

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

**FINANCIAL STATEMENTS  
WITH  
INDEPENDENT AUDITORS' REPORTS**

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

NORTH PARK SCHOOL DISTRICT R-1  
WALDEN, COLORADO

ROSTER OF SCHOOL OFFICIALS

JUNE 30, 2020

BOARD OF EDUCATION

Matt Shuler – President  
Graham Crews – Vice President  
Heather Westfahl – Secretary/Treasurer  
Faith Anderson – Member  
Catie Olney – Member  
Christine Redman - Member  
Reece Hartman - Member

ADMINISTRATION

Ed Vandertook – Superintendent  
Ryen Russell – Business Manager

## TABLE OF CONTENTS

	PAGE
<b>INTRODUCTORY SECTION</b>	
Roster of School Officials	
Table of Contents	
<b>FINANCIAL SECTION</b>	
MANAGEMENT’S DISCUSSION AND ANALYSIS (Required Supplementary Information - Unaudited)	M1 – M5
INDEPENDENT AUDITORS’ REPORT	1 – 3
<b>BASIC FINANCIAL STATEMENTS</b>	
Government-Wide Financial Statements:	
Statement of Net Position	4
Statement of Activities	5
Fund Financial Statements:	
Balance Sheet – Governmental Funds	6
Reconciliation of Governmental Fund Balance to Governmental Activities Net Position	7
Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental Funds	8
Reconciliation of Governmental Changes in Fund Balance to Governmental Activities Changes in Net Position	9
Statement of Fiduciary Net Position	10
Notes to Financial Statements	11 – 42
<b>REQUIRED SUPPLEMENTARY INFORMATION (Pension and OPEB Schedules - Unaudited)</b>	
Schedule of the District’s Proportionate Share of the Net Pension Liability	43
Schedule of District Contributions – Pension	44
Schedule of the District’s Proportionate Share of the Net OPEB Liability	45
Schedule of District Contributions – OPEB	46

TABLE OF CONTENTS  
(Continued)

	PAGE
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund	47 – 50
<b>OTHER SUPPLEMENTARY INFORMATION</b>	
Special Revenue Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Food Service Fund	51
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Designated Grants Fund	52
Capital Projects Fund:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual Capital Reserve Projects Fund	53
Trust and Agency Funds:	
Combining Statement of Fiduciary Net Position – Fiduciary Fund	54
Combining Statement of Changes in Fiduciary Net Position – Fiduciary Fund	55
Scholarship Agency Fund – Schedule of Revenues, Expenses and Changes in Fiduciary Net Position – Budget and Actual	56
Pupil Activity Fund – Schedule of Revenues, Expenses and Changes in Fiduciary Net Position – Budget and Actual	57
<b>STATE COMPLIANCE</b>	
Auditors Integrity Report	58
Bolded Balance Sheet Report	59 – 61

**FINANCIAL SECTION**

**INTENTIONALLY LEFT BLANK**

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)**  
**Required Supplementary Information (RSI)**  
**June 30, 2020**

This discussion and analysis of North Park School District R-1's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2020. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the financial statements, financial statement footnotes, budgetary comparison schedules and additional supplementary information to broaden their understanding of the District's financial performance.

**Financial Highlights**

For the year ended June 30, 2020, the District's ending net position increased from a deficit of \$(2,693,909) to \$(1,263,847). The deficit is due to the inclusion of PERA pension and OPEB liability. The District's total expenses were up \$257,174 from the prior year. The District's total assets increased \$1,318,469 while liabilities only increased \$598,749 in 2020 compared to 2019. The District budgets sufficient contingencies to cover any unanticipated operational needs. The Capital Reserve carry forward increased by \$89,273 to \$184,912 primarily due to North Park Education fund and general fund transfer revenue.

**Using the Basic Financial Statements**

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

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

The remaining statements are fund financial statements that focus on individual parts of the District's operations in more detail. The governmental fund statements tell how general District services were financed in the short term as well as what remains for future spending

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

**Financial Analysis of the District as a Whole**

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

## **Government-Wide Financial Statements**

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

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

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

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

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

	<u>2020</u>	<u>2019</u>
<b>Assets:</b>		
Current Assets	\$ 3,572,299	\$ 2,395,904
Capital Assets – Net	2,811,408	2,875,418
Deferred Outflows of Resources	892,915	2,094,117
Capital Assets & Deferred Outflows of Financial Resources	<u>7,276,622</u>	<u>7,365,439</u>
<b>Liabilities:</b>		
Current Liabilities	937,827	481,152
Non-current Liabilities	3,506,058	4,858,331
Deferred Inflows of Resources	4,096,584	4,719,865
Total Liabilities & Deferred Inflows of Financial Resources	<u>8,540,469</u>	<u>10,059,348</u>
<b>Net Position:</b>		
Net Invested in Capital Assets	2,762,815	2,862,431
Restricted Net Position	134,182	90,924
Unrestricted Net Position	(4,160,844)	(5,647,264)
Total Net Position(Deficit)	<u>(1,263,847)</u>	<u>(2,693,909)</u>
Total Liabilities, Deferred Outflows and Net Position	<u>\$ 7,276,622</u>	<u>\$ 7,365,439</u>

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

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

	2020	2019
<b>Program Revenues:</b>		
Charges for Services	\$ 45,713	\$ 44,673
Operating Grants	824,584	762,853
Capital Grants and Contributions	11,594	1,856
Total Program Revenues	881,891	809,382
<b>General Revenues:</b>		
Property Taxes	2,309,241	1,489,495
Specific Ownership Taxes	339,812	305,158
State Equalization	-	720,938
Investment Earnings	11,646	16,017
Other Revenue	60,178	131,455
Total General Revenues	2,720,877	2,663,063
<b>Total Revenues</b>	<b>3,602,768</b>	<b>3,472,445</b>
<b>Expenses:</b>		
Instruction	1,068,601	931,890
Supporting Services	1,104,105	980,688
Interest on Long Term Debt	-	2,954
<b>Total Expenses</b>	<b>2,172,706</b>	<b>1,915,532</b>
Change in Net Position	1,430,062	1,556,913
Net Position - Beginning	(2,693,909)	(4,532,491)
Prior Period Restatement	-	281,669
Net Position - Beginning (Restated)	(2,693,909)	(4,250,822)
<b>Net Position Ending</b>	<b>\$ (1,263,847)</b>	<b>\$ (2,693,909)</b>

### Reporting the District's Most Significant Funds

The analysis of the District's major funds begins on page 4. Fund financial reports provide detailed information about the District's major funds. All of the District's funds in Fiscal Year ending June 30, 2020 are major funds.

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

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

## Fund Financial Statements

As of June 30, 2020, the District's governmental funds reported a combined fund balance of \$2,634,472 which is an increase of \$719,720 from the June 30, 2019 balance. This balance includes general fund, food service, grants, and capital reserve fund.

### General Fund

Although funding from state sources decreased significantly in Fiscal Year 2020, General Fund revenues increased \$290,470 from the prior year. This is primarily attributed to increased sales tax receipts from the North Park Educational Foundation. While total expenditures increased by \$191,634, total ending fund balance increased from \$1,808,469 to \$2,431,204.

### Capital Reserve Fund

The Capital Reserve balance increased \$89,273 leaving \$184,912 carry forward at year end. The District invested \$140,717 in facility improvements and a new bus during this Fiscal Year.

### Capital Assets

As of June 30, 2020 the District had \$2,811,408 invested in a broad range of capital assets, including land, buildings, furniture and equipment. This amount represents a net decrease (including additions, deletions, and depreciation) of \$64,010 from the prior year. This includes the purchase of a 14 passenger bus and mobile home lots to provide staff housing.

	Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020
<b>Governmental Capital Assets:</b>				
Capital Assets not being depreciated:				
Land	\$ 28,595	\$ 39,000	\$ -	\$ 67,595
Capital Assets being depreciated:				
Buildings and Site Improvements	5,187,583	-	-	5,187,583
Food Service Equipment	6,163	-	-	6,163
Vehicles	624,338	66,335	-	690,673
Other Equipment	316,490	7,104	-	323,594
Total Capital assets being depreciated	<u>6,134,574</u>	<u>73,439</u>	<u>-</u>	<u>6,208,013</u>
Less: Accumulated Depreciation:				
Buildings and Site Improvements	(2,713,632)	(118,440)	-	(2,832,072)
Food Service Equipment	(6,163)	-	-	(6,163)
Vehicles	(359,366)	(31,830)	-	(391,196)
Other Equipment	(208,590)	(26,179)	-	(234,769)
Total Accumulated Depreciation	<u>(3,287,751)</u>	<u>(176,449)</u>	<u>-</u>	<u>(3,464,200)</u>
<b>Net Governmental Capital Assets</b>	<b><u>\$ 2,875,418</u></b>	<b><u>\$ (64,010)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,811,408</u></b>

## Debt Administration

As of June 30, 2020 the District had total outstanding long-term debt as follows:

	<u>Balance July 1, 2019</u>	<u>Advances</u>	<u>Payments</u>	<u>Balance June 30, 2020</u>	<u>Current Portion</u>	<u>Interest Expense</u>
<u>Governmental Activities:</u>						
2017 Capital Lease Obligations	\$ 12,986	\$ -	\$ 12,986	\$ -	\$ -	\$ 457
2020 Capital Lease Obligations	-	66,335	6,634	59,701	11,109	-
HCTF Net OPEB Liability	229,258	-	68,468	160,790	-	-
PERA Net Pension Liability	4,590,311	-	1,319,110	3,271,201	-	-
Accrued Compensated Absences	25,775	-	11,410	14,365	-	-
<b>Total Obligations</b>	<b>\$ 4,858,330</b>	<b>\$ 66,335</b>	<b>\$ 1,418,608</b>	<b>\$ 3,506,057</b>	<b>\$ 11,109</b>	<b>\$ 457</b>

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

## General Fund Budget

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

## Economic Factors and Next Year's Budget

Although the District continues to experience declining enrollment, it is in very good financial condition. The District continually looks to supplement the budget through grant opportunities. In Fiscal Year 2021, the district will begin work on a capital project funded by the BEST Grant. The carry forward in the General Fund and Capital Reserve total five months of operating expenses.

## Contacting the District's Financial Management

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

# Mayberry & Company, LLC

Certified Public Accountants

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

---

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

## Independent Auditors' Report

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information, of the North Park School District R-1 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, each major fund, and the aggregate remaining fund information of North Park School District R-1 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 the North Park School District R-1's 2019 financial statements, and we expressed a qualified audit opinion on those audited financial statements in our report dated February 14, 20. 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.

### **Other Matters**

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

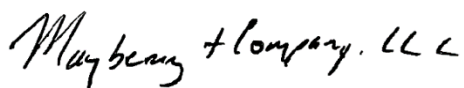
Accounting principles generally accepted in the United States of America require that the management, discussion and analysis on pages M1-M5 and pension schedules on pages 43-46 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Required Supplementary Information – Budgetary Comparison Schedule and Other Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule on pages 47-50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. In addition, the combining and individual fund schedules on pages 51-57 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 58-61 are presented for state regulatory compliance and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



## **BASIC FINANCIAL STATEMENTS**

The Basic Financial Statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all government-wide and fund level activity as of June 30, 2019.

**INTENTIONALLY LEFT BLANK**

**NORTH PARK SCHOOL DISTRICT R-1**

**Statement of Net Position  
June 30, 2020**

	<b>Governmental Activities</b>
	<hr/>
<b>ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES</b>	
<b>Assets</b>	
<b>Current Assets</b>	
Cash and Investments	\$ 3,100,987
Cash with Fiscal Agent	172,098
Taxes Receivable	103,035
Grants Receivable	136,030
Other Accounts Receivable	58,910
Inventory	1,239
<b>Capital and Other Assets</b>	
Capital Assets not Being Depreciated	67,595
Capital Assets Being Depreciated	6,208,013
Accumulated Depreciation	<u>(3,464,200)</u>
<b>Total Assets</b>	<u>6,383,707</u>
<b>Deferred Outflows of Financial Resources</b>	
Net Pension Deferred Outflows	880,460
Net OPEB Deferred Outflows	<u>12,455</u>
<b>Total Deferred Outflows of Financial Resources</b>	<u>892,915</u>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES</b>	<u>\$ 7,276,622</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts Payable	\$ 403,634
Accrued Salaries & Benefits	210,727
Payroll Taxes & Deductions Payable	(600)
Unearned Revenue	28,720
Unearned Revenue Grants	295,346
<b>Noncurrent Liabilities</b>	
Due Within One Year	11,109
Due In More Than One Year	<u>3,494,949</u>
<b>Total Liabilities</b>	<u>4,443,885</u>
<b>Deferred Inflows of Financial Resources</b>	
Net Pension Deferred Inflows	4,010,225
Net OPEB Deferred Inflows	<u>86,359</u>
<b>Total Deferred Inflows of Financial Resources</b>	<u>4,096,584</u>
<b>Net Position</b>	
Net Investment in Capital Assets	2,762,815
Restricted Net Position	134,182
Unrestricted Net Position	<u>(4,160,844)</u>
<b>Total Net Position</b>	<u>(1,263,847)</u>
<b>TOTAL LIABILITIES, DEFERRED OUTFLOWS AND NET POSITION</b>	<u>\$ 7,276,622</u>

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

NORTH PARK SCHOOL DISTRICT R-1

Statement of Activities  
For the Year Ended June 30, 2020

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		<u>Capital Grants and Contributions</u>	<u>Net (Expense) Revenue and Change in Net Position</u>
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>		
<b>Primary Government</b>					
<b>Governmental Activities</b>					
Instruction	\$ 1,068,601	\$ 50	\$ 214,180	\$ 9,426	\$ (844,945)
Supporting Services	<u>1,104,105</u>	<u>45,663</u>	<u>610,404</u>	<u>2,168</u>	<u>(445,870)</u>
<b>Total Primary Government</b>	<u>\$ 2,172,706</u>	<u>\$ 45,713</u>	<u>\$ 824,584</u>	<u>\$ 11,594</u>	<u>(1,290,815)</u>
<b>General Revenues</b>					
Property Taxes					2,309,241
Specific Ownership Taxes					339,812
Investment Earnings					11,646
Other Revenues					<u>60,178</u>
<b>Total General Revenues</b>					<u>2,720,877</u>
<b>Change in Net Position</b>					1,430,062
Beginning Net Position					<u>(2,693,909)</u>
Ending Net Position					<u>\$ (1,263,847)</u>

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

**NORTH PARK SCHOOL DISTRICT R-1**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2020**  
**(With Comparative Totals for June 30, 2019)**

	<u>Special Revenue</u>		
	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Designated Grants Fund</u>
<b>ASSETS</b>			
Cash and Investments	\$ 2,985,708	\$ 23,112	\$ -
Cash with Fiscal Agent	172,098	-	-
Taxes Receivable	103,035	-	-
Interfund Accounts Receivable	15,074	-	-
Grants Receivable	118,686	2,270	15,074
Other Accounts Receivable	58,765	145	-
Inventory	-	1,239	-
<b>TOTAL ASSETS</b>	<u>\$ 3,453,366</u>	<u>\$ 26,766</u>	<u>\$ 15,074</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE</b>			
<b>Liabilities</b>			
Interfund Accounts Payable	\$ 127,000	\$ -	\$ 15,074
Accounts Payable	367,797	1,582	-
Accrued Salaries & Benefits	207,619	3,108	-
Payroll Taxes & Deductions Payable	(600)	-	-
Unearned Revenue	25,000	3,720	-
Unearned Revenue Grants	295,346	-	-
<b>Total Liabilities</b>	<u>1,022,162</u>	<u>8,410</u>	<u>15,074</u>
<b>Fund Balance</b>			
Nonspendable Fund Balance	-	1,239	-
Restricted Fund Balance			
Restricted for TABOR Emergencies	88,000	-	-
Restricted for Colorado Preschool Program	46,182	-	-
Committed Fund Balance	-	17,117	-
Assigned Fund Balance	-	-	-
Unassigned Fund Balance	2,297,022	-	-
<b>Total Fund Balance</b>	<u>2,431,204</u>	<u>18,356</u>	<u>-</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE</b>	<u>\$ 3,453,366</u>	<u>\$ 26,766</u>	<u>\$ 15,074</u>

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

<u>Capital Projects</u>		<u>Totals</u>	
<b>Capital Reserve</b>			
<u>Project Fund</u>	<u>2020</u>	<u>2019</u>	
\$ 92,167	\$ 3,100,987	\$ 1,996,991	
-	172,098	73,114	
-	103,035	-	
127,000	142,074	136,743	
-	136,030	172,164	
-	58,910	14,968	
-	1,239	1,924	
<u>\$ 219,167</u>	<u>\$ 3,714,373</u>	<u>\$ 2,395,904</u>	
\$ -	\$ 142,074	\$ 136,743	
34,255	403,634	-	
-	210,727	184,239	
-	(600)	64,819	
-	28,720	26,116	
-	295,346	69,235	
<u>34,255</u>	<u>1,079,901</u>	<u>481,152</u>	
-	1,239	1,924	
-	88,000	89,000	
-	46,182	13,725	
-	17,117	8,720	
184,912	184,912	95,639	
-	2,297,022	1,705,744	
<u>184,912</u>	<u>2,634,472</u>	<u>1,914,752</u>	
<u>\$ 219,167</u>	<u>\$ 3,714,373</u>	<u>\$ 2,395,904</u>	

**NORTH PARK SCHOOL DISTRICT R-1**

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

Fund Balance - Governmental Funds		\$	2,634,472
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds			
Capital assets, not being depreciated	\$	67,595	
Capital assets, being depreciated		6,208,013	
Accumulated depreciation		<u>(3,464,200)</u>	2,811,408
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			
<b>Pension Liability</b>			
Net pension deferred outflows		880,460	
Net pension liability		(3,271,201)	
Net pension deferred inflows		<u>(4,010,225)</u>	(6,400,966)
<b>OPEB Liability</b>			
Net OPEB deferred outflows		12,455	
Net OPEB liability		(160,790)	
Net OPEB deferred inflows		<u>(86,359)</u>	(234,694)
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.			
Capital leases payable		(59,702)	
Accrued compensated absences		<u>(14,365)</u>	<u>(74,067)</u>
Total Net Position - Governmental Activities			<u>\$ (1,263,847)</u>

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

**NORTH PARK SCHOOL DISTRICT R-1**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**Governmental Funds**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	General Fund	Special Revenue		Capital Projects
		Food Service Fund	Designated Grants Fund	Capital Reserve Project Fund
<b>REVENUES</b>				
Local Sources	\$ 3,113,441	\$ 36,387	\$ -	\$ 661
Intermediate Sources	76,600	-	-	-
State Sources	72,264	1,515	5,753	-
Federal Sources	223,705	43,413	29,029	-
<b>TOTAL REVENUES</b>	<u>3,486,010</u>	<u>81,315</u>	<u>34,782</u>	<u>661</u>
<b>EXPENDITURES</b>				
Instruction	1,460,925	-	34,782	-
Pupil Support	15,292	-	-	-
Staff Support	12,044	-	-	-
General Administration	213,312	-	-	-
School Administration	246,680	-	-	-
Business Services	76,183	-	-	-
Operations and Maintenance	287,916	-	-	-
Transportation	80,376	-	-	66,335
Other Central Support	113,761	-	-	6
Risk Management	89,263	-	-	-
Food Service	-	158,049	-	-
Facilities	-	-	-	74,382
Debt Service	13,443	-	-	6,634
<b>TOTAL EXPENDITURES</b>	<u>2,609,195</u>	<u>158,049</u>	<u>34,782</u>	<u>147,357</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	<u>876,815</u>	<u>(76,734)</u>	<u>-</u>	<u>(146,696)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Debt Proceeds	-	-	-	66,335
Transfers	(254,080)	84,446	-	169,634
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(254,080)</u>	<u>84,446</u>	<u>-</u>	<u>235,969</u>
<b>CHANGE IN FUND BALANCE</b>	622,735	7,712	-	89,273
<b>BEGINNING FUND BALANCE</b>	<u>1,808,469</u>	<u>10,644</u>	<u>-</u>	<u>95,639</u>
<b>ENDING FUND BALANCE</b>	<u>\$ 2,431,204</u>	<u>\$ 18,356</u>	<u>\$ -</u>	<u>\$ 184,912</u>

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

Totals

<u>2020</u>	<u>2019</u>
\$ 3,150,489	\$ 2,278,719
76,600	64,764
79,532	895,741
<u>296,147</u>	<u>233,221</u>
<u>3,602,768</u>	<u>3,472,445</u>
1,495,707	1,385,516
15,292	28,814
12,044	14,862
213,312	220,946
246,680	183,714
76,183	59,498
287,916	412,515
146,711	91,445
113,767	119,679
89,263	88,849
158,049	139,244
74,382	-
<u>20,077</u>	<u>14,987</u>
<u>2,949,383</u>	<u>2,760,069</u>
<u>653,385</u>	<u>712,376</u>
66,335	-
<u>-</u>	<u>-</u>
<u>66,335</u>	<u>-</u>
719,720	712,376
<u>1,914,752</u>	<u>1,202,376</u>
<u>\$ 2,634,472</u>	<u>\$ 1,914,752</u>

**NORTH PARK SCHOOL DISTRICT R-1**

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

Change in Fund Balance - Governmental Funds	\$	719,720	
<p>Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level</p>			
Capitalized Asset Purchases	\$	112,439	
Depreciation Expense		<u>(176,449)</u>	(64,010)
<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>			
<b>Pension Liability</b>			
Current year change and amortization of deferred outflows - net		(1,199,999)	
Change in net pension liability		1,319,110	
Current year change and amortization of deferred inflows - net		<u>673,972</u>	793,083
<b>OPEB Liability</b>			
Current year change and amortization of deferred outflows - net		(1,203)	
Change in OPEB liability		68,468	
Current year change and amortization of deferred inflows - net		<u>(50,691)</u>	16,574
<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>			
Proceeds from debt issuances		(66,335)	
Principal payments on capital leases		19,620	
Change in accrued compensated absences		<u>11,410</u>	<u>(35,305)</u>
Total Net Position - Governmental Activities	\$		<u><u>1,430,062</u></u>

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

**NORTH PARK SCHOOL DISTRICT R-1**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2020**  
**(With Comparative Totals for June 30, 2019)**

	<b>Private</b>			
	<b>Purpose Trust</b>			
	<b>Funds</b>	<b>Agency Fund</b>	<b>Totals</b>	
	<b>Scholarship</b>	<b>Pupil Activity</b>		
	<b>Fund</b>	<b>Agency Fund</b>	<b>2020</b>	<b>2019</b>
<b>ASSETS</b>				
Cash and Investments	\$ 12,616	\$ 33,071	\$ 45,687	\$ 36,576
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>				
<b>Net Position</b>				
Restricted for Scholarship	\$ 12,616	\$ 33,071	\$ 45,687	\$ 36,576

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

**NORTH PARK SCHOOL DISTRICT R-1**  
**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)**

	Private		Total	
	Purpose	Agency Funds		
	Scholarship Fund	Pupil Activity Agency Fund	2020	2019
<b>ADDITIONS</b>				
Local Sources	\$ 28	\$ 84,640	\$ 84,668	\$ 6,735
<b>DEDUCTIONS</b>				
Instruction	<u>1,216</u>	<u>74,340</u>	<u>75,556</u>	<u>31,408</u>
<b>CHANGE IN FIDUCIARY NET POSITION</b>	<u>(1,188)</u>	<u>10,300</u>	<u>9,112</u>	<u>(24,673)</u>
<b>BEGINNING NET POSITION</b>	<u>13,805</u>	<u>22,771</u>	<u>36,576</u>	<u>61,249</u>
<b>ENDING NET POSITION</b>	<u>\$ 12,617</u>	<u>\$ 33,071</u>	<u>\$ 45,688</u>	<u>\$ 36,576</u>

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

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**A. Reporting Entity**

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

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

**B. Basis of Presentation**

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

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

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

**Fund Financial Statements**

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

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

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

**B. Basis of Presentation** (Continued)

Fund Financial Statements (Continued)

The District reports the following major governmental funds:

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

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

Designated Grants Fund – These funds are used to account for the Grants received for specific purpose.

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

The District reports the following fiduciary funds:

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

**C. Measurement Focus and Basis of Accounting**

Government-Wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the same time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements

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

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

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

**D. Budgets and Budgetary Accounting**

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

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

- Budgets are required by state law for all funds. By May 31, the Superintendent of Schools submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year end.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level.
- Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted or amended by the Board of Education.
- Encumbrance accounting is not used.

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

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

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

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

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

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

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

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

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

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

Accumulated unpaid sick and vacation and other pay are serviced from other revenues in the General Fund. These liabilities are only recorded on the government-wide financial statements as they are not expected to be financed from current resources. At June 30, 2020, the District has recorded \$25,775 of accrued leave.

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

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

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

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

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

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

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

All other remaining governmental balances are reported as unassigned.

**F. Net Position/Fund Balance Flow Assumptions**

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

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

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

**G. Revenues and Expenditures/Expenses**

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

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

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

**Comparative Data**

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

**NOTE 2: CASH AND INVESTMENTS**

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

Government-wide - unrestricted	\$ 3,100,987
Fiduciary	<u>45,687</u>
<b>Total</b>	<b><u>\$ 3,146,674</u></b>

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

**NOTE 2: CASH AND INVESTMENTS (Continued)**

Custodial Credit Risk - Deposits

In the case of deposits, this is the risk that in the event of bank failure, the government's deposits may not be returned to it. The District's deposit policy is in accordance with CRS 11-10.5-101, The Colorado Public Deposit Protection Act (PDPA), which governs the investment of public funds. PDPA requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. Amounts on deposit in excess of federal insurance levels (\$250,000) must be collateralized by eligible collateral as determined by the PDPA. The financial institution is allowed to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. The institution's internal records identify collateral by depositor and as such, these deposits are considered uninsured but collateralized. The State Regulatory Commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools. At June 30, 2020, all of the District's deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

	<u>Bank Balance</u>	<u>Carrying Value</u>
FDIC Insured	\$ 250,000	\$ 250,000
PDPA Collateralized	2,923,562	2,896,674
Petty Cash	-	-
<b>Total Cash and Investments</b>	<u>\$ 3,173,562</u>	<u>3,146,674</u>

**Investments**

At June 30, 2020, the District's had no investments.

Credit Risk

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

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

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

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2020**

**NOTE 2: CASH AND INVESTMENTS (Continued)**

Concentration of Credit Risk

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

Interest Rate Risk

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase unless authorized by the local board. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in state statutes.

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2020, the District did not have any investments requiring safekeeping.

**NOTE 3: INVENTORIES**

Food Service Fund inventory as of June 30, 2020 of \$1,239, consisted of purchased and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

**NOTE 4: CAPITAL ASSETS**

A summary of capital asset balances is as follows:

	<b>Balance July 1, 2019</b>	<b>Additions</b>	<b>Deletions</b>	<b>Balance June 30, 2020</b>
<b><u>Governmental Capital Assets:</u></b>				
Capital Assets not being depreciated:				
Land	\$ 28,595	\$ 39,000	\$ -	\$ 67,595
Capital Assets being depreciated:				
Buildings and Site Improvements	5,187,583	-	-	5,187,583
Food Service Equipment	6,163	-	-	6,163
Vehicles	624,338	66,335	-	690,673
Other Equipment	316,490	7,104	-	323,594
Total Capital assets being depreciated	<u>6,134,574</u>	<u>73,439</u>	<u>-</u>	<u>6,208,013</u>
Less: Accumulated Depreciation:				
Buildings and Site Improvements	(2,713,632)	(118,440)	-	(2,832,072)
Food Service Equipment	(6,163)	-	-	(6,163)
Vehicles	(359,366)	(31,830)	-	(391,196)
Other Equipment	(208,590)	(26,179)	-	(234,769)
Total Accumulated Depreciation	<u>(3,287,751)</u>	<u>(176,449)</u>	<u>-</u>	<u>(3,464,200)</u>
<b>Net Governmental Capital Assets</b>	<b><u>\$ 2,875,418</u></b>	<b><u>\$ (64,010)</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 2,811,408</u></b>

Depreciation has been allocated for the statement of activities as follows:

Instruction	\$ 90,927
Supporting Services	85,522
<b>Total Depreciation</b>	<b><u>\$ 176,449</u></b>

The District is required under GASB Statement No. 34, to compute depreciation on all of its capital assets and to record that depreciation on its government-wide financial statements. For the year ended June 30, 2020, depreciation has been charged to governmental activities on the government-wide financial statements. Depreciation is not charged to governmental funds and is accordingly shown as a reconciliation item between the governmental fund and governmental activities presentations. The District does not record infrastructure. All infrastructure type assets have been included as part of the value of the related asset.

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

**NOTE 5: ACCRUED SALARIES AND BENEFITS**

The salaries and benefits earned, but unpaid, as of June 30, 2020, are \$210,727. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund and Food Service Funds.

**NOTE 6: LONG-TERM DEBT**

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

	<u>Balance July 1, 2019</u>	<u>Advances</u>	<u>Payments</u>	<u>Balance June 30, 2020</u>	<u>Current Portion</u>	<u>Interest Expense</u>
<u>Governmental Activities:</u>						
2017 Capital Lease Obligations	\$ 12,986	\$ -	\$ 12,986	\$ -	\$ -	\$ 457
2020 Capital Lease Obligations	-	66,335	6,634	59,701	11,109	-
HCTF Net OPEB Liability	229,258	-	68,468	160,790	-	-
PERA Net Pension Liability	4,590,311	-	1,319,110	3,271,201	-	-
Accrued Compensated Absences	25,775	-	11,410	14,365	-	-
<b>Total Obligations</b>	<b><u>\$ 4,858,330</u></b>	<b><u>\$ 66,335</u></b>	<b><u>\$ 1,418,608</u></b>	<b><u>\$ 3,506,057</u></b>	<b><u>\$ 11,109</u></b>	<b><u>\$ 457</u></b>

**Capital Leases**

In 2017, the District entered into a capital lease agreement for the purchase of an office copier to replace a 2013 copier. The lease requires 48 monthly payments beginning August 2016 for \$563, including estimated interest at 6.0%. Equipment with a remaining value of \$5,195 has been capitalized under this lease. This lease was fully repaid during the current fiscal year.

In 2017, the District entered into a capital lease agreement for the purchase of an office copier to replace a 2015 copier. The lease requires 48 monthly payments beginning August 2016 for \$471, including estimated interest at 6.0%. Equipment with a remaining value of \$4,345 has been capitalized under this lease. This lease was fully repaid during the current fiscal year.

In 2020, the District entered into a capital lease agreement for the purchase of a school bus. The lease required a down payment of \$6,634 and five annual payments of \$13,264 at an interest rate of 3.61%. Equipment with a remaining value of \$63,018 has been capitalized under this lease.

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**

**June 30, 2020**

**NOTE 7: JOINTLY GOVERNED ORGANIZATION**

The District is a participant among seven Districts in a jointly governed organization to operate the Northwest Board of Cooperative Educational Services (BOCES). The BOCES was formed for the purpose of administrative functions among member districts for special education and federal grants. During the year ended June 30, 2020, the District paid \$36,906 in assessments to the BOCES. The BOCES is governed by a board of directors consisting of a member of the board of education and the superintendent from each of the participating members. The District does not have an ongoing financial interest in or ongoing financial responsibility for the BOCES. Financial statements for the BOCES can be obtained from the BOCES administrative offices at: 325 7<sup>th</sup> Street, P.O. Box 773390, Steamboat Springs, CO 80477.

**NOTE 8: RISK MANAGEMENT**

Property and Liability Coverage

The District belongs to the Colorado School District Self Insurance Pool (“CSDSIP”) that was formed in 1981 to give individual school districts more buying power and financial stability. By partnering with districts across the state, members gain better access to essential coverage at a competitive price, and more control over the entire risk management function. The coverage provided by CSDSIP is property, crime, general liability, auto liability and physical damage, and errors and omissions. CSDSIP became self-administered in 1997.

The board of directors is comprised of nine persons who are district school board members, superintendents, or district business officials. Each member’s premium contribution is determined by CSDSIP based on factors including, but not limited to, the aggregate CSDSIP claims, the cost of administrative and other operating expenses, the number of participants, operating and reserve fund adequacy, investment income and reinsurance expense and profit sharing. Reporting to the Division of Insurance, as well as an audit and actuarial study is conducted annually. These reports may be obtained by contacting the CSDSIP administrative offices at 6857 South Spruce Street, Centennial, CO 80112. The District has not materially changed its coverage from previous years. The District has not recorded any liability for unpaid claims at June 30, 2020.

CSDSIP has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members.

The ultimate liability to the District resulting from claims not covered by the pool is not recently determinable. Management is of the opinion that the final outcome of such claims, of any, will not have a material adverse effect on the District’s financial statements.

Workers Compensation

The District carries commercial insurance for worker’s compensation coverage. Risk of loss transfers to the carrier.

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

**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](http://www.leg.colorado.gov).

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

**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.

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

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

**Summary of Significant Accounting Policies** (Continued)

**General Information about the Pension Plan**

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

*Benefits provided as of December 31, 2018.* PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

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

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

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

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

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

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

**NOTE 9: DEFINED BENEFIT PENSION PLAN**

**General Information about the Pension Plan (Continued)**

As of December 31, 2018, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments in certain years, referred to as annual increases in the C.R.S. Pursuant to 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.

*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%
<b>Total employer contribution rate to the SCHDTF</b>	<b>19.13%</b>	<b>19.38%</b>

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

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

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

**General Information about the Pension Plan (Continued)**

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

Pursuant to C.R.S. § 24-51-414, PERA is to receive an annual direct distribution from the State of Colorado in the amount of \$225 million (in actual dollars). Beginning in 2018, the distribution will occur each July 1 until there are no unfunded actuarial accrued liabilities in the trust fund of any division that receives such distribution. PERA shall allocate the distribution to the trust funds as it would an employer contribution in a manner that is proportionate to the annual payroll of each division except there shall be no allocation to the Local Government Division.

House Bill (HB) 20-1379, signed by Governor Polis on June 29, 2020, suspends the July 1, 2020, direct distribution. Please see Note 21 for more information.

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 \$247,762 for the year ended June 30, 2019.

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

The net pension liability for the SCHDTF was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018. Standard update procedures were used to roll-forward the total pension liability to December 31, 2019. The District proportion of the net pension liability was based on the District' contributions to the SCHDTF for the calendar year 2019 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At June 30, 2020, the District reported a liability of \$3,271,201 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	\$ (3,271,201)
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	(368,208)
<b>Total</b>	<b>\$ (3,639,409)</b>

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO 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)**

At December 31, 2019, the District proportion was 0.021896 percent, which was a decrease of 0.004028 from its proportion measured as of December 31, 2018.

For the year ended June 30, 2020, the District recognized pension income of \$537,107 and revenue of \$31,425 for support from the State as a nonemployer contributing entity. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows</b>	<b>Deferred Inflows</b>
Difference between expected and actual experience	\$ 193,080	\$ -
Changes of assumptions or other inputs	136,497	(1,756,726)
Net difference between projected and actual earnings on pension plan investments	414,127	(833,055)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	-	(1,420,444)
Contributions subsequent to the measurement date	136,756	-
<b>Total</b>	<b>\$ 880,460</b>	<b>\$ (4,010,225)</b>

\$136,756 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, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ended June 30:</b>	<b>Fiscal Year Totals</b>
2021	\$ (1,764,190)
2022	(1,266,348)
2023	(104,165)
2024	(131,818)
<b>Total</b>	<b>\$ (3,266,521)</b>

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO 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 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:

<b>Actuarial cost method</b>	<b>Entry Age</b>
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) <sup>1</sup>	1.25%
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)

<sup>1</sup> For 2019, the AI was 0.0%

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

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

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

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

The actuarial assumptions used in the December 31, 2018, 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.

**NOTES TO 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)

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:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>30 Year Expected Geometric Rate of Return</b>
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%
<b>Total</b>	<b>100.00%</b>	

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:

**NOTES TO 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)**

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.50%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200 and the additional .50 percent, resulting from the 2018 AAP assessment, statutorily recognized July 1, 2019, and effective July 1, 2020. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point, the AED and SAED will each drop .50 percent every year until they are zero. Additionally, estimated employer contributions included reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- 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.
- The projected benefit payments reflect the lowered AI cap, from 1.50 percent to 1.25 percent resulting from the 2018 AAP assessment, statutorily recognized July 1, 2019, and effective July 1, 2020.
- Benefit payments and contributions were assumed to be made at the middle of the year.

**NOTES TO 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)

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. There was no change in the discount rate from the prior measurement date.

*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)	\$ (4,338,313)	\$ (3,271,201)	\$ (2,375,267)

*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](http://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](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. 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 \$5,370.

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2020

**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](http://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.

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

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

**General Information about the OPEB Plan** (Continued)

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

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

*PERA Benefit Structure*

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

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

*DPS Benefit Structure*

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

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

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

**General Information about the OPEB Plan** (Continued)

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.

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 \$13,120 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, 2020, the District reported a liability of \$160,790 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2018. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2019. The District' proportion of the net OPEB liability was based on the District' contributions to the HCTF for the calendar year 2019 relative to the total contributions of participating employers to the HCTF.

At December 31, 2019, the District' proportion was 0.014305 percent, which was a decrease of 0.02545 from its proportion measured as of December 31, 2018.

For the year ended June 30, 2020, the District recognized OPEB revenue of \$443. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO 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	\$ 678	\$ (27,061)
Net difference between projected and actual earnings on pension plan investments	\$ 3,050	\$ (5,694)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ -	\$ (53,604)
Contributions subsequent to the measurement date	\$ 7,198	\$ -
<b>Total</b>	<b>\$ 12,455</b>	<b>\$ (86,359)</b>

\$7,198 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, 2021. 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	\$ (18,543)
2022	(18,543)
2023	(17,554)
2024	(14,829)
2025	(10,981)
2026	(652)
<b>Total</b>	<b>\$ (81,102)</b>

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

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO 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, 2018, 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 2019 for the PERA Benefit Structure:

**NOTES TO 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)

<b>Medicare Plan</b>	<b>Cost for Members Without Medicare Part A</b>	<b>Premiums for Members Without Medicare Part A</b>
Medicare Advantage/Self- Insured Prescription	\$601	\$240
Kaiser Permanente Medicare Advantage HMO	605	237

The 2018 Medicare Part A premium is \$437 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:

<b>Medicare Plan</b>	<b>Cost for Members Without Medicare Part A</b>
Medicare Advantage/Self- Insured Prescription	\$562
Kaiser Permanente Medicare Advantage HMO	571

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, 2018, 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.

**NOTES TO 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.

**NOTES TO 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 morbidity assumptions were updated to reflect the assumed standard aging factors.
- 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.

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO 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 November 18, 2016, 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:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>30 Year Expected Geometric Real Rate of Return</b>
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:

<b>Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates</b>			
	<b>1% Decrease</b>	<b>Current Trend Rate</b>	<b>1% Increase</b>
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)	\$ (156,970)	\$ (160,790)	\$ (165,203)

**NOTES TO 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, 2019, 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. There was no change in the discount rate from the prior measurement date.

*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:

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO 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)

<b>Sensitivity of the Net OPEB Liability to Changes in the Discount Rate</b>			
	1% Decrease	Current Discount Rate	1% Increase
Discount Rate	6.25%	7.25%	8.25%
Proportionate share of the net OPEB asset (liability)	\$ (181,805)	\$ (160,790)	\$ (142,817)

*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](http://www.copera.org/investments/pera-financial-reports).

**NOTE 12: COMMITMENTS, CONTINGENCIES AND RESTRICTIONS**

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

Tabor Amendment - In November 1992, Colorado voters passed Article X, Section 20, (the Tabor Amendment), to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the Amendment. On November 4, 1997, voters within the District authorized the District to collect, retain and expend all non-property tax revenues in the 1997-1998 fiscal year and in each fiscal year thereafter from all sources without regard to the limitations imposed by the Amendment. The Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment. The District has established an emergency reserve of \$88,000, as required by the Amendment.

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

Restricted for TABOR Emergencies	\$ <u>88,000</u>
----------------------------------	------------------

**NORTH PARK SCHOOL DISTRICT R-1**

**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2020**

**NOTE 13: INTERFUND ACTIVITY**

The District has recorded the following annual operating subsidies for the year ended June 30, 2020.

General Fund		
Transfer to Food Services Fund	\$	(84,446)
Transfer to Capital Reserve Project Fund		<u>(169,634)</u>
Net General Fund		(254,080)
Food Service Fund		
Transfer from General Fund		84,446
Capital Reserve Project Fund		
Transfer from General Fund		<u>169,634</u>
<b>Net Interfund Transfers</b>	<b>\$</b>	<b><u><u>-</u></u></b>

The District has the following internal balances owed between funds. The General Fund owes the Capital Reserve Fund \$127,000. This is primarily related to a Capital Reserve certificate of deposit being deposited into the General Fund in prior year that has not be transferred back to the Capital Reserve checking account reduced by a \$1,000 earnest money deposit paid by the General Fund during the current year. The General Fund also advances funds during the year to the Grants Fund pending grant reimbursement. At year end, the net amount owed for advanced funds was \$15,074.

**NOTE 14: DEFICIT NET POSITION**

The Governmental Activities has an overall net position deficit of \$(1,263,847) and an unrestricted net position deficit of \$(4,160,844) primarily due to the reporting of the PERA and OPEB net pension liabilities of \$3,271,201 and \$160,790 and related deferrals as further described in Notes 9 and 10. As the District has no control over pension benefits or contribution rates, the District expects this deficit net position to continue for the foreseeable future.

**NOTE 15: BUDGET VIOLATIONS**

For the year ended June 30, 2019, the District had a budget violation in the Capital Reserve Fund in the amount of \$17,357 due to entering into an unbudgeted capital lease in the amount of \$66,335 as described in Note 6. Grants Fund expenditures also exceeded appropriations by \$3,073. This maybe a violation of state statutes.

**REQUIRED SUPPLEMENTARY INFORMATION**  
(Pension Schedules - Unaudited)

NORTH PARK SCHOOL DISTRICT R-1

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

<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	0.03634%	\$ (4,635,450)	\$ -	\$ (4,635,450)	\$ 1,465,074	316.40%	64.07%
June 30, 2015	0.03626%	\$ (4,914,666)	\$ -	\$ (4,914,666)	\$ 1,519,099	323.53%	62.84%
June 30, 2016	0.03573%	\$ (5,464,964)	\$ -	\$ (5,464,964)	\$ 1,557,196	350.95%	59.16%
June 30, 2017	0.03557%	\$ (10,590,861)	\$ -	\$ (10,590,861)	\$ 1,596,492	663.38%	43.13%
June 30, 2018	0.03200%	\$ (10,348,767)	\$ -	\$ (10,348,767)	\$ 1,476,280	701.00%	43.96%
June 30, 2019	0.02592%	\$ (4,590,311)	\$ (552,161)	\$ (5,142,472)	\$ 1,425,159	322.09%	57.01%

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

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

See the accompanying Independent Auditors' Report.

**NORTH PARK SCHOOL DISTRICT R-1**

**SCHEDULE OF DISTRICT CONTRIBUTIONS  
PERA Pension Plan  
Last 10 Fiscal Years<sup>(1)</sup>**

<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	\$ 227,526	\$ (227,526)	\$ -	\$ 1,465,074	15.53%
June 30, 2015	\$ 249,588	\$ (249,588)	\$ -	\$ 1,519,099	16.43%
June 30, 2016	\$ 269,862	\$ (269,862)	\$ -	\$ 1,557,196	17.33%
June 30, 2017	\$ 289,444	\$ (289,444)	\$ -	\$ 1,596,492	18.13%
June 30, 2018	\$ 275,031	\$ (275,031)	\$ -	\$ 1,476,280	18.63%
June 30, 2019	\$ 272,633	\$ (272,633)	\$ -	\$ 1,425,159	19.13%

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

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

See the accompanying Independent Auditors' Report.

**NORTH PARK SCHOOL DISTRICT R-1**

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

<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>District's covered payroll</u>	<u>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 OPEB liability</u>
June 30, 2017	0.02022%	\$ (262,146)	\$ 1,596,492	16.42%	16.72%
June 30, 2018	0.01818%	\$ (236,322)	\$ 1,476,280	16.01%	17.53%
June 30, 2019	0.01685%	\$ (229,258)	\$ 1,425,159	16.09%	17.03%

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

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

See the accompanying Independent Auditors' Report.

**NORTH PARK SCHOOL DISTRICT R-1**

**SCHEDULE OF DISTRICT CONTRIBUTIONS**

**PERA Health Care Trust Fund**

**Last 10 Fiscal Years<sup>(1)</sup>**

<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	\$ 16,284	\$ (16,284)	\$ -	\$ 1,596,492	1.02%
June 30, 2018	\$ 15,058	\$ (15,058)	\$ -	\$ 1,476,280	1.02%
June 30, 2019	\$ 14,537	\$ (14,537)	\$ -	\$ 1,425,159	1.02%

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

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

See the accompanying Independent Auditors' Report.

**INTENTIONALLY LEFT BLANK**

**BUDGETARY COMPARISON SCHEDULE**  
(Required Supplementary Information)

**NORTH PARK SCHOOL DISTRICT R-1**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	2020					2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget		
<b>REVENUES</b>						
<b>Local Sources</b>						
Property Taxes	\$ 1,489,557	\$ 2,237,491	\$ 2,280,547	\$ 43,056	\$ 1,469,729	
Specific Ownership Taxes	283,795	311,327	339,812	28,485	305,159	
Delinquent Taxes	3,355	3,355	28,695	25,340	19,766	
Investment Earnings	6,004	6,693	11,485	4,792	15,905	
Rent Revenue	1,000	7,285	7,500	215	2,200	
Donations	191,200	232,715	378,149	145,434	144,754	
Instructional Materials Fees	500	50	50	-	1,030	
Overhead Cost Revenue	2,619	2,619	3,709	1,090	3,521	
Indirect Cost Revenue	-	-	5,187	5,187	-	
Other Local	14,588	15,164	58,307	43,143	127,757	
Total Local Sources	<u>1,992,618</u>	<u>2,816,699</u>	<u>3,113,441</u>	<u>296,742</u>	<u>2,089,821</u>	
<b>Intermediate Sources</b>						
Mineral Leases	3,872	3,872	7,029	3,157	8,094	
Impact Fee Revenue	1,600	1,856	2,167	311	1,856	
Payment in Lieu of Taxes	20,646	22,420	67,404	44,984	54,814	
Total Intermediate Sources	<u>26,118</u>	<u>28,148</u>	<u>76,600</u>	<u>48,452</u>	<u>64,764</u>	
<b>State Sources</b>						
State Share (Equalization)	687,920	314,843	-	(314,843)	720,938	
State Transportation	-	-	(6,047)	(6,047)	51,441	
State Grants from CDE						
State ELPA Prof Dev and Student Support	-	1,450	1,450	-	3,288	
State ELPA	-	1,235	2,451	1,216	1,304	
State Share - Colorado Preschool Program (CPP)	-	-	615	615	-	
State Grants to Libraries	-	-	4,488	4,488	3,500	
Small Rural Schools Additional Funding	-	44,343	-	(44,343)	-	
Additional As- Risk Funding	-	-	971	971	831	
Kindergarten Facility Grant	-	13,477	9,426	(4,051)	-	
Computer Science Education	-	-	-	-	250	
State Grants from Other Agencies						
State Vocational Education	2,981	2,981	8,793	5,812	43,644	
State PERA Contribution	-	-	31,425	31,425	37,279	
State Grants Provided through BOCES	19,359	19,550	18,692	(858)	19,700	
Total State Sources	<u>710,260</u>	<u>397,879</u>	<u>72,264</u>	<u>(325,615)</u>	<u>882,175</u>	
<b>Federal Sources</b>						
Federal Grants from CDE						
NCLB Title I, Part A- Imp Basic Prgms Oper by Sch	-	-	39,796	39,796	40,340	
Coronavirus Relief Fund	-	-	74,866	74,866	-	
NCLB Title II, Part A- Teacher & Principal Trng	-	-	8,048	8,048	6,746	
ESSA, Title IV-A: Stud Supp and Acad Enrich Grants	10,000	10,000	9,953	(47)	10,000	
Federal Grants from Other State Agencies						
Nat'l Forest Land Pmts: Secure Rural Schools	-	100,595	90,270	(10,325)	100,595	
Direct Federal Revenue						
Federal Provided through BOCES	48,579	48,899	772	(48,127)	1,099	
Total Federal Sources	<u>58,579</u>	<u>159,494</u>	<u>223,705</u>	<u>64,211</u>	<u>158,780</u>	
<b>TOTAL REVENUES</b>	<u>2,787,575</u>	<u>3,402,220</u>	<u>3,486,010</u>	<u>83,790</u>	<u>3,195,540</u>	

See the accompanying Independent Auditors' Report

(Continued)

**NORTH PARK SCHOOL DISTRICT R-1**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**General Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
<b>EXPENDITURES</b>					
<b>Instruction</b>					
Salaries	918,000	913,243	892,971	20,272	833,675
Benefits	371,178	371,541	396,064	(24,523)	365,782
PS-Professional	29,900	35,000	14,681	20,319	27,399
PS-Property	1,250	1,250	6,974	(5,724)	1,250
PS-Other	53,635	53,635	44,729	8,906	38,380
Supplies	82,574	91,687	86,409	5,278	71,507
Property	11,012	12,812	13,537	(725)	5,734
Other Expenses	-	-	5,560	(5,560)	-
Total Instruction	<u>1,467,549</u>	<u>1,479,168</u>	<u>1,460,925</u>	<u>18,243</u>	<u>1,343,727</u>
<b>Supporting Services</b>					
<b>Pupil Support</b>					
Salaries	24,000	24,000	8,480	15,520	19,022
Benefits	4,896	4,896	2,480	2,416	6,931
PS- Professional	-	-	-	-	1,500
Supplies	3,675	3,675	4,332	(657)	1,361
Total Pupil Support	<u>32,571</u>	<u>32,571</u>	<u>15,292</u>	<u>17,279</u>	<u>28,814</u>
<b>Staff Support</b>					
Salaries	7,649	7,538	7,050	488	5,657
Benefits	3,716	3,694	4,994	(1,300)	9,186
PS-Other	513	635	-	635	-
Supplies	500	500	-	500	20
Total Staff Support	<u>12,378</u>	<u>12,367</u>	<u>12,044</u>	<u>323</u>	<u>14,863</u>
<b>General Administration</b>					
Salaries	102,896	102,896	96,669	6,227	96,305
Benefits	29,915	29,925	31,399	(1,474)	29,454
PS- Professional	33,830	33,830	28,464	5,366	18,095
PS- Property	22,148	24,060	12,585	11,475	7,671
PS-Other	11,300	11,300	8,212	3,088	10,806
Supplies	8,881	8,881	12,769	(3,888)	5,170
Other Expenses	29,636	30,303	23,214	7,089	53,445
Total General Administration	<u>238,606</u>	<u>241,195</u>	<u>213,312</u>	<u>27,883</u>	<u>220,946</u>
<b>School Administration</b>					
Salaries	124,149	150,438	137,054	13,384	114,542
Benefits	69,266	85,409	79,628	5,781	51,967
PS- Property	3,000	3,000	638	2,362	144
PS-Other	22,000	31,500	26,832	4,668	16,001
Supplies	3,000	3,000	148	2,852	601
Other Expenses	920	920	2,380	(1,460)	460
Total School Administration	<u>222,335</u>	<u>274,267</u>	<u>246,680</u>	<u>27,587</u>	<u>183,715</u>

See the accompanying Independent Auditors' Report

(Continued)

NORTH PARK SCHOOL DISTRICT R-1  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual  
 General Fund  
 For the Year Ended June 30, 2020  
 (With Comparative Totals for the Year Ended June 30, 2019)

	2020			Variance with Final Budget	2019
	Original Budget	Final Budget	Actual		Actual
(Continued)					
<b>EXPENDITURES (Continued)</b>					
<b>Supporting Services (Continued)</b>					
<b>Business Services</b>					
Salaries	45,347	45,707	55,329	(9,622)	44,625
Benefits	18,175	18,248	20,712	(2,464)	14,763
PS-Other	1,131	1,131	142	989	110
Total Business Services	64,653	65,086	76,183	(11,097)	59,498
<b>Operations and Maintenance</b>					
Salaries	90,410	81,224	77,803	3,421	75,627
Benefits	36,030	34,156	36,274	(2,118)	32,944
PS- Property	52,500	54,000	48,473	5,527	38,448
PS-Other	5,000	5,000	6,297	(1,297)	2,212
Supplies	113,000	115,000	116,734	(1,734)	102,273
Property	4,322	4,322	2,335	1,987	3,039
Total Operations and Maintenance	301,262	293,702	287,916	5,786	254,543
<b>Transportation</b>					
Salaries	44,891	36,161	31,894	4,267	38,612
Benefits	13,109	11,328	11,432	(104)	12,206
PS- Professional	999	999	442	557	640
PS- Property	5,500	5,500	35	5,465	1,189
PS-Other	33,062	33,062	14,002	19,060	22,209
Supplies	29,664	29,664	22,571	7,093	16,589
Total Transportation	127,225	116,714	80,376	36,338	91,445
<b>Other Central Support</b>					
Salaries	55,852	56,230	55,203	1,027	53,941
Benefits	20,018	20,095	20,385	(290)	17,788
PS- Professional	14,960	15,320	11,228	4,092	14,357
Supplies	2,200	2,200	2,674	(474)	1,871
Property	22,000	22,000	24,271	(2,271)	28,218
Total Other Central Support	115,030	115,845	113,761	2,084	116,175
<b>Risk Management</b>					
PS-Other	112,794	113,070	89,263	23,807	88,849
<b>Total Supporting Services</b>	<b>1,226,854</b>	<b>1,264,817</b>	<b>1,134,827</b>	<b>129,990</b>	<b>1,058,848</b>

(Continued)

NORTH PARK SCHOOL DISTRICT R-1  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual  
 General Fund  
 For the Year Ended June 30, 2020  
 (With Comparative Totals for the Year Ended June 30, 2019)

	2020				2019 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
<b>EXPENDITURES (Continued)</b>					
<b>Debt Service</b>					
Interest	-	-	457	(457)	1,154
Principal	-	-	12,986	(12,986)	13,833
Total Debt Service	-	-	13,443	(13,443)	14,987
<b>Contingency</b>	101,138	118,156	-	118,156	-
<b>TOTAL EXPENDITURES</b>	<u>2,795,541</u>	<u>2,862,141</u>	<u>2,609,195</u>	<u>252,946</u>	<u>2,417,562</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	(7,966)	540,079	876,815	336,736	777,978
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers	(178,011)	(204,446)	(254,080)	(49,634)	(153,000)
<b>CHANGE IN FUND BALANCE</b>	(185,977)	335,633	622,735	287,102	624,978
<b>BEGINNING FUND BALANCE</b>	1,184,935	1,184,935	1,808,469	623,534	1,183,491
<b>ENDING FUND BALANCE</b>	<u>\$ 998,958</u>	<u>\$ 1,520,568</u>	<u>\$ 2,431,204</u>	<u>\$ 910,636</u>	<u>\$ 1,808,469</u>

See accompanying Independent Auditors' Report.

**OTHER SUPPLEMENTARY INFORMATION**

**SPECIAL REVENUE FUNDS**

**NORTH PARK SCHOOL DISTRICT R-1**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Food Service Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	<b>2020</b>				
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>	<b>2019 Actual</b>
<b>REVENUES</b>					
<b>Local Sources</b>					
Food Service Revenue	\$ 33,645	\$ 33,645	\$ 29,266	\$ (4,379)	\$ 37,922
Donations	-	-	5,250	5,250	250
Other Local	275	763	1,871	1,108	3,696
Total Local Sources	<u>33,920</u>	<u>34,408</u>	<u>36,387</u>	<u>1,979</u>	<u>41,868</u>
<b>State Sources</b>					
State Grants from CDE					
State Matching Child Nutrition	669	669	669	-	717
Start Smart Nutrition	270	270	196	(74)	293
School Lunch Protection	231	231	650	419	869
Total State Sources	<u>1,170</u>	<u>1,170</u>	<u>1,515</u>	<u>345</u>	<u>1,879</u>
<b>Federal Sources</b>					
Federal Grants from CDE					
School Breakfast Program	7,100	7,100	4,143	(2,957)	7,760
National School Lunch Program	32,672	32,672	32,404	(268)	29,737
Special Milk Program for Children	59	59	-	(59)	-
Summer Food Service Program for Children	-	1,220	2,335	1,115	1,220
Federal Grants from Other State Agencies					
National School Lunch Program- Commodities	600	600	4,531	3,931	5,624
Total Federal Sources	<u>40,431</u>	<u>41,651</u>	<u>43,413</u>	<u>1,762</u>	<u>44,341</u>
<b>TOTAL REVENUES</b>	<u>75,521</u>	<u>77,229</u>	<u>81,315</u>	<u>4,086</u>	<u>88,088</u>
<b>EXPENDITURES</b>					
<b>Supporting Services</b>					
<b>Food Service</b>					
Salaries	57,575	63,033	64,968	(1,935)	62,284
Benefits	33,184	32,128	30,254	1,874	33,352
PS- Professional	1,500	1,500	(141)	1,641	1,837
PS- Property	1,000	1,000	219	781	-
PS-Other	2,000	2,000	-	2,000	-
Supplies	2,660	2,660	2,252	408	2,354
Food	38,493	41,493	53,026	(11,533)	29,567
Commodities	9,043	9,043	7,471	1,572	9,801
Property	2,120	2,120	-	2,120	49
Contingency	14,757	15,498	-	15,498	-
<b>TOTAL EXPENDITURES</b>	<u>162,332</u>	<u>170,475</u>	<u>158,049</u>	<u>12,426</u>	<u>139,244</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	(86,811)	(93,246)	(76,734)	16,512	(51,156)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers	78,011	84,446	84,446	-	53,000
<b>CHANGE IN FUND BALANCE</b>	(8,800)	(8,800)	7,712	16,512	1,844
<b>BEGINNING FUND BALANCE</b>	8,800	8,800	10,644	1,844	8,800
<b>ENDING FUND BALANCE</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,356</u>	<u>\$ 18,356</u>	<u>\$ 10,644</u>

See accompanying Independent Auditors' Report.

**NORTH PARK SCHOOL DISTRICT R-1**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Designated Grants Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	2020			Variance with Final Budget	2019 Actual
	Original Budget	Final Budget	Actual		
<b>REVENUES</b>					
<b>State Sources</b>					
State Grants from CDE					
READ Act	\$ -	\$ 5,753	\$ 5,753	\$ -	\$ 11,687
<b>Federal Sources</b>					
Federal Grants from CDE					
NCLB Title III, Part A- Eng Lang Acq	11,595	13,956	13,956	-	20,620
Federal Grants from Other State Agencies					
Carl Perkins Voc & App Tech Ed Act, Title I Voc Ed	-	-	2,812	2,812	-
Federal Provided through BOCES	12,000	12,000	12,261	261	9,480
Total Federal Sources	23,595	25,956	29,029	3,073	30,100
<b>TOTAL REVENUES</b>	<b>23,595</b>	<b>31,709</b>	<b>34,782</b>	<b>3,073</b>	<b>41,787</b>
<b>EXPENDITURES</b>					
<b>Instruction</b>					
Salaries	9,630	16,369	16,707	(338)	27,868
Benefits	1,965	3,340	3,002	338	4,439
PS-Professional	1,000	1,000	(1,004)	2,004	480
PS-Other	300	300	186	114	447
Supplies	5,200	5,200	3,687	1,513	239
Property	5,500	5,500	12,204	(6,704)	8,314
<b>TOTAL EXPENDITURES</b>	<b>23,595</b>	<b>31,709</b>	<b>34,782</b>	<b>(3,073)</b>	<b>41,787</b>
<b>CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>BEGINNING FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>ENDING FUND BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

See accompanying Independent Auditors' Report.

**INTENTIONALLY LEFT BLANK**

### **CAPITAL PROJECTS FUND**

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

**NORTH PARK SCHOOL DISTRICT R-1**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**Capital Reserve Project Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	2020		Variance with Final Budget	2019 Actual
	Final Budget	Actual		
<b>REVENUES</b>				
<b>Local Sources</b>				
Investment Earnings	\$ 50	\$ 161	\$ 111	\$ 112
Donations	-	500	500	146,918
<b>TOTAL REVENUES</b>	<u>50</u>	<u>661</u>	<u>611</u>	<u>147,030</u>
<b>EXPENDITURES</b>				
<b>Supporting Services</b>				
<b>Operations and Maintenance</b>				
Property	50,000	-	50,000	157,972
<b>Transportation</b>				
Property	-	66,335	(66,335)	-
<b>Other Central Support</b>				
Other Expenses	80,000	6	79,994	3,504
<b>Total Supporting Services</b>	<u>130,000</u>	<u>66,341</u>	<u>63,659</u>	<u>161,476</u>
<b>Facilities/Capital Outlay</b>				
Land and Improvements	-	39,382	(39,382)	-
Buildings	-	35,000	(35,000)	-
<b>Total Facilities/Capital Outlay</b>	<u>-</u>	<u>74,382</u>	<u>(74,382)</u>	<u>-</u>
<b>Debt Service</b>				
Principal	-	6,634	(6,634)	-
<b>TOTAL EXPENDITURES</b>	<u>130,000</u>	<u>147,357</u>	<u>(17,357)</u>	<u>161,476</u>
<b>REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES</b>	<u>(129,950)</u>	<u>(146,696)</u>	<u>(16,746)</u>	<u>(14,446)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Debt Proceeds	-	66,335	66,335	-
Transfers	120,000	169,634	49,634	100,000
<b>CHANGE IN FUND BALANCE</b>	<u>(9,950)</u>	<u>89,273</u>	<u>99,223</u>	<u>85,554</u>
<b>BEGINNING FUND BALANCE</b>	<u>10,085</u>	<u>95,639</u>	<u>85,554</u>	<u>10,085</u>
<b>ENDING FUND BALANCE</b>	<u>\$ 135</u>	<u>\$ 184,912</u>	<u>\$ 184,777</u>	<u>\$ 95,639</u>

See accompanying Independent Auditors' Report.

## **FIDUCIARY FUNDS**

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

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

**NORTH PARK SCHOOL DISTRICT R-1**  
**Combining Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2020**  
**(With Comparative Totals for June 30, 2019)**

	<b>Private Purpose Trust Funds</b>	<b>Agency Funds</b>	<b>Totals</b>	
	<b>Scholarship Fund</b>	<b>Pupil Activity Agency Fund</b>	<b>2020</b>	<b>2019</b>
<b>ASSETS</b>				
Cash and Investments	\$ 12,616	\$ 33,071	\$ 45,687	\$ 36,576
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>				
<b>Net Position</b>				
Restricted for Student Activity/Scholarship	\$ 12,616	\$ 33,071	\$ 45,687	\$ 36,576

See the accompanying Independent Auditors' Report

**NORTH PARK SCHOOL DISTRICT R-1**  
**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)**

	<b>Private Purpose</b>		<b>Totals</b>	
	<b>Trust Funds</b>	<b>Agency Funds</b>		
	<b>Scholarship Fund</b>	<b>Pupil Activity Agency Fund</b>	<b>2020</b>	<b>2019</b>
<b>ADDITIONS</b>				
Local Sources	\$ 27	\$ 84,640	\$ 84,667	\$ 6,735
<b>DEDUCTIONS</b>				
Instruction	1,216	74,340	75,556	31,408
<b>CHANGE IN FIDUCIARY NET POSITION</b>	(1,189)	10,300	9,111	(24,673)
<b>BEGINNING NET POSITION</b>	13,805	22,771	36,576	61,249
<b>ENDING NET POSITION</b>	<u>\$ 12,616</u>	<u>\$ 33,071</u>	<u>\$ 45,687</u>	<u>\$ 36,576</u>

See the accompanying Independent Auditors' Report

**NORTH PARK SCHOOL DISTRICT R-1**  
**Statement of Changes in Fiduciary Net Position**  
**Budget and Actual**  
**Scholarship Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	<b>2020</b>				
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>	<b>2019 Actual</b>
<b>ADDITIONS</b>					
Local Sources	\$ 14,000	\$ 14,000	\$ 27	\$ (13,973)	\$ 32
<b>DEDUCTIONS</b>					
Instruction	<u>12,000</u>	<u>12,000</u>	<u>1,216</u>	<u>10,784</u>	<u>-</u>
<b>CHANGE IN FIDUCIARY NET POSITION</b>	2,000	2,000	(1,189)	(3,189)	32
<b>BEGINNING NET POSITION</b>	<u>15,060</u>	<u>13,773</u>	<u>13,805</u>	<u>32</u>	<u>13,773</u>
<b>ENDING NET POSITION</b>	<u>\$ 17,060</u>	<u>\$ 15,773</u>	<u>\$ 12,616</u>	<u>\$ (3,157)</u>	<u>\$ 13,805</u>

See the accompanying Independent Auditors' Report

**NORTH PARK SCHOOL DISTRICT R-1**  
**Statement of Changes in Fiduciary Net Position**  
**Budget and Actual**  
**Pupil Activity Agency Fund**  
**For the Year Ended June 30, 2020**  
**(With Comparative Totals for the Year Ended June 30, 2019)**

	<b>2020</b>				<b>2019</b>
	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>	
<b>ADDITIONS</b>					
Local Sources	\$ 140,000	\$ 140,000	\$ 84,640	\$ (55,360)	\$ 6,703
<b>DEDUCTIONS</b>					
Instruction	<u>140,000</u>	<u>140,000</u>	<u>74,340</u>	<u>65,660</u>	<u>31,408</u>
<b>CHANGE IN FIDUCIARY NET POSITION</b>	-	-	10,300	10,300	(24,705)
<b>BEGINNING NET POSITION</b>	<u>70,485</u>	<u>47,476</u>	<u>22,771</u>	<u>(24,705)</u>	<u>47,476</u>
<b>ENDING NET POSITION</b>	<u>\$ 70,485</u>	<u>\$ 47,476</u>	<u>\$ 33,071</u>	<u>\$ (14,405)</u>	<u>\$ 22,771</u>

See the accompanying Independent Auditors' Report

**INTENTIONALLY LEFT BLANK**

## STATE COMPLIANCE



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 1410 - North Park R-1  
 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
	+		-	=
<b>Governmental</b>				
10 General Fund	1,794,743	3,157,129	2,566,850	2,385,022
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	13,725	74,801	42,344	46,182
<b>Sub- Total</b>	<b>1,808,468</b>	<b>3,231,930</b>	<b>2,609,194</b>	<b>2,431,204</b>
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	10,644	165,761	158,049	18,356
22 Govt Designated-Purpose Grants Fund	0	34,782	34,782	0
23 Pupil Activity Special Revenue Fund	0	0	0	0
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	0	0	0	0
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	0	0	0	0
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	95,639	236,630	147,356	184,912
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
<b>Totals</b>	<b>1,914,751</b>	<b>3,669,103</b>	<b>2,949,382</b>	<b>2,634,471</b>
<b>Proprietary</b>				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
<b>Totals</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fiduciary</b>				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	13,805	28	1,216	12,616
74 Pupil Activity Agency Fund	22,771	84,640	74,340	33,071
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
<b>Totals</b>	<b>36,576</b>	<b>84,668</b>	<b>75,556</b>	<b>45,687</b>

FINAL



**Colorado Department of Education**  
**Bolded Balance Sheet Report**

District: 1410 - North Park R-1  
 Fiscal Year 2019-20

Colorado School District/BOCES

See accompanying Independent Auditors' Report.

ASSETS	Governmental										Proprietary					Fiduciary		Totals
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	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			
Cash and Investments (8100-8104,8111)	2,986,141	0	58,331	0	0	0	23,112	0	92,167	0	0	0	0	45,687	0	3,205,439		
Cash with Fiscal Agent (8105)	172,098	0	0	0	0	0	0	0	0	0	0	0	0	0	0	172,098		
Other Investment Accounts (8112-8115)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Taxes Receivable (8121,8122)	103,035	0	0	0	0	0	0	0	0	0	0	0	0	0	0	103,035		
Interfund Loans Receivable (8131,8132)	15,074	0	0	0	0	0	0	0	127,000	0	0	0	0	0	0	142,074		
Intergovernmental Accounts Rec (8141)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Grants Accounts Receivable (8142)	118,686	0	0	15,074	0	0	2,270	0	0	0	0	0	0	0	0	136,030		
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	145	0	0	0	0	0	0	0	0	145		
Inventories (8171,8172,8173)	0	0	0	0	0	0	1,239	0	0	0	0	0	0	0	0	1,239		
Prepaid Expenses 8181,8182)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Other Current Assets (8191-8194,8199)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Sites (8211)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
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	0	0	0	0	0	0	0		
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Deferred Outflow (8800)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
<b>Total Assets</b>	<b>3,395,034</b>	<b>0</b>	<b>58,331</b>	<b>15,074</b>	<b>0</b>	<b>0</b>	<b>26,767</b>	<b>0</b>	<b>219,167</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>45,687</b>	<b>0</b>	<b>3,760,060</b>		

	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
<b>LIABILITIES &amp; FUND EQUITY</b>																
<b>LIABILITIES</b>																
Interfund Payables (7401,7402)	127,000	0	0	15,074	0	0	0	0	0	0	0	0	0	0	0	142,074
Intergovernmental Payables (7411)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Payables (7421-7423)	367,797	0	0	0	0	0	1,583	34,256	0	0	0	0	0	0	0	403,636
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Bonds Payables (7441-7445,7451,7452,7455)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses (7461)	195,470	0	12,149	0	0	0	3,108	0	0	0	0	0	0	0	0	210,727
Payroll Ded. and Withholdings (7471-7473)	-600	0	0	0	0	0	0	0	0	0	0	0	0	0	0	-600
Unearned Revenue (7481)	25,000	0	0	0	0	0	3,720	0	0	0	0	0	0	0	0	28,720
Grants Deferred Revenue (7482)	295,346	0	0	0	0	0	0	0	0	0	0	0	0	0	0	295,346
Other Current Liabilities (7491,7492,7499)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Long-Term Liabilities (7521,7531,7561,7590)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Compensated Absences (7541)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Inflow (7800)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Deferred Inflow Grants (7801)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Liabilities</b>	<b>1,010,012</b>	<b>0</b>	<b>12,149</b>	<b>15,074</b>	<b>0</b>	<b>0</b>	<b>8,411</b>	<b>0</b>	<b>34,256</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>1,079,901</b>

See accompanying Independent Auditors' Report.

**Governmental**

**Proprietary**

**Fiduciary**

<b>FUND EQUITY</b>	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	1,239	0	0	0	0	0	0	0	0	1,239
Restricted Fund Balance 6720	0	0	0	0	0	0	0	0	0	0	0	0	0	45,687	0	45,687
TABOR 3% Emergency Reserve 6721	88,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	88,000
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	46,182	0	0	0	0	0	0	0	0	0	0	0	0	46,182
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	0	0	0	17,116	0	0	0	0	0	0	0	0	17,116
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	184,912	0	0	0	0	47,713	0	232,625
Unassigned Fund Balance 6770	2,297,022	0	0	0	0	0	0	0	0	0	0	0	0	-47,713	0	2,249,308
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Fund Equity</b>	<b>2,385,022</b>	<b>0</b>	<b>46,182</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>18,356</b>	<b>0</b>	<b>184,912</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>45,687</b>	<b>0</b>	<b>2,680,159</b>

	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
<b>Total Liabilities &amp; Fund Equity</b>	<b>3,395,034</b>	<b>0</b>	<b>58,331</b>	<b>15,074</b>	<b>0</b>	<b>0</b>	<b>26,767</b>	<b>0</b>	<b>219,167</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>45,687</b>	<b>0</b>	<b>3,760,060</b>

	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
<b>For Each Fund Type: Do Assets=Liability+Fund Equity</b>	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes