120,101	\$ (1,120,101)	\$ -	\$ 5,779,675	19.38%

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

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

See the accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT

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

Fiscal Year Ended	District's proportion of the net OPEB asset (liability)	District's proportionate share of the net OPEB asset (liability)	District's covered payroll	District's proportionate share of the net OPEB asset (liability) as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
June 30, 2017	0.066282%	\$ (859,373)	\$ 5,391,943	15.938%	16.70%
June 30, 2018	0.068098%	(884,996)	\$ 5,706,047	15.510%	17.53%
June 30, 2019	0.068030%	(925,579)	\$ 5,753,774	16.086%	17.03%
June 30, 2020	0.064722%	\$ (727,473)	\$ 5,779,675	12.587%	24.49%

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

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

See the accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT

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

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Actual contributions</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
June 30, 2017	\$ 54,998	\$ (54,998)	\$ -	\$ 5,391,943	1.02%
June 30, 2018	\$ 58,202	\$ (58,202)	\$ -	\$ 5,706,047	1.02%
June 30, 2019	\$ 58,688	\$ (58,688)	\$ -	\$ 5,753,774	1.02%
June 30, 2020	\$ 58,953	\$ (58,953)	\$ -	\$ 5,779,675	1.02%

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

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

See the accompanying Independent Auditors' Report.

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Required Supplementary Information

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
REVENUES					
Local Sources					
Property Taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,933,122	\$ 933,122	\$ 1,923,076
Specific Ownership Taxes	180,000	180,000	218,025	38,025	213,139
Delinquent Taxes	1,500	1,500	1,306	(194)	1,545
Tuition From Individuals	-	-	900	900	1,800
Tuition Within the BOCES	1,000	1,000	-	(1,000)	1,190
Investment Earnings	10,200	10,200	33,656	23,456	32,123
Pupil Activity Revenues	-	-	-	-	7,630
Rent Revenue	6,000	6,000	9,526	3,526	8,242
Donations	13,000	13,000	13,000	-	1,000
Overhead Cost Revenue	-	-	-	-	9,645
Indirect Cost Revenue	29,560	29,560	15,815	(13,745)	16,171
Insurance Proceeds	-	-	44,822	44,822	6,500
Other Local	153,000	153,000	68,225	(84,775)	232,098
Total Local Sources	1,394,260	1,394,260	2,338,397	944,137	2,454,159
Intermediate Sources					
Mineral Leases	30,000	30,000	29,612	(388)	-
Other Intermediate Source Revenue	30,000	30,000	16,032	(13,968)	4,655
Total Intermediate Sources	60,000	60,000	45,644	(14,356)	4,655
State Sources					
State Share (Equalization)	7,457,500	7,457,500	7,470,989	13,489	6,977,257
State Transportation	105,000	105,000	106,199	1,199	111,297
State Grants from CDE					
State Share - Colorado Preschool Program (CPP)	-	-	983	983	-
Small Rural Schools Additional Funding	218,000	218,000	218,269	269	305,173
Additional As- Risk Funding	7,000	7,000	5,904	(1,096)	7,346
Kindergarten Facility Grant	-	24,130	40,813	16,683	-
AP Exam Fee Grant	-	-	-	-	1,116
State Grants from Other Agencies					
State Vocational Education	80,000	80,000	58,370	(21,630)	51,766
State PERA Contribution	-	-	142,071	142,071	150,505
SAFER/Safety and Security Grant	81,600	81,600	-	(81,600)	-
Other Agency State Grants	-	-	63,600	63,600	18,000
State Grants Provided through BOCES	35,000	35,000	57,799	22,799	-
Total State Sources	7,984,100	8,008,230	8,164,997	156,767	7,622,460
Federal Sources					
Federal Grants from CDE					
Coronavirus Relief Fund	-	-	69,251	69,251	-
Direct Federal Revenue					
Impact Aid Revenue	1,100,000	1,100,000	1,328,936	228,936	1,805,150
Total Federal Sources	1,100,000	1,100,000	1,398,187	298,187	1,805,150
TOTAL REVENUES	10,538,360	10,562,490	11,947,225	1,384,735	11,886,424

See the accompanying Independent Auditors' Report

(Continued)

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES					
Current:					
Instruction					
Salaries	3,416,526	3,378,046	3,182,609	195,437	3,304,043
Benefits	1,582,482	1,549,022	1,345,044	203,978	1,446,716
PS-Professional	144,100	152,146	140,383	11,763	158,342
PS-Property	18,100	18,800	42,565	(23,765)	4,736
PS-Other	425,800	426,650	681,692	(255,042)	276,289
Supplies	141,600	149,850	127,518	22,332	97,931
Property	70,000	112,995	150,530	(37,535)	312,763
Other Expenses	2,000	3,000	2,395	605	1,970
Total Instruction	<u>5,800,608</u>	<u>5,790,509</u>	<u>5,672,736</u>	<u>117,773</u>	<u>5,602,790</u>
Supporting Services					
Pupil Support					
Salaries	320,050	326,816	320,476	6,340	293,408
Benefits	144,527	156,980	139,118	17,862	147,579
PS- Professional	15,200	15,200	13,000	2,200	728
PS-Other	3,100	3,250	1,604	1,646	2,667
Supplies	2,600	2,600	740	1,860	1,900
Total Pupil Support	<u>485,477</u>	<u>504,846</u>	<u>474,938</u>	<u>29,908</u>	<u>446,282</u>
Staff Support					
Salaries	224,800	224,800	222,957	1,843	213,849
Benefits	85,737	91,141	83,906	7,235	91,418
PS- Professional	25,000	25,000	16,167	8,833	15,686
PS- Property	39,600	39,600	39,680	(80)	43,230
PS-Other	3,900	1,900	-	1,900	2,404
Supplies	11,250	10,250	4,541	5,709	10,529
Total Staff Support	<u>390,287</u>	<u>392,691</u>	<u>367,251</u>	<u>25,440</u>	<u>377,116</u>
General Administration					
Salaries	241,430	283,908	285,467	(1,559)	230,852
Benefits	100,115	102,254	234,488	(132,234)	239,847
PS- Professional	52,500	44,100	34,506	9,594	41,547
PS-Other	31,250	33,250	22,025	11,225	32,018
Supplies	7,500	10,000	6,020	3,980	5,469
Other Expenses	15,100	22,100	20,229	1,871	23,158
Total General Administration	<u>447,895</u>	<u>495,612</u>	<u>602,735</u>	<u>(107,123)</u>	<u>572,891</u>
School Administration					
Salaries	498,595	516,425	511,165	5,260	499,512
Benefits	198,291	202,370	180,172	22,198	174,048
PS- Professional	39,000	39,000	18,216	20,784	26,380
PS-Other	30,410	30,410	15,249	15,161	26,275
Supplies	5,700	6,907	6,107	800	4,851
Other Expenses	3,000	2,500	312	2,188	1,399
Total School Administration	<u>774,996</u>	<u>797,612</u>	<u>731,221</u>	<u>66,391</u>	<u>732,465</u>

See the accompanying Independent Auditors' Report

(Continued)

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
(Continued)					
EXPENDITURES (Continued)					
Supporting Services (Continued)					
Business Services					
Salaries	139,534	139,534	134,022	5,512	135,094
Benefits	63,134	63,135	39,885	23,250	48,875
PS- Professional	11,000	11,000	7,331	3,669	21,057
PS-Other	5,800	5,160	3,284	1,876	5,680
Supplies	2,000	2,000	(3,036)	5,036	5,203
Other Expenses	2,500	4,000	(896)	4,896	9,753
Total Business Services	223,968	224,829	180,590	44,239	225,662
Operations and Maintenance					
Salaries	330,636	320,636	306,328	14,308	298,998
Benefits	168,347	176,534	153,683	22,851	153,330
PS- Professional	130,000	102,500	76,584	25,916	53,552
PS- Property	229,750	222,250	212,519	9,731	176,787
PS-Other	1,300	1,300	553	747	1,046
Supplies	381,590	326,590	294,214	32,376	342,604
Property	76,382	76,382	70,624	5,758	18,000
Total Operations and Maintenance	1,318,005	1,226,192	1,114,505	111,687	1,044,317
Transportation					
Salaries	354,655	364,550	350,342	14,208	340,728
Benefits	128,613	148,517	137,947	10,570	123,633
PS- Professional	7,000	7,000	6,750	250	6,433
PS- Property	31,000	30,000	26,810	3,190	26,094
PS-Other	22,500	24,500	20,658	3,842	21,229
Supplies	102,500	98,500	75,797	22,703	100,315
Total Transportation	646,268	673,067	618,304	54,763	618,432
Other Central Support					
Salaries	176,652	176,652	175,492	1,160	171,193
Benefits	71,002	81,807	73,595	8,212	69,699
PS-Other	500	500	168	332	500
Supplies	-	-	8,825	(8,825)	-
Total Other Central Support	248,154	258,959	258,080	879	241,392
Risk Management					
PS-Other	205,905	199,905	156,521	43,384	143,538
Other Supporting Services					
PS-Other	382,750	380,000	381,799	(1,799)	466,364
Supplies	1,000	3,500	3,553	(53)	277
Total Other Supporting Services	383,750	383,500	385,352	(1,852)	466,641
Total Supporting Services	5,124,705	5,157,213	4,889,497	267,716	4,868,736
Other Uses					
Up-Front Grant Match	85,965	146,693	9,150	137,543	-
Contingency	3,061,000	3,993,993	-	3,993,993	-
TOTAL EXPENDITURES	14,072,278	15,088,408	10,571,383	4,517,025	10,471,526
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(3,533,918)	(4,525,918)	1,375,842	5,901,760	1,414,898
OTHER FINANCING SOURCES (USES)					
Transfers	(366,082)	(366,082)	(392,246)	(26,164)	(331,131)
CHANGE IN FUND BALANCE	(3,900,000)	(4,892,000)	983,596	5,875,596	1,083,767
BEGINNING FUND BALANCE	3,900,000	4,892,000	5,426,566	534,566	4,342,799
ENDING FUND BALANCE	\$ -	\$ -	\$ 6,410,162	\$ 6,410,162	\$ 5,426,566

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Food Service Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Food Service Revenue	\$ 123,000	\$ 123,000	\$ 72,318	\$ (50,682)	\$ 87,973
State Sources					
State Grants from CDE					
State Matching Child Nutrition	3,600	3,600	3,464	(136)	3,595
Start Smart Nutrition	1,650	1,650	1,318	(332)	1,545
School Lunch Protection: F&R for Pre-K thru 2nd	5,000	5,000	2,908	(2,092)	2,612
Total State Sources	10,250	10,250	7,690	(2,560)	7,752
Federal Sources					
Federal Grants from CDE					
Coronavirus Relief Fund	-	-	15,000	15,000	-
School Breakfast Program	65,000	65,000	53,739	(11,261)	71,865
National School Lunch Program	200,000	200,000	223,621	23,621	195,155
Federal Grants from Other State Agencies					
National School Lunch Program - Commodities	22,000	22,000	27,656	5,656	19,767
Total Federal Sources	287,000	287,000	320,016	33,016	286,787
TOTAL REVENUES	420,250	420,250	400,024	(20,226)	382,512
EXPENDITURES					
Supporting Services					
Food Service					
Salaries	189,652	189,652	193,044	(3,392)	170,993
Benefits	133,425	133,423	94,512	38,911	80,764
PS- Professional	1,600	1,600	1,572	28	3,631
PS- Property	3,530	3,530	1,842	1,688	4,130
PS-Other	1,400	1,400	96	1,304	1,242
Supplies	8,143	8,143	8,330	(187)	5,701
Food	195,000	195,000	193,996	1,004	201,963
Commodities	31,500	31,500	37,452	(5,952)	28,520
TOTAL EXPENDITURES	564,250	564,248	530,844	33,404	496,944
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(144,000)	(143,998)	(130,820)	13,178	(114,432)
OTHER FINANCING SOURCES (USES)					
Transfers	100,000	100,000	100,000	-	120,000
CHANGE IN FUND BALANCE	(44,000)	(43,998)	(30,820)	13,178	5,568
BEGINNING FUND BALANCE	44,000	43,998	38,255	(5,743)	32,687
ENDING FUND BALANCE	\$ -	\$ -	\$ 7,435	\$ 7,435	\$ 38,255

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Designated Grants Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2019 Actual
REVENUES					
State Sources					
State Grants from CDE					
State ELPA Prof Dev and Student Support	\$ 16,940	\$ 16,940	\$ 20,380	\$ 3,440	\$ 17,351
State ELPA	12,486	13,581	18,791	5,210	18,066
Expelled and At Risk Students	80,000	80,000	-	(80,000)	-
READ Act (Old Money)	-	-	9,442	9,442	39,845
State Grants to Libraries	3,500	4,500	4,500	-	3,500
Computer Science Education	10,000	10,000	1,594	(8,406)	9,656
READ Act	41,513	27,485	27,486	1	-
State Grants Provided through BOCES	12,328	10,225	12,320	2,095	12,132
Total State Sources	176,767	162,731	94,513	(68,218)	100,550
Federal Sources					
Federal Grants from CDE					
NCLB Title I, Part A- Imp Basic Prgrms Oper by Sch	212,234	194,584	198,795	4,211	223,608
NCLB Title III, Part A- Eng Lang Acq	-	-	-	-	427
NCLB Title II, Part A- Teacher & Principal Trng	24,159	22,617	9,330	(13,287)	24,821
ESSA, Title IV-A: Stud Supp and Acad Enrich Grants	10,000	3,027	4,728	1,701	7,798
Federal Grants from Other State Agencies					
Title VII- Indian Education	63,922	67,779	54,742	(13,037)	63,922
Federal Provided through BOCES	-	-	19,323	19,323	17,241
Total Federal Sources	310,315	288,007	286,918	(1,089)	337,817
TOTAL REVENUES	487,082	450,738	381,431	(69,307)	438,367
EXPENDITURES					
Instruction					
Salaries	136,125	118,050	139,037	(20,987)	146,560
Benefits	31,310	36,442	32,765	3,677	56,000
PS-Professional	43,242	30,221	19,822	10,399	28,502
PS-Other	12,375	9,380	3,162	6,218	3,512
Supplies	42,522	22,372	18,566	3,806	20,133
Property	-	-	19,324	(19,324)	17,242
Total Instruction	265,574	216,465	232,676	(16,211)	271,949
Supporting Services					
Pupil Support					
Salaries	18,225	17,700	13,802	3,898	19,206
Benefits	8,986	9,083	7,423	1,660	9,356
Total Pupil Support	27,211	26,783	21,225	5,558	28,562
Staff Support					
Salaries	65,826	72,576	55,320	17,256	52,903
Benefits	15,234	16,214	18,913	(2,699)	19,258
PS- Professional	77,912	78,791	23,044	55,747	34,064
PS-Other	25,102	20,590	7,929	12,661	1,779
Supplies	27,058	14,467	5,534	8,933	12,462
Total Staff Support	211,132	202,638	110,740	91,898	120,466
School Administration					
Other Expenses	22,299	19,385	15,815	3,570	16,171
Business Services					
Salaries	1,250	1,250	-	1,250	-
Benefits	312	309	-	309	-
Total Business Services	1,562	1,559	-	1,559	-
Community Support					
Supplies	2,000	2,000	975	1,025	1,219
Total Supporting Services	264,204	252,365	148,755	103,610	166,418
TOTAL EXPENDITURES	529,778	468,830	381,431	87,399	438,367
CHANGE IN FUND BALANCE	(42,696)	(18,092)	-	18,092	-
BEGINNING FUND BALANCE	42,696	18,092	1	(18,091)	1
ENDING FUND BALANCE	\$ -	\$ -	\$ 1	\$ 1	\$ 1

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Pupil Activity Fund
 For the Year Ended June 30, 2020
 (With Comparative Totals for the Year Ended June 30, 2019)

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Pupil Activity Revenues	\$ 254,531	\$ 254,531	\$ 219,809	\$ (34,722)	\$ 173,345
EXPENDITURES					
Instruction					
Supplies	254,531	254,531	192,064	62,467	-
Other Expenses	-	-	-	-	162,802
TOTAL EXPENDITURES	<u>254,531</u>	<u>254,531</u>	<u>192,064</u>	<u>62,467</u>	<u>162,802</u>
CHANGE IN FUND BALANCE	-	-	27,745	27,745	10,543
BEGINNING FUND BALANCE	-	-	198,304	198,304	187,761
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 226,049</u>	<u>\$ 226,049</u>	<u>\$ 198,304</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Bond Redemption Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020		Variance with Final Budget	2019 Actual
	Final Budget	Actual		
REVENUES				
Local Sources				
Property Taxes	\$ 2,782,513	\$ 3,213,421	\$ 430,908	\$ 3,504,279
Specific Ownership Taxes	330,000	291,984	(38,016)	280,937
Delinquent Taxes	2,000	2,386	386	2,637
Other Taxes	191,000	-	(191,000)	-
Investment Earnings	25,000	62,252	37,252	76,230
TOTAL REVENUES	<u>3,330,513</u>	<u>3,570,043</u>	<u>239,530</u>	<u>3,864,083</u>
EXPENDITURES				
Supporting Services				
Business Services				
PS- Professional	<u>22,000</u>	<u>1,200</u>	<u>20,800</u>	<u>1,225</u>
Debt Service				
Interest	887,594	1,155,364	(267,770)	1,240,690
Principal	<u>2,276,075</u>	<u>2,000,067</u>	<u>276,008</u>	<u>1,924,242</u>
Total Debt Service	<u>3,163,669</u>	<u>3,155,431</u>	<u>8,238</u>	<u>3,164,932</u>
Contingency	<u>4,506,994</u>	-	<u>4,506,994</u>	-
TOTAL EXPENDITURES	<u>7,692,663</u>	<u>3,156,631</u>	<u>4,536,032</u>	<u>3,166,157</u>
Transfers	<u>(300,000)</u>	<u>(300,000)</u>	-	<u>(300,064)</u>
CHANGE IN FUND BALANCE	<u>(4,662,150)</u>	<u>113,412</u>	<u>4,775,562</u>	<u>397,862</u>
BEGINNING FUND BALANCE	<u>4,662,150</u>	<u>4,821,314</u>	<u>159,164</u>	<u>4,423,452</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 4,934,726</u>	<u>\$ 4,934,726</u>	<u>\$ 4,821,314</u>

See accompanying Independent Auditors' Report.

Other Supplementary Information

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Reserve Project Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020			2019 Actual
	Final Budget	Actual	Variance with Final Budget	
EXPENDITURES				
Instruction				
Property	\$ 100,000	\$ 51,414	\$ 48,586	\$ -
Supporting Services				
Transportation				
Other Expenses	2,000	-	2,000	-
Facilities/Capital Outlay				
PS- Professional	5,000	5,000	-	6,359
PS- Property	20,000	7,477	12,523	8,296
Equipment	143,000	136,987	6,013	-
Total Facilities/Capital Outlay	168,000	149,464	18,536	14,655
Debt Service				
Interest	-	-	-	2,109
Principal	-	-	-	100,891
Total Debt Service	-	-	-	103,000
TOTAL EXPENDITURES	330,000	200,878	129,122	117,655
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(330,000)	(200,878)	129,122	(117,655)
OTHER FINANCING SOURCES (USES)				
Transfers	466,082	466,082	-	441,195
CHANGE IN FUND BALANCE	136,082	265,204	129,122	323,540
BEGINNING FUND BALANCE	(136,082)	486,626	622,708	163,086
ENDING FUND BALANCE	\$ -	\$ 751,830	\$ 751,830	\$ 486,626

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
Deferred Maintenance Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020		Variance with Final Budget	2019 Actual
	Final Budget	Actual		
OPERATING REVENUES				
Rent Revenue	\$ 165,000	\$ 165,371	\$ 371	\$ 143,305
Other Local	-	4,030	4,030	7,000
TOTAL OPERATING REVENUES	<u>165,000</u>	<u>169,401</u>	<u>4,401</u>	<u>150,305</u>
OPERATING EXPENSES				
PS- Professional	205,000	2,245	202,755	42,077
PS- Property	348,000	43,283	304,717	60,491
PS-Other	3,500	-	3,500	1,330
Supplies	114,000	27,536	86,464	37,917
Capital Outlay	875,955	189,865	686,090	92,260
Depreciation Expense	55,000	40,113	14,887	36,579
TOTAL OPERATING EXPENSES	<u>1,601,455</u>	<u>303,042</u>	<u>1,298,413</u>	<u>270,654</u>
OPERATING INCOME (LOSS)	(1,436,455)	(133,641)	1,302,814	(120,349)
OTHER REVENUES (EXPENSES)				
Transfers	170,000	200,000	30,000	170,000
CHANGE IN NET POSITION (BUDGET BASIS)	(1,266,455)	66,359	1,332,814	49,651
BUDGET TO GAAP RECONCILIATION				
Capital Outlay	-	190,366	190,366	92,260
CHANGE IN NET POSITION (GAAP BASIS)	(1,266,455)	256,725	1,523,180	141,911
BEGINNING NET POSITION	1,266,455	1,173,721	(92,734)	1,031,810
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 1,430,446</u>	<u>\$ 1,430,446</u>	<u>\$ 1,173,721</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 Combining Statement of Net Position
 Internal Service Funds
 June 30, 2020
 (With Comparative Totals for June 30, 2019)

			<u>Totals</u>	
			2020	2019
	Health Reimbursement Fund	Dental Insurance Fund		
ASSETS				
Cash and Investments	\$ -	\$ 19,531	\$ 19,531	\$ 100,803
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
Liabilities				
Accounts Payable	\$ -	\$ 5,743	\$ 5,743	\$ 7,563
Net Position				
Unrestricted Net Position (Deficit)	-	13,788	13,788	93,240
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	\$ -	\$ 19,531	\$ 19,531	\$ 100,803

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Combining Statement of Revenues, Expenses and Change in Net Position
Internal Service Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	Health		Totals	
	Reimbursement	Dental Insurance	2020	2019
	Fund	Fund		
OPERATING REVENUES				
Benefit Premiums	\$ -	\$ 54,028	\$ 54,028	\$ 92,109
OPERATING EXPENSES				
Risk Management	-	43,518	43,518	42,869
Other Supporting Services	16,126	-	16,126	17,344
TOTAL OPERATING EXPENSES	<u>16,126</u>	<u>43,518</u>	<u>59,644</u>	<u>60,213</u>
OPERATING INCOME (LOSS)	(16,126)	10,510	(5,616)	31,896
OTHER REVENUES (EXPENSES)				
Transfers	26,164	(100,000)	(73,836)	(100,000)
CHANGE IN NET POSITION	10,038	(89,490)	(79,452)	(68,104)
BEGINNING NET POSITION	<u>(10,038)</u>	<u>103,278</u>	<u>93,240</u>	<u>161,344</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 13,788</u>	<u>\$ 13,788</u>	<u>\$ 93,240</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	Health		Totals	
	Reimbursement	Dental	2020	2019
	Fund	Insurance Fund		
Cash Flows from Operating Activities				
Cash Received from Local Sources	\$ -	\$ 54,028	\$ 54,028	\$ 92,110
Cash Paid to Vendors	(19,935)	(41,529)	(61,464)	(52,651)
Net Cash Provided (Used) by Operating Activities	<u>(19,935)</u>	<u>12,499</u>	<u>(7,436)</u>	<u>39,459</u>
Cash Flows Provided (Used) by Noncapital Finance Activities				
Cash (to) from Other Funds	26,164	(100,000)	(73,836)	(100,000)
Net Increase (Decrease) in Cash	6,229	(87,501)	(81,272)	(60,541)
Cash, Beginning	<u>(6,229)</u>	<u>107,032</u>	<u>100,803</u>	<u>161,344</u>
Cash, Ending	<u>\$ -</u>	<u>\$ 19,531</u>	<u>\$ 19,531</u>	<u>\$ 100,803</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:				
Operating Income (Loss)	\$ (16,126)	\$ 10,510	\$ (5,616)	\$ 31,897
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Changes in Assets and Liabilities Related to Operations:				
Increase (Decrease) in:				
Accounts Payable	(3,809)	1,989	(1,820)	7,562
Net Cash Provided (Used) by Operating Activities	<u>\$ (19,935)</u>	<u>\$ 12,499</u>	<u>\$ (7,436)</u>	<u>\$ 39,459</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
Health Reimbursement Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020			2019 Actual
	Final Budget	Actual	Variance with Final Budget	
OPERATING REVENUES				
Benefit Premiums	\$ 20,000	\$ -	\$ (20,000)	\$ -
OPERATING EXPENSES				
PS- Professional	28,000	16,126	11,874	17,344
OPERATING INCOME (LOSS)	(8,000)	(16,126)	(8,126)	(17,344)
OTHER REVENUES (EXPENSES)				
Transfers	-	26,164	26,164	-
CHANGE IN NET POSITION (GAAP BASIS)	(8,000)	10,038	18,038	(17,344)
BEGINNING NET POSITION	8,000	(10,038)	(18,038)	7,306
ENDING NET POSITION	\$ -	\$ -	\$ -	\$ (10,038)

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
Dental Insurance Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020			2019 Actual
	Final Budget	Actual	Variance with Final Budget	
OPERATING REVENUES				
Benefit Premiums	\$ 91,000	\$ 54,028	\$ (36,972)	\$ 92,110
OPERATING EXPENSES				
PS- Professional	206,844	43,518	163,326	42,870
OPERATING INCOME (LOSS)	(115,844)	10,510	126,354	49,240
OTHER REVENUES (EXPENSES)				
Transfers	(100,000)	(100,000)	-	(100,000)
CHANGE IN NET POSITION (GAAP BASIS)	(215,844)	(89,490)	126,354	(50,760)
BEGINNING NET POSITION	215,844	103,278	(112,566)	154,038
ENDING NET POSITION	\$ -	\$ 13,788	\$ 13,788	\$ 103,278

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Combining Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2020
(With Comparative Totals for June 30, 2019)

	Private Purpose Trust Funds		Totals	
	Floyd		2020	2019
	Scholarship Fund	Candelaria/Floyd Scholarship Fund		
ASSETS				
Cash and Investments	\$ 4,833	\$ 5,575	\$ 10,408	\$ 11,377
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
Net Position				
Restricted for Student Activity/Scholarship	\$ 4,833	\$ 5,575	\$ 10,408	\$ 11,377

See the accompanying Independent Auditors' Report

IGNACIO SCHOOL DISTRICT 11JT
Combining Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	<u>Private Purpose Trust Funds</u>		<u>Totals</u>	
	<u>Floyd Scholarship Fund</u>	<u>Candeleria/Floyd Scholarship Fund</u>	<u>2020</u>	<u>2019</u>
ADDITIONS				
Local Sources	\$ 17	\$ 14	\$ 31	\$ 16
DEDUCTIONS				
Other Supporting Services	1,000	-	1,000	500
CHANGE IN FIDUCIARY NET POSITION	<u>(983)</u>	<u>14</u>	<u>(969)</u>	<u>(484)</u>
BEGINNING NET POSITION	<u>5,816</u>	<u>5,561</u>	<u>11,377</u>	<u>11,861</u>
ENDING NET POSITION	<u>\$ 4,833</u>	<u>\$ 5,575</u>	<u>\$ 10,408</u>	<u>\$ 11,377</u>

See the accompanying Independent Auditors' Report

IGNACIO SCHOOL DISTRICT 11JT
Statement of Changes in Fiduciary Net Position
Budget and Actual
Floyd Scholarship Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020			2019
	Final Budget	Actual	Variance with Final Budget	
ADDITIONS				
Local Sources	\$ 1	\$ 17	\$ 16	\$ 15
DEDUCTIONS				
Other Supporting Services	1,000	1,000	-	500
Contingency	5,038	-	5,038	-
TOTAL DEDUCTIONS	<u>6,038</u>	<u>1,000</u>	<u>5,038</u>	<u>500</u>
CHANGE IN FIDUCIARY NET POSITION	(6,037)	(983)	5,054	(485)
BEGINNING NET POSITION	<u>6,037</u>	<u>5,816</u>	<u>(221)</u>	<u>6,301</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 4,833</u>	<u>\$ 4,833</u>	<u>\$ 5,816</u>

See the accompanying Independent Auditors' Report

IGNACIO SCHOOL DISTRICT 11JT
Statement of Changes in Fiduciary Net Position
Budget and Actual
Candeleria/Floyd Scholarship Fund
For the Year Ended June 30, 2020
(With Comparative Totals for the Year Ended June 30, 2019)

	2020		Variance with Final Budget	2019
	Final Budget	Actual		Actual
ADDITIONS				
Local Sources	\$ 1	\$ 14	\$ 13	\$ 1
DEDUCTIONS				
Other Supporting Services	1,000	-	1,000	-
Contingency	4,309	-	4,309	-
TOTAL DEDUCTIONS	<u>5,309</u>	<u>-</u>	<u>5,309</u>	<u>-</u>
CHANGE IN FIDUCIARY NET POSITION	(5,308)	14	5,322	1
BEGINNING NET POSITION	<u>5,308</u>	<u>5,561</u>	<u>253</u>	<u>5,559</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 5,575</u>	<u>\$ 5,575</u>	<u>\$ 5,560</u>

See the accompanying Independent Auditors' Report

SINGLE AUDIT SELECTION

Mayberry & Company, LLC

Certified Public Accountants

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

Board of Education
Ignacio School District 11 JT
Ignacio, Colorado

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance *Government Auditing Standards*

Independent Auditors' Report

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, the aggregate remaining fund information, and the related notes to the financial statements of the Ignacio School District 11 JT (the District) as of and for the year ended June 30, 2020, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 12, 2020.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mayberry + Company, LLC

Englewood, CO
November 12, 2020

Mayberry & Company, LLC

Certified Public Accountants

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

Board of Education
Ignacio School District 11 JT
Colorado Springs, Colorado

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditors' Report

Report on Compliance for Each Major Federal Program

We have audited the Ignacio School District 11 JT (District's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's, Colorado's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District's complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's' internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

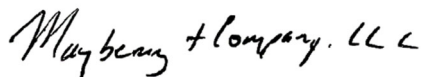
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Ignacio School District 11 JT, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 12, 2020 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.



Englewood, Colorado
November 12, 2020

Ignacio School District 11 JT
Schedule of Expenditures of Federal Awards By Grant
For the Year Ended June 30, 2020

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures(\$)</i>
Child Nutrition Cluster-Cluster			
United States Department of Agriculture School Breakfast Program	10.553	Colo Dept of Education,4553	\$ 53,739
National School Lunch Program			
National School Lunch Program	10.555	Colo Dept of Human Services	27,656
National School Lunch Program	10.555	Colo Dept of Education,4555	223,621
Total National School Lunch Program			<u>251,277</u>
Total Child Nutrition Cluster-Cluster			<u>305,016</u>
Other Programs			
Department of Education			
Title I Grants to Local Educational Agencies	84.010	Colo Dept of Education,5010	80,000
Title I Grants to Local Educational Agencies	84.010	Colo Dept of Education,4010	118,795
Total Title I Grants to Local Educational Agencies			<u>198,795</u>
Coronavirus Relief Fund	84.012	Colo Dept of Education,4012	84,251
Impact Aid	84.041		1,328,936
Indian Education Grants to Local Educational Agencies	84.060		54,742
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367	Colo Dept of Education,4367	9,330
Student Support and Academic Enrichment Program	84.424	Coloo Dept of Education,4424	4,728
Total Other Programs			<u>1,680,782</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,985,798</u></u>

The accompanying notes are an integral part of this schedule

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED JUNE 30, 2020

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards, (the "Schedule"), includes the federal award activity of the Ignacio School District 11JT, (the "District") under the programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

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

NOTE 3: 10% DE MINIMIS COST RATE

The District did not utilize the 10% de minimis cost rate allowed under the Uniform Guidance.

NOTE 4: SUBRECIPIENTS

There were no subrecipients that received funding from the District for the fiscal year.

IGNACIO SCHOOL DISTRICT 11JT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2020

Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: unmodified

Internal control over financial reporting:

- Material weakness identified? yes no

- Significant deficiencies identified that are not considered to be material weaknesses? yes no

Noncompliance material to financial statements noted?

yes no

Federal Awards

Internal control over major programs:

- Material weakness identified? yes no

- Significant deficiencies identified that are not considered to be material weaknesses? yes no

Type of auditors' report issued on compliance for major programs: unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?

yes no

Identification of major programs:

84.041 Impact Aid

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?

yes no

IGNACIO SCHOOL DISTRICT 11JT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)

YEAR ENDED JUNE 30, 2020

II - Findings relating to the financial statement audit as required to be reported in accordance with generally accepted government auditing standards

A. Material Weaknesses in Internal Control

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2020, did not disclose any material weaknesses or significant deficiencies in internal controls.

B. Compliance Findings

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2020, did not disclose any instances of noncompliance with requirements with certain provisions of laws, regulations, and grants that were material to those financial statements.

III - Findings and Questioned Costs for Federal Awards

A. Material Weaknesses in Internal Control

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2020, did not disclose any material weaknesses or significant deficiencies in internal controls over federal grant management.

B. Compliance Findings

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2020, did not disclose any instances of noncompliance with requirements with certain provisions of laws, regulations, and grants that were material to those financial statements.

C. Questioned Costs

None noted.

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STATE COMPLIANCE



Colorado Department of Education
Auditors Integrity Report
 District: 1540 - Ignacio 11 JT
 Fiscal Year 2019-20
 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	5,426,566		11,554,979		10,571,383		6,410,162
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	0		0		0		0
Sub- Total	5,426,566		11,554,979		10,571,383		6,410,162
11 Charter School Fund	0		0		0		0
20,26-29 Special Revenue Fund	0		0		0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0		0		0
07 Total Program Reserve Fund	0		0		0		0
21 Food Service Spec Revenue Fund	38,255		472,566		503,386		7,435
22 Govt Designated-Purpose Grants Fund	1		381,431		381,431		1
23 Pupil Activity Special Revenue Fund	198,304		219,809		192,064		226,049
24 Full Day Kindergarten Mill Levy Override	0		0		0		0
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	4,821,314		3,270,043		3,156,631		4,934,726
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	486,626		466,082		200,877		751,830
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
Totals	10,971,065		16,364,909		15,005,772		12,330,202
Proprietary							
50 Other Enterprise Funds	1,173,721		369,401		112,677		1,430,446
64 (63) Risk-Related Activity Fund	93,241		-73,836		5,617		13,788
60,65-69 Other Internal Service Funds	0		0		0		0
Totals	1,266,962		295,566		118,294		1,444,234
Fiduciary							
70 Other Trust and Agency Funds	11,377		31		1,000		10,408
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Pupil Activity Agency Fund	0		0		0		0
79 GASB 34:Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
Totals	11,377		31		1,000		10,408

FINAL



Colorado Department of Education
Bolded Balance Sheet Report

District: 1540 - Ignacio 11 JT
 Fiscal Year 2019-20

Colorado School District/BOCES

ASSETS	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals		
Cash and Investments (8100-8104,8111)	7,672,334	0	0	145,517	0	0	44,781	0	751,830	0	389,082	19,531	0	10,408	0	9,033,482		
Cash with Fiscal Agent (8105)	1,781	0	0	0	0	0	0	3,181	0	0	0	0	0	0	0	4,963		
Other Investment Accounts (8112-8115)	0	0	0	0	0	0	0	4,873,609	0	0	0	0	0	0	0	4,873,609		
Taxes Receivable (8121,8122)	156,546	0	0	0	0	0	0	97,610	0	0	0	0	0	0	0	254,156		
Interfund Loans Receivable (8131,8132)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Grants Accounts Receivable (8142)	14,592	0	0	108,100	0	0	0	0	0	0	0	0	0	0	0	122,692		
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	2,101	0	0	0	0	0	0	0	0	2,101		
Inventories (8171,8172,8173)	0	0	0	0	0	0	6,667	0	0	0	0	0	0	0	0	6,667		
Site Improvements (8221)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Accumulated Depreciation on Site Improvements (8222)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Buildings (8231-8234)	0	0	0	0	0	0	0	0	0	1,053,105	0	0	0	0	0	1,053,105		
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Total Assets	7,845,253	0	0	253,617	0	0	53,548	4,974,400	751,830	0	1,442,187	19,531	0	10,408	0	15,350,776		

See accompanying Independent Auditors' Report.

	Governmental										Proprietary					Fiduciary
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
LIABILITIES & FUND EQUITY																
LIABILITIES																
Interfund Payables (7401,7402)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Payables (7421-7423)	10,585	0	0	0	0	0	0	0	0	0	5,743	0	0	0	0	16,327
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses (7461)	895,995	0	0	27,568	0	0	42,191	0	0	0	0	0	0	0	0	965,753
Unearned Revenue (7481)	0	0	0	0	0	0	3,922	0	0	0	0	0	0	0	0	3,922
Grants Deferred Revenue (7482)	528,513	0	0	0	0	0	0	0	0	0	0	0	0	0	0	528,513
Other Current Liabilities (7491,7492,7499)	0	0	0	0	0	0	0	0	0	11,742	0	0	0	0	0	11,742
Deferred Inflow (7800)	0	0	0	0	0	0	0	39,675	0	0	0	0	0	0	0	39,675
Deferred Inflow Grants (7801)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Liabilities	1,435,092	0	0	27,568	0	0	46,113	39,675	0	11,741	5,743	0	0	0	0	1,565,932

See accompanying Independent Auditors' Report.

Governmental

Proprietary

Fiduciary

FUND EQUITY	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	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	0	6,667	0	0	0	0	0	0	0	0	6,667
Restricted Fund Balance 6720	0	0	0	0	0	0	0	4,934,726	0	0	0	0	0	10,408	0	4,945,134
TABOR 3% Emergency Reserve 6721	329,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	329,000
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (CPP) Reserve 6724	0	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	0
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	0	0	0	226,049	0	0	768	0	751,830	0	0	0	0	0	0	978,648
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unassigned Fund Balance 6770	6,081,162	0	0	0	0	0	0	0	0	0	0	0	0	0	0	6,081,162
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	1,053,105	0	0	0	0	0	1,053,105
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	377,340	13,788	0	0	0	391,128
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	6,410,162	0	0	226,049	0	0	7,435	4,934,726	751,830	0	1,430,446	13,788	0	10,408	0	13,784,844

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Total Liabilities & Fund Equity	7,845,253	0	0	253,617	0	0	53,548	4,974,400	751,830	0	1,442,187	19,531	0	10,408	0	15,350,776

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk related activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85
For Each Fund Type: Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes