



Annual Comprehensive Financial Report

for the Fiscal Year Ended June 30, 2021

School District 27J

18551 E. 160th Avenue • Brighton, CO 80601

SCHOOL DISTRICT 27J
ADAMS, WELD AND BROOMFIELD COUNTIES
BRIGHTON, COLORADO

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2021**

Prepared by:
Finance Office

School District 27J, Colorado
Annual Comprehensive Financial Report
For The Year Ended June 30, 2021

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Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Introductory Section



SCHOOL DISTRICT 27J

List of Elected and Appointed Officials June 30, 2021

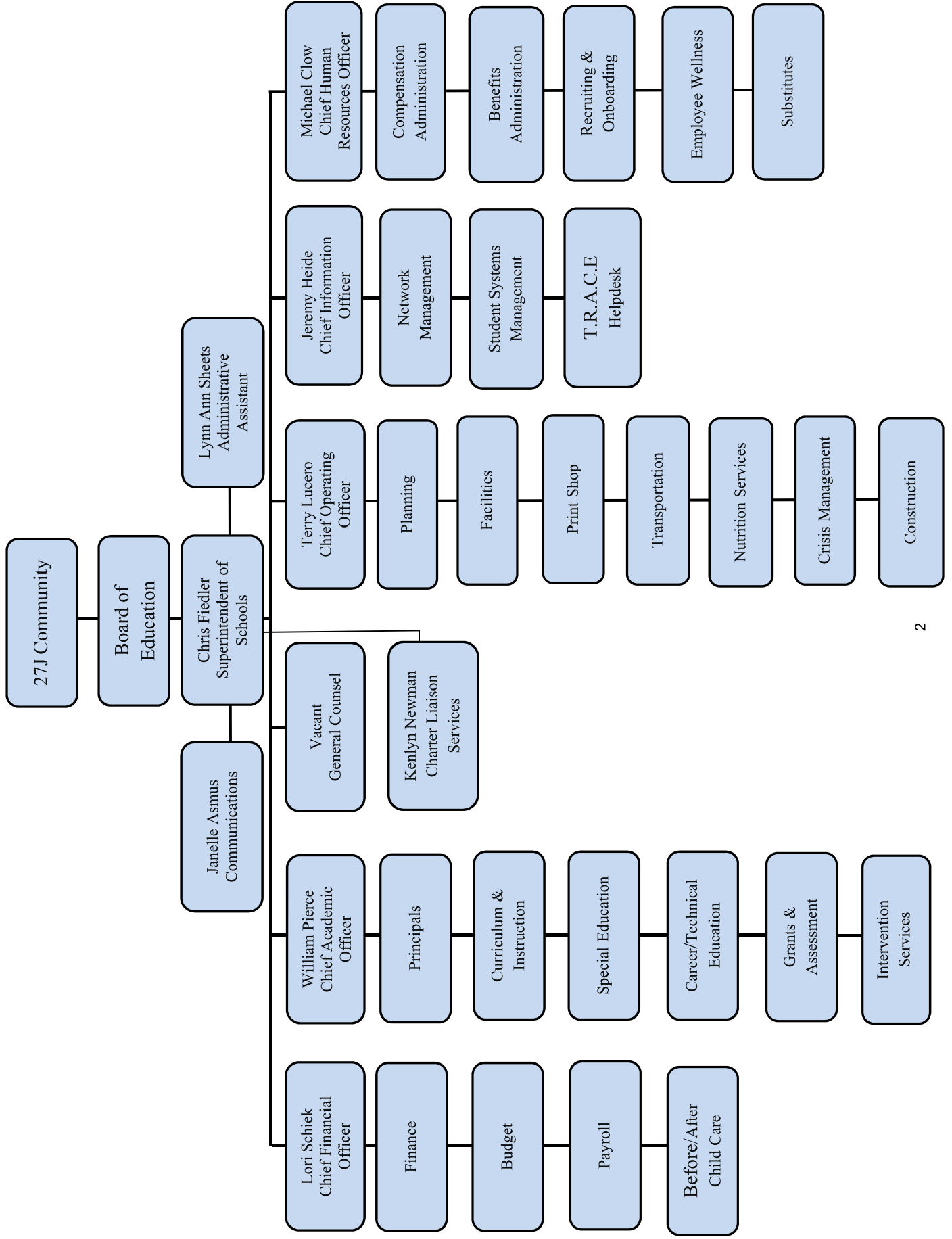
Board of Education

<u>Name</u>	<u>Office</u>	<u>Term Expires</u>
Gregory Piotraschke	President	2023
Blaine Nickeson	Vice-President	2021
Tom Green	Director	2023
Kevin Kerber	Director	2021
Lloyd Worth	Director	2023
Mandy Thomas	Director	2021
Mary Vigil	Director	2023

Executive Administrative Staff

Chris Fiedler	Superintendent
Lori Schiek	Chief Financial Officer
William Pierce	Chief Academic Officer
Terry Lucero	Chief Operations Officer
Michael Clow	Chief Human Resources Officer
Jeremy Heide	Chief Information Officer

School District 27J 2020-2021 Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School District 27J
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO

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27J Schools

Superintendent Dr. Chris Fiedler, Ed.D
18551 E. 160th Avenue, Brighton, CO 80601

27J Schools Board of Education
Greg Piotraschke, President
Blaine Nickeson, Vice President
Tom Green, Director
Kevin Kerber, Director
Mandy Thomas, Director
Mary Vigil, Director
Lloyd Worth, Director

December 7, 2021

Members of the Board of Education
School District 27J
Brighton, CO 80601

The Local Government Audit Law requires Colorado local governments to have an annual audit of their financial statements and publish, within six months of the close of each fiscal year, a complete set of audited financial statements. This Annual Comprehensive Financial Report (ACFR) is published to fulfill that requirement for the fiscal year ended June 30, 2021.

The District management assumes full responsibility for the completeness and reliability of the information contained in the ACFR, based upon a comprehensive framework of internal control that it has established for this purpose. The District's financial services department prepared this report which contains management's representations concerning the finances of the District. To the best of our knowledge and belief, the enclosed data is accurate in all material aspects, reported in a manner to present fairly the financial position and results of operations of the District's funds. As the cost of internal controls should not outweigh the benefits, the outcome is to provide reasonable, rather than absolute, assurance the financial statements are free of any material misstatements.

The ACFR is presented in three sections: Introductory, Financial, and Statistical.

- The introductory section includes this letter of transmittal, the District's organizational chart, a list of principal officials and a reproduction of the 2020 GFOA Certificate of Achievement.
- The financial section includes the report of the independent auditor, management's discussion and analysis (MD&A), basic financial statements, required supplementary information and notes, combining statements, and individual fund statements and schedules.
- The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

RubinBrown LLP, Certified Public Accountants, have issued an unmodified (“clean”) opinion on the School District 27J’s financial statements for the year ended June 30, 2021. The independent auditors’ report is located at the front of the financial section of this report.

MD&A immediately follows the independent auditors’ report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of School District 27J

Counties of Adams and Weld School District 27J, commonly referred to as School District 27J, formed in 1959 upon the reorganization and consolidation of several former school districts. School District 27J is located northeast of the Denver, Colorado metropolitan area and encompasses approximately 212.4 square miles in northwest Adams County, northeast Broomfield County and southwest Weld County and serves a population of 109,800.

The District is the only school district serving the City of Brighton and also serves segments of the cities of Thornton and Commerce City, in addition to the surrounding unincorporated and generally rural areas.

The District is a legally separate, primary government entity that operates under a publicly elected seven-member Board of Education. The Board of Education members are elected to alternating four-year terms with elections held every two years. Board members represent a specific area of the District, but are elected at-large. The School District 27J Board of Education voted January 26, 2009 to adopt the Policy Governance model of board governance. The Board of Education adopts the budget, employs all personnel required to maintain the operations, determines the educational programs provided by the district, and is primarily accountable for fiscal matters.

The District provides a full range of educational programs and services authorized by Colorado State Statutes to over 19,000 enrolled students. Included are basic kindergarten through twelfth-grade (K-12) education as well as preschool, vocational, special education, gifted and talented, bilingual education and numerous services and programs. The District’s K-12 curriculum is delivered in its neighborhood school system of 12 elementary schools, 5 middle schools, 4 high schools (3 comprehensives and 1 alternative), 1 blended learning school, and 6 charter schools.

School District 27J is financially accountable for six charter schools and one capital foundation that are legally separate entities; all financial activity of the seven component units is discretely presented in the District’s financial statements for the year ended June 30, 2021. The District’s seven component units, are Belle Creek Charter School, Bromley East Charter School, Eagle Ridge Academy, Foundations Academy and Landmark Academy (charter schools operated by National Heritage Academies), The STEAD School, and the School District 27J Capital Facility Fee Foundation (CFFF). Additional information on all of these legally separate entities can be found in the notes to the financial statements (see note 1-A).

Colorado State Statutes require that the District adopt the budget by June 30 prior to the beginning of the subsequent fiscal year. Budget revisions may be adopted prior to January 31 of the current fiscal year. The District maintains extensive budgetary controls, to ensure compliance with legal requirements, Board of Education policies and District administrative guidelines. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by fund. Staffing levels are authorized for each site and are tracked monthly to insure usage within budgeted limits. Monthly reports are provided to each site’s administrative staff, to allow monitoring of their discretionary budgets. As demonstrated by the statements and schedules included

in the financials section of this report, the District continues to meet its responsibility for sound financial management.

Local economy

School District 27J provides educational services in the Metro Denver area inclusive of the cities of Brighton, Thornton and Commerce City. The District has a significant economic presence, employing in total more than 2,000 teachers, professionals and support staff.

Overall, Colorado's economy performed better than the U.S. economy in 2020. The economic forecast provided by the Colorado Legislative Council staff states that Colorado is further along in the business cycle than the nation. The labor market, consumer spending, income, wages, housing prices, and construction activity in Colorado have all outperformed the national economy for at least a year and many of the improvements in Colorado's economy are concentrated in the Denver area.

Strong growth throughout Metro Denver's economy has helped to highlight the region as a leading area in which to live and do business. However, due to the COVID-19 pandemic, Metro Denver lost approximately 83,800 jobs in 2020 (a 4.8% decrease) as the unemployment rate increased to 8.3% compared to the national unemployment rate of 6.7%.

Metro Denver has a limited supply of residential real estate and above-average population growth, so home prices and appreciation are rising, and construction activity is robust. The number of single family housing permits issued in Brighton in 2020 was 437. Thornton issued 355, Commerce City issued 946, Adams County issued 70, and Aurora issued 100. Total permits issued in 2020 were 1908, as compared to 1561 in 2019. School District 27J is one of the few remaining areas in Metro Denver with large amounts of land for development. The population in Brighton increased by 15 from 2019 to 2020 for a total population of 40,303. The population in Thornton increased by 1,784 from 2019 to 2020 for a total population of 142,118. The population in Commerce City increased by 1,470 from 2019 to 2020 for a total population of 62,669.

Brighton City Council has continued its commitment to expanding both the employment base and range of retail opportunities by funding and working in cooperation with the Brighton Economic Development Corporation, Brighton Urban Renewal Authority, and Adams County Economic Development and Upstate Colorado Economic Development.

The District maintains a credit rating for schools of "A+" with a stable outlook. Credit ratings, provided by independent third parties, serve as an indicator of an organization's financial stability—as well as the safety and security of the debt sold by that organization. The most recent report from Standard and Poor referenced the District's access to, and participation in, the large and diverse Denver economy, coupled with very strong per capita wealth levels and good to very strong income indicators; which include continued growth in enrollment, the primary influence on the District's operating revenues; and consecutive years of positive operations with strong available general fund balances. In general, higher credit ratings often result in lower borrowing costs for the District because our interest rates are lower and there is a wider market of buyers.

Long-term financial planning and major initiative

Unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the general fund at year end was 12.4 percent of the total general fund revenues.

Student enrollment decreased annually through fiscal year 2020-2021. Enrollment in fiscal year 2021-2022 will increase compared to the prior fiscal year due to projected growth at all grade levels. The District has worked through budget policy and practice of a structurally balanced budget in order to maintain stability, despite the inclusion of the budget stabilization factor in the Colorado School Finance Act which has limited growth on a per pupil basis.

During the fiscal year 2020-2021 state budgeting process there was an increase to K-12 education funding including an increase to the budget stabilization factor in the Colorado School Finance Act, as well as increased funding for targeted educational programs. Increased funding for education initiatives in Colorado still lies in the hands of local, not statewide, electorates. This is especially challenging because School District 27J has experienced limited success in the passage of mill levy tax increase efforts. The District's one mill levy override was passed in 2000 for a flat amount of \$750,000.

The District was successful in passing a \$248 million bond in the November 2015 election supporting building four new schools, including a third district high school, a fifth district middle school and two new elementary schools as well make renovations and expansions to existing schools and safety and security upgrades at all district schools. This is the largest single authorization in the history of the District. In fiscal year 2018 the District completed the construction of Riverdale Ridge High School and Rodger Quist Middle School opened in January of 2020. Elaine Padilla Elementary School was completed in May 2020 and opened in the fall of 2021.

Achievement

- Students in 27J are not meeting the state average on Colorado Measures of Academic Success (CMAS).
- Students in 27J are scoring below the state average in nearly every assessment.
- These proficiency gaps widen as students approach graduation.
- There is a significant gap in performance with ELA students, Hispanic students, and free and reduced lunch students within 27J.

Growth

- Students in 27J are not making enough yearly growth.

Gaps

- Proficient or advanced 27J students are not "keeping up" with their proficiency at the same rate that other Colorado students are, nor are the proficient students "moving up" toward an advanced score.
- "Students with Disabilities" received a "Does Not Meet" rating in Reading, Math, and Writing at the elementary and middle school levels. They also received a "Does Not Meet" rating for Graduation rate.

The three major improvement strategies outlined in the 27J Unified Improvement Plan are:

Thinking Classrooms provide a framework for outlining the structures for 27J leaders. The Thinking Classroom is a classroom that transfers the definition of learning from the teacher delivering knowledge to the teacher being a

driver of focused intentional learning, and students moving from a passive receiver of facts to a thinker using information.

All students will have access to the same goal derived from the adopted 27J standards which are based on Colorado Academic Standards and the Common Core Standards.

The Thinking Classroom will have student evidence that is thoughtfully considered for each goal and assessed against the desired learning. Adjustments will be made in the instruction, and accommodations are offered to ensure the goal attainment based on the evidence.

The Thinking Classroom will provide student with opportunities to interact with their learning in meaningful ways. The learning experience will be planned so that students have ownership of their own learning.

The second focus is to use 27J curricular frames to align instruction toward big ideas. The 27J curricular frame is used to help create unit goals. These unit goals consider big ideas, the acquisition of essential knowledge and understandings, and the skills that a student will need to transfer this learning.

Daily lessons are planned backwards from the unit goals. Each daily lesson's objective is essential in the development of larger unit goals.

The third area is to use 27J common assessment evidence to improve instruction. The teacher is also clear about what successful learning looks like and sounds like for each unit goal, daily objective and assignment. The teacher uses these learning criteria to tune in smartly to every student conversation, project, quiz, exit ticket or homework assignment as a way to gather evidence of learning, provide feedback, adjust future lessons, organize instructional supports, etc.

Relevant financial policies

The District's accounting system is designed to provide reasonable assurance that its assets are adequately safeguarded and that transactions are accurately recorded and have proper authorization. The District's budgetary and accounting controls provide reasonable assurance that errors or irregularities of a material nature are prevented or are detected in a reasonable period of time. The District is required by state law to adopt an annual budget that represents a complete financial plan for the ensuing fiscal year. A detailed programmatic budget is used as a guideline for expenditures, and monthly financial variance reports are prepared and distributed to the Superintendent and District leadership. The monthly reports contain information for all funds regarding revenue and expenditures as compared to the approved budget and prior fiscal year. While minor deviations from budget at the line-item level are allowed, control of expenditures is maintained at the fund level to ensure that all budget areas stay within their total budgeted appropriations. School principals and department managers use the reports to monitor budgetary variances and significant differences are discussed with the appropriate supervisory staff as they occur. The Board of Education also receives monitoring reports throughout the fiscal year providing further detailed financial information on all funds as well as charter school operational and financial activity.

The financial accounting and budgetary system is automated and includes edits and balancing routines to ensure the integrity of the data entered. An evaluation of internal controls conducted by our auditors is included as part of this annual financial audit. The auditors' findings are presented to the Board of Education in the Single Audit report in the Compliance Section.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to School District 27J for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2020. This is the thirtieth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the government had to publish an easily readable and efficiently organized ACFR that satisfied both generally accepted accounting principles and applicable program requirements.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. However, we believe that our current ACFR continues to meet the Certificate of Achievement for Excellence in Financial Reporting Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

This preparation of this report would not have been possible without the skill, effort, and dedication of the entire Finance Office staff. Each and every member of the Finance Office staff provides input into this report. We commend the Board of Education for their interest and unfailing support related to the planning and management of the District's finances in a responsible and progressive manner. Additionally, we would like to express our appreciation to the cities of Brighton, Commerce City, Thornton, Adams and Weld Counties, and other public entities which provided meaningful information in the preparation of this report.

Respectfully submitted,



Dr. Chris Fiedler
Superintendent of Schools



Lori Schiek
Chief Financial Officer

Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Financial Section





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CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

Independent Auditors' Report

Board of Education
School District 27J
Brighton, Colorado

Report On The Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of School District 27J (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility For The Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Eagle Ridge Academy Charter School, Bromley East Charter School, Belle Creek Charter School, Foundation Academy Charter School, Landmark Academy Charter School and the Capital Facility Fee Foundation which represent 100% of the assets, net position and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Eagle Ridge Academy Charter School, Bromley East Charter School, Belle Creek Charter School, Foundation Academy Charter School, Landmark Academy Charter School and the Capital Facility Fee Foundation, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. The financial statements of the Bromley East Charter School, Belle Creek Charter School and the Capital Facility Fee Foundation were not audited in accordance with *Government Auditing Standards*.

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 control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the District as of June 30, 2021 and the respective changes in financial position and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 14 through 26 and budgetary comparison information, schedule of the District's proportionate share of the net pension liability, schedule of the District's contributions to the pension plan, schedule of the District's proportionate share of the net other postemployment benefit (OPEB) liability and the schedule of the District's contributions to the OPEB plan on pages 99 through 114 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, which considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The schedule of expenditures of federal awards, as required by the U.S. Office of Management and Budget Title 2 *U.S. Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; the Colorado Department of Education Auditor's Electronic Financial Data Integrity Check Figures; the combining and individual fund financial statements and schedules; the combining component unit financial statements and schedules and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of expenditures of federal awards, the Colorado Department of Education Auditor's Electronic Financial Data Integrity Check Figures, the combining and individual fund financial statements and schedules and the combining component unit financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and the other auditors. In our opinion, based on our audit, the procedures performed as described above and the report of the other auditors, the schedule of expenditures of federal awards, the Colorado Department of Education Auditor's Electronic Financial Data Integrity Check Figures, the combining and individual fund financial statements and schedules and the combining component unit financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required By *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 7, 2021 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

RubinBrown LLP

December 7, 2021

School District 27J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the fiscal year ended June 30, 2021

As management of School District 27J, counties of Adams, Weld and Broomfield, Colorado (the School District), we offer readers of the School District's Annual Comprehensive Financial Report this narrative overview and analysis of the financial activities of the School District for the fiscal year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal; which can be found on pages 5-10 of this report, and the School District's financial statements, which follow this section.

Financial Highlights

- Effective July 1, 2014, the District is required to apply the Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and Financial Reporting for Pensions (GASB 68). GASB 68 revises and establishes new financial reporting requirements for governments that provide their employees with pension benefits. The School District provides its employees with pension benefits through a multiple employer cost sharing defined benefit retirement program administered by the Public Employees' Retirement Association of Colorado (PERA).
- Due to the (\$256.7) million effect of GASB 68, the liabilities and deferred inflows of resources of the School District exceeded its assets and deferred outflows of resources at June 30, 2021, by \$109.4 million (net position).
- During the November 2015 election, the School District voters successfully passed an authorization for issuance of \$248 million of bonds. The bonds are funding building a new high school; Riverdale Ridge which opened in fall of 2018, a new middle school; Rodger Quist opening in January of 2020 and two new elementary schools; Reunion Elementary which opened in fall of 2017, and Elaine Padilla Elementary to open in fall of 2021. In addition, the School District will lengthen the life of existing educational facilities through repairs, maintenance and renovations.
- The net position of the School District governmental activities includes \$78.2 million net investment in capital assets; net position of \$56.4 million restricted for debt service payments, \$3.9 million required emergency reserves; and an unrestricted net position balance of negative \$(252.1) million.
- At the end of the current fiscal year, unassigned fund balance for the General Fund is \$12.3 million or 7.8% of General Fund Expenditures.

Overview of the Financial Statements

The discussion and analysis provided are intended to serve as an introduction to the School District's basic financial statements. The School District's basic financial statements consist of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) the notes to the financial statements. This report also includes required supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader of the School District's Comprehensive Annual Financial Report a broad overview of the School District's finances in a manner similar to a private sector business. The government-wide financial statements include the statement of net position and the statement of activities.

The statement of net position presents financial information on all of the School District's assets, deferred outflows or resources, liabilities and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the School District as a whole is improving or deteriorating. Evaluation of the overall health of the School District would extend to other non-financial factors such as diversification of the taxpayer base or the condition of School District infrastructure, in addition to the financial information provided in this report.

The statement of activities presents information showing how the School District's net position changed during the current fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods. The purpose of the statement of activities is to show the financial reliance of the School District's activities or functions on revenues provided by the School District's taxpayers.

In the government-wide financial statements, the School District's activities include:

- **Governmental activities:** Most of the School District's basic services are included here, such as instruction and support services that are principally supported by property taxes and state funding.

The government-wide financial statements include not only financial data for the School District itself (known as the primary government), but also the legally separate Capital Facility Fee Foundation and six legally separate charter schools for which the School District is financially accountable. Financial information for these component units is presented separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 28-29 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The School District uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Individual fund data for non-major funds is provided in the form of combining statements in a later section of this report. All of the funds of the School District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds: Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the governmental funds and the governmental activities report information using the same functions, it is useful to compare the information presented. Because the focus of each report differs, a reconciliation is provided on the fund financial statements to assist the reader in comparing the near-term requirements with the long-term needs.

The School District maintains ten individual governmental funds. The major funds are the general fund, the capital projects fund, the debt service fund, nutrition services fund and the government designated purpose grants fund. They are presented separately in the fund financial statements with the remaining governmental funds combined into a single aggregated presentation labeled other governmental funds. Individual fund information for the non-major funds is presented as supplementary information in this document.

The School District adopts an annual appropriated budget for each of the governmental funds. Budgetary comparison statements for the ten governmental funds are included in the supplementary information to demonstrate compliance with the amended budget.

The basic governmental fund financial statements can be found on pages 30-33 of this report.

Proprietary funds: Effective July 1, 2014 the School District maintains one type of proprietary fund, internal service funds. Internal service funds are used to accumulate and allocate costs internally among the governmental functions. The School District has two internal service funds, the risk management/dental insurance fund, which is used for the School District self-insured dental program and the print shop fund, which is used for the in-house printing services. The School District adopts an annual appropriated budget for each of the proprietary funds. Budgetary comparison statements for the two proprietary funds are included in the supplementary information to demonstrate compliance with the amended budget.

The basic proprietary fund financial statements can be found on pages 34-36 of this report.

Private Purpose Trust Fund: The private purpose trust fund is used to account for resources held for the benefit of parties outside of the School District. The private purpose trust fund is not reflected in the government-wide financial statements because the resources of those funds are not available to support the School District's own programs. The accounting used for private purpose trust funds is much like that used for proprietary funds. The School District has one private purpose trust fund which is primarily used for scholarship activity.

The basic private purpose trust fund financial statements can be found on pages 37-38 of this report.

Notes to the Basic Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information concerning the School District's budget presentations. Budgetary comparison statements are included as "required supplementary information" for the general fund, nutrition services fund and the government designated purpose grant fund. Budgetary comparison schedules for all other governmental funds can be found in a later section of this report. These statements and schedules demonstrate compliance with the School District's adopted budget.

As discussed, the School District reports major funds in the basic financial statements. Combining and individual fund statements and schedules for non-major funds can be found beginning on page 99 of this report.

Government-wide Overall Financial Analysis

Government-wide Net Position

As noted earlier, net position may serve as a useful indicator of a government's financial position. Due to the effect of GASB 68, the liabilities and deferred inflows of the School District exceeded its assets and deferred outflows of resources at June 30, 2021, by \$109.4 million.

The assets of the School District are classified as current assets, capital assets, net of depreciation and other non-current assets. Cash, investments, deposit with insurance pool, receivables, inventories and prepaid expenses are current assets. These assets are available to provide resources for the near-term operations of the School District. Cash and investments account for 80.5% of the current assets. Receivables are due in large part as a result of the property tax collection process. The School District receives close to 95% of the annual property tax assessment between March and June. The School District reports deferred outflows of resources related to pensions and the loss on refunding.

Current and noncurrent liabilities are classified based on anticipated liquidation either in the near-term or in the future. Current liabilities include accounts payable, accrued salaries and benefits, early retirement payable, compensated absences payable, estimates for claims and premiums, and current debt obligations. The liquidation of current liabilities is anticipated to be from current available resources, current assets or new resources that become available during fiscal year 2021-2022. Noncurrent liabilities such as long-term debt obligations and compensated absences will be liquidated from resources that will become available after fiscal year 2021-2022.

The School District's net position includes a \$78.2 million investment in capital assets net of accumulated depreciation and any related outstanding debt that was used to acquire those assets. The School District uses these capital assets to provide educational services to its students. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Net position of \$56.4 million, accumulated due to voter approved bonded debt mill levy assessments, have been restricted to provide resources to liquidate the current general obligation bond principal and related interest payments.

Unrestricted net position is different than what would be reflected on a governmental fund accounting basis. This is due to GASB 68 and 75 along with the accounting treatment in the government-wide statements of accrued salaries and benefits earned but unpaid and compensated absences payable. The \$1.59 million long-term portion of compensated absences is recorded as a liability on the government-wide statements, but not on the governmental fund statements because they are not payable with current funds. The GASB 68 net pension liability and GASB 75 net other post employment benefit liability are reported in the same manner as compensated absences and are \$256.7 million and \$9.3 million, respectively.

Comparative Summary of Net Position			
As of June 30, 2021			
	Governmental Activities		Total % Change
	2021	2020	2020 to 2021
<u>Assets:</u>			
Total Current Assets	\$ 105,450,565	\$ 98,868,040	6.7%
Capital Assets net of Depreciation	410,775,802	418,551,613	-1.9%
Other Non-Current Assets	<u>27,350,426</u>	<u>37,125,462</u>	<u>-26.3%</u>
Total Assets	543,576,793	554,545,115	-2.0%
Deferred Outflows of Resources	103,636,682	42,114,567	146.1%
<u>Liabilities:</u>			
Total Current	26,579,449	37,972,652	-30.0%
Total Non-Current	<u>622,142,952</u>	<u>592,324,862</u>	<u>5.0%</u>
Total Liabilities	648,722,401	630,297,514	2.9%
Deferred Inflows of Resources	107,879,395	138,408,218	-22.1%
<u>Net Position:</u>			
Net Investment in Capital Assets	78,243,721	75,869,175	3.1%
Restricted for:			
TABOR	3,902,784	4,327,870	-9.8%
Debt Service	56,402,466	37,965,362	48.6%
Government Designated Purpose Grants	1,104,050	1,162,657	-5.0%
Colorado Preschool Program	294,479	308,330	-4.5%
Nutrition Service	1,723,058	1,420,512	21.3%
Other Program Purposes	1,069,784	1,717,754	-37.7%
Unrestricted	<u>(252,128,663)</u>	<u>(294,817,709)</u>	<u>-14.5%</u>
Total Net Position	\$ (109,388,321)	\$ (172,046,049)	-36.4%

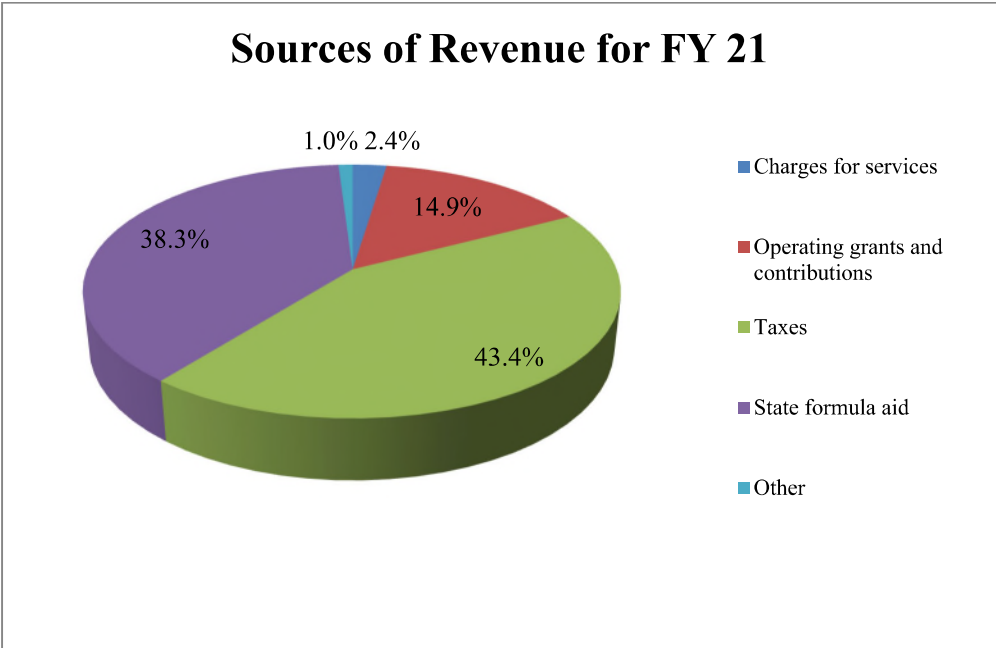
The School District's overall net position increased \$62.7 million from the prior fiscal year. Further detail for this overall increase is provided in the following sections for governmental activities. Prior year's totals are not restated when comparing to current year.

Governmental Activities

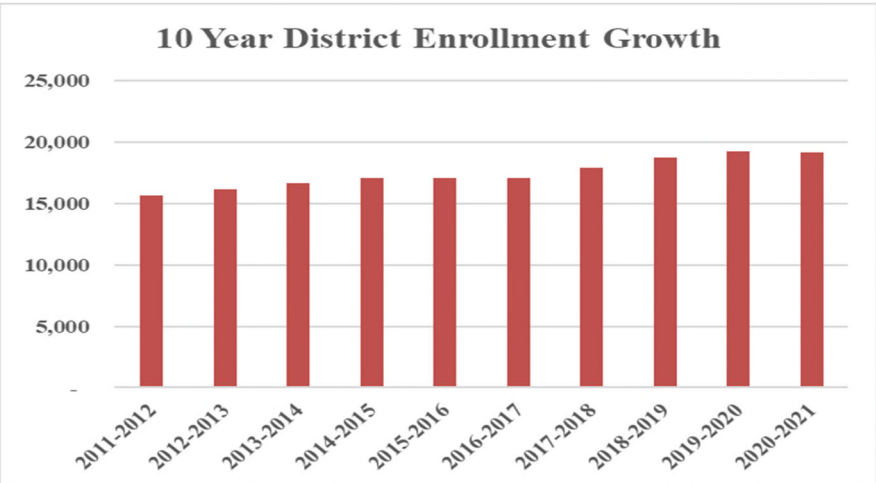
Governmental activities increased the net position of the School District by \$62.7 million.

Comparative Schedule of Changes in Net Position			
For the Year Ended June 30, 2021			
	Governmental Activities		Total % Change
	2021	2020	2020 to 2021
<u>Program Revenues:</u>			
Charges for Services	\$ 5,686,822	\$ 8,137,719	-30.1%
Operating Grants and Contributions	35,320,171	19,003,996	85.9%
Capital Grants and Contribution	-	-	0.0%
<u>General Revenues:</u>			
Local Property Taxes	98,170,904	83,321,935	17.8%
Specific Ownership Taxes	4,362,289	4,791,582	-9.0%
Equalization	90,588,760	106,808,650	-15.2%
Other	<u>2,370,538</u>	<u>6,635,878</u>	<u>-64.3%</u>
Total Revenues	236,499,484	228,699,760	3.4%
<u>Expenses:</u>			
Instruction	69,644,215	75,509,005	-7.8%
Supporting Services			
Pupil Services	11,258,089	8,827,926	27.5%
Instructional Staff	5,172,885	4,371,411	18.3%
General Administration	1,177,267	1,397,339	-15.7%
School Administration	8,075,765	9,538,323	-15.3%
Operations and Maintenance	9,304,277	9,531,231	-2.4%
Pupil Transportation	5,317,371	5,994,035	-11.3%
Business Supporting Services	2,108,268	2,067,030	2.0%
Central Supporting Services	12,362,521	8,929,785	38.4%
Community Services	1,052,839	1,614,144	-34.8%
Pupil Activities	1,199,900	2,346,061	-48.9%
Charter Schools	30,401,586	32,137,492	-5.4%
Debt Service - Interest	12,990,507	13,284,630	-2.2%
Nutrition Service	<u>3,776,266</u>	<u>4,734,079</u>	<u>-20.2%</u>
Total Expenses	173,841,756	180,282,491	-3.6%
Change in Net Position	62,657,728	48,417,269	29.4%
Beginning Net Position	<u>(172,046,049)</u>	<u>(220,463,318)</u>	<u>-22.0%</u>
Ending Net Position	\$ (109,388,321)	\$ (172,046,049)	-36.4%

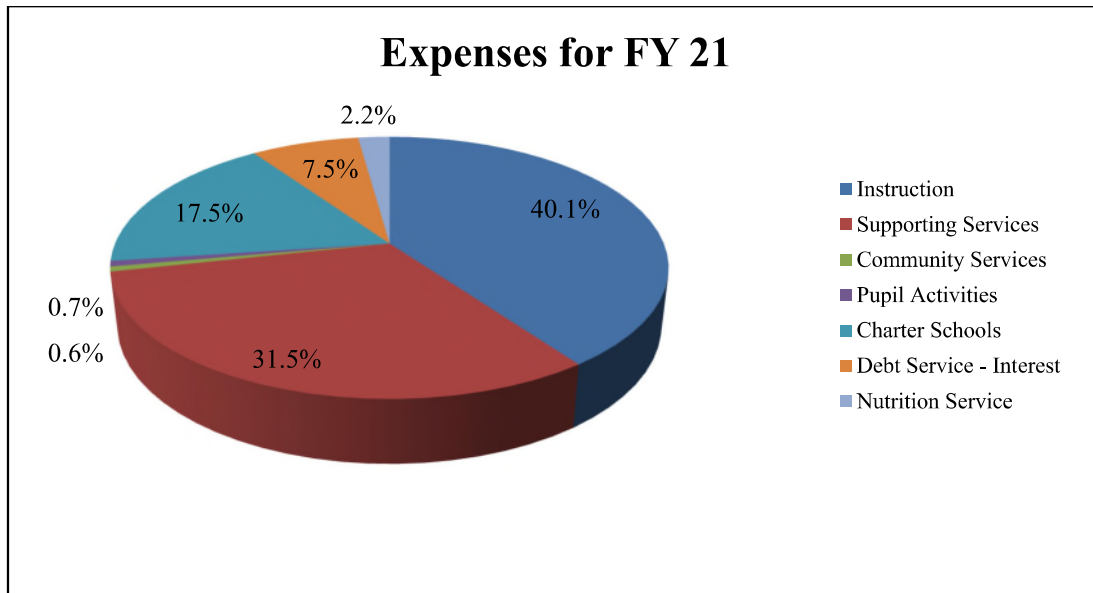
While the continued loss in funding due to the inclusion of the negative factor in the Colorado Public School Finance Act (SFA) has certainly had an impact on the School District, management has been able to limit expenses to minimize the impact on governmental activities over the long term. The SFA provides for the majority of the funding of local school districts based on a funded pupil count formula and a maximum property tax mill levy determined for each school district. Funding for the SFA comes from property taxes, specific ownership tax and state equalization. State equalization provided 38.3% of the School District’s total governmental revenues, which is a decrease of 8.4% over the prior fiscal year. Local taxes provided 43.4% of governmental revenue. The \$14.8 million increase in local property taxes from the prior fiscal year is associated with an overall 17% increase in assessed valuation, primarily in Adams County. The School District levies 26.262 mills annually for the SFA. The \$16.2 million decrease in equalization is due to a combination of an increase in per pupil funding in 2020-21 and a .3% decrease in enrollment.



Year	Student Count	% Change
2011-2012	15,649	3.9%
2012-2013	16,163	3.3%
2013-2014	16,698	3.3%
2014-2015	17,103	2.4%
2015-2016	17,042	-0.4%
2016-2017	17,115	0.4%
2017-2018	17,883	4.9%
2018-2019	18,711	4.6%
2019-2020	19,248	2.9%
2020-2021	19,188	-0.3%



Government-wide expenses decreased \$6.4 million from the prior year. Direct governmental instructional expenses make up 40.1% of the total governmental expenses. This category includes direct instruction to students. Support services, which includes but is not limited to operations and maintenance, transportation, pupil services, and other general support services is 31.5% of the total governmental expenses. Charter schools' governmental expenses constitute 17.5% of the total governmental expenses in fiscal year 2021. The remaining 10.9% of the total governmental expenses include community services, pupil activities, and debt service interest payments.



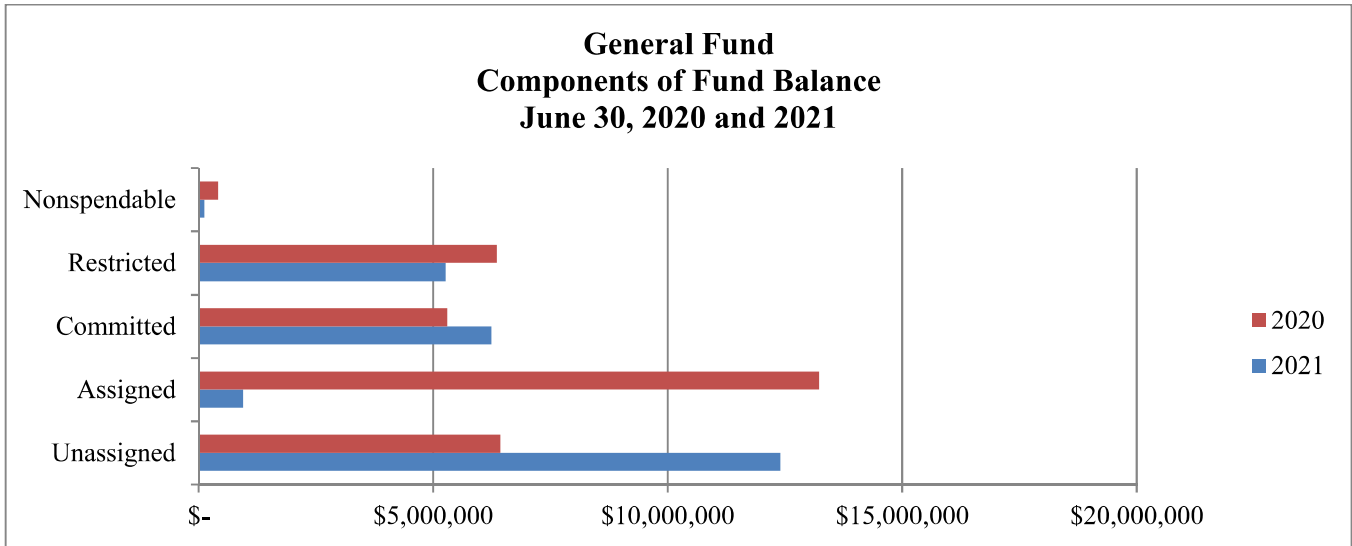
Financial Analysis of Governmental Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related laws and regulations.

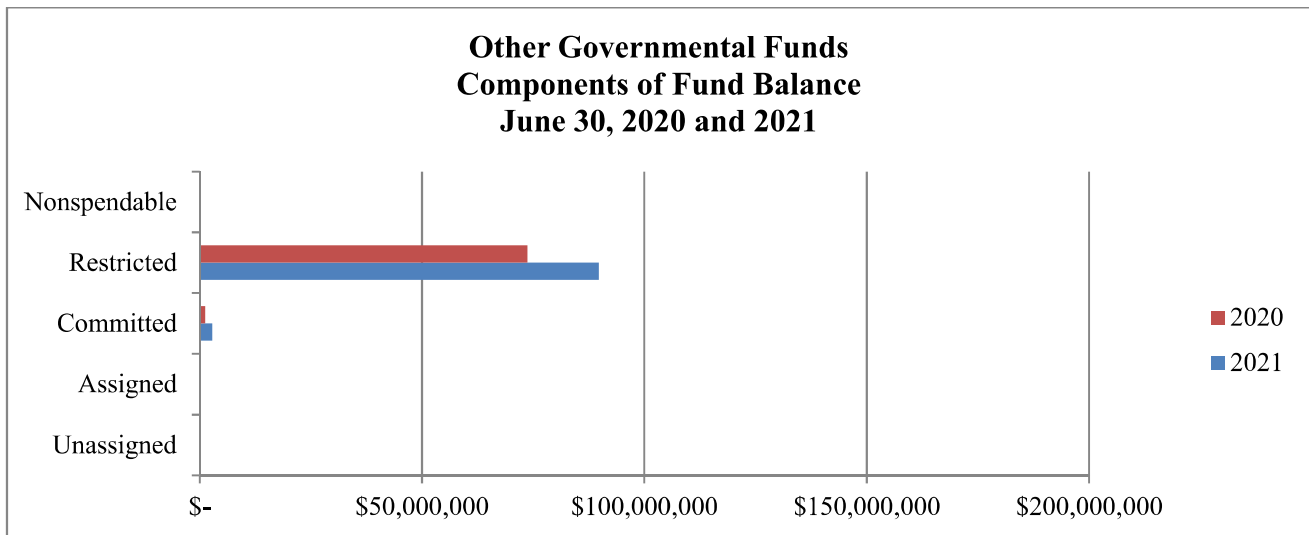
Governmental Funds

The focus of the School District's governmental funds is to provide information on near-term inflows, outflow, and balances of spendable resources. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the School District, or a group or individual that has been delegated authority to assign resources for particular purposes by School District's Board of Education.

Of this year-end total, \$12.4 million is unassigned, indicating availability for continuing School District service requirements. Legally restricted fund balances include \$55.4 million for debt service, \$29.1 million for capital projects and \$3.9 million restricted pursuant to the TABOR Amendment. Article X 20(5) of the Colorado State Constitution (TABOR Amendment), requires that an amount equal to 3% or more of its fiscal year spending excluding debt service be set aside. Committed fund balances include \$2.8 million for special revenue funds, \$4.0 million for Board contingencies, \$.1 million for capital reserve projects, \$2.3 million for risk management insurance and contracted services.



The General Fund is the School District’s primary operating fund and the largest source of day-to-day service delivery. At the end of the current fiscal year, unassigned fund balance in the general fund was \$12.4 million, while total fund balance decreased \$6.7 million to \$25.0 million. As a measure of the general fund’s liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 9.7% of total general fund expenditures net of intergovernmental – charter schools, while total fund balance represents approximately 19.5% of that same amount.



Proprietary Funds

The School District’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. In fiscal year 2021 the School District accounted for the School District’s self-insured dental plan and print shop as part of the proprietary funds.

The unrestricted net position for the School District’s self-insured dental plan and print shop it was \$0.6 million, with the School District’s self-insured dental plan accounting for 100 percent of the total.

General Fund Budgetary Highlights

Revenue - Actual revenues were \$1.6 million more than the final approved budget. This is primarily due to the on-behalf PERA payment revenue of \$2 million and unassigned surplus within our Insurance Pool offset by lower received property tax revenue, held as deferred revenue at the end of fiscal year 2020 due to COVID-19 deadline extensions.

General Fund Revenue	Budget	Actual	Difference
Taxes	\$ 59,072,535	\$ 59,836,034	\$ 763,499
Intergovernmental Revenue	92,671,281	95,062,123	2,390,842
Pupil Activities	100	-	(100)
Charges for Services	847,364	917,505	70,141
Investment Earnings	300,000	1,082,113	782,113
Miscellaneous	818,705	1,088,255	269,550
Total	\$ 153,709,985	\$ 157,986,030	\$ 4,276,045

Expenditures – General fund expenditures were \$10.4 million less than budgeted. The fiscal year 2021 budget includes reserves to account and prepare for the new school opening of Elaine Padilla Elementary School in fiscal year 2022. In addition, the District negotiated an increase to compensation of 3.47%, which was budgeted in fiscal year 2020 to go into effect in fiscal year 2021, since this is a recurring cost to the District.

Capital Assets and Debt Administration

Capital assets

The School District's investment in capital assets, net of accumulated depreciation, for governmental activities as of June 30, 2021, was \$410.8 million. The overall decrease in this net investment was \$7.8 million. This decrease is due to the 2.5% increase in depreciation expense in 2021 and the resulting increase of accumulated depreciation, decreasing the book value of the capital assets. See Note 2-D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year. The following table provides a summary of capital asset activity:

Capital Assets		
As of June 30, 2021		
	Governmental Activities	
	2021	2020
Non-depreciable assets:		
Land	\$ 13,131,691	\$ 13,131,691
Water Shares	\$ 1,496,673	\$ 1,496,673
Construction in progress	\$ 5,496,076	\$ 4,216,304
Total non-depreciable	20,124,440	18,844,669
Depreciable assets:		
Buildings	481,152,402	478,340,693
Equipment	23,453,547	22,188,786
Total depreciable assets	504,605,949	500,529,479
Less accumulated depreciation	113,954,589	100,822,535
Book Value - depreciable assets	390,651,360	399,706,944
Percentage depreciated	<u>22.6%</u>	<u>20.1%</u>
Book Value - all assets	\$ 410,775,800	\$ 418,551,613

Long-term debt

At the end of the fiscal year, the School District had outstanding general obligation bonds of \$318.5 million.

This debt is backed by the full faith and credit of the School District (general obligation bonds) with debt service fully funded by voter-approved property taxes.

The School District has incurred liabilities for early retirement obligations and compensated absences earned by employees. The following chart provides summary information on the School District’s long-term debt:

Long Term Debt As of June 30, 2021		
	Governmental Activities	
	2021	2020
Type of Debt:		
General Obligation Bonds	\$ 318,490,000	\$ 329,450,000
Certificates of Participation	4,070,152	4,394,603
Bond Premium	42,285,888	45,392,094
Total	364,846,040	379,236,697
Early Retirement of Obligation	329,631	337,243
Compensated Absences	3,977,320	3,427,027
Total	\$ 4,306,951	\$ 3,764,270

The School District maintains an “A+” rating from Standard & Poor’s and an “Aa3” from Moody’s Investors Service for general obligation debt.

Additional information on the School District’s long-term debt can be found in Note 2-G of this report.

Economic Factors and Budget Highlights

The School District is highly dependent upon the State of Colorado for operating revenue. Amendment 10 of the Colorado Constitution, TABOR, restricts the School District’s ability to raise property taxes without a vote of the electorate. The School District has seen lower than expected funding from the state for ten consecutive years.

The State economy heading into the 2021-2022 fiscal year reflects an optimistic outlook for revenue stated in the Governor’s budget published November 2021. The effects of COVID-19 and the 2021 Election have yet to be analyzed as it pertains to the budget and fiscal year 2022 expenditures.

The Board of Education established a course of action for 2021-2022 fiscal year planning and budgeting. The direction from the Board is “Financial planning for any fiscal year or the remaining part of any fiscal year will not deviate materially from the Board’s Goals priorities, risk financial jeopardy, or fail to be derived from a multi-year plan.” The Board’s Global Goals are:

- The graduation/completer rate will increase by 2% per year until 95% is attained at which it will not drop lower.

- The School District's average composite ACT score will increase by .5 points per year until the score reaches 22 at which it will not drop lower.
- Students with continuous enrollment during an academic year will achieve at least one year's academic growth grades 1-10 in reading, writing, math and science. The core content areas of social studies and world language will have this same academic growth expectations beginning one year after the state's assessment for these areas have been developed.

The key principles of the budget development process are:

- Maximize resources in direct and indirect instruction of students
- Increase parent involvement and communications
- Focus on enrollment growth and seat capacity where needed
- Maintain fiscal stability by keeping expenditures (of which employee compensation is the largest component) in-line with revenue expectations
- Continued support of current technology in schools
- Investment in asset protection and maintenance of facilities
- Maintenance of strategic long range financial plan

Contacting the School District's Financial Management

The intent of this financial report is to provide a general overview of the School District's finances, comply with finance-related laws and regulations, and demonstrate the School District's commitment to public accountability. If there are questions about this report or you would like to request additional information, contact the School District's Finance Office at the Educational Services Center located at 18551 E. 160th Avenue in Brighton, CO 80601. You can also visit the School District's website at www.sd27j.org for additional information about its schools, departments, and finances.

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School District 27J, Colorado
Statement of Net Position
June 30, 2021

	<u>Governmental Activities</u>	<u>Component Units</u>
Assets		
Current Assets		
Cash and Investments	\$ 94,837,676	\$ 10,944,143
Investment in Insurance Pool	2,326,727	-
Inventory	113,053	-
Receivables		
Accounts	718,628	1,018,212
Property Taxes	3,999,138	-
Intergovernmental	2,903,016	-
Grants	-	404,462
Deposits and Prepaids	552,324	666,177
Total Current Assets	<u>105,450,562</u>	<u>13,032,994</u>
Noncurrent Assets		
Non Depreciable Capital Assets	20,124,440	667,379
Depreciable Capital Assets, Net	390,651,362	29,183,060
Restricted Cash and Investments	27,350,426	9,333,636
Total Noncurrent Assets	<u>438,126,228</u>	<u>39,184,075</u>
Total Assets	<u>543,576,790</u>	<u>52,217,069</u>
Deferred Outflows of Resources		
Loss on Refunding	3,235,219	1,250,519
Related to OPEB	1,813,131	153,116
Related to Pensions	98,588,332	9,964,708
	<u>103,636,682</u>	<u>11,368,343</u>
Liabilities		
Current Liabilities		
Accounts Payable	1,419,343	2,947,993
Accrued Salary and Benefits	8,698,431	836,691
Accrued Interest Payable	1,271,235	197,004
Loan Payable	-	1,229,807
Unearned Revenue	2,082,062	398,150
Compensated Absences Payable	2,386,392	-
Early Retirement Payable	329,631	-
Claims Payable	-	724,962
COPS	297,880	-
General Obligation Bonds Payable	10,050,000	-
Total Current Liabilities	<u>26,579,449</u>	<u>6,334,607</u>
Noncurrent Liabilities		
Compensated Absences Payable (net of current portion)	1,590,928	-
COPS (net of current portion)	3,772,272	-
General Obligation Bonds Payable (net of current portion)	350,725,888	30,199,290
Net OPEB Liability	9,329,365	1,006,406
Net Pension Liability	256,724,499	27,694,400
Total Noncurrent Liabilities	<u>622,142,952</u>	<u>58,900,096</u>
Total Liabilities	<u>648,722,401</u>	<u>65,234,703</u>
Deferred Inflows of Resources		
Related to OPEB	3,019,779	335,571
Related to Pensions	104,859,616	11,840,532
	<u>107,879,395</u>	<u>12,176,103</u>
Net Position		
Net Investment in Capital Assets	78,243,721	(264,448)
Restricted for		
TABOR	3,902,784	1,021,834
Debt Service	56,402,466	2,243,922
Government Designated Purpose Grants	1,104,050	-
Colorado Preschool Program	294,479	-
Other Program Purposes	1,069,784	435,000
Nutrition Service	1,723,059	-
Building Maintenance	-	215,134
Capital Projects	-	6,756,531
Unrestricted	(252,128,664)	(24,233,367)
Total Net Position	<u>\$ (109,388,321)</u>	<u>\$ (13,825,394)</u>

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Balance Sheet
Governmental Funds
June 30, 2021

	General	Capital Projects	Government Designated Purpose Grants	Debt Service	Nutrition Services	Other Governmental Funds	Total Governmental Funds
Assets							
Cash and Investments	\$ 34,726,601	\$ -	\$ -	\$ 54,552,597	\$ 3,556,754	\$ 2,001,724	\$ 94,837,676
Restricted Cash and Investments	-	27,350,426	-	-	-	-	27,350,426
Deposit with Insurance Pool	2,326,727	-	-	-	-	-	2,326,727
Inventory	-	-	-	-	113,053	-	113,053
Receivables							
Accounts	667,004	-	-	-	-	35,353	702,357
Property Taxes	2,188,135	-	-	1,811,003	-	-	3,999,138
Intergovernmental	-	-	2,264,378	-	638,638	-	2,903,016
Interfund Receivable	2,321,660	1,831,990	1,314,442	38,866	-	3,706,340	9,213,298
Prepaid Items	124,236	-	-	-	15,385	7,950	147,571
Grant Fund Advance	-	-	404,753	-	-	-	404,753
Total Assets	\$ 42,354,363	\$ 29,182,416	\$ 3,983,573	\$ 56,402,466	\$ 4,323,830	\$ 5,751,367	\$ 141,998,015
Liabilities, Deferred Inflows of Resources and Fund Balances							
Liabilities							
Accounts and Other Current Payables	\$ 1,039,110	\$ 97,630	\$ 212,067	\$ -	\$ 44,049	\$ 26,487	\$ 1,419,343
Accrued Salary and Benefits	7,568,856	6,046	585,394	-	101,525	436,610	8,698,431
Unearned Revenue	-	-	2,082,062	-	-	-	2,082,062
Interfund Payable	7,535,869	-	-	-	2,326,759	20,802	9,883,430
Total Liabilities	16,143,835	103,676	2,879,523	-	2,472,333	483,899	22,083,266
Deferred Inflows of Resources							
Unavailable Property Tax Revenue	1,233,192	-	-	1,020,983	-	-	2,254,175
Fund Balances							
Nonspendable Items	124,236	-	-	-	128,438	7,950	260,624
Restricted for Debt Service	-	-	-	55,381,483	-	-	55,381,483
Restricted for Capital Projects	-	29,078,740	-	-	-	-	29,078,740
Restricted for TABOR	3,902,784	-	-	-	-	-	3,902,784
Restricted for Cash-in-Lieu of Land	1,069,784	-	-	-	-	-	1,069,784
Restricted for Government Designated Purpose Grants	-	-	1,104,050	-	-	-	1,104,050
Restricted for Nutrition Services	-	-	-	-	1,723,059	-	1,723,059
Restricted for Colorado Preschool	294,479	-	-	-	-	-	294,479
Restricted for Pupil Activity	-	-	-	-	-	2,428,696	2,428,696
Committed for Risk Management Insurance	2,326,727	-	-	-	-	-	2,326,727
Committed for Program Purposes	-	-	-	-	-	-	-
Committed, Reported in Special Revenue Funds	-	-	-	-	-	2,830,821	2,830,821
Committed for Board Contingencies	3,979,826	-	-	-	-	-	3,979,826
Assigned for Capital Reserve Projects	144,681	-	-	-	-	-	144,681
Assigned for Career and Technical Education	298,320	-	-	-	-	-	298,320
Assigned for Subsequent Year Expenditures	500,000	-	-	-	-	-	500,000
Unassigned, Reported in General Fund	12,336,499	-	-	-	-	-	12,336,499
Total Fund Balances	24,977,336	29,078,740	1,104,050	55,381,483	1,851,497	5,267,467	117,660,573
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 42,354,363	\$ 29,182,416	\$ 3,983,573	\$ 56,402,466	\$ 4,323,830	\$ 5,751,367	\$ 141,998,015

See accompanying notes to the basic financial statements

School District 27J, Colorado
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2021

Total Governmental Fund Balances	\$	117,660,573
Amounts reported for governmental activities in the Statement of Activities are different due to:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds but are reported on the Statement of Activities:		
Cost	\$ 524,730,390	
Less Accumulated Depreciation	<u>(113,954,588)</u>	410,775,802
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds:		
Unavailable Property Tax Revenue		2,254,175
An Internal Service Fund is used by management to charge the costs of dental insurance premiums to individual funds. The assets and liabilities of the Internal Service Fund are included in governmental activities on the Statement of Net Position.		
		641,932
Accrued interest on long-term debt is not reported at the fund financial reporting level, but is reported on the Statement of Net Position.		
		(1,271,235)
Liabilities not due and payable in the current period are not reported in the funds but are reported on the Statement of Net Position:		
COPS Payable	\$ (4,070,152)	
Bonds Payable	(318,490,000)	
Compensated Absences Payable	(3,977,320)	
Early Retirement Payable	<u>(329,631)</u>	(326,867,103)
Premiums, discounts and refunding differences are reported as expenditures in the funds when the debt is issued but capitalized on the Statement of Net Position:		
Premium	\$ (42,285,888)	
Deferred Inflow: Loss on Refunding	<u>3,235,219</u>	(39,050,669)
Net pension liability not due and payable in the current period are not reported in the funds but are reported on the Statement of Net Position:		
Deferred Outflow	\$ 98,588,332	
Deferred Inflow	(104,859,616)	
Net Pension Liability	<u>(256,724,499)</u>	(262,995,783)
Net OPEB liability not due and payable in the current period are not reported in the funds but are reported on the Statement of Net Position:		
Deferred Outflow	\$ 1,813,131	
Deferred Inflow	(3,019,779)	
Net OPEB Liability	<u>(9,329,365)</u>	(10,536,013)
Net Position of Governmental Activities	\$	<u>(109,388,321)</u>

See accompanying notes to the basic financial statements

School District 27J, Colorado
 Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For The Year Ended June 30, 2021

	General	Capital Projects	Government Designated Purpose Grants	Debt Service	Nutrition Services	Other Governmental Funds	Total Governmental Funds
Revenues							
Taxes	\$ 59,836,034	\$ -	\$ -	\$ 45,888,814	\$ -	\$ -	\$ 105,724,848
Intergovernmental Revenue							
Vocational Education	538,658	-	-	-	-	-	538,658
Special Education	3,934,705	-	-	-	-	-	3,934,705
Transportation	-	-	-	-	-	1,561,318	1,561,318
Federal Grants	-	-	20,468,025	-	5,186,333	-	25,654,358
State Grants	-	-	3,577,785	-	53,347	-	3,631,132
Equalization	90,588,760	-	-	-	-	-	90,588,760
Pupil Activities	-	-	-	-	-	1,316,050	1,316,050
Charges for Services	917,505	-	-	-	165,026	3,288,241	4,370,772
Investment Earnings	1,082,113	95,955	9,343	10,498	1,844	367	1,200,120
Miscellaneous	1,088,255	-	82,163	-	-	-	1,170,418
Total Revenues	<u>157,986,030</u>	<u>95,955</u>	<u>24,137,316</u>	<u>45,899,312</u>	<u>5,406,550</u>	<u>6,165,976</u>	<u>239,691,139</u>
Expenditures							
Current							
Instructional Services	76,948,728	-	8,264,318	-	-	580,765	85,793,811
Supporting Services							
Pupil Services	8,373,807	-	6,120,917	-	-	-	14,494,724
Instructional Staff	4,559,837	-	2,415,431	-	-	30,336	7,005,604
General Administration	1,684,357	-	-	-	-	-	1,684,357
School Administration	10,802,744	-	275,140	-	-	-	11,077,884
Operations and Maintenance	13,019,756	-	-	-	-	-	13,019,756
Pupil Transportation	56,683	-	43,530	-	-	6,641,606	6,741,819
Business Supporting Services	1,869,209	-	319,214	-	-	23,524	2,211,947
Central Supporting Services	9,220,313	-	6,975,260	-	-	561,434	16,757,007
Community Services	525,272	-	49,735	-	-	878,035	1,453,042
Nutrition Services	-	-	-	-	5,148,671	-	5,148,671
Pupil Activities	-	-	-	-	-	1,656,004	1,656,004
Capital Outlay	207,270	3,752,012	-	-	33,658	7,551	4,000,491
Intergovernmental - Charter Schools	30,401,586	-	-	-	-	-	30,401,586
Debt Service							
Principal Retirement	872,610	-	-	10,960,000	-	-	11,832,610
Interest	84,297	-	-	15,428,173	-	-	15,512,470
Fiscal Charges	2,000	-	-	6,265	-	-	8,265
Total Expenditures	<u>158,628,469</u>	<u>3,752,012</u>	<u>24,463,545</u>	<u>26,394,438</u>	<u>5,182,329</u>	<u>10,379,255</u>	<u>228,800,048</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(642,439)</u>	<u>(3,656,057)</u>	<u>(326,229)</u>	<u>19,504,874</u>	<u>224,221</u>	<u>(4,213,279)</u>	<u>10,891,091</u>
Other Financing Sources (Uses)							
Transfers Out	(6,104,235)	-	-	-	-	-	(6,104,235)
Transfers In	-	-	267,622	-	-	5,747,573	6,015,195
Total Other Financing Sources (Uses)	<u>(6,104,235)</u>	<u>-</u>	<u>267,622</u>	<u>-</u>	<u>-</u>	<u>5,747,573</u>	<u>(89,040)</u>
Net Change in Fund Balances	<u>(6,746,674)</u>	<u>(3,656,057)</u>	<u>(58,607)</u>	<u>19,504,874</u>	<u>224,221</u>	<u>1,534,294</u>	<u>10,802,051</u>
Fund Balance Beginning of Year	<u>31,724,010</u>	<u>32,734,797</u>	<u>1,162,657</u>	<u>35,876,609</u>	<u>1,627,276</u>	<u>3,733,173</u>	<u>106,858,522</u>
Fund Balances End of Year	<u>\$ 24,977,336</u>	<u>\$ 29,078,740</u>	<u>\$ 1,104,050</u>	<u>\$ 55,381,483</u>	<u>\$ 1,851,497</u>	<u>\$ 5,267,467</u>	<u>\$ 117,660,573</u>

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For The Year Ended June 30, 2021

Net Changes In Fund Balances - Total Governmental Funds \$ 10,802,051

Amounts reported for governmental activities in the Statement of Activities are different because governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation and loss on disposal of capital assets in the current period.

	Depreciation Expense	\$ (13,132,053)	
	Capital Outlay	<u>5,356,242</u>	(7,775,811)

Property tax and grant revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (3,191,655)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

	Bond Principal	\$ 10,960,000	
	COPs Principal	<u>324,451</u>	11,284,451

Governmental funds report the effect of premiums and discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities.

	Amortization:		
	Premium	\$ 3,106,206	
	Bond Refunding	<u>(584,243)</u>	2,521,963

Pension benefit reported in the Statement of Activities, does not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds. 49,018,728

OPEB benefit reported in the Statement of Activities, does not require the use of current financial resources and therefore is not reported as an expenditure in governmental funds. 564,395

Some expenses reported in the Statement of Activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. The change in the current year's accruals are as follows:

	Compensated Absences		
	Liability 2020	\$ 3,427,027	
	Liability 2021	<u>(3,977,320)</u>	(550,293)
	Early Retirement		
	Liability 2020	\$ 337,243	
	Liability 2021	<u>(329,631)</u>	7,612

Internal Service Fund activity related to third parties is not reported in governmental funds but is reported as governmental activities in the Statement of Activities. (23,713)

Change In Net Position Of Governmental Activities \$ 62,657,728

See accompanying notes to the basic financial statements

School District 27J, Colorado
Statement of Net Position
Proprietary Funds
June 30, 2021

	Governmental Activities - Internal Service Funds
Assets	
Current Assets:	
Receivables:	
Interfund Receivable	\$ 686,406
Total Assets	<u>686,406</u>
Liabilities	
Current Liabilities:	
Accounts Payable	<u>44,475</u>
Total Liabilities	<u>44,475</u>
Total Net Position	<u>\$ 641,932</u>

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Revenues, Expenditures and Changes in Net Position
Proprietary Funds
For The Year Ended June 30, 2021

	Governmental Activities - Internal Service Funds
Operating Revenues	
Interfund Services Provided:	
Dental Insurance Premiums	\$ 914,797
Print Shop	30,925
	945,722
Total Operating Revenues	
Operating Expenses	
Salaries and Benefits	89,052
Purchased Services	10,575
Materials and Supplies	16,413
Indirect Costs	3,925
Risk Management Dental	938,510
	1,058,475
Total Operating Expenses	
Income (Loss) from Operations	(112,753)
Other Financing Sources	
Transfers In (Out)	89,040
	(23,713)
Change in Net Position	
Net Position Beginning of Year	665,645
Net Position End of Year	\$ 641,932

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Cash Flows
Proprietary Funds
For The Year Ended June 30, 2021

	Governmental Activities - Internal Service Funds
Cash Flows From (Used for) Operating Activities	
Cash Received from Interfund Services Provided	\$ 949,816
Cash Payments for Goods and Services	(119,965)
Cash Payments for Insurance Premiums and Expenses	(918,891)
	(89,040)
Net Cash From (Used for) Operating Activities	(89,040)
Cash Flows From (Used for) Noncapital Financing Activities	
Transfers In (Out)	89,040
	89,040
Net Increase (Decrease) in Cash and Cash Equivalents	-
Cash and Cash Equivalents Beginning of Year	-
Cash and Cash Equivalents End of Year	\$ -
Reconciliation of Operating Income (Loss) to Net Cash From (Used for) Operating Activities	\$ (112,753)
Adjustments:	
(Increase) Decrease in Assets:	
Accounts Receivable	43
Interfund Receivable	4,051
Increase (Decrease) in Liabilities:	
Accounts Payable	19,619
	19,619
Net Cash From (Used for) Operating Activities	\$ (89,040)

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Statement of Fiduciary Net Position
Private Purpose Trust Fund
June 30, 2021

	Private Purpose Trust Fund
Assets	
Cash and Investments	\$ 42,965
Total Assets	<u>42,965</u>
Liabilities	
Due to Other Groups	<u>16,275</u>
Total Liabilites	<u>16,275</u>
Net Position	
Held in Trust for Scholarships	<u>26,690</u>
Total Net Position	<u><u>\$ 26,690</u></u>

See accompanying notes to the basic financial statements

School District 27J, Colorado
Statement of Changes in Fiduciary Net Position
Private Purpose Trust Fund
For The Year Ended June 30, 2021

	Private Purpose Trust Fund
Additions	
Investment Earnings	\$ 63
Change in Net Position	63
Net Position Beginning of Year	<u>26,627</u>
Net Position End of Year	<u><u>\$ 26,690</u></u>

See accompanying notes to the basic financial statements.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

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School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Counties of Adams, Weld and Broomfield School District 27J, Colorado (the School District) is a school district located northeast of Denver, Colorado. The School District provides Preschool through 12th Grade Public Education.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) in the United States of America as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for government accounting and financial reporting. The most significant of the School District's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the School District. For the School District, this reporting entity includes the legal entity, School District 27J, Colorado and six discretely presented component units.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organizations; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the School District in that the School District approves the budget, levies their taxes or issues their debt. Finally, the School District may include separate legal entities that do not meet the above criterion; however, the School District would consider the financial statements to be misleading if omitted.

The component unit column included on the government-wide financial statements identifies the financial data of the School District's aggregate discretely presented component units. They are reported separately to emphasize that they are legally separate from the School District.

Significant transactions between the School District and its component unit Charter Schools consist of monthly payments to each Charter School for their share of mill levy override and state equalization money and charges from the School District to each Charter School for contracted purchased services. Brief descriptions of the discretely presented component units follow:

The Bromley East Charter School was established by contract with the School District during fiscal year 2000. The School is a legally separate entity. The contract between the Bromley East Charter School and the School District was executed on April 26, 2000, for the purpose of establishing and clarifying the relationship between the Bromley East Charter School and the School District. The Bromley East Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Bromley East Charter School would result in misleading financial reporting. Financial activity of the Bromley East Charter School is included within the School District's financial statements.

The Belle Creek Charter School was established by contract with the School District during fiscal year 2002. The School is a legally separate entity. The contract between the Belle Creek Charter School and the School District was executed on June 25, 2002, for the purpose of establishing and clarifying the relationship between the Belle Creek Charter School and the School District. The Belle Creek Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Belle Creek Charter School would result in misleading financial reporting. Financial activity of the Belle Creek Charter School is included within the School District's financial statements.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

The Landmark Academy Charter School was established by contract with the School District during fiscal year 2008. The School is a legally separate entity. The contract between the Landmark Academy Charter School and the School District was executed on January 23, 2007 for the purpose of establishing and clarifying the relationship between the Landmark Academy Charter School and the School District, but the school did not open until fiscal year 2008. Landmark Academy Charter School has entered into a management agreement with National Heritage Academies, Inc. (NHA) which requires NHA to provide administration, strategic planning and all labor, materials, equipment and supervision necessary for the provision of educational services to students. As part of the consideration received under the agreement, NHA also provides the facility in which the Landmark Academy Charter School operates. Under the terms of the agreement, NHA receives as remuneration for its services an amount equal to the total revenue received by the Landmark Academy Charter School from all revenue sources. The Landmark Academy Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Landmark Academy Charter School would result in misleading financial reporting. Financial activity of the Landmark Academy Charter School is included within the School District's financial statements.

The Foundations Academy Charter School was established by contract with the School District during fiscal year 2011. The Foundations Academy Charter School is a legally separate entity. The contract between the Foundations Academy Charter School and the School District was executed on October 19, 2008, for the purpose of establishing and clarifying the relationship between the Foundations Academy Charter School and the School District, but the school did not open until fiscal year 2011. Foundations Academy Charter School has entered into a management agreement with National Heritage Academies, Inc. (NHA) which requires NHA to provide administration, strategic planning and all labor, materials, equipment and supervision necessary for the provision of educational services to students. As part of the consideration received under the agreement, NHA also provides the facility in which the Foundations Academy Charter School operates. Under the terms of the agreement, NHA receives as remuneration for its services an amount equal to the total revenue received by the Foundations Academy Charter School from all revenue sources. The Foundations Academy Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding the Foundations Academy Charter School would result in misleading financial reporting. Financial activity of the Foundations Academy Charter School is included within the School District's financial statements.

The Eagle Ridge Academy Charter School was established by contract with the School District and is a legally separate entity. A contract between the Eagle Ridge Academy Charter School and the School District was executed in July 2010 for the purpose of establishing and clarifying the relationship between this Eagle Ridge Academy Charter School and the School District. The Eagle Ridge Academy Charter School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding Eagle Ridge Academy Charter School would result in misleading financial reporting. Financial activity of the Eagle Ridge Academy Charter School is included within the School District's financial statements.

The STEAD School was established by contract with the School District and is a legally separate entity. A contract between The STEAD School and the School District was executed in August 2020 for the purpose of establishing and clarifying the relationship between this The STEAD School and the School District, but the school did not open until fiscal year 2022. The STEAD School is deemed to be a component unit of the School District because the organization is dependent upon the School District for the majority of its funding and the School District approves the charter and excluding The STEAD School would result in misleading financial reporting. Financial activity of The STEAD School is included within the School District's financial statements.

The School District 27J Capital Facility Fee Foundation (Foundation) was established during fiscal year 2001 in response to rapid growth with the onset of the development of the Denver International Airport. The School District wanted to be proactive about the growth rather than reactive and began discussion in the late 1990's with the primary municipalities within the School District. This included Brighton, Commerce City and Thornton as well as a group of developers with projects within the School District. At the time, the primarily rural School District would not have had the financial capacity to raise enough capital through the sale of voter-approved bonds to meet the needs for new schools in a timely manner.

A small group of builders and developers and School District representatives formed a working group to find solutions to address the shortfall needs. A program of voluntary financial contributions was implemented. The Foundation is a 501(c)(3)

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

organization whose purpose is to promote and assist in the development, financing, and acquisition of educational facilities and capital improvements in the School District. The Foundation consists of a nine-member board of directors and includes three representatives of contributing builders or developers, three School District representatives, and one city council representative of each city. Voluntary contributions are accepted by the Foundation and kept in foundation-managed accounts. The Board of Education makes requests for the release of Foundation funds for school construction purposes as needed. The Foundation Board determines if the request meets the requirements for disbursement of the funds.

The Capital Facility Fee Foundation is deemed to be a component unit of the School District because the Foundation may only distribute funds to the School District and only at the request of the School District. Because of this restricted use of Foundation Funds, the Foundation is a discretely presented component unit. Complete financial statements for each of the individual component units may be obtained at each entity's administrative offices.

Eagle Ridge Academy
3551 Southern Street
Brighton, CO 80601

Belle Creek Charter School
9290 E 107th Ave
Henderson, CO 80640

Landmark Academy Charter School
c/o National Heritage Academies, Inc.
3850 Broadmoor SE, Suite 201
Grand Rapids, MI 49512

Bromley East Charter School
c/o Bart A. Skidmore, CPA
356 Longspur Drive
Brighton, CO 80601

School District 27J
Capital Facility Fee Foundation
18551 East 160th Avenue
Brighton, CO 80601

Foundations Academy
c/o National Heritage Academies, Inc.
3850 Broadmoor SE, Suite 201
Grand Rapids, MI 49512

The STEAD School
18251 Homestead Trail
Commerce City, CO 80022

Related Organization - The 27J Education Foundation provides opportunities for individuals and/or groups beyond what the School District can offer. Their mission is to preserve, support and improve the educational opportunities within the community by developing a community partnership among schools, businesses and individuals. Through this partnership, this Foundation encourages a wide variety of educational experiences through grants awarded to individuals and organizations. The Foundation is governed by a twelve-member board consisting of community members and education members. The School District Board does not appoint members of the 27J Education Foundation, nor is this Foundation fiscally dependent on the School District and therefore, this Foundation is not considered a component unit and is not included in the School District's financial statements.

1-B. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements report financial information for the School District as a whole. The primary government and the component units are presented separately within these financial statements with the focus on the primary government. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by grants and governmental general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers. However, the District has no business-type activities. Fiduciary funds and fiduciary-type component units are excluded from the government-wide financial statements because the School District holds these assets in a purely custodial capacity and cannot use these resources for School District programs.

The Statement of Net Position presents the financial position of the governmental activities of the School District and the School District's discretely presented component units at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the School District activities and for each identifiable activity of the business-type activities of the School District's component units. Direct expenses are those that are specifically associated

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

with a function and therefore clearly identifiable to that particular function. The School District does not allocate indirect expenses to functions in the Statement of Activities.

The Statement of Activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the School District's services; (2) operating grants and contributions which finance annual operating activities including restricted investment earnings; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. When identifying which function program revenue pertains to, the determining factor for charges for services is which function generates the revenue. For grants and contributions, the determining factor is for which function the revenues are restricted. Other revenue sources not properly included with program revenues are reported as general revenues of the School District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the School District.

Fund Financial Statements - During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. Fund financial statements are provided for governmental, proprietary and fiduciary funds. Major individual governmental funds are reported in separate columns.

Fund Accounting - The School District uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The School District uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - School District funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The School District reports the difference between governmental fund assets, liabilities, and deferred inflows of resources as fund balance. The following are the School District's major governmental funds:

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund.

Capital Projects Fund - This fund accounts for bond proceeds and other revenues used for the construction and acquisition of major capital facilities other than those related to the nutrition services fund.

Governmental Designated-Purpose Grants Fund - This fund accounts for grants received for designated programs funded by federal, state or local governments. It is a special revenue fund.

Debt Service Fund - This fund accounts for the accumulated resources (normally property taxes) used to retire principal and interest on general long-term debt.

Nutrition Services Fund - This fund accounts for financial resources related to food service operations. The School District receives USDA school breakfast/lunch money in this fund. It is a special revenue fund.

The School District also has five non-major governmental funds that account for financial resources specific to each funds purpose.

Additionally, the School District reports the following fund types:

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Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The School District's proprietary funds are classified as internal service funds.

Internal Service Funds - The internal service funds account for the School District's self-insured dental plan and the School District's print shop.

Private Purpose Trust Funds – Funds that are fiduciary in nature and present changes in fiduciary net position. Private purpose trust funds are accounted for using the full accrual basis of accounting. These funds are used to account for assets the School District holds for others in a fiduciary capacity. The School District's fiduciary fund provides scholarships to students.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows/inflows of resources and liabilities associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities reports revenues and expenses.

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

Fund Financial Statements - The governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the Statements of Net Position. The Statement of Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The Statement of Cash Flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. The School District's fiduciary funds are accounted for on an economic resources measurement focus.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. The fiduciary funds use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows of resources, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, the phrase "available for exchange transactions" means expected to be received within sixty days of year-end.

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Revenues – Non-exchange Transactions - Non-exchange transactions in which the School District receives value without directly giving equal value in return, include grants, taxes and donations. Revenue from property taxes and specific ownership taxes is recognized in the fiscal year for which the taxes are levied (Note 2-C). Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include: timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected by the School District within 60 days except for specific ownership taxes which use a 30-day available period, and grant revenues which use a 180-day available period) before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, specific ownership taxes, interest and federal and state grants.

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and when certain grants are received before eligibility requirements are met.

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred inflows of resources (i.e., they are measurable but not available) rather than as revenue.

Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as unearned revenue at both reporting levels.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Deferred Outflows, Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position

1-E-1. Cash, Cash Equivalents, and Investments

The School District utilizes the pooled cash concept whereby cash balances of each of the School District's funds are pooled and invested by the School District in short-term certificates of deposit, repurchase agreements, money market deposit accounts, government pools, and U.S. Treasury obligations.

For the purposes of the Statement of Cash Flows, cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the School District to be cash equivalents.

Generally, the School District invests in governmental securities, local government investment pools, and collateralized certificates of deposits in Colorado banks and repurchase agreements. Investments are either measured at net asset value, which approximates fair value, or at fair value in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

1-E-2. Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3. Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/ interfund payables". Any residual balances outstanding between the governmental and business-type activities are reported in the government-wide financial statements as "internal balances".

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1-E-4. Consumable Inventories

On the government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

On the fund financial statements all inventories are stated at cost. For all fund level reporting, cost is determined on a first-in, first-out basis. Donated surplus commodities received are valued based upon the cost furnished by the Federal Government.

1-E-5. Prepaid Items

Payments made to vendors for services that will benefit periods beyond current fiscal year are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is non-spendable in the governmental fund types as this amount is not available for general appropriation.

1-E-6. Capital Assets

Capital assets from governmental activities are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The School District reports these assets in the governmental activities column of the government-wide Statement of Net Position but does not report these assets in the governmental fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The School District maintains a capitalization threshold of five thousand dollars. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. All reported capital assets are depreciated except for land, water rights and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. The adjustment for removal of salvage value is shown in the Capital Assets Note 2-D. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Component Units Estimated Lives</u>
Buildings	25-50 years	50 Years
Equipment	5-20 years	5-20 years

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

1-E-7. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and fund level balance sheet will sometimes report a separate section for deferred outflows and inflows of resources. These sections represent a consumption or acquisition of net position that applies to a future period and so will not be recognized as an outflow or inflow of resources until then. Deferred charge on refunding is reported in the government-wide Statement of Net Position as a deferred outflow of resources. A deferred charge on refunding results from the difference in the carrying value of refunded debt and reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the Statement of Net Position and fund level balance sheet will sometimes report a separate section for deferred inflows of resources. This section represents acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. On governmental financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred inflows

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of resources (i.e., they are measurable but not available) rather than as revenue.

Deferred outflows of resources and deferred inflows of resources as related to pensions and other post-employment benefits can result from the net difference between expected and actual experience, projected and actual earnings on plan investments, changes in the District's proportionate of liability, changes of assumptions, as well as contributions made by the District to PERA after PERA's measurement date. Generally, deferred inflows are not aggregated with deferred outflows.

1-E-8. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Temporary leave (sick leave, personal and bereavement) benefits are accrued as a liability using the termination payment method. An accrual for earned temporary leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the School District's past experience of making termination payments.

In fiscal year 2014, the District offered Early Separation Plans and Long Term Service Benefits to its employees. Only those employees who have completed fifteen or more years of service in the District as of July 1, 2009 are eligible after completing twenty years of service. These plans ended on June 30, 2014. Classified employees may receive 90% of their current year's salary at either July 31st or January 31st of the year following their retirement. Eligible certified employees who voluntarily resign or retire shall receive a payout that equals the difference between the certified employee's actual salary for the 2008-2009 school years and the \$45,129 average salary of full-time teachers hired by the District during that school year. Administrators may receive the average paid out to certified employees during the year of their retirement. One employee received their early separation plan/long term service payment in fiscal year 2021. As of June 30, 2021, there were nine certified employees who were eligible for future payments at a total remaining cost of \$329,631.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Proprietary funds report the total compensated liability in each individual fund at the fund reporting level. Governmental funds report the compensated absence liability at the fund reporting level only "when due".

1-E-9. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts and deferred amounts on refunding bonds, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premiums and discounts.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of these funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are "due for payment" during the current year. Bonds are recognized as a liability in the governmental fund financial statements when due.

1-E-10. Bond Premiums, Discounts and Issuance Costs

On the government-wide Statement of Net Position and the proprietary fund type Statement of Net Position, bond premiums and discounts are netted against bonds payable and bond issuance costs are reported as an expense in the year they are charged. On the government-wide and proprietary fund type Statement of Activities, gains/losses on refunding are recognized as deferred inflows/outflows and amortized over the life of the bonds using the effective interest method.

In the fund financial statements, governmental funds recognize bond premiums, discounts, and bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. Payments of bond proceeds made to an escrow agent for refunding bonds are reported as other financing uses.

1-E-11. Fund Balance/Net Position

Fund equity at the governmental fund financial reporting level is classified as “fund balance”. Fund equity for all other reporting is classified as “net position”.

Fund Balance – Generally, fund balance represents the difference between the fund assets and fund liabilities. The School District restricts those portions of fund balance which are legally segregated for a specific future use or which do not represent available, spendable resources and therefore are not available for appropriation or expenditure. Unassigned fund balance indicates that portion of fund balance that is available for appropriation in future periods.

Assignments are management’s intent to set aside these resources for specific services. The School District follows GASB 54, *Fund Balance Reporting and Government Fund Type Definition*, and records fund balances in the following classifications depicting the relative strength of the spending constraints placed on the purposes for which resources can be used:

Non-spendable fund balance – amounts that are not in a spendable form (such as inventory or prepaid items) or are required to be maintained intact (such as the corpus of an endowment fund).

Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government), through constitutional provisions, or by enabling legislation.

Committed fund balance – amounts that can be used only for specific purposes determined by a formal action of the Board of Education, the highest level of decision-making authority for the District. Commitments may be established, modified or rescinded only through resolutions approved by the Board of Education.

Assigned fund balance – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Board of Education’s adopted policy, only the Superintendent or his/her designee may assign amounts for specific purposes.

Unassigned fund balance – amounts that are available for any purpose; a positive unassigned fund balance is reported only in the general fund.

The School District adopted fund balance policy (Superintendent Policy DA-R(1)) in fiscal year 2011. The governing body’s process for assigning fund balance is determined by the Chief Financial Officer.

The District’s order of fund balance spending policy is to apply expenditures against restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance. The District reserves the right to selectively spend unassigned fund balance.

Net Position - Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net investment in capital assets consists of capital assets, net of accumulated depreciation and related debt. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

The School District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available.

School District 27J, Colorado
Notes to the Basic Financial Statements
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1-E-12. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating expenses are necessary costs incurred to provide the sale of meals, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenue and expense.

1-E-13. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-14. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after the non-operating revenues/expenses section in proprietary funds. The effect of interfund activity has been eliminated from the government-wide financial statements. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide Statement of Activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated.

Since the internal service fund revenues are employee payments for dental insurance, they are not eliminated (i.e., they do not relate to other funds, rather they relate to third parties).

1-E-15. Estimates

The preparation of the financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-16. Budgets

A budget was adopted for all government funds, proprietary funds, internal funds and fiduciary funds on a basis consistent with Generally Accepted Accounting Principles. A proposed budget is submitted to the Board of Directors for the fiscal year commencing the following July 1. The budget is adopted by the board prior to June 30.

Expenditures may not legally exceed appropriations at the fund level. Revisions must be approved by the Board. The budget includes proposed expenditures and the means of financing them.

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Notes to the Basic Financial Statements
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Note 2 – Detailed Notes on All Funds

2-A. Cash and Investments

At June 30, 2021, the School District had the following cash and investments:

	District	Private Purpose Trust	Component Units
Cash on Hand	\$ 637	\$ -	\$ 500
Deposits	24,713,313	-	6,730,041
Investments	97,474,143	42,965	14,013,233
Total	\$ 122,188,093	\$ 42,965	\$ 20,743,774
Governmental Activities	\$ 94,837,667	\$ -	\$ 11,248,692
Restricted Cash and Investments	27,350,426	-	9,629,105
Subtotal	\$ 122,188,093	\$ -	\$ 20,877,797
Fiduciary Activities	-	42,965	170,526
Total	\$ 122,188,093	\$ 42,965	\$ 21,048,323

Restricted Cash and Investments – As of June 30, 2021, the School District has restricted cash and investments of \$27,350,426 recorded in the School District’s capital projects fund for that purpose.

Cash Held in Trust – As of June 30, 2021, the School District has \$1,826,011 held in trust. Adams County and Weld County collected property taxes for the School District and holds the funds in trust until sent to the School District on a monthly basis. Cash held in trust is grouped in deposits in the Cash and Investments Note 2-A.

Deposits – The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. At June 30, 2021, the State regulatory commissioners had indicated that all financial institutions holding deposits for the School District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The fair value of the collateral must be at least equal to 102 percent of the uninsured deposits. As of June 30, 2021, the School District had bank deposits of \$24,725,316 collateralized, with securities held by the financial institution’s agency not in the School District’s name.

At June 30, 2021, component unit Eagle Ridge Academy had deposits with financial institutions with a carrying amount of \$2,950,073. At June 30, 2021, Bromley East Charter School had deposits with financial institutions with a carrying amount of \$687,921. Of these balances, \$486,761 was covered by federal depository insurance and \$201,160 was covered by collateral held by authorized escrow agents in the financial institution’s name (PDPA). At June 30, 2021, Belle Creek Charter School had bank deposits of \$1,063,117. Of the bank balances, \$250,000 was covered by federal deposit insurance and \$813,117 was uninsured but collateralized in accordance with the provisions of PDPA.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure the School District’s deposits may not be returned to it. The School District and the discretely presented component units do not have a formal deposit policy for custodial credit risk, but are following PDPA. At June 30, 2021 the School District had no deposits exposed to custodial credit risk.

School District 27J, Colorado
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For The Year Ended June 30, 2021

Investments – Colorado statutes specify investment instruments meeting defined rating maturity and concentration risk criteria. The School District has adopted an investment policy which is more restrictive and limits investments to the following:

- Obligations of the United States Treasury
- Agencies and Instrumentalities of the federal government
- Bank deposits collateralized according to PDPA
- AA or AAA rated corporate bonds
- A-1 or P-1 rated commercial paper or negotiable certificates of deposit
- A, AA or AAA rated municipal bonds
- Money market mutual funds
- Local government investment pools (“LGIP”)

The District and its component units have investments either at net asset value (NAV), which approximates fair value, including certain external investment pools and market funds, and amortized cost, including certificates of deposit, in accordance with GASB Statement No. 72, *Fair Value Measurement and Application*.

The District’s Colorado Government Liquid Asset Trust (ColoTrust) external investment pool of \$12,041,118 at June 30, 2021 is valued using the NAV per share (or its equivalent) of the investments. The District’s Colorado Statewide Investment Program (CSIP) external investment pool of \$35,379,841 at June 30, 2021 is valued using the NAV per share (or its equivalent) of the investments. The District’s Colorado Surplus Asset Fund Trust (CSAFE) external investment pool of \$1,344,613 is measured at amortized cost, with a rating of AAAM. The component units’ external investment pools of \$7,836,485 at June 30, 2021, are valued using the NAV per share (or its equivalent) and amortized cost of the investments. The investments do not have any unfunded commitments, redemption restrictions or redemption notice periods. The component units have investments in Money Market Funds, Mutual Funds, and Certificates of Deposit in the amount of \$887,491, \$250,040, and \$5,039,217, respectively, with maturity dates of less than one and two years. The Money Market investments are valued with Level 1 inputs and the Certificates of Deposit are valued with Level 2 inputs.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Investments are assigned a level based upon the observability of the inputs which are significant to the overall valuation. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

Investments by Fair Value Level	June 30, 2021	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
Money Market Mutual Fund	\$ 47,609,111	\$ 47,609,111	\$ -	\$ -
U.S. Treasury Obligation Fund	1,142,424	1,142,424	-	-
Total Investments by Fair Value Level	<u>\$ 48,751,535</u>	<u>\$ 48,751,535</u>	<u>\$ -</u>	<u>\$ -</u>
Investments at Net Asset Value (NAV)		June 30, 2021		
ColoTrust Investment Pool	\$ 12,041,118			
CSIP Investment Pool	\$ 35,379,841			
Total Investments held at Net Asset Value (NAV)	<u>\$ 47,420,959</u>			
Investments at Amortized Cost		June 30, 2021		
CSAFE Investment Pool	\$ 1,344,613			
Total Investments held at Amortized Cost	<u>\$ 1,344,613</u>			
Total Investments	<u>\$ 97,517,107</u>			

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As of June 30, 2021, the School District had the following investments. Deposits and investments are internally pooled to maximize investment safety, liquidity and interest yield:

Type of Security	Value	Concentration	S&P Rating	Maturity		
				12 Months or Less	1-3 Years	3-5 Years
ColoTrust (external investment pool)	\$ 12,041,118	12.35%	AAAm	\$ 12,041,118	\$ -	\$ -
CSAFE (external investment pool)	1,344,613	1.38%	AAAm	1,344,613	-	-
CSIP (external investment pool)	35,379,841	36.28%	AAAm	35,379,841	-	-
U.S. Treasury Obligation Fund	1,142,424	1.17%	AAAm	1,142,424	-	-
Money Market Mutual Fund	47,609,111	48.82%	AAAm	47,609,111	-	-
	<u>\$ 97,517,107</u>	<u>100.00%</u>		<u>\$ 97,517,107</u>	<u>\$ -</u>	<u>\$ -</u>

At June 30, 2021, the School District's discretely presented component units' investments are as follows:

Eagle Ridge Academy	
CSAFE	<u>\$ 1,140,152</u>
Bromley East Charter School	
Colostrust	\$ 2,887,474
CSAFE	226,538
Colorado Core	591,101
Money Market Funds	592,022
Certificates of Deposit	420,439
Mutual Funds	<u>250,040</u>
Total	<u>\$ 4,967,614</u>
Belle Creek Charter School	
CSAFE	\$ 2,937,255
Colostrust	<u>53,965</u>
Total	<u>\$ 2,991,220</u>
Capital Facility Fee Foundation	
Money Market Funds	\$ 295,469
Certificate of Deposits	<u>4,618,778</u>
Total	<u>\$ 4,914,247</u>
Total Component Units	<u>\$ 14,013,233</u>

Local Government Investment Pool - The School District has invested in the ColoTrust, CSAFE and CSIP. At June 30, 2021, the School District had \$12,041,118 invested in ColoTrust, \$1,344,613 invested in CSAFE, and \$35,379,841 invested in CSIP. These are investment trusts established for local government entities in Colorado to pool surplus funds and are registered with the State Securities Commissioner. These pools operate similarly to a money market fund and each share is equal in value to \$1. Investments of the pool consist of U.S. Treasury bills, notes and note strips, and repurchase agreements collateralized by pools in connection with the direct investment and withdrawal functions of the pools. Substantially all securities owned by the pool are held by the Federal Reserve Bank in the account maintained for the custodial banks. The custodian's internal records identify the investments owned by the School District. Due to their high liquidity, these funds are classified as investments for reporting purposes. The Trusts are rated AAAM by Standard and Poor's.

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Interest Rate Risk – The School District and the component units do not have formal investment policies that limit investment maturities as a means of managing its exposure to fair value loss resulting from increasing interest rates. The Colorado Revised Statute 24-75-601 limits investment maturities to five years or less without governing board approval. Based on the current rate environment, the School District and the component units assume that investments will be held to maturity. As of June 30, 2021, no coupon and discount securities had investment maturities greater than five years. The weighted average maturity of the local government entity investment pools investments shall not exceed 60 days for ColoTrust and CSAFE at June 30, 2021.

Credit Risk – State statute limit investments in U.S. Government Agency securities to the highest rating issued by Nationally Recognized Statistical Rating Organizations (NRSROs).

Concentration of Credit Risk – State statutes do not limit the amount the School District may invest in one issuer. The School District has adopted a policy which is more restrictive and limits investments to: not more than 25% of the School District’s portfolio invested in the securities in any “one” government agency with the exception of United States Treasury securities; not more than 25% of the School District’s portfolio invested in deposit accounts; money market mutual funds shall be diversified so that no fund shall hold more than 50% of the School District’s portfolio; combined fund investments not to exceed 75% of the total portfolio and not exceeding 25% of the School District’s total portfolio in repurchase agreements.

All of the Charter Schools and the Capital Facility Fee Foundation have adopted an investment policy that does not vary significantly from Colorado State Statutes.

Belle Creek Charter had \$53,965 and \$2,937,255, respectively, invested in ColoTrust and CSAFE at June 30, 2021. The investment pools were rated AAAM by Standard & Poor’s. Belle Creek Charter held restricted cash and cash equivalents of \$793,463 as required by the building loan agreement and \$98,000 for special education, as required by its charter contract with the School District.

Bromley East Charter had invested \$2,887,474, \$226,538 and \$591,101 invested in ColoTrust, CSAFE and Colorado Core, respectively, at June 30, 2021. The ColoTrust pool is rated AAAM by Standard and Poor’s and CSAFE is rated AAAM by Standard and Poor’s. Colorado Core is rated AAAff/S1 by Fitch Ratings. Cash in the amount of \$2,696,212 is restricted for debt service.

Eagle Ridge Academy had \$1,140,152 invested in CSAFE at June 30, 2021. The pool is rated AAAM by Standard and Poor’s. Cash and investments of \$1,140,152 have been restricted for debt service requirements. The restricted cash and investments are reported in the financial statements.

Foundation Academy Charter School, Landmark Academy Charter School, and The STEAD School did not have investments in marketable securities or ColoTrust and CSAFE investment pools at June 30, 2021.

2-B. Receivables

Receivables at June 30, 2021, consisted of taxes, interest, accounts (billings for user charges) and School District receivables arising from grants and fiduciary activity.

Receivables and payables are recorded on the governmental financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectability.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

2-C. Property Taxes

The Board of Education levies property taxes. The levy is based on assessed valuations determined by the County Assessors' offices generally as of January 1st of each year. The levy is set by December 15th by certification to the County Commissioners to put the tax lien on the individual properties as of December of each year. The County Treasurers' offices collect the determined taxes during the ensuing calendar year. The taxes are payable by April 30th or, if in equal installments, at the taxpayer's election on February 28th and June 15th. Delinquent taxpayers are notified in August and tax sales of the liens on delinquent properties are held in November. The County Treasurers' offices remit the taxes collected to the School District on the 10th of each month and on March 25th, May 25 and June 25th.

2-D. Capital Assets – Capital asset activity for the year ended June 30, 2021, was as follows:

	Balance 7/1/2020	Additions	Deductions	Balance 6/30/2021
Governmental Activities:				
Capital Assets not being depreciated:				
Land	\$ 13,131,691	\$ -	\$ -	\$ 13,131,691
Water Shares	1,496,673	-	-	1,496,673
Construction in Progress	4,216,305	4,091,481	2,811,710	5,496,076
Total Capital Assets not being depreciated	18,844,669	4,091,481	2,811,710	20,124,440
Other Capital Assets being depreciated:				
Buildings and Improvements	478,340,692	2,811,710	-	481,152,402
Equipment	22,188,786	1,264,761	-	23,453,547
Total Other Capital Assets	500,529,478	4,076,471	-	504,605,949
Total Capital Assets	519,374,148	8,167,952	2,811,710	524,730,390
Accumulated Depreciation:				
Buildings and Improvements	88,194,984	11,482,556	-	99,677,540
Equipment	12,627,551	1,649,497	-	14,277,048
Total Accumulated Depreciation	100,822,535	13,132,053	-	113,954,588
Book Value - Depreciable Capital Assets	399,706,943	(9,055,582)	-	390,651,361
Governmental Activities Capital Assets, net	\$ 418,551,613	\$ (4,964,101)	\$ 2,811,710	\$ 410,775,802

Governmental Activities Depreciation Expense

Instructional Services	\$ 9,937,575
Pupil Services	1,042,768
Instructional Staff Support Services	20,835
General Administration	8,198
School Administration	433,677
Business Supporting Services	38,165
Operation and Maintenance	596,780
Pupil Transportation	686,304
Central Supporting Services	304,730
Nutrition Services	63,021
	<u>\$ 13,132,053</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Component Units Capital Assets	Balance 7/1/2020	Additions	Deductions	Balance 6/30/2021
Eagle Ridge Academy				
Capital Assets not being depreciated:				
Land	\$ 50,000	\$ -	\$ -	\$ 50,000
Total capital assets not being depreciated	50,000	-	-	50,000
Capital Assets being depreciated:				
Building	9,031,412	-	-	9,031,412
Building Improvements	669,098	278,395	-	947,493
Land Improvements	385,019	-	-	385,019
Equipment	6,842	-	-	6,842
Total capital assets being depreciated	10,092,371	278,395	-	10,370,766
Less Accumulated Depreciation	(2,463,099)	(244,269)	-	(2,707,368)
Book Value - Depreciable Capital Assets	7,679,272	34,126	-	7,713,398
Net Eagle Ridge Academy	<u>\$ 7,679,272</u>	<u>\$ 34,126</u>	<u>\$ -</u>	<u>\$ 7,713,398</u>
Bromley East Charter School:				
Capital Assets not being depreciated:				
Land	\$ 144,120	\$ -	\$ -	\$ 144,120
Construction in Progress	6,667	473,259	6,667	473,259
Total Capital Assets not being depreciated	150,787	473,259	6,667	617,379
Capital Assets being depreciated:				
Buildings	21,721,277	88,446	-	21,809,723
Vehicles and Equipment	298,549	-	-	298,549
Building Improvements	258,128	-	-	258,128
Total Capital Assets being depreciated	22,277,954	88,446	-	22,366,400
Less Accumulated Depreciation	(4,823,452)	(467,192)	-	(5,290,644)
Book Value - Depreciable Capital Assets	17,605,289	(378,746)	6,667	17,693,135
Net Bromley East Charter School	<u>\$ 17,605,289</u>	<u>\$ 94,513</u>	<u>\$ 6,667</u>	<u>\$ 17,693,135</u>
Belle Creek Charter School:				
Capital Assets being depreciated:				
Buildings and Improvements	\$ 7,419,195	\$ -	\$ -	\$ 7,419,195
Leasehold Improvements	202,450	-	-	202,450
Furniture & Equipment	42,204	-	-	42,204
Vehicles	101,481	-	-	101,481
Total Capital Assets being depreciated	7,765,330	-	-	7,765,330
Less Accumulated Depreciation	(3,117,679)	(209,780)	-	(3,327,459)
Net Belle Creek Charter School	<u>\$ 4,647,651</u>	<u>\$ (209,780)</u>	<u>\$ -</u>	<u>\$ 4,437,871</u>
Foundations Academy Charter School:				
Capital Assets being depreciated:				
Equipment	\$ 46,098	\$ -	\$ -	\$ 46,098
Less Accumulated Depreciation	(35,454)	(4,610)	-	(40,064)
Net Foundations Academy Charter School	<u>\$ 10,644</u>	<u>\$ (4,610)</u>	<u>\$ -</u>	<u>\$ 6,034</u>
Total Component Unit Capital Assets, Net	<u>\$ 29,942,856</u>	<u>\$ (85,751)</u>	<u>\$ 6,667</u>	<u>\$ 29,850,438</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

2-E. Interfund Receivables, Payables and Transfers

Interfund receivable and payable balances at June 30, 2021, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, and (3) payments between funds are made. The School District expects to repay all interfund balances within one year.

Receivable Fund		Payable Fund	
Government Designated Purpose Grant Fund	\$ 1,314,442	Government Designated Purpose Grant Fund	\$ -
Nonmajor Governmental Funds	3,706,340	Nonmajor Governmental Funds	20,802
General Fund	2,321,660	General Fund	7,535,869
Nutrition Services Fund	-	Nutrition Services Fund	2,326,759
Capital Projects Fund	1,831,990	Capital Projects Fund	-
Internal Service Fund	686,406	Internal Service Fund	-
Debt Service Fund	38,866	Debt Service Fund	-
Private Purpose Trust Fund	-	Private Purpose Trust Fund	16,274
Total	\$ 9,899,704		\$ 9,899,704

Interfund transfers for the year ended June 30, 2021, consisted of the following:

	Purpose Grants Fund	Activity Fund	Programs Fund	Transportation Fund	Day Care Fund	Print Shop Fund	Total
Transfers Out							
General Fund	\$ 290,558	\$ 150,000	\$ 227,934	\$ 4,956,270	\$ 390,433	\$ 89,040	\$ 6,104,235
	\$ 290,558	\$ 150,000	\$ 227,934	\$ 4,956,270	\$ 390,433	\$ 89,040	\$ 6,104,235

Transfers are used to report revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations.

All School District transfers either occur on a regular basis or are consistent with the purpose of the fund making the transfer.

2-F. Compensated Absences

School District policy limits the accumulation of earned employee vacation to the equivalent of 2 years earned vacation. Also, the School District grants temporary (sick, personal & bereavement, etc.) leave to all classes of employees. Unused leave balances are paid at termination. Upon termination and/or retirement, Administrative, Professional, Technical (APT) personnel are paid at a flat rate of \$79.54 a day. Certified personnel are paid at a flat rate of \$79.54 for all temporary leave days accumulated before July 1, 2018 and \$87.11 for all temporary leave days accumulated after July 1, 2018. Classified personnel are paid at a rate of \$5.95 per hour for the first 75 days; after 75 days they are paid \$7.08 per hour. Classified employees with 75 or more days of accrued temporary leave and certified employees with 45 or more days of accrued temporary leave have the option of being paid for the excess days each June. In addition, eligible employees may elect to contract with the School District for early retirement upon terms and conditions specified by School District policy. Eligible employees may contract for early retirement benefits after twenty years of service to the School District.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

2-G. Long-Term Debt

Periodically, the School District issues bonds to finance the construction of its various facilities.

Certificates of Participation Series 2019— Certificates of Participation, Series 2019, dated and issued September 30, 2019, were a direct purchase non-bank qualified tax exempt obligation of \$4,768,184. The Certificates of Participation include Series 2016 Certificates refunded at current principal and interest of \$1,730,184 and a Lease Purchase Agreement to provide funds to acquire 30,599 square feet of space in the Brighton Learning Resource Center at a purchase price of \$3,000,000.

Interest on the Certificates at a rate of 2.33% is payable annually at August 1, including principal, each calendar year thereafter to 2032. The certificates are payable solely from annually appropriated base rentals and any purchase option price paid by the School District under the lease from the Capital Reserve Fund.

Annual debt service requirements to maturity for the Certificates of Participation, Series 2019, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	297,880	94,835	392,714
2023	304,820	87,894	392,714
2024	311,923	80,792	392,714
2025	319,191	73,524	392,714
2026	326,628	66,087	392,714
2027-2030	1,384,409	186,448	1,570,857
2031-2033	1,125,301	52,842	1,178,143
Total	<u>\$ 4,070,152</u>	<u>\$ 642,421</u>	<u>\$ 4,712,572</u>

General Obligation Refunding Bonds Series 2012A – General Obligation Refunding Bonds, Series 2012A, were dated and issued April 24, 2012, total issue of \$31,340,000. The bonds were issued to refund a portion of the School District’s outstanding general obligation debt for the purpose of reducing debt service requirements. The obligation refunded consisted of the School District’s General Obligation Bonds, Callable Series 2004, originally issued in the principal aggregate amount of \$49,900,000.

Interest at a rate of 2.00% –5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2012 and each calendar year thereafter to 2025. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2012A, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	2,650,000	660,125	3,310,125
2023	2,780,000	524,750	3,304,750
2024	2,915,000	382,375	3,297,375
2025	6,190,000	154,750	6,344,750
Total	<u>\$ 14,535,000</u>	<u>\$ 1,722,000</u>	<u>\$ 16,257,000</u>

General Obligation Refunding Bonds Series 2014 – General Obligation Refunding Bonds, Series 2014, were dated and issued December 9, 2014, total issue of \$49,530,000. The bonds were issued to refund a portion of the School District’s outstanding general obligation debt for the purpose of reducing debt service requirements. The obligation refunded consisted of the School District’s General Obligation Bonds, Callable Series 2006C, originally issued in the principal aggregate amount of \$74,900,000.

Interest at a rate of 4.00% –5.375% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2017 and each calendar year thereafter to 2027. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose. Refunding the callable 2004 bonds at 2.54% TIC equates to a present value savings of \$5,700,000 in fiscal year 2016.

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2014, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	3,605,000	1,881,300	5,486,300
2023	3,675,000	1,753,375	5,428,375
2024	3,860,000	1,565,000	5,425,000
2025	4,050,000	1,367,250	5,417,250
2026	12,350,000	957,250	13,307,250
2027	12,970,000	324,250	13,294,250
Total	<u>\$ 40,510,000</u>	<u>\$ 7,848,425</u>	<u>\$ 48,358,425</u>

General Obligation Bonds Series 2015 – General Obligation Bonds, Series 2015, were dated and issued December 15, 2015, total issue of \$160,000,000. The bonds were issued to finance the costs to construct, improve, repair and make additions to school buildings, to equip or furnish school buildings, improve school grounds, or to acquire, construct or improve any capital asset for District purposes. A premium of \$25,353,909 was realized at time of issue.

Interest at a rate of 2.00% –5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2017 and each calendar year thereafter to 2041. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2015, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	-	7,275,700	7,275,700
2023	-	7,275,700	7,275,700
2024	-	7,275,700	7,275,700
2025	-	7,275,700	7,275,700
2026	-	7,275,700	7,275,700
2027-2030	17,550,000	28,236,050	45,786,050
2031-2035	51,440,000	26,556,075	77,996,075
2036-2040	65,295,000	12,250,625	77,545,625
2041	15,080,000	377,000	15,457,000
Total	<u>\$ 149,365,000</u>	<u>\$ 103,798,250</u>	<u>\$ 253,163,250</u>

General Obligation Bonds Series 2016A – General Obligation Refunding Bonds, Series 2016A, were dated and issued November 3, 2016, total issue of \$33,570,000. The bonds were issued to current refund aggregate principal amounts of the District’s general obligation refunded bonds, Series 2006A and advance refund the District’s general obligation refunded bonds, Series 2008. A premium of \$3,494,045 was realized at time of issue.

Interest at a rate of 4.25% –5.25% is payable at each June 1 and December 1. Taxable yield on the Series 2016A bonds is 1.82%. Principal payments are payable on December 1, 2018 and each calendar year thereafter to 2028. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2016A, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	3,740,000	759,426	4,499,426
2023	3,925,000	592,176	4,517,176
2024	4,070,000	416,676	4,486,676
2025	1,155,000	286,051	1,441,051
2026	290,000	254,275	544,275
2027-2028	10,055,000	369,680	10,424,680
Total	<u>\$ 23,235,000</u>	<u>\$ 2,678,284</u>	<u>\$ 25,913,284</u>

General Obligation Bonds Series 2016B – General Obligation Refunding Bonds, Taxable Series 2016B, were dated and issued November 3, 2016, total issue of \$3,040,000. The bonds were issued to current refund aggregate principal amounts of the District’s general obligation refunded bonds, Series 2006A and advance refund the District’s general obligation refunded bonds, Series 2008. The Taxable Series 2016B bonds are not subject to optional redemption prior to maturity.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Interest at a rate of 4.00%–5.25% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2017 and each calendar year thereafter to 2028. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Refunding Bonds, Series 2016B, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	55,000	82,243	137,243
2023	60,000	80,903	140,903
2024	60,000	79,373	139,373
2025	60,000	77,738	137,738
2026	65,000	75,972	140,972
2027-2028	2,545,000	110,678	2,655,678
Total	\$ 2,845,000	\$ 506,907	\$ 3,351,907

General Obligation Bonds Series 2017 – General Obligation Bonds, Taxable Series 2017, were dated and issued September 14, 2017, total issue of \$88,000,000. The bonds were issued to finance the costs to construct, improve, repair and make additions to school buildings, to equip or furnish school buildings, improve school grounds, or to acquire, construct or improve any capital asset for District purposes. A premium of \$17,658,825 was realized at time of issue.

Interest at a rate of 2.00%–5.00% is payable at each June 1 and December 1. Principal payments are payable on December 1, 2028 and each calendar year thereafter to 2043. The bonds are general obligations of the School District and shall be payable from general ad valorem taxes required to be levied, without limitations as to rate and in amounts sufficient to pay for the principal of and interest on the bonds, on all taxable property of the School District, except to the extent other legally available funds are applied for such purpose.

Annual debt service requirements to maturity for the General Obligation Bonds, Series 2017, are as follows:

Fiscal Year Ending June 30	Principal	Interest	Total
2022	-	4,400,000	4,400,000
2023	-	4,400,000	4,400,000
2024	-	4,400,000	4,400,000
2025	-	4,400,000	4,400,000
2026	-	4,400,000	4,400,000
2027-2030	5,275,000	17,339,375	22,614,375
2031-2035	15,675,000	18,798,625	34,473,625
2036-2040	20,010,000	14,358,000	34,368,000
2041-2043	47,040,000	4,383,000	51,423,000
Total	\$ 88,000,000	\$ 76,879,000	\$ 164,879,000

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

A summary of the above bonds and certificates outstanding at June 30, 2021 follows:

<u>Long Term Debt</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Certificates of Participation Series 2019	\$ 4,070,152	\$ 642,421	\$ 4,712,573
General Obligation Bonds Series 2012A	14,535,000	1,722,000	16,257,000
General Obligation Refunding Bonds Series 2014	40,510,000	7,848,425	48,358,425
General Obligation Bonds Series 2015	149,365,000	103,798,250	253,163,250
General Obligation Refunding Bonds Series 2016A	23,235,000	2,678,284	25,913,284
General Obligation Refunding Bonds Series 2016B	2,845,000	506,907	3,351,907
General Obligation Bonds Series 2017	88,000,000	76,879,000	164,879,000
Total	<u>\$ 322,560,152</u>	<u>\$ 194,075,287</u>	<u>\$ 516,635,439</u>

Component Unit Long-Term Debt

Belle Creek Charter School: Following is a summary of Belle Creek Charter School's long-term debt transactions for the year ended June 30, 2021:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>	<u>Due Witin One Year</u>
Building Loan	\$ 6,630,000	\$ -	\$ 265,000	\$ 6,365,000	\$ 280,000
Discount	(58,914)	-	(4,910)	(54,004)	-
Total	<u>\$ 6,571,086</u>	<u>\$ -</u>	<u>\$ 260,090</u>	<u>\$ 6,310,996</u>	<u>\$ 280,000</u>

On June 14, 2007, the Colorado Educational and Cultural Facilities Authority (CECFA) issued \$9,200,000 Charter School Revenue Refunding Bonds, Series 2007A, and \$100,000 Taxable Charter School Revenue Bonds, Series 2007B, to advance refund CECFA's outstanding Series 2002 Bonds. Proceeds from the Series 2002 Bonds were loaned to the Education Center under a lease agreement to construct the Charter school's building. Belle Creek Charter School is obligated under a lease agreement to make monthly lease payments to the Education Center for use of the building. The Education Center is required to make equal loan payments to the Trustee, for payment of the Series 2007 Refunding Bonds. Monthly principal and interest payments are due under the agreements, with interest accruing at rates ranging from 4.00% - 5.42%. The bonds mature in March, 2037.

Future debt service requirements are as follows for Belle Creek Charter School Refunding Bonds, Series 2007:

Fiscal Year Ending 30-Jun	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	280,000	291,534	571,534
2023	290,000	278,934	568,934
2024	305,000	265,834	570,834
2025	320,000	252,159	572,159
2026	335,000	237,758	572,758
2027-2031	1,905,000	946,919	2,851,919
2032-2036	2,385,000	466,785	2,851,785
2037	545,000	25,206	570,206
Total	<u>\$ 6,365,000</u>	<u>\$ 2,765,129</u>	<u>\$ 9,130,129</u>

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Eagle Ridge Academy: Following is a summary of Eagle Ridge Academy’s long-term debt transactions for the year ended June 30,2021:

	Balance June 30, 2020	Additions	Retirements	Balance June 30, 2021	Current
Bonds Payable -					
Series 2016	\$ 8,780,000	\$ -	\$ 335,000	\$ 8,445,000	\$ 350,000
Premium	151,479	-	9,227	142,252	9,227
Total	<u>\$ 8,931,479</u>	<u>\$ -</u>	<u>\$ 344,227</u>	<u>\$ 8,587,252</u>	<u>\$ 359,227</u>

In November 2016, the Colorado Educational Cultural Facilities Authority (CECFA) issued \$9,720,000 Charter School Revenue Bonds dated November 1, 2016. On November 1, 2016, the Corporation entered into a mortgage and lease agreement with the Eagle Ridge Academy to use the bond proceeds for: a) current refunding of the Authority’s Charter School Revenue Bonds Series 2006 in the original aggregate principal amount of \$10,195,000, which were outstanding in the principal amount of \$9,345,000; b) constructing improvements to existing educational facilities originally financed with proceeds of the Series 2006 Bonds; c) funding a bond reserve fund; and d) paying certain costs of issuance of the Bonds. The Bonds are subject to redemption prior to maturity, at the option of the Authority, as a whole or in part in authorized denominations on November 1, 2021, and on any date thereafter, upon direction by the Corporation and upon payment of par plus accrued interest through the date of redemption. The bonds accrue interest at 4.62%. Interest payments are due semi-annually on May 1 and November 1. Principal payments are due November 1, through 2037.

Annual debt service requirements to maturity for the long-term debt transactions are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2022	350,000	384,488	734,488
2023	360,000	371,619	731,619
2024	375,000	358,297	733,297
2025	385,000	344,522	729,522
2026	400,000	330,294	730,294
2027-2031	2,275,000	1,367,272	3,642,272
2032-2036	2,890,000	727,500	3,617,500
2037	1,410,000	35,250	1,445,250
Total	<u>\$ 8,445,000</u>	<u>\$ 3,919,242</u>	<u>\$ 12,364,242</u>

Bromley East Charter School: In September, 2015, the Colorado Educational and Cultural Facilities Authority (CECFA) issued \$19,155,000 Charter School Refunding and Improvement Revenue Bonds, Series 2015. Bond proceeds were used to refund the Charter School Revenue Refunding Bonds, Series 2005, originally loaned to CEC to refund debt issued to construct the School’s education facilities, and to provide additional cash of \$9,350,000 for expansion of the facilities. The School is obligated under a lease agreement to make monthly lease payments to CEC for using the facilities. CEC is required to make equal loan payments to the trustee, for payment of the bonds. Interest accrues at 3.4% per annum, and is paid monthly. Principal payments are due annually beginning September 1, 2016, with a balloon payment of \$14,045,300 due on September 1, 2025.

School District 27J, Colorado
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Annual debt service requirements to maturity for the long-term debt transactions are as follows:

Fiscal Year Ending 30-Jun	Principal	Interest	Total
2022	590,580	546,989	1,137,569
2023	610,660	526,397	1,137,057
2024	631,420	505,105	1,136,525
2025	652,890	483,090	1,135,980
2026	14,045,300	119,386	14,164,686
Total	<u>\$ 16,530,850</u>	<u>\$ 2,180,967</u>	<u>\$ 18,711,817</u>

Changes in Long-term Debt - Changes in the School District's long-term obligations consisted of the following for the year ended June 30, 2021:

Governmental Activities:	Outstanding 7/1/2020	Additions	Reductions	Outstanding 6/30/2021	Amounts Due in One Year
General Obligation Bonds	\$ 329,450,000	\$ -	\$ 10,960,000	\$ 318,490,000	\$10,050,000
Certificates of Participation	4,394,603	-	324,451	4,070,152	297,880
Bond Premium	45,392,094	-	3,106,206	42,285,888	-
Total	<u>\$ 379,236,697</u>	<u>\$ -</u>	<u>\$ 14,390,657</u>	<u>\$ 364,846,040</u>	<u>10,347,880</u>
Early Retirement Obligation	\$ 337,243	\$ -	\$ 7,612	\$ 329,631	\$ 329,631
Compensated Absences Payable	3,427,027	2,080,620	1,530,327	3,977,320	2,386,392
Total	<u>\$ 3,764,270</u>	<u>\$ 2,080,620</u>	<u>\$ 1,537,939</u>	<u>\$ 4,306,951</u>	<u>\$ 2,716,023</u>

Changes in the Component Units' Long-Term Obligations consisted of the following for the year ended June 30, 2021:

Governmental Activities:	Outstanding 7/1/2020	Additions	Reductions	Outstanding 6/30/2021	Amounts Due in One Year
Loans Payable	\$ 8,780,000	\$ -	\$ 335,000	\$ 8,445,000	\$ 350,000
Building Loan	17,102,010	-	571,160	16,530,850	590,580
Premium	151,479	-	9,227	142,252	9,227
Total	<u>\$ 26,033,489</u>	<u>\$ -</u>	<u>\$ 915,387</u>	<u>\$ 25,118,102</u>	<u>\$ 949,807</u>
Business-Type Activities:					
Building Loan	\$ 6,630,000	\$ -	\$ 265,000	\$ 6,365,000	\$ 280,000
Discount	(58,914)	-	(4,910)	(54,004)	-
Total Business-Type Activities	<u>\$ 6,571,086</u>	<u>\$ -</u>	<u>\$ 260,090</u>	<u>\$ 6,310,996</u>	<u>\$ 280,000</u>
Total Component Units	<u>\$ 32,604,575</u>	<u>\$ -</u>	<u>\$ 1,175,477</u>	<u>\$ 31,429,098</u>	<u>\$ 1,229,807</u>

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Other – Payment of principal and interest for general obligation bonds is made from the bond redemption debt service fund. The legal limit and debt margin as of June 30, 2021 are \$990,815,327 and \$672,325,327, respectively. Compensated absences, pension and OPEB obligations are generally liquidated in the General Fund.

2-H. Short-Term Debt

During the year ended June 30, 2021, the District borrowed \$10,367,487 from the State Treasurer’s interest-free loan program. The borrowing was necessary to finance seasonal cash flow requirements of the District during the fiscal year ended June 30, 2021. The amount borrowed was paid in full by the maturity date of June 30, 2021.

2-I. Defined Benefit Pension Plan

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

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. SB 18-200 makes changes to certain benefit provisions. Some, but not all of these changes were in effect as of June 30, 2021.

General Information about the Pension Plan

Plan description - Eligible employees of the School 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 (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 21, 2020 - 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

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

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

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

As of December 31, 2020, 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, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive an annual increase of 1.25 percent unless adjusted by the automatic adjustment provision (AAP) pursuant to C.R.S. § 24-51-413. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lessor of an annual increase of 1.25 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10 percent of PERA’s Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned annual increase by up to 0.25 percent based on the parameters specified in 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 retirement benefit formula shown above considering a minimum 20 years of service credit, if deemed disabled.

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

Contributions provisions as of June 30, 2021: Eligible employees of the School 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 10.00 percent of their PERA-includable salary during the period of July 1, 2020 through June 30, 2021. Employer contribution requirements are summarized in the table below:

	July 1, 2020 Through June 30, 2021
Employer Contribution Rate ¹	10.90%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f) ¹	(1.02)%
Amount Apportioned to the SCHDTF ¹	9.88%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411 ¹	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411 ¹	5.50%
Total Employer Contribution Rate to the SCHDTF ¹	19.88%

¹ Contribution rates for the SCHDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

As specified in C.R.S. § 24-51-413, the State is required to contribute \$225 million (actual dollars) 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

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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. House Bill (HB) 20-1379 suspended the \$225 million (actual dollars) direct distribution payable on July 1, 2020 for the State’s 2020-21 fiscal year.

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the School District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the School District were \$18,575,776 for the year ended June 30, 2021.

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, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total pension liability to December 31, 2020. The School District’s proportion of the net pension liability was based on the School District’s contributions to the SCHDTF for the calendar year 2020 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

Due to the suspension of the July 1, 2020 of the aforementioned direct distribution payment, the nonemployer contributing entity’s proportion is zero percent. Pursuant to C.R.S. § 24-51-414, the direct distribution payment from the State of Colorado is to recommence annually starting on July 1, 2021. For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SCHDTF and is considered to meet the definition of a special funding situation.

At June 30, 2021, the School District reported a liability of \$256,724,499 for its proportionate share of the net pension liability. The amount recognized by the School District as its proportionate share for 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 School District were as follows:

The School District’s proportionate share of net pension liability	\$256,724,499
The State’s proportionate share of the net pension liability as a nonemployer contributing entity associated with the School District	—
Total	\$256,724,499

At December 31, 2020, the School District’s proportion was 1.6981398802 percent, which was an increase of 0.2754022858 percent from its proportion measured as of December 31, 2019.

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For the year ended June 30, 2021, the School District recognized pension benefit of \$30,442,904. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$14,105,736	\$ -
Changes of assumptions or other inputs	24,696,103	43,153,193
Net difference between projected and actual earnings on pension plan investments	-	56,510,872
Changes in proportion and differences between contributions recognized and proportionate share of contributions	50,441,439	5,195,551
Contributions subsequent to the measurement date	9,345,054	-
Total	\$98,588,332	\$104,859,616

The \$9,345,054 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30	
2022	\$(27,730,634)
2023	23,292,629
2024	(2,263,448)
2025	(8,914,885)
Total	\$(15,616,338)

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Actuarial assumptions - The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increases, 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 (compounded annually)	1.25%
PERA benefit structure hired after 12/31/06 ¹	

Financed by the AIR

¹ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

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.

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

The actuarial assumptions used in the December 31, 2019, 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.

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Based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA’s Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total pension liability from December 31, 2019, to December 31, 2020.

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40%–11.00%
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 (compounded annually)	1.25%
PERA benefit structure hired after 12/31/06 ¹	

Financed by the AIR

¹ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

Salary scale assumptions were revised to align with revised economic assumptions and to more closely reflect actual experience.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

The pre-retirement mortality assumptions were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows:

- Males: 112 percent of the rates prior to age 80 and 94 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 83 percent of the rates prior to age 80 and 106 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- Males: 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- Females: 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

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The mortality tables described above are generational mortality tables on a benefit-weighted basis.

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 the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors are considered in evaluating the long-term rate of return assumption, 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 percentages and then adding expected inflation.

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives ¹	6.00%	4.70%
Total	100.00%	

¹ The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

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 nominal rate of return assumption of 7.25 percent.

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- 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.

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- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect 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, as a nonemployer contributing entity, 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. HB 20-1379 suspended the \$225 million (actual dollars) direct distribution payable on July 1, 2020, for the State’s 2020-21 fiscal year.
- 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 FNP, 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 FNP position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the SCHDTF’s fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount 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 School District’s proportionate share of the net pension liability to changes in the discount rate - The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$350,193,242	\$256,724,499	\$178,834,235

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

Component Unit Defined Benefit Pension Plan

Bromley East Charter School

Contributions: Employer contributions recognized by the SCHDTF School were \$1,074,954 for the year ended June 30, 2021.

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

At June 30, 2021, the School reported a liability of \$14,872,370 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The School’s proportion of the net

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pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll forward the total pension liability to December 31, 2020. The School's proportion of the net pension liability was based on the School's contributions to the SCHDTF for the calendar year 2020 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2020, the School's proportion was 0.0983 percent, which was an increase of 0.0130 percent from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the School recognized pension income of \$1,742,819 and revenue of \$0 for support from the State as a nonemployer contributing entity. At June 30, 2021, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$817,163	N/A
Changes of assumptions or other inputs	1,430,676	2,499,919
Net difference between projected and actual earnings on pension plan investments	N/A	3,273,747
Changes in proportion and differences between contributions recognized and proportionate share of contributions	2,631,097	499,618
Contributions subsequent to the measurement date	539,037	N/A
Total	\$5,417,973	\$6,273,284

\$539,037 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30	
2022	\$(1,692,286)
2023	1,051,719
2024	(237,326)
2025	(516,326)
Total	\$(1,394,348)

Sensitivity of the School's proportionate share of the net pension liability to changes in the discount rate - The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what

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the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$20,287,130	\$14,872,370	\$10,360,090

Eagle Ridge Academy

Contributions: Employer contributions recognized by the SCHDTF School were \$348,818 for the year ended June 30, 2021.

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

At June 30, 2021, the School reported a liability of \$4,984,081 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll forward the total pension liability to December 31, 2020. The School's proportion of the net pension liability was based on the School's contributions to the SCHDTF for the calendar year 2020 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2020, the School's proportion was 0.03297 percent, which was an increase of 0.00429 percent from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the School recognized pension revenue of \$1,150,923 for support from the State as a nonemployer contributing entity. At June 30, 2021, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources.

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$273,850	\$ -
Changes of assumptions or other inputs	479,453	837,782
Net difference between projected and actual earnings on pension plan investments	-	1,097,110
Changes in proportion and differences between contributions recognized and proportionate share of contributions	687,123	207,918
Contributions subsequent to the measurement date	173,869	-
Total	\$1,614,295	\$2,142,810

\$173,869 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, 2022. Other amounts

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reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30	
2022	\$(772,666)
2023	324,807
2024	(81,449)
2025	(173,076)
Total	\$(702,384)

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$6,798,694	\$4,984,081	\$3,471,910

Belle Creek Charter School

Contributions: Employer contributions recognized by the SCHDTF School were \$574,694 for the year ended June 30, 2021.

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

At June 30, 2021, the School reported a liability of \$7,837,949 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll forward the total pension liability to December 31, 2020. The School's proportion of the net pension liability was based on the School's contributions to the SCHDTF for the calendar year 2020 relative to the total contributions of participating employers to the SCHDTF.

At December 31, 2020, the School's proportion was 0.0518452011 percent, which was a decrease of 0.0091078182 percent from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the School recognized pension expense of \$1,889,620 for support from the State as a nonemployer contributing entity. At June 30, 2021, the School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$430,656	\$ -
Changes of assumptions or other inputs	753,986	1,317,493
Net difference between projected and actual earnings on pension plan investments	-	1,725,311
Changes in proportion and differences between contributions recognized and proportionate share of contributions	1,458,858	381,634
Contributions subsequent to the measurement date	288,940	N/A
Total	\$2,932,440	\$3,424,438

\$288,940 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30	
2022	\$ (1,141,397)
2023	676,823
2024	(44,186)
2025	(272,178)
Total	\$(780,938)

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$10,691,604	\$7,837,949	\$5,459,914

2-J. Defined Contribution Pension Plan

Voluntary Investment Program

Plan Description - Employees of the School 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.

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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. There is no employer match. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2021, program members contributed \$517,100.

2-K. Other Post-Employment Benefits

Defined Benefit Other Post Employment Benefit (OPEB) Plan

The School 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 (FNP) and additions to/deductions from the FNP 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.

Plan description. Eligible employees of the School 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 (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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 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

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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 maximum subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5 percent reduction in the subsidy for each year less than 20. The retiree pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

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

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the School District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the School District were \$953,970 for the year ended June 30, 2021.

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

At June 30, 2021 the School District reported a liability of \$9,329,365 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2020. The School District's proportion of the net OPEB liability was based on the School District contributions to the HCTF for the calendar year 2020 relative to the total contributions of participating employers to the HCTF.

At December 31, 2020, the School District's proportion was 0.9818058475 percent, which was an increase of 0.0522761201 percent from its proportion measured as of December 31, 2019.

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For the year ended June 30, 2021, the School District recognized OPEB expense of \$953,970. At June 30, 2021, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$21,300	\$1,971,306
Changes of assumptions or other inputs	63,393	572,065
Net difference between projected and actual earnings on OPEB plan investments	-	375,305
Changes in proportion and differences between contributions recognized and proportionate share of contributions	1,249,076	101,103
Contributions subsequent to the measurement date	479,362	-
Total	\$1,813,131	\$3,019,779

The \$479,362 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, 2022. 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:	
2022	\$(405,255)
2023	(359,379)
2024	(377,971)
2025	(410,728)
2026	(124,942)
Thereafter	(7,736)
Total	\$(1,686,011)

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Actuarial assumptions. The total OPEB liability in the December 31, 2019 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increases, including wage inflation	3.50% in aggregate
Long-term investment rate of return, net of OPEB 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	8.10% in 2020, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.50% in 2020, gradually increasing 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

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 in the December 31, 2019, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2020 for the PERA Benefit Structure:

	Initial Costs for Members without Medicare Part A		
Medicare Plan	Monthly Cost	Monthly Premium	Monthly Cost Adjusted to Age 65
Medicare Advantage/Self-Insured Rx	\$588	\$227	\$550
Kaiser Permanente Medicare Advantage HMO	621	232	586

The 2020 Medicare Part A premium is \$458 (actual dollars) per month.

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 industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2019, 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.

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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
2020	8.10%	3.50%
2021	6.40%	3.75%
2022	6.00%	3.75%
2023	5.70%	3.75%
2024	5.50%	4.00%
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 used in the December 31, 2019 valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below were 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.

Post-retirement non-disabled 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.

Post-retirement non-disabled 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.

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

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the period January 1, 2012, through December 31, 2015, as well as the October 28, 2016, actuarial assumptions workshop and were adopted by PERA's Board during the November 18, 2016, Board meeting.

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Based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period of January 1, 2016, through December 31, 2019, revised economic and demographic assumptions were adopted by PERA’s Board on November 20, 2020, and were effective as of December 31, 2020. The assumptions shown below were reflected in the roll forward calculation of the total OPEB liability from December 31, 2019, to December 31, 2020.

	Trust Fund			
	State Division	School Division	Local Government Division	Judicial Division
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age
Price Inflation	2.30%	2.30%	2.30%	2.30%
Real wage growth	0.70%	0.70%	0.70%	0.70%
Wage Inflation	3.00%	3.00%	3.00%	3.00%
Salary increases, including wage inflation:				
Members other than State Troopers	3.30%-10.90%	3.40%-11.00%	3.20%-11.30%	2.80%-5.30%
State Troopers	3.20%-12.40%	N/A	3.20%-12.40% ¹	N/A

¹ C.R.S. § 24-51-101 (46), as amended, expanded the definition of “State Troopers” to include certain employees within the Local Government Division, effective January 1, 2020. See Note 4 of the Notes to the Financial Statements in PERA's 2020 Annual Report for more information.

The long-term rate of return, net of OPEB plan investment expenses, including price inflation and discount rate assumptions were 7.25 percent.

Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.

Mortality assumptions used in the roll forward calculations for the determination of the total pension liability for each of the Division Trust Funds as shown below were applied, as applicable, in the roll forward calculation for the HCTF, using a headcount-weighted basis.

Pre-retirement mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for State Troopers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

The pre-retirement mortality assumptions for the School Division were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the Judicial Division were based upon the PubG-2010(A) Above-Median Employee Table with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (Members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- Males: 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

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- Females: 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the School Division were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows:

- Males: 112 percent of the rates prior to age 80 and 94 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- Females: 83 percent of the rates prior to age 80 and 106 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the Judicial Division were based upon the unadjusted PubG-2010(A) Above-Median Healthy Retiree Table with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- Males: 97 percent of the rates for all ages, with generational projection using scale MP-2019.
- Females: 105 percent of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The mortality tables described above are generational mortality tables on a head-count weighted basis.

The following health care costs assumptions were updated and used in the roll forward calculation 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 2020 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by the Board's actuary, as discussed above.

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The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020. As a result of the November 20, 2020, PERA Board meeting, the following economic assumptions were changed, effective December 31, 2020:

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors are considered in evaluating the long-term rate of return assumption, 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 percentages and then adding expected inflation.

The PERA Board first adopted the 7.25 percent long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	54.00%	5.60%
Fixed Income	23.00%	1.30%
Private Equity	8.50%	7.10%
Real Estate	8.50%	4.40%
Alternatives ¹	6.00%	4.70%
Total	100.00%	

¹ The Opportunity Fund's name changed to Alternatives, effective January 1, 2020.

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 nominal rate of return assumption of 7.25 percent.

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

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	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
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%
Net OPEB Liability	\$8,169,410	\$9,329,365	\$10,686,957

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, 2020, 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 3.00 percent.
- 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.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the HCTF's FNP was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent.

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$9,088,233	\$9,329,365	\$9,610,073

OPEB plan fiduciary net position. Detailed information about the HCTF's fiduciary net position is available in PERA's

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comprehensive annual financial report which can be obtained at www.copera.org/investments/pera-financial-reports.

Component Unit Post-Employment Benefits

Bromley East Charter School

Contributions: Employer contributions recognized by the HCTF from the School were \$53,648 for the year ended June 30, 2021.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs: At June 30, 2021, the School reported a liability of \$540,448 for its proportionate share of the net OPEB liability. At December 31, 2020, the School's proportion was 0.0057 percent, which was an increase of 0.00010 percent from its proportion measured as of December 31, 2019. For the year ended June 30, 2021, the School recognized an OPEB expense of \$31,148.

At June 30, 2021, the School reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$1,434	\$118,816
Changes of assumptions or other inputs	4,038	33,140
Net difference between projected and actual earnings on OPEB plan investments	N/A	22,084
Changes in proportion and differences between contributions recognized and proportionate share of contributions	54,083	N/A
Contributions subsequent to the measurement date	27,657	N/A
Total	\$87,212	\$174,040

\$27,657 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, 2022. 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:	
2022	\$(23,129)
2023	(20,039)
2024	(24,095)
2025	(34,239)
2026	(12,210)
Thereafter	(774)
Total	\$(114,486)

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

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	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
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%
Net OPEB Liability	\$526,479	\$450,448	\$556,709

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$619,093	\$540,488	\$473,252

Eagle Ridge Academy

Contributions. Employer contributions recognized by the HCTF from the School were \$17,897 for the year ended June 30, 2021.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs. At June 30, 2021, the School reported a liability of \$181,179 for its proportionate share of the net OPEB liability. At December 31, 2020, the School's proportion was 0.01907 percent, which was a decrease of 0.00033 percent from its proportion measured as of December 31, 2019. For the year ended June 30, 2021, the School recognized an OPEB income of \$11,144.

At June 30, 2021, the School reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$481	\$39,832
Changes of assumptions or other inputs	1,354	11,110
Net difference between projected and actual earnings on OPEB plan investments	-	7,403
Changes in proportion and differences between contributions recognized and proportionate share of contributions	9,969	2,943
Contributions subsequent to the measurement date	8,921	-
Total	\$20,725	\$61,288

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

\$8,921 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, 2022. 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:	
2022	\$(10,613)
2023	(9,577)
2024	(12,385)
2025	(12,547)
2026	(4,107)
Thereafter	(255)
Total	\$(49,484)

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

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
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%
Net OPEB Liability	\$176,496	\$181,179	\$176,630

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$207,544	\$181,179	\$158,652

Belle Creek Charter School

Contributions: Employer contributions recognized by the HCTF from the School were \$29,487 for the year ended June 30, 2021.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs: At June 30, 2021, the School reported a liability of \$284,779 for its proportionate share of the net OPEB liability. At December 31, 2020, the School's proportion was 0.0299696902 percent, which was a decrease of 0.0020465591 percent from its proportion measured as of December 31, 2019. For the year ended June 30, 2021, the School recognized an OPEB expense of \$18,446.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

At June 30, 2021, the School reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$756	\$62,608
Changes of assumptions or other inputs	2,128	17,462
Net difference between projected and actual earnings on OPEB plan investments	-	11,636
Changes in proportion and differences between contributions recognized and proportionate share of contributions	27,470	8,537
Contributions subsequent to the measurement date	14,825	N/A
Total	\$45,179	\$100,243

\$14,825 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, 2022. 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:	
2022	\$(16,485)
2023	(14,859)
2024	(19,500)
2025	(15,788)
2026	(3,090)
Thereafter	(167)
Total	\$(69,889)

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

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
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%
Net OPEB Liability	\$277,419	\$284,779	\$293,348

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$326,220	\$284,779	\$249,372

2-L. Net Position

Net investment in capital assets on the Government-wide Statement of Net Position as of June 30, 2021 is calculated as:

	Governmental Activities
Net investment in capital assets:	
Cost of Capital Assets	\$ 524,730,390
Less Accumulated Depreciation	(113,954,588)
Book Value	410,775,802
Less Capital Related Debt - Bonds	(318,490,000)
Less Capital Related Debt - Certificates of Participation	(4,070,152)
Less Bond Premiums	(42,285,888)
Add Bond Deferred Outflows of Resources	3,235,219
Add Unspent Proceeds	29,078,740
	<u>\$ 78,243,721</u>

Note 3 - Other Notes

3-A. Risk Management

Self-Insurance Pool - The School District is exposed to various risks of loss related to torts, thefts or damage to, or destruction of assets; errors or omissions; workers' compensation; employee dental claims; and natural disasters. School District 27J has been a member of the Adams County BOCES Self Insurance Pool (the Pool) since its inception in 1979. The BOCES consists of 3 school districts in Adams County including Adams 1 – Mapleton, Adams 50 – Westminster and School District 27J. The Pool provides property and liability, workers' compensation, boiler and machinery, errors and omissions, and school board legal liability insurances for its member districts. Annually each district provides funding for the pool based on a pre-established amount that covers the cost of insurance, claims, operation of the Pool. Also, each district receives annual financial information on the equity interest and gains or losses. For the year ended June 30, 2021, the District recorded an investment of \$2,326,727. The District's ending surplus share of the Pool was a net gain of \$1,003,646.

Pool members and percentage shares are as follows:

<u>Adams County School Districts</u>	<u>% Shares in Pool</u>
No. 1	21.57
No. 27J	39.78
No. 50	38.65

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Following is a summary of financial information for the Pool as of and for the year ended June 30, 2021:

	Total	District's Share
Assets	\$ 9,075,561	\$ 3,610,658
Liabilities	2,731,737	1,283,931
Equity	\$ 6,343,824	\$ 2,326,727
Revenues	\$ 4,232,566	\$ 1,683,901
Expenditures	1,709,853	680,255
Net Income	2,522,713	1,003,646
Surplus, Beginning	3,821,111	1,323,081
Surplus, Ending	\$ 6,343,824	\$ 2,326,727

Percentage shares are as of June 30, 2021. Percentages will vary slightly from year-to-year depending upon premium allocation factors. The Pool's Board of Directors consists of one member appointed by the Board of Education of each participating school district. All members of the Pool's Board of Directors have an equal vote in the administration of the Pool's activities, are responsible for selection of management and have complete responsibility for all fiscal matters in the operation of the Pool. Separate financial statements for the Pool are available from the Adams County BOCES, 1400 W. 122nd Avenue, Suite 110, Westminster, Colorado 80234.

The School District pays annual premiums for property, liability and workers compensation coverage. In the event aggregated losses incurred by the Pool exceed amounts recoverable from reinsurance contracts and funds accumulated by the Pool, the Pool may require additional contributions from the Pool members. Any excess funds that the Pool determines are not needed for purposes of the Pool may be returned to the members pursuant to a distribution formula. The Pool, which is subjected to actuarial review and annual audit, has various levels of self-insured retentions and purchases excess insurance for amounts above the retentions for liability, property and workers' compensation coverage.

The following schedule shows the coverage for fiscal year 2021:

	School District Deductible	Pool's Self-Insured Retention (Per Occurrence)	Excess Insurance Per Occurrence
Liability	\$ -	\$ 150,000	\$ 4,850,000 (auto) 9,850,000 (general)
Property		100,000	900,000
Content	1,000		
Vehicles	5,000		
Workers' Compensation	-	550,000	550,000 Statutory
Errors and Omissions	10,000	150,000	9,850,000
Boiler and Machinery	5,000	N/A	100,000,000
Crime	25,000	N/A	1,000,000
Cyber	50,000	N/A	5,000,000

The School District is protected under the statutes of the Colorado Governmental Immunity Act to a maximum of \$150,000 per individual and \$600,000 per occurrence for liability exposure.

The School District continues to carry commercial insurance coverage for errors and omissions risks of loss and employee health. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Dental Self-Insurance Plan - The School District maintains a dental self-insurance plan (the “Plan”) for employees who elect to purchase dental insurance through the plan. The Plan is entirely funded from employee contributions. Monthly premiums are \$42.90 per month for the employee. Dependent coverage is also available. The Plan is designed to minimize the risk to the School District by designing the plan to be dependent upon employee-paid premiums for all plan expenditures. The Plan limits participant claims to \$1,500 per year and a lifetime \$2,000 per person orthodontic claim. The School District consults with Lockton Companies to annually evaluate the plan. Claims are paid by the third party administrator acting on behalf of the School District. Claims due and payable within one year equal \$44,475 and are reported in the proprietary fund Statement of Net Position under current liabilities in the governmental activities internal service fund.

Date	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Fiscal Year Liability
2018	\$ 28,513	\$ 799,495	\$ 800,884	\$ 27,124
2019	27,124	798,102	791,491	33,735
2020	33,735	828,081	836,961	24,855
2021	24,855	938,510	918,891	44,474

3-B. Tax, Spending and Debt Limitations

In November of 1992, Colorado voters approved a State Constitutional amendment, referred to as the Taxpayer’s Bill of Rights (TABOR), containing tax, spending and debt limitations on the state and local governments. TABOR limits increases in revenues and expenditures to the rate of inflation and local growth. TABOR also requires local governments to establish emergency reserves to be used only for declared emergencies. On November 3, 1998, School District 27J voters approved a ballot question “for Authorization of Collection, Retention and Expenditures of Revenue in Excess of the limitations set by Section 20 of Article X of the State Constitution”. This ballot issue authorized the School District to retain and expend all excess revenue in fiscal year 1997/98 and in each fiscal year thereafter. This ballot question was approved by a vote of 4,357 in favor of the question and 2,512 opposing the question. As required by the Amendment, the School District has established a reserve for emergencies of \$3,902,784 at June 30, 2021. This reserve is recorded as a restricted fund balance in the general fund.

Belle Creek Charter School reported an emergency reserve of \$161,000 at June 30, 2021 as a restricted fund balance in the general fund. Eagle Ridge Academy reported a reserve of \$131,832 at June 30, 2021 as a restricted fund balance in the general fund. Bromley East Charter School reported an emergency reserve of \$307,000 at June 30, 2021 as a restricted fund balance in the general fund. Landmark Academy Charter School reported an emergency reserve of \$210,635 at June 30, 2021 as a restricted fund balance in the general fund. Foundations Academy Charter School reported an emergency reserve of \$211,367 at June 30, 2021 as a restricted fund balance in the general fund.

3-C. Designated for Cash-In-Lieu of Land Dedication

Pursuant to CRS 29-1-801, the School District has received land dedications or cash-in-lieu of land dedications from residential land developers to ensure that the cost of school site acquisition is borne by new residential construction and residential development. The School District entered into agreements with various cities and developers called the “Fair Contributions for Public School Sites” that restricts the use of the funds.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

The following cash-in-lieu of activities have been recognized in the School District’s general fund balance – restricted for cash-in-lieu of land in the governmental funds Balance Sheet:

Beginning balance as of July 1, 2020	\$	888,578
Cash received through June 30, 2021		184,206
Cash utilized through June 30, 2021		<u>(3,000)</u>
Ending balance as of June 30, 2021	\$	<u>1,069,784</u>

3-D. Contingent Liabilities

Grants – The School District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School District may be required to reimburse the grantor government. As of June 30, 2021, significant amounts of grant expenditures have not been audited but the School District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the School District.

Lease Agreements – For 2021 an operating lease agreement was extended through 2022 with Williams Scotsman for the use the one modular unit. Under terms of the agreement, the School District makes monthly rental payments. Rent expense through June 30, 2021 was \$9,191.

Litigation – The School District is involved in significant or potential litigation for the year ended June 30, 2021. The School District believes the final resolution of these matters will not have a materially and adverse effect on the financial position of the District due to its defense to these matters, budgeted reserves and adequate insurance.

COVID-19 - Given the dynamic nature of the ongoing COVID-19 pandemic, the extent of impacts on the District’s operations will depend on future developments, which remain highly uncertain and cannot be predicted at this time.

School District 27J, Colorado
Notes to the Basic Financial Statements
For The Year Ended June 30, 2021

Stewardship, Compliance and Accountability

Construction – The School District had multiple construction contracts during fiscal year 2021. As of June 30, 2021 a total of \$17,420,738 was committed for construction. The breakdown is as follows:

<u>Location</u>	<u>Amount</u>
Prairie View High School Addition	\$ 190
High School Lighting	4,151
Elaine Padilla Elementary	6,156
Safety & Security	260
Technology Building Reenovations	2,685
BLRC Renovation	1,455
Sakata Roof	485,210
Mechanical/Pennock/Thimming/Second Creek	259,413
Quist Modular	426,221
CTE Schematic Design	34,270
Elementary #14	<u>16,626,948</u>
	<u>\$ 17,846,959</u>

Investment earnings of \$95,955 were earned in fiscal year 2021. The total amount expended in fiscal year 2021 for capital projects was \$3,752,012.

3-E. Subsequent Events

In the November 2021 election, the voters in the District passed Ballot Issue 5B. The passed bond will increase debt \$515,000,000. These funds will be used for, but not limited to, building new schools and enlarging, improving and repairing existing schools.

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Required Supplementary Information

Supplementary Information
Combining and Individual Fund
Financial Statements and Schedules

The Combining and Individual Fund Financial Statements represent the second level of financial reporting for the District. These financial statements present more detailed information for the individual funds in a format that segregates information by fund type. For those fund types with a single fund, individual fund financial statements are presented.

School District 27J, Colorado
Notes to the Required Supplementary Information
For The Year Ended June 30, 2021

Stewardship, Compliance and Accountability

Budgetary Information – Budgets are required by state law for all funds. By June 1, the Superintendent submits to the Board of Education a proposed budget for all funds for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. Public hearings are conducted by the Board of Education to obtain taxpayer comments. The budget must be adopted by formal resolution prior to June 30, although it may be subsequently revised by January 31.

Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments, within any fund and the reallocation of budget line items within any department or within any fund rests with the Superintendent of Schools. Revisions that alter the total expenditures of any fund must be approved by the Board of Education. Appropriations are based on total resources expected to be available in each budget year, including reserves as established by the Board of Education. Variances between budget and actual are the result from the non-expenditure of reserves, nonoccurrence of anticipated events, scheduling of capital projects and normal operating variances.

Budgets for all fund types are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts reported in the accompanying financial statements are as originally adopted and as amended by the Superintendent of Schools and/or the Board of Education throughout the year.

Major Governmental

Capital Projects Fund - This fund accounts for bond proceeds and other revenues used for the construction and acquisition of major capital facilities.

Debt Service Fund - This fund accounts for the accumulated resources (normally property taxes) used to retire principal and interest on general long-term debt.

Non-Major Governmental Funds

Special Revenue Funds

Special Revenue Funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Growth Impact Fund - This fund accounts for the revenues received from the City and County of Denver, Colorado as the result of an annexation by Denver of land previously within the School District boundaries.

Pupil Activity Fund - This fund accounts for financial transactions of all school activity funds in the District. Revenues are those raised by clubs and/or school building support groups. Expenditures are for school activity functions.

Transportation Fund - This fund accounts for fees collected for the payment of excess transportation costs without voter approval. Transportation categorical program revenues received from the state are also recorded in this fund.

Other Special Programs Fund - This fund accounts for all revenues and costs of providing day care to people who live within the District. This fund also accounts for the Detention Center school. The Brighton School District provides this program for the Adams County Detention Center. All other school districts that make up the catchment area for the center are billed an amount in proportion to their number of students. Also included are the district print shop, and the summer school programs.

Child Care/Extended Day Kindergarten – This fund is considered an “Other Special Revenue” fund. The Child Care and Extended Day Kindergarten programs are tuition based for generating revenue.

School District 27J, Colorado
General Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Taxes	\$ 49,739,227	\$ 59,072,535	\$ 59,836,034	\$ 763,499
Intergovernmental Revenue				
Vocational Education	409,534	409,534	538,658	129,124
Special Education	3,794,079	3,900,170	3,934,705	34,535
Equalization	101,442,709	88,361,577	90,588,760	2,227,183
Pupil Activities	100	100	-	(100)
Charges for Service	772,798	847,364	917,505	70,141
Investment Earnings	300,000	300,000	1,082,113	782,113
Miscellaneous	650,872	818,705	1,088,255	269,550
Total Revenues	<u>157,109,319</u>	<u>153,709,985</u>	<u>157,986,030</u>	<u>4,276,045</u>
Expenditures				
Instructional Services	79,264,474	77,434,822	76,948,728	486,094
Supporting Services				
Pupil Services	8,435,008	8,900,563	8,373,807	526,756
Instructional Staff	3,893,524	4,038,611	4,559,837	(521,226)
General Administration	1,413,893	1,812,490	1,684,357	128,133
School Administration	11,258,380	11,678,398	10,802,744	875,654
Operations and Maintenance	12,046,668	12,936,821	13,019,756	(82,935)
Pupil Transportation	-	-	56,683	(56,683)
Business Supporting Services	12,044,476	6,741,338	1,869,209	4,872,129
Central Supporting Services	10,556,683	11,147,464	9,220,313	1,927,151
Community Services	586,087	586,087	525,272	60,815
Contingency Reserves	1,382,547	2,396,196	-	2,396,196
Capital Outlay	50,731	155,816	207,270	(51,454)
Debt Service				
Principal Retirement	872,610	872,610	872,610	-
Interest	84,582	84,297	84,297	-
Fiscal Charges	-	-	2,000	(2,000)
Intergovernmental				
Charter Schools	28,693,826	30,267,270	30,401,586	(134,316)
Total Expenditures	<u>170,583,489</u>	<u>169,052,783</u>	<u>158,628,469</u>	<u>10,424,314</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,474,170)	(15,342,798)	(642,439)	14,700,359
Other Financing Sources (Uses)				
Transfers Out	(6,735,209)	(7,152,325)	(6,104,235)	1,048,090
Net Change in Fund Balance	<u>\$ (20,209,379)</u>	<u>\$ (22,495,123)</u>	<u>(6,746,674)</u>	<u>\$ 15,748,449</u>
Fund Balance Beginning of Year			<u>31,724,010</u>	
Fund Balance End of Year			<u>\$ 24,977,336</u>	

See the independent auditors' report.

School District 27J, Colorado
Capital Projects Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Investment Earnings	\$ 576,000	\$ 576,000	\$ 95,955	\$ (480,045)
Total Revenues	<u>576,000</u>	<u>576,000</u>	<u>95,955</u>	<u>(480,045)</u>
Expenditures				
Capital Outlay	-	33,310,798	3,752,012	29,558,786
Total Expenditures	<u>-</u>	<u>33,310,798</u>	<u>3,752,012</u>	<u>29,558,786</u>
Net Change in Fund Balance	<u>\$ 576,000</u>	<u>\$ (32,734,798)</u>	<u>(3,656,057)</u>	<u>\$ 29,078,741</u>
Fund Balance Beginning of Year			<u>32,734,797</u>	
Fund Balance End of Year			<u>\$ 29,078,740</u>	

See the independent auditors' report.

School District 27J, Colorado
Government Designated Purpose Grants Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental				
Federal Grants	\$ 16,541,988	\$ 20,110,471	\$ 20,468,025	\$ 357,554
State Grants	3,224,694	5,443,393	3,577,785	(1,865,608)
Investment Earnings	-	8,682	9,343	661
Miscellaneous	82,163	82,163	82,163	-
Total Revenues	19,848,845	25,644,709	24,137,316	(1,507,393)
Expenditures				
Current				
Instructional Services	8,788,486	9,251,033	8,264,318	986,715
Supporting Services				
Pupil Services	2,534,292	6,236,467	6,120,917	115,550
Instructional Staff	2,603,907	2,505,469	2,415,431	90,038
School Administration	60,050	111,260	275,140	(163,880)
Pupil Transportation	38,574	38,801	43,530	(4,729)
Business Supporting Services	281,157	341,260	319,214	22,046
Central Supporting Services	3,099,984	5,711,389	6,975,260	(1,263,871)
Community Services	93,786	69,615	49,735	19,880
Contingency Reserves	3,816,563	2,734,945	-	2,734,945
Total Expenditures	21,442,799	27,000,239	24,463,545	2,536,694
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,593,954)	(1,355,530)	(326,229)	1,029,301
Other Financing Sources (Uses)				
Transfers In (Out)	-	267,622	267,622	-
Net Change in Fund Balance	\$ (1,593,954)	\$ (1,087,908)	(58,607)	\$ 1,029,301
Fund Balance Beginning of Year			1,162,657	
Fund Balance End of Year			\$ 1,104,050	

See the independent auditors' report.

School District 27J, Colorado
Debt Service Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Property taxes	\$ 37,723,995	\$ 45,566,576	\$ 45,888,814	\$ 322,238
Investment Earnings	200,000	25,000	10,498	(14,502)
Total Revenues	<u>37,923,995</u>	<u>45,591,576</u>	<u>45,899,312</u>	<u>307,736</u>
Expenditures				
Debt Service				
Principal Retirement	10,960,000	10,960,000	10,960,000	-
Interest	15,428,172	15,428,172	15,428,173	(1)
Fiscal Charges	10,000	10,000	6,265	3,735
Contingency Reserves	37,581,101	55,070,011	-	55,070,011
Total Expenditures	<u>63,979,273</u>	<u>81,468,183</u>	<u>26,394,438</u>	<u>55,073,745</u>
Net Change in Fund Balance	<u>\$ (26,055,278)</u>	<u>\$ (35,876,607)</u>	19,504,874	<u>\$ 55,381,481</u>
Fund Balance Beginning of Year			<u>35,876,609</u>	
Fund Balance End of Year			<u>\$ 55,381,483</u>	

See the independent auditors' report.

School District 27J, Colorado
Nutrition Services Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Student Lunches	\$ 2,771,068	\$ 2,771,068	\$ 165,026	\$ (2,606,042)
State Match	118,720	118,720	53,347	(65,373)
Federal Sources				
School Lunches	2,652,820	2,652,820	1,169,232	(1,483,588)
Breakfast Program	334,370	334,370	-	(334,370)
Fruit and Vegetable Program	45,291	45,291	-	(45,291)
Summer Program	30,632	30,632	4,017,101	3,986,469
Commodity Donations	400,000	400,000	-	(400,000)
Investment Income	13,501	13,501	1,844	(11,657)
Total Revenues	<u>6,366,402</u>	<u>6,366,402</u>	<u>5,406,550</u>	<u>(959,852)</u>
Expenditures				
Pupil Services:				
Salaries	2,198,166	1,559,992	2,004,452	(444,460)
Benefits	738,242	595,953	667,862	(71,909)
Purchased Services	115,629	115,629	97,596	18,033
Food and Milk	2,344,711	2,344,711	1,775,975	568,736
General and Office Supplies	749,451	749,451	602,786	146,665
Capital Outlay	28,000	28,000	33,658	(5,658)
Contingency	1,889,223	2,599,942	-	2,599,942
Total Expenditures	<u>8,063,422</u>	<u>7,993,678</u>	<u>5,182,329</u>	<u>2,811,349</u>
Net Change in Fund Balance	<u>\$ (1,697,020)</u>	<u>\$ (1,627,276)</u>	224,221	<u>\$ 1,851,497</u>
Fund Balance Beginning of Year			<u>1,627,276</u>	
Fund Balance End of Year			<u>\$ 1,851,497</u>	

See the independent auditors' report.

School District 27J, Colorado
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	<u>Growth Impact</u>	<u>Pupil Activity</u>	<u>Transportation</u>	<u>Child Care / Extended Day Kindergarten</u>	<u>Other Special Programs</u>	<u>Non-Major Governmental Funds</u>
Assets						
Cash and Investments	\$ 65,750	\$ 1,935,974	\$ -	\$ -	\$ -	\$ 2,001,724
Receivables						
Accounts	-	7,997	1,530	18,147	7,679	35,353
Interfund Receivable	-	490,211	346,556	407,019	2,462,554	3,706,340
Prepaid Items	-	7,950	-	-	-	7,950
Total Assets	<u>\$ 65,750</u>	<u>\$ 2,442,132</u>	<u>\$ 348,086</u>	<u>\$ 425,166</u>	<u>\$ 2,470,233</u>	<u>\$ 5,751,367</u>
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$ 11	\$ 13,043	\$ 12,869	\$ 564	\$ -	\$ 26,487
Accrued Salary and Benefits	-	392	335,217	41,653	59,348	436,610
Interfund Payable	20,802	-	-	-	-	20,802
Total Liabilities	<u>20,813</u>	<u>13,435</u>	<u>348,086</u>	<u>42,217</u>	<u>59,348</u>	<u>483,899</u>
Fund Balances						
Nonspendable Prepaid Items	-	7,950	-	-	-	7,950
Restricted for Pupil Activity		2,420,747				2,420,747
Committed, Reported In						
Nonmajor Governmental Funds (See Note 1-E-10)	44,937	-	-	382,949	2,410,885	2,838,771
Total Fund Balances	<u>44,937</u>	<u>2,428,697</u>	<u>-</u>	<u>382,949</u>	<u>2,410,885</u>	<u>5,267,467</u>
Total Liabilities and Fund Balances	<u>\$ 65,750</u>	<u>\$ 2,442,132</u>	<u>\$ 348,086</u>	<u>\$ 425,166</u>	<u>\$ 2,470,233</u>	<u>\$ 5,751,367</u>

See the independent auditors' report.

School District 27J, Colorado
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For The Year Ended June 30, 2021

	Growth Impact	Pupil Activity	Transportation	Child Care / Extended Day Kindergarten	Other Special Programs	Nonmajor Governmental Funds
Revenues						
Transportation Services	\$ -	\$ -	\$ 1,561,318	\$ -	\$ -	\$ 1,561,318
Pupil Activities	-	1,316,050	-	-	-	1,316,050
Investment Earnings	97	270	-	-	-	367
Charges for Services	-	-	124,018	752,634	2,411,589	3,288,241
Total Revenues	<u>97</u>	<u>1,316,320</u>	<u>1,685,336</u>	<u>752,634</u>	<u>2,411,589</u>	<u>6,165,976</u>
Expenditures						
Instructional Services	-	-	-	3,147	577,618	580,765
Business Supporting Services	23,524	-	-	-	-	23,524
Transportation Services	-	-	6,641,606	-	-	6,641,606
Instructional Staff	-	-	-	-	30,336	30,336
Community Services	-	-	-	878,035	-	878,035
Central Supporting Services	-	-	-	-	561,434	561,434
Pupil Activities	-	1,512,040	-	-	143,964	1,656,004
Capital Outlay	-	6,551	-	-	1,000	7,551
Total Expenditures	<u>23,524</u>	<u>1,518,591</u>	<u>6,641,606</u>	<u>881,182</u>	<u>1,314,352</u>	<u>10,379,255</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,427)	(202,271)	(4,956,270)	(128,548)	1,097,237	(4,213,279)
Other Financing Sources (Uses)						
Transfers In (Out)	-	150,000	4,956,270	390,433	250,870	5,747,573
Net Change in Fund Balances	(23,427)	(52,271)	-	261,885	1,348,107	1,534,294
Fund Balances Beginning of Year	<u>68,364</u>	<u>2,480,967</u>	<u>-</u>	<u>121,064</u>	<u>1,062,778</u>	<u>3,733,173</u>
Fund Balances End of Year	<u>\$ 44,937</u>	<u>\$ 2,428,696</u>	<u>\$ -</u>	<u>\$ 382,949</u>	<u>\$ 2,410,885</u>	<u>\$ 5,267,467</u>

See the independent auditors' report.

School District 27J, Colorado
Growth Impact Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Investment Earnings	\$ 700	\$ 700	\$ 97	\$ (603)
Total Revenues	<u>700</u>	<u>700</u>	<u>97</u>	<u>(603)</u>
Expenditures				
Supporting Services	33,600	33,600	23,524	10,076
Contingency	27,248	35,464	-	35,464
Total Expenditures	<u>60,848</u>	<u>69,064</u>	<u>23,524</u>	<u>45,540</u>
Net Change in Fund Balance	<u>\$ (60,148)</u>	<u>\$ (68,364)</u>	(23,427)	<u>\$ 44,937</u>
Fund Balance Beginning of Year			<u>68,364</u>	
Fund Balance End of Year			<u>\$ 44,937</u>	

See the independent auditors' report.

School District 27J, Colorado
Pupil Activity Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Pupil Activities	\$ 3,279,779	\$ 1,258,900	\$ 1,316,050	\$ 57,150
Investment Earnings	5,550	425	270	(155)
Total Revenues	<u>3,285,329</u>	<u>1,259,325</u>	<u>1,316,320</u>	<u>56,995</u>
Expenditures				
Pupil Activities	5,138,312	4,320,994	1,512,040	2,808,954
Capital Outlay	-	-	6,551	(6,551)
Total Expenditures	<u>5,138,312</u>	<u>4,320,994</u>	<u>1,518,591</u>	<u>2,802,403</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,852,983)	(3,061,669)	(202,271)	2,859,398
Other Financing Sources (Uses)				
Transfers In (Out)	705,704	580,704	150,000	(430,704)
Net Change in Fund Balance	<u>\$ (1,147,279)</u>	<u>\$ (2,480,965)</u>	<u>(52,271)</u>	<u>\$ 2,428,694</u>
Fund Balance Beginning of Year			<u>2,480,967</u>	
Fund Balance End of Year			<u>\$ 2,428,696</u>	

See the independent auditors' report.

School District 27J, Colorado
Transportation Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Pupil Transportation	\$ 1,429,343	\$ 1,480,940	\$ 1,561,318	\$ 80,378
Charges for Services	421,750	170,398	124,018	(46,380)
Total Revenues	<u>1,851,093</u>	<u>1,651,338</u>	<u>1,685,336</u>	<u>33,998</u>
Expenditures				
Pupil Transportation	7,520,034	7,205,824	6,641,606	564,218
Total Expenditures	<u>7,520,034</u>	<u>7,205,824</u>	<u>6,641,606</u>	<u>564,218</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,668,941)	(5,554,486)	(4,956,270)	598,216
Other Financing Sources (Uses)				
Transfers In (Out)	5,668,941	5,554,486	4,956,270	(598,216)
Net Change in Fund Balance	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balance Beginning of Year			<u>-</u>	
Fund Balance End of Year			<u>\$ -</u>	

See the independent auditors' report.

School District 27J, Colorado
Child Care/Extended Day Kindergarten Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Charges for Services	\$ 1,461,067	\$ 560,000	\$ 752,634	\$ 192,634
Total Revenues	<u>1,461,067</u>	<u>560,000</u>	<u>752,634</u>	<u>192,634</u>
Expenditures				
Instructional Services	29,396	3,052	3,147	(95)
Community Services	2,157,679	1,068,447	878,035	190,412
Total Expenditures	<u>2,187,075</u>	<u>1,071,499</u>	<u>881,182</u>	<u>190,317</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(726,008)</u>	<u>(511,499)</u>	<u>(128,548)</u>	<u>382,951</u>
Other Financing Sources (Uses)				
Transfers In (Out)	-	390,433	390,433	-
Net Change in Fund Balance	<u>\$ (726,008)</u>	<u>\$ (121,066)</u>	261,885	<u>\$ 382,951</u>
Fund Balance Beginning of Year			<u>121,064</u>	
Fund Balance End of Year			<u>\$ 382,949</u>	

See the independent auditors' report.

School District 27J, Colorado
Other Special Programs Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Charges for Services	\$ 1,261,115	\$ 1,069,815	\$ 2,411,589	\$ 1,341,774
Total Revenues	<u>1,261,115</u>	<u>1,069,815</u>	<u>2,411,589</u>	<u>1,341,774</u>
Expenditures				
Instructional Services	705,881	598,687	577,618	21,069
Supporting Services				
Pupil Services	192,568	208,374	143,964	64,410
Instructional Staff	18,845	40,469	30,336	10,133
Central Supporting Services	108,423	158,496	561,434	(402,938)
Contingency Reserves	1,386,129	1,377,438	-	1,377,438
Total Expenditures	<u>2,411,846</u>	<u>2,383,464</u>	<u>1,314,352</u>	<u>1,069,112</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,150,731)	(1,313,649)	1,097,237	2,410,886
Other Financing Sources (Uses)				
Transfers In (Out)	227,934	250,870	250,870	-
Net Change in Fund Balance	<u>\$ (922,797)</u>	<u>\$ (1,062,779)</u>	1,348,107	<u>\$ 2,410,886</u>
Fund Balance Beginning of Year			<u>1,062,778</u>	
Fund Balance End of Year			<u>\$ 2,410,885</u>	

See the independent auditors' report.

School District 27J, Colorado
Schedule of the District's Proportionate Share of the
Net Pension Liability
Last 10 Calendar Years*
(Dollar amounts in thousands)

	2014	2015	2016	2017	2018	2019	2020
District's proportion of the Net Pension Liability (Asset)	1.51%	1.52%	1.52%	1.49%	1.36%	1.42%	1.70%
District's proportionate share of the Net Pension Liability (Asset)	\$ 205,030	\$ 232,267	\$ 454,010	\$ 480,489	\$ 240,860	\$ 212,554	\$ 256,724
State of Colorado's proportionate share of the Net Pension Liability (Asset) associated with the District	-	-	-	-	32,934	26,960	-
Total	\$ 205,030	\$ 232,267	\$ 454,010	\$ 480,489	\$ 273,794	\$ 239,514	\$ 256,724
Districts Covered Payroll	\$ 63,374	\$ 66,182	\$ 68,435	\$ 68,519	\$ 74,198	\$ 83,028	\$ 90,279
District's proportionate share of the Net Pension Liability (Asset) as a percentage of its Covered Payroll	323.52%	350.95%	663.42%	701.25%	324.62%	256.00%	284.37%
Plan fiduciary net position as a percent of the total Pension Liability	62.84%	59.20%	43.10%	43.96%	57.01%	64.50%	66.99%

* The amounts presented for each fiscal year were determined as of 12/31. This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School District is presenting information for those years for which information is available.

See accompanying notes to the basic financial statements

School District 27J, Colorado
Schedule of District Pension Contributions
Last 10 Fiscal Years*
(Dollar amounts in thousands)

	2015	2016	2017	2018	2019	2020	2021
Contractually required contribution	\$ 10,889	\$ 11,804	\$ 12,402	\$ 13,451	\$ 14,891	\$ 17,137	\$ 18,576
Contributions in relation to the contractually required contribution	(10,889)	(11,804)	(12,402)	(13,451)	(14,891)	(17,137)	(18,576)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's Covered Payroll	\$ 64,484	\$ 65,847	\$ 67,842	\$ 71,479	\$ 77,313	\$ 87,849	\$ 93,013
Contributions as a percent of Covered Payroll	16.89%	17.93%	18.28%	18.82%	19.26%	19.51%	19.97%

* This Schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School District is presenting information for those years for which information is available.

See accompanying notes to the basic financial statements

School District 27J, Colorado
Schedule of the Districts Proportionate Share of the
Net OPEB Liability
Last 10 Calendar Years*
(Dollar amounts in thousands)

	2017	2018	2019	2020
District's proportion of the OPEB Liability (Asset)	0.84%	0.88%	0.93%	0.98%
District's proportionate share of the OPEB Liability (Asset)	\$ 10,968	\$ 12,029	\$ 10,448	\$ 9,329
District's Covered Payroll	\$ 68,519	\$ 74,198	\$ 83,028	\$ 90,279
District's proportionate share of the OPEB Liability (Asset) as a percentage of its Covered Payroll	16.01%	16.21%	12.58%	10.33%
Plan fiduciary net position as a percent of the total OPEB Liability	17.53%	17.03%	24.49%	32.78%

* The amounts presented for each fiscal year were determined as of 12/31
This schedule is presented to illustrate the requirement to show information for 10 years.
However, until a full 10-year trend is compiled, the School District is presenting information
for those years for which information is available

See accompanying notes to the basic financial statements

School District 27J, Colorado
Schedule of District OPEB Contributions
Last 10 Fiscal Years*
(Dollar amounts in thousands)

	2018	2019	2020	2021
Contractually required contribution	\$ 721	\$ 791	\$ 902	\$ 954
Contributions in relation to the contractually required contribution	<u>(721)</u>	<u>(791)</u>	<u>(902)</u>	<u>(954)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 71,479	\$ 77,313	\$ 87,849	\$ 93,013
Contributions as a percent of Covered Payroll	1.01%	1.02%	1.03%	1.03%

* This Schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the School District is presenting information for those years for which information is available.

See accompanying notes to the basic financial statements

Proprietary Funds

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The School District's proprietary funds are classified as internal service funds.

Internal Service Funds - The internal service funds accounts for the District's self-insured dental plan and print shop.

Private Purpose Trust Fund

Private Purpose Trust Fund - The School District's private purpose trust fund provides scholarships to students and is classified as a private purpose trust.

School District 27J, Colorado
Combining Statement of Net Position
Internal Service Funds
June 30, 2021

	<u>Print Shop</u>	<u>Risk Management</u>	<u>Governmental Activities - Internal Service Funds</u>
Assets			
Interfund Receivable	\$ -	\$ 686,406	\$ 686,406
Total Assets	<u>-</u>	<u>686,406</u>	<u>686,406</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts Payable	<u>-</u>	<u>44,475</u>	<u>44,475</u>
Total Liabilities	<u>-</u>	<u>44,475</u>	<u>44,475</u>
 Net Position	<u>\$ -</u>	<u>\$ 641,932</u>	<u>\$ 641,932</u>

See the independent auditors' report.

School District 27J, Colorado
Combining Statement of Revenues, Expenditures and Changes in Net Position
Internal Service Funds
For The Year Ended June 30, 2021

	<u>Print Shop</u>	<u>Risk Management</u>	<u>Governmental Activities - Internal Service Funds</u>
Operating Revenues			
Dental Insurance Premiums	\$ -	\$ 914,797	\$ 914,797
Print Shop	30,925	-	30,925
Total Operating Revenues	<u>30,925</u>	<u>914,797</u>	<u>945,722</u>
Operating Expenses			
Salaries and Benefits	89,052	-	89,052
Purchased Services	10,575	-	10,575
Materials and Supplies	16,413	-	16,413
Indirect Costs	3,925	-	3,925
Risk Management Dental	-	938,510	938,510
Total Operating Expenses	<u>119,965</u>	<u>938,510</u>	<u>1,058,475</u>
Income (Loss) from Operations	(89,040)	(23,713)	(112,753)
Transfers In (Out)	<u>89,040</u>	<u>-</u>	<u>89,040</u>
Change in Net Position	-	(23,713)	(23,713)
Net Position Beginning of Year	<u>-</u>	<u>665,645</u>	<u>665,645</u>
Net Position End of Year	<u>\$ -</u>	<u>\$ 641,932</u>	<u>\$ 641,932</u>

See the independent auditors' report.

School District 27J, Colorado
Combining Statement of Cash Flows
Internal Service Funds
For The Year Ended June 30, 2021

	<u>Print Shop</u>	<u>Risk Management</u>	<u>Governmental Activities - Internal Service Funds</u>
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows From (Used for) Operating Activities			
Cash Received from Customers	\$ 30,925	\$ 918,891	\$ 949,816
Cash Payments for Goods and Services	(119,965)	-	(119,965)
Cash Payments for Insurance Premiums and Expenses	-	(918,891)	(918,891)
Net Cash From (Used for) Operating Activities	(89,040)	-	(89,040)
Cash Flows From (Used for) Noncapital Financing Activities			
Transfers	89,040	-	89,040
Net Increase (Decrease) in Cash and Cash Equivalents	-	-	-
Cash and Cash Equivalents Beginning of Year	-	-	-
Cash and Cash Equivalents End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Reconciliation of Operating (Loss) to Net Cash (Used in) Operating Activities			
Operating Income (Loss)	\$ (89,040)	\$ (23,713)	\$ (112,753)
(Increase) Decrease in Assets:			
Accounts Receivable	-	43	43
Interfund Receivable	-	4,051	4,051
Increase (Decrease) in Liabilities:			
Accounts Payable	-	19,619	19,619
Net Cash From (Used for) Operating Activities	<u>\$ (89,040)</u>	<u>\$ -</u>	<u>\$ (89,040)</u>

See the independent auditors' report.

School District 27J, Colorado
Print Shop Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Charges for Services	\$ 59,000	\$ 49,000	\$ 30,925	\$ (18,075)
Total Revenues	<u>59,000</u>	<u>49,000</u>	<u>30,925</u>	<u>(18,075)</u>
Expenses				
Current:				
Business Supporting Services	146,410	139,552	119,965	19,587
Total Expenses	<u>146,410</u>	<u>139,552</u>	<u>119,965</u>	<u>19,587</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	(87,410)	(90,552)	(89,040)	1,512
Other Financing Sources (Uses)				
Transfers In (Out)	87,410	90,552	89,040	(1,512)
Change in Net Position	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ -</u>
Fund Balances Beginning of Year			<u>-</u>	
Fund Balances End of Year			<u>\$ -</u>	

See the independent auditors' report.

School District 27J, Colorado
Risk Management Fund
Budgetary Comparison Schedule
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues				
Dental Insurance Premiums	\$ 887,478	\$ 887,478	\$ 914,797	\$ 27,319
Total Revenues	<u>887,478</u>	<u>887,478</u>	<u>914,797</u>	<u>27,319</u>
Expenses				
Dental Insurance Claims	915,840	915,840	938,510	(22,670)
Contingency	<u>621,101</u>	<u>637,283</u>	<u>-</u>	<u>637,283</u>
Total Expenses	<u>1,536,941</u>	<u>1,553,123</u>	<u>938,510</u>	<u>614,613</u>
Change in Net Position	<u>\$ (649,463)</u>	<u>\$ (665,645)</u>	<u>(23,713)</u>	<u>\$ 641,932</u>
Fund Balances Beginning of Year			<u>665,645</u>	
Fund Balances End of Year			<u>\$ 641,932</u>	

See the independent auditors' report.

School District 27J, Colorado
Schedule of Changes in Net Position - Budget to Actual
Private-Purpose Trust Fund
For The Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Additions				
Investment Earnings	\$ 500	\$ 500	\$ 63	\$ (437)
Total Additions	<u>500</u>	<u>500</u>	<u>63</u>	<u>(437)</u>
Deductions				
Support Services	26,913	27,127	-	27,127
Total Deductions	<u>26,913</u>	<u>27,127</u>	<u>-</u>	<u>27,127</u>
Change in Net Position	<u>\$ (26,413)</u>	<u>\$ (26,627)</u>	63	<u>\$ 26,690</u>
Net Position Beginning of Year			<u>26,627</u>	
Net Position End of Year			<u>\$ 26,690</u>	

See the independent auditors' report.

Component Units

The component units consist of a foundation and five charter schools: Capital Facility Fee Foundation, Bromley East Charter School, Belle Creek Charter School, Landmark Academy Charter School, Foundations Academy Charter School, The STEAD School and Eagle Ridge Charter School.

The Foundation is a 501(c)(3) organization whose purpose is to promote and assist in the development, financing and acquisition of educational facilities and capital improvements in the School District. The Foundation consists of a nine-member board of directors and includes three representatives of contributing builders or developers, three School District representatives, and one city council representative of each city. Voluntary contributions are accepted by the Foundation and kept in foundation-managed accounts. The Board of Education makes requests for the release of Foundation funds for school construction purposes as needed. The Foundation Board determines if the request meets the requirements for disbursement of the funds.

The charter schools have separate governing boards but are dependent upon the District for the majority of their funding.

School District 27J, Colorado
Nonmajor Component Units
Combining Statement of Net Position
June 30, 2021

	Capital Facility Fee Foundation	Bromley East Charter School	Eagle Ridge Academy Charter School	Belle Creek Charter School	Foundation Academy Charter School	Landmark Academy Charter School	The STEAD School	Total Component Units
Assets								
Cash and Investments	\$ 497,156	\$ 2,754,825	\$ 2,917,902	\$ 3,082,933	\$ 772,301	\$ 815,234	\$ 103,792	\$ 10,944,143
Restricted Cash and Investments	4,618,778	2,696,212	1,140,152	878,494	-	-	-	9,333,636
Accounts Receivable	1,730	883,642	42,387	89,257	-	-	1,196	1,018,212
Grants Receivable	-	-	-	-	-	225,018	179,444	404,462
Prepaid Expenses	-	321,859	13,885	105,623	219,649	-	3,161	664,177
Deposits	-	1,000	-	1,000	-	-	-	2,000
Capital Assets, Not Being Depreciated	-	617,379	50,000	-	-	-	-	667,379
Leasehold and Building Improvements	-	21,809,723	10,370,766	7,621,645	-	-	-	39,802,134
Vehicles	-	556,677	-	101,481	-	-	-	658,158
Equipment	-	-	-	42,204	46,098	-	-	88,302
Less Accumulated Depreciation	-	(5,290,644)	(2,707,368)	(3,327,458)	(40,064)	-	-	(11,365,534)
Total Assets	5,117,664	24,350,673	11,827,724	8,595,179	997,984	1,040,252	287,593	52,217,069
Deferred Outflows of Resources								
Related to Pensions	-	5,417,973	1,614,295	2,932,440	-	-	-	9,964,708
Related to OPEB	-	87,212	20,725	45,179	-	-	-	153,116
Cost of Refunding	-	566,629	-	683,890	-	-	-	1,250,519
Total Deferred Outflows of Resources	-	6,071,814	1,635,020	3,661,509	-	-	-	11,368,343
Liabilities								
Accounts Payable	-	920,053	71,867	598,171	522,003	583,881	252,018	2,947,993
Accrued Salaries and Benefits	-	466,339	127,960	238,594	-	-	3,798	836,691
Claims Payable	-	695,700	29,262	-	-	-	-	724,962
Unearned Revenue	-	2,375	-	28,627	183,476	183,672	-	398,150
Accrued Interest Payable	-	46,834	65,139	85,031	-	-	-	197,004
Noncurrent Liabilities								
Due within one year	-	590,580	359,227	280,000	-	-	-	1,229,807
Due in more than one year	-	15,940,270	8,228,025	6,030,995	-	-	-	30,199,290
Net Pension Liability	-	14,872,370	4,984,081	7,837,949	-	-	-	27,694,400
Net OPEB Liability	-	540,448	181,179	284,779	-	-	-	1,006,406
Total Liabilities	-	34,074,969	14,046,740	15,384,146	705,479	767,553	255,816	65,234,703
Deferred Inflows of Resources								
Related to Pensions	-	6,273,284	2,142,810	3,424,438	-	-	-	11,840,532
Related to OPEB	-	174,040	61,288	100,243	-	-	-	335,571
Total Deferred Inflows of Resources	-	6,447,324	2,204,098	3,524,681	-	-	-	12,176,103
Net Position								
Net Investment in Capital Assets	-	1,728,914	(873,854)	(1,125,542)	6,034	-	-	(264,448)
Restricted for								
Capital Projects	5,117,664	1,638,867	-	-	-	-	-	6,756,531
Other Program Purposes	-	337,000	-	98,000	-	-	-	435,000
Building Maintenance	-	-	100,050	115,084	-	-	-	215,134
Emergencies	-	307,000	131,832	161,000	211,367	210,635	-	1,021,834
Debt Service	-	590,580	974,963	678,379	-	-	-	2,243,922
Unrestricted	-	(14,702,167)	(3,121,085)	(6,579,060)	75,104	62,064	31,777	(24,233,367)
Total Net Position	\$ 5,117,664	\$ (10,099,806)	\$ (2,788,094)	\$ (6,652,139)	\$ 292,505	\$ 272,699	\$ 31,777	\$ (13,825,394)

See the independent auditors' report

School District 27J, Colorado
 Nonmajor Component Units
 Combining Statement of Activities
 For The Year Ended June 30, 2021

	Capital Facility Fee Foundation	Bromley East Charter School	Eagle Ridge Academy Charter School	Belle Creek Charter School	Foundation Academy Charter School	Landmark Academy Charter School	The STEAD School	Total Component Units
Revenues								
Intergovernmental Revenue:								
Per Pupil Operating Revenue	\$ -	\$ 9,447,756	\$ 4,104,210	\$ 4,923,479	\$ 5,901,912	\$ 5,886,257	\$ -	\$ 30,263,614
Mill Levy Override	-	48,525	20,986	25,489	30,313	30,273	-	155,586
Capital Construction	-	-	157,897	190,312	228,132	227,526	250,000	1,053,867
Investment Earnings	6,168	4,684	954	4,999	-	-	-	16,805
Charges for Services	1,117,696	1,161,449	58,378	20,242	-	-	-	2,357,765
Operating Grants and Contributions	26,573	1,819,277	421,470	781,403	775,671	799,484	254,444	4,878,322
Other	-	104,315	53,590	3,811	135,490	116,249	244	413,699
Total Revenues	1,150,437	12,586,006	4,817,485	5,949,735	7,071,518	7,059,789	504,688	39,139,658
Expenditures								
Current								
Instruction	-	4,735,681	1,440,885	1,964,075	3,190,883	3,360,479	-	14,692,003
Support Services	359,725	3,880,790	1,242,706	1,753,465	3,843,071	3,657,791	469,298	15,206,846
Education Center	-	1,220,130	-	565,189	-	-	-	1,785,319
Interest on Long-term Debt	-	-	395,131	-	-	-	3,613	398,744
Depreciation	-	-	-	-	4,610	-	-	4,610
Business-Type Activities	-	-	-	-	7,004	2,907	-	9,911
Total Expenditures	359,725	9,836,601	3,078,722	4,282,729	7,045,568	7,021,177	472,911	32,097,433
Change in Net Position	790,712	2,749,405	1,738,763	1,667,006	25,950	38,612	31,777	7,042,225
Fund Balances Beginning of Year	4,326,952	(12,849,211)	(4,526,857)	(8,319,145)	266,555	234,087	-	(20,867,619)
Net Position End of Year	\$ 5,117,664	\$ (10,099,806)	\$ (2,788,094)	\$ (6,652,139)	\$ 292,505	\$ 272,699	\$ 31,777	\$ (13,825,394)

See the independent auditors' report.

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Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Statistical Section



School District 27J, Colorado
Statistical Section

This part of the School District's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial health.

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SOURCE: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

School District 27J
SEC Bond Issue Requirement
Undertaking to Provide Ongoing Disclosure

Pursuant to the requirements of Section (b) (5) (i) of the Securities and Exchange Commission Rule 15c2-12 (17 CFR Part 240, 240.15c2-12) (the “Rule”), the District has agreed to provide certain financial information and other operating data (the “Undertaking”) to nationally recognized municipal securities information repositories (“NRMSIRs”).

The following tables are the information specified in the covenants to bond holders. The information is on June 30, 2018. This information was prepared by the District and has not been subjected to the audit process.

School District 27J, Colorado
Net Position by Component
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental Activities										
Net Investment in Capital Assets	\$ 48,083,168	\$ 51,929,200	\$ 54,911,193	\$ 58,348,901	\$ 77,351,838	\$ 159,173,513	\$ 71,833,108	\$ 73,633,965	\$ 75,869,175	\$ 78,243,721
Restricted	19,407,505	16,203,020	18,017,412	21,188,694	21,880,142	118,644,734	154,177,765	35,188,806	46,902,485	64,496,621
Unrestricted	12,106,805	16,435,788	14,138,367	(176,032,876)	(190,921,679)	(438,798,723)	(479,514,264)	(327,985,722)	(294,817,709)	(252,128,663)
Total Governmental Activities Net Position	\$ 79,597,478	\$ 84,568,008	\$ 87,066,972	\$ (96,495,281)	\$ (91,689,699)	\$ (160,980,476)	\$ (253,503,391)	\$ (219,162,951)	\$ (172,046,049)	\$ (109,388,321)
Business-Type Activities										
Net Investment in Capital Assets	\$ 126,867	\$ 153,740	\$ 127,249	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unrestricted	1,076,674	983,681	1,546,913	-	-	-	-	-	-	-
Total Business-Type Activities Net Position	\$ 1,203,541	\$ 1,137,421	\$ 1,674,162	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Primary Governmental										
Net Investment in Capital Assets	\$ 48,210,035	\$ 52,082,940	\$ 55,038,442	\$ 58,348,901	\$ 77,351,838	\$ 159,173,513	\$ 71,833,108	\$ 73,633,965	\$ 75,869,175	\$ 78,243,721
Restricted	19,407,505	16,203,020	18,017,412	21,188,694	21,880,142	118,644,734	154,177,765	35,188,806	46,902,485	64,496,621
Unrestricted	13,183,479	17,419,469	15,685,280	(176,032,876)	(190,921,679)	(438,798,723)	(479,514,264)	(327,985,722)	(294,817,709)	(252,128,663)
Total Primary Governmental Net Position	\$ 80,801,019	\$ 85,705,429	\$ 88,741,134	\$ (96,495,281)	\$ (91,689,699)	\$ (160,980,476)	\$ (253,503,391)	\$ (219,162,951)	\$ (172,046,049)	\$ (109,388,321)

School District 271, Colorado
Changes in Net Position
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenditures:										
Instruction	\$ 52,281,942	\$ 56,534,016	\$ 58,078,995	\$ 69,819,034	\$ 70,958,267	\$ 110,287,101	\$ 123,402,162	\$ 70,769,819	\$ 75,509,005	\$ 69,644,215
Supporting Services										
Pupil Services	5,727,129	5,695,910	6,040,052	7,160,322	7,598,750	11,089,858	12,171,523	8,179,522	8,827,926	11,258,089
Instructional Staff	2,398,258	2,702,021	3,188,517	4,195,210	4,388,290	6,674,199	6,519,988	3,534,065	4,371,411	5,172,885
General Administration	1,010,678	1,126,195	1,247,085	1,422,035	1,253,592	2,270,773	2,865,341	1,295,331	1,397,339	1,177,267
School Administration	6,120,805	6,768,955	7,529,507	8,656,067	7,420,284	14,657,259	17,859,057	8,684,276	9,538,323	8,075,765
Operations and Maintenance	8,214,894	8,608,872	9,338,202	10,210,360	9,186,136	15,854,736	17,406,459	9,690,171	9,531,231	9,304,277
Pupil Transportation	4,425,409	4,783,685	5,436,870	5,491,876	5,907,425	8,995,023	10,366,324	5,234,782	5,994,035	5,317,371
Business Supporting Services	1,544,282	1,707,378	1,463,254	2,058,803	2,077,563	3,870,464	5,217,770	1,919,116	2,067,030	2,108,268
Central Supporting Services	3,937,387	3,985,709	5,389,693	6,538,379	7,096,785	14,171,480	12,000,658	10,069,084	8,929,785	12,362,521
Community Services	2,819,923	2,802,651	1,919,695	1,196,170	1,372,391	2,311,704	2,780,297	1,682,676	1,614,144	1,052,839
Pupil Activities	19,037,798	3,146,673	3,604,522	3,497,619	3,449,901	5,057,738	5,315,104	2,782,059	2,346,061	1,199,900
Charter Schools	6,901,656	20,339,699	21,654,836	23,613,579	25,076,862	26,799,848	27,942,884	29,957,524	32,137,492	30,401,586
Debt Service - Interest	4,316,876	4,778,745	7,696,768	6,085,213	11,136,192	9,628,044	13,249,944	13,610,729	13,284,630	12,990,507
Nutrition Services	120,194,432	129,851,701	138,055,595	155,312,420	162,504,818	8,140,985	8,881,578	4,735,596	4,734,079	3,776,266
Total Governmental Activities						239,809,212	265,979,069	172,144,750	180,282,491	173,841,756
Business-Type Activities:										
Nutrition Services	4,316,876	4,778,745	5,447,599	5,312,420	5,504,818	239,809,212	265,979,069	172,144,750	180,282,491	173,841,756
Total - Primary Government	\$ 124,511,308	\$ 134,630,446	\$ 143,503,194	\$ 155,312,420	\$ 162,504,818	\$ 239,809,212	\$ 265,979,069	\$ 172,144,750	\$ 180,282,491	\$ 173,841,756
Program Revenues:										
Governmental Activities:										
Charges for Services:										
Community Services	\$ 1,274,739	\$ 2,589,011	\$ 1,508,692	\$ 3,144,026	\$ 3,035,051	\$ 3,234,404	\$ 4,174,475	\$ 3,774,561	\$ 2,874,061	\$ 4,081,728
Pupil Transportation	-	-	-	378,079	439,717	355,583	379,171	456,935	403,623	124,018
Pupil Activities	-	-	-	1,831,219	1,897,852	2,040,437	2,076,630	2,211,233	2,163,985	1,650,026
Operating Grants and Contributions:	2,221,891	2,918,456	3,075,202	2,885,360	2,628,234	2,971,610	2,362,593	2,798,243	2,696,050	1,316,050
Instruction	7,673,493	8,270,645	7,707,759	10,633,518	10,920,832	11,821,675	12,294,332	12,757,822	14,131,274	28,519,173
Pupil Transportation	1,428,170	1,520,293	1,605,012	1,353,453	1,425,769	1,462,467	1,503,981	1,542,587	1,484,551	1,561,318
Nutrition Service	-	-	-	3,334,974	3,398,582	3,499,441	3,606,054	3,183,071	3,388,171	5,239,680
Capital Grants and Contributions:	160,499	340,039	123,881	3,000	135,498	137,020	180,446	-	-	-
Operations and Maintenance	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	12,758,792	15,638,444	14,020,546	23,563,629	23,881,535	25,522,637	26,577,682	26,724,452	27,141,715	41,006,993
Business-Type Activities:										
Charges for Services:										
Nutrition Service	1,553,246	1,659,755	2,613,055	-	-	-	-	-	-	-
Operating Grants and Contributions:	2,961,483	3,118,990	3,263,944	-	-	-	-	-	-	-
Capital Grants and Contributions:	-	-	-	-	-	-	-	-	-	-
Total Business-Type Activities	4,514,729	4,778,745	5,876,999	-	-	-	-	-	-	-
Total - Primary Government	\$ 17,273,521	\$ 20,417,189	\$ 19,897,545	\$ 23,563,629	\$ 23,881,535	\$ 25,522,637	\$ 26,577,682	\$ 26,724,452	\$ 27,141,715	\$ 41,006,993
Net (Expense)/Revenue										
Governmental Activities	\$ (103,118,764)	\$ (109,434,512)	\$ (118,587,450)	\$ (131,748,785)	\$ (138,623,283)	\$ (214,286,575)	\$ (239,401,387)	\$ (145,420,298)	\$ (153,140,776)	\$ (132,834,763)
Business-Type Activities	(197,853)	66,120	(429,400)	-	-	-	-	-	-	-
Total - Primary Government	\$ (103,316,617)	\$ (109,368,392)	\$ (118,158,050)	\$ (131,748,785)	\$ (138,623,283)	\$ (214,286,575)	\$ (239,401,387)	\$ (145,420,298)	\$ (153,140,776)	\$ (132,834,763)
General Revenues and Other Changes in Net Position										
Governmental Activities										
Taxes:										
General Purposes	\$ 23,379,529	\$ 24,220,246	\$ 25,634,454	\$ 25,763,791	\$ 32,062,244	\$ 31,838,574	\$ 36,520,581	\$ 40,320,930	\$ 52,102,918	\$ 56,644,379
Debt Service	14,330,300	15,608,518	15,189,593	17,450,842	22,468,773	21,894,389	25,988,094	28,753,885	36,010,599	45,888,814
Equalization	70,412,540	72,854,971	78,593,963	87,575,528	86,853,890	89,855,162	93,128,798	104,178,937	106,808,650	90,588,760
Earnings on Investments	48,838	171,515	22,949	(233,272)	839,319	774,056	1,302,123	3,571,016	2,429,328	1,200,120
Miscellaneous	1,651,247	1,549,792	2,191,310	674,989	1,204,638	635,617	826,637	2,935,969	4,206,550	1,170,418
Total Governmental Activities	109,822,454	114,405,042	121,632,269	131,231,878	143,428,864	144,995,798	157,766,233	179,760,737	201,558,045	195,492,491
Change in Net Position	6,703,690	4,970,530	3,044,819	(516,907)	4,805,581	(69,290,777)	(81,635,154)	34,340,439	48,417,269	62,657,728
Governmental Activities	197,853	(66,120)	429,400	-	-	-	-	-	-	-
Business-Type Activities	(357,472)	-	-	-	-	-	-	-	-	-
Total - Primary Government	\$ 6,544,071	\$ 4,904,410	\$ 3,474,219	\$ (516,907)	\$ 4,805,581	\$ (69,290,777)	\$ (81,635,154)	\$ 34,340,439	\$ 48,417,269	\$ 62,657,728

School District 27J, Colorado
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Restricted	\$ 5,298,917	\$ 3,947,577	\$ 4,003,552	\$ 2,967,123	\$ 2,792,537	\$ 3,960,316	\$ 4,593,650	\$ 5,413,776	\$ 6,353,954	\$ 5,267,047
Nonspendable Prepaid Item	31,209	8,930	633,455	19,087	58,104	427,015	497,287	436,394	414,396	124,236
Committed	2,153,544	2,503,657	3,156,594	3,772,824	3,787,365	3,953,555	3,943,973	4,210,070	5,300,437	6,241,226
Assigned	797,269	5,581,111	3,781,597	3,977,837	7,290,445	9,770,708	15,540,555	15,501,439	13,224,545	943,001
Unassigned	10,759,350	6,927,619	5,567,028	6,519,050	7,096,553	4,083,556	3,010,933	4,905,458	6,430,678	12,401,826
Total General Fund	19,040,289	18,968,894	17,142,226	17,255,921	21,025,004	22,195,150	27,586,398	30,467,137	31,724,010	24,977,336
All Other Governmental Funds										
Restricted	12,837,134	12,485,506	13,865,957	17,166,032	189,122,487	113,626,251	148,422,371	100,745,725	71,206,535	88,611,976
Nonspendable Prepaid Item	-	-	-	-	175	88,413	-	109,177	218,632	136,389
Restricted for Government Designated Purpose Grants	1,489,423	639,549	623,264	1,055,539	1,289,831	1,058,167	1,468,450	2,688,938	2,480,967	1,104,052
Committed, reported in:										
Special Revenue Funds	1,615,129	2,317,270	1,924,689	3,854,314	4,106,885	3,163,794	-	1,692,667	1,228,378	2,830,824
Total All Other Governmental Funds	15,941,686	15,442,325	16,413,910	22,075,885	194,519,378	117,936,625	149,890,821	105,236,507	75,134,512	92,683,241
Total Fund Balances of Governmental Funds	\$ 34,981,975	\$ 34,411,219	\$ 33,556,136	\$ 39,331,806	\$ 215,544,382	\$ 140,131,775	\$ 177,477,219	\$ 135,703,644	\$ 106,858,522	\$ 117,660,577

NOTE 1 - Tabor Reserve moved from General Fund Reserved to Capital Projects Fund Reserved in fiscal year 2010. Tabor Reserve moved back to General Fund Reserved in fiscal year 2011.
NOTE 2 - For fiscal year ending 2011, the District follows GASB 54, Fund Balance Reporting and Governmental Fund Type Definition.

School District 271, Colorado
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$ 38,136,956	\$ 39,370,670	\$ 40,830,227	\$ 43,389,958	\$ 54,164,431	\$ 53,688,850	\$ 62,481,629	\$ 68,892,560	\$ 84,441,804	\$ 105,724,848
Intergovernmental ¹	78,086,033	82,285,591	88,803,250	102,897,473	102,895,315	106,638,745	110,533,165	121,662,417	125,812,646	125,908,931
Local Grants	160,499	340,039	123,881	3,000	135,498	137,020	180,446	-	-	-
Pupil Activities	4,150,370	2,957,393	2,628,234	2,885,360	3,075,202	2,971,610	2,362,588	2,798,243	2,696,050	1,316,050
Charges for Services	1,274,739	2,949,329	2,183,005	5,353,324	5,372,621	5,630,424	6,630,276	6,442,729	5,441,669	4,370,772
Investment Earnings	48,838	171,515	22,949	(233,272)	839,319	774,056	1,302,123	3,571,016	2,429,328	1,200,120
Miscellaneous	1,651,247	1,549,792	620,482	696,571	1,204,638	633,617	826,637	2,935,969	4,206,550	1,170,418
Total Revenues	123,508,682	129,624,329	135,658,996	154,992,414	167,240,056	170,474,322	184,316,864	206,302,934	225,028,047	239,691,139
Expenditures:										
Instruction	47,882,445	51,651,793	55,385,700	60,542,859	62,319,644	62,958,047	65,894,018	72,439,013	81,780,588	85,793,811
Supporting services:										
Pupil Services	5,232,927	5,185,598	5,528,005	6,178,769	6,366,083	6,450,116	6,795,199	8,816,341	9,962,470	14,494,724
Instructional Staff	2,381,305	2,685,068	3,121,900	3,944,667	3,934,136	4,110,103	3,974,651	4,147,336	5,316,962	7,005,604
General Administration	968,575	1,076,842	1,182,540	1,232,049	1,241,070	1,183,243	1,349,171	1,484,702	1,619,770	1,684,357
School Administration	5,757,566	6,377,121	7,041,755	7,433,569	7,617,701	7,856,803	8,571,660	9,770,218	11,136,278	11,077,884
Operations and Maintenance	8,134,904	8,537,890	9,121,361	9,185,014	8,874,127	9,183,388	9,417,714	11,247,038	11,480,254	13,019,756
Pupil Transportation	4,076,863	4,326,254	4,972,783	5,061,879	5,272,481	5,573,251	6,188,685	6,317,769	7,002,457	6,741,819
Business Supporting Services	1,370,725	1,518,711	1,418,944	1,311,402	1,311,402	1,791,758	2,665,058	1,474,725	1,896,456	2,211,945
Central Supporting Services	3,767,128	3,825,928	5,177,907	5,938,717	6,239,022	8,802,844	7,357,378	11,689,567	10,769,422	16,757,007
Community Services	1,457,395	2,802,651	1,919,694	1,117,737	1,242,672	1,451,274	1,713,220	1,995,828	1,977,628	1,453,042
Pupil Activities	2,819,923	3,146,673	3,604,522	3,268,280	3,054,729	5,123,872	5,472,832	3,299,811	2,874,364	1,656,004
Nutrition Services	-	-	-	5,023,969	3,123,814	3,183,300	3,275,169	5,616,908	5,744,220	5,148,671
Capital Outlay	8,781,545	3,332,261	1,801,101	2,993,528	14,862,348	79,545,320	72,515,618	57,677,103	45,821,997	4,000,491
Charter Schools	19,037,798	20,339,699	21,654,836	23,613,578	25,076,862	26,799,848	27,942,884	29,957,524	32,137,492	30,401,586
School District 271	-	-	-	-	-	-	-	-	-	-
Debt Service ²	-	-	-	-	-	-	-	-	-	-
Principal	7,210,790	14,914,690	8,132,392	8,819,026	12,359,049	10,227,368	10,499,663	8,995,528	11,832,284	11,832,610
Interest	7,087,158	7,242,931	6,812,108	6,470,104	10,456,280	10,772,996	15,255,996	16,171,318	15,847,101	15,512,470
Administrative Fees	5,251	8,195	5,734	6,975	92,136	27,036	8,150	8,800	49,404	8,265
Payment to Escrow	-	-	-	-	-	-	-	-	-	-
Bond Issuance Costs	275,092	9,750	-	144,500	952,239	139,504	573,212	-	-	-
Advance Refunding	-	-	-	-	-	-	-	-	-	-
Total Expenditures	126,247,390	136,982,055	136,840,859	152,394,164	176,395,798	245,182,071	249,470,278	251,109,529	257,249,147	228,800,046
Percentage of Debt Service Expenditures to Non-Capital Expenditures	0.0%	0.0%	16.5%	11.0%	10.3%	12.4%	13.9%	13.0%	10.8%	12.0%
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,738,708)	(7,357,726)	(1,181,863)	2,598,250	(9,155,742)	(74,707,749)	(65,153,414)	(44,806,595)	(32,221,100)	10,891,093
Other Financing Sources (Uses)										
Other Financing Sources (Uses)										
Issuance of Bonds	32,855,000	6,730,000	-	49,530,000	160,000,000	36,610,000	88,000,000	-	-	-
Premium on Bond Issuance	5,280,148	-	-	8,101,220	23,353,909	3,494,045	17,658,825	-	-	-
Discount on COPS	-	-	-	-	-	-	-	-	-	-
Payment to COPS Escrow	-	-	-	-	(2,250,000)	-	-	-	-	-
Payment to Bond Escrow	(37,860,056)	(7,367,463)	-	(57,265,849)	2,290,000	(40,734,842)	-	-	-	-
Issuance of COPS	-	-	-	-	-	-	-	-	-	-
Capital Lease Proceeds	1,886,359	113,418	471,680	1,242,125	-	-	-	-	-	-
Refinancing COPS	-	-	-	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-	-	-	-
Land Contribution Proceeds	-	-	-	-	-	-	-	-	-	-
Transfers In	5,533,678	3,609,603	3,928,521	3,562,338	3,629,212	4,374,453	4,564,120	5,096,765	5,619,394	6,015,195
Transfers Out	(5,176,206)	(3,609,603)	(4,004,177)	(3,569,572)	(3,654,804)	(4,448,515)	(4,911,787)	(5,176,050)	(5,711,234)	(6,104,235)
Total Other Financing Sources (Uses)	2,518,923	(524,045)	396,024	1,600,262	185,368,317	(704,859)	105,611,158	(79,285)	4,676,344	(89,040)
Net Change in Fund Balances	\$ (219,785)	\$ (7,881,771)	\$ (785,839)	\$ 4,198,512	\$ 176,212,576	\$ (75,412,608)	\$ 40,457,744	\$ (44,885,880)	\$ (27,544,756)	\$ 10,802,053

Note 1 - Intergovernmental Revenue total includes vocational education, special education, transportation, federal and state grants and equalization revenue.

Note 2 - Debt service expenditures are recorded as principal retirement, interest and fiscal charges, advance refunding and bond issuance costs.

Note 3 - Percentage of debt service expenditures to noncapital expenditures is calculated using capital outlay amount from the Reconciliation of the Statement of Revenues, Expenditures and Changes.

Principal and interest are divided by total expenditures less capital outlay plus reconciliation capital outlay less principal, interest, issue costs and fees.

School District 27J, Colorado
Governmental Funds Revenues by Source
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Local Sources										
Taxes	\$ 38,136,956	\$ 39,370,670	\$ 40,830,227	\$ 43,389,958	\$ 54,164,431	\$ 53,688,850	\$ 62,481,629	68,892,560	84,441,804	105,724,848
Grants	160,499	340,039	123,881	3,000	135,498	137,020	180,446	-	-	-
Interest	48,838	171,515	22,949	(233,272)	839,319	774,056	1,302,123	3,571,016	2,429,328	1,200,120
Pupil Activities	2,722,200	2,957,393	3,075,202	2,885,360	2,628,234	2,971,610	2,362,588	2,798,243	2,696,050	1,316,050
Charges for Services	1,274,739	2,949,329	2,183,005	5,353,324	5,372,621	5,630,424	6,630,276	6,442,729	5,441,669	4,370,772
Miscellaneous	1,651,247	1,549,792	620,482	696,571	1,204,638	633,617	826,637	2,935,969	4,206,550	1,170,418
Total Local Sources	43,994,479	47,338,738	46,855,746	52,094,941	64,344,741	63,835,577	73,783,699	84,640,517	99,215,401	113,782,208
State Sources										
Equalization	70,412,540	72,854,971	78,593,963	87,575,528	86,853,890	89,855,162	93,128,798	104,178,937	106,808,650	90,588,760
Vocational Education	457,146	499,745	621,111	587,100	516,935	441,373	274,956	369,162	307,150	538,658
Transportation	1,428,170	1,159,975	1,225,752	1,353,453	1,425,769	1,462,467	1,503,981	1,542,587	1,484,551	1,561,318
Special Education	2,189,703	2,262,225	2,599,278	2,684,981	2,927,817	3,095,008	3,108,885	3,285,086	3,853,765	3,934,705
Grants	707,546	1,098,995	1,274,289	2,598,557	3,428,724	3,433,004	3,364,590	3,702,317	3,952,186	3,631,132
Total State Sources	75,195,105	77,875,911	84,314,393	94,799,619	95,153,135	98,287,014	101,381,210	113,078,089	116,406,302	100,254,573
Federal Sources										
Grants	4,319,098	4,409,680	4,488,857	8,097,854	7,742,179	8,351,731	9,151,955	8,584,328	9,406,344	25,654,358
Total Revenues by Source	\$ 123,508,682	\$ 129,624,329	\$ 135,658,996	\$ 154,992,414	\$ 167,240,056	\$ 170,474,322	\$ 184,316,864	\$ 206,302,934	\$ 225,028,047	\$ 239,691,139

Note - 2012 Transportation revenue moved from General Fund to Special Revenue Fund

School District 27J, Colorado
Governmental Funds Expenditures by Function
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instruction	\$ 47,882,445	\$ 51,651,793	\$ 55,385,700	\$ 60,542,859	\$ 62,319,644	\$ 62,958,047	\$ 65,894,018	\$ 72,439,013	\$ 81,780,588	\$ 85,793,811
Pupil Services	5,232,927	5,185,598	5,528,005	6,178,769	6,366,083	6,450,116	6,795,199	8,816,341	9,962,470	14,494,724
Instructional Staff	2,381,305	2,685,068	3,121,900	3,944,667	3,934,136	4,110,103	3,974,651	4,147,336	5,316,962	7,005,604
General Administration	968,575	1,076,842	1,182,540	1,232,049	1,241,070	1,183,243	1,349,171	1,484,702	1,619,770	1,684,357
School Administration	5,757,566	6,377,121	7,041,755	7,433,569	7,617,701	7,856,803	8,571,660	9,770,218	11,136,278	11,077,884
Operations and Maintenance	8,134,904	8,537,890	9,121,361	9,185,014	8,874,127	9,183,388	9,417,714	11,247,038	11,480,254	13,019,756
Pupil Transportation	4,076,863	4,326,254	4,972,783	5,061,879	5,272,481	5,575,251	6,188,685	6,317,769	7,002,457	6,741,819
Central Supporting Services	5,137,853	5,344,639	6,556,429	7,357,661	7,550,427	10,594,602	10,022,436	13,164,292	12,665,878	18,968,952
Community Services	1,457,395	2,802,651	1,919,694	1,117,737	1,242,672	1,451,274	1,713,220	1,995,828	1,977,628	1,453,042
Nutrition Services	-	-	-	5,023,969	5,054,729	5,123,872	5,472,832	5,616,908	5,744,220	5,148,671
Pupil Activities	2,819,923	3,146,673	3,604,522	3,268,280	3,123,814	3,183,300	3,275,169	3,299,811	2,874,364	1,656,004
Capital Outlay	8,781,545	3,332,261	1,801,100	2,993,528	14,862,348	79,545,320	72,515,618	57,677,103	45,821,997	4,000,491
Charter Schools	19,037,798	20,339,699	21,654,836	23,613,578	25,076,862	26,799,848	27,942,884	29,957,524	32,137,492	30,401,586
Debt Services:										
Principal	7,210,790	7,789,690	8,132,392	8,819,026	12,359,049	10,227,368	10,499,663	8,995,528	11,832,284	11,832,610
Interest and Fiscal Charges	7,092,409	7,008,663	6,812,108	6,477,079	10,456,280	10,772,996	15,255,996	16,171,318	15,896,505	15,520,735
Bond Issuance Costs	275,092	9,750	5,734	144,500	952,239	166,540	573,212	-	-	-
Advance Refunding	-	-	-	-	92,136	-	8,150	8,800	-	-
Total Expenditures by Function	\$ 126,247,390	\$ 129,614,592	\$ 136,840,859	\$ 152,394,164	\$ 176,395,798	\$ 245,182,071	\$ 249,470,278	\$ 251,109,529	\$ 257,249,147	\$ 228,800,046

School District 271, Colorado
Assessed Value and Actual Value of Taxable Property in the District
Last Ten Fiscal Years
(Unaudited)

Levy Year/ Collection Year	Residential Property	Personal Property ¹	Commercial Property	Oil and Gas	Agricultural Property	Vacant Land	Industrial Property	State Assessed	Natural Resources	Total Taxable Assessed Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
2011/2012	447,667,730	96,851,400	124,917,140	36,407,990	5,043,360	48,680,090	8,722,800	6,155,215	3,012,250	777,457,975	45.629	11.34%
2012/2013	455,113,890	106,671,110	126,708,040	48,820,850	4,961,130	44,776,456	8,877,650	8,910,956	2,817,280	807,657,362	45.629	11.57%
2013/2014	453,686,040	117,995,570	135,622,540	48,601,373	5,599,140	44,366,430	9,660,260	8,549,637	3,140,910	827,221,900	45.629	11.78%
2014/2015	469,081,120	118,090,820	141,839,460	43,523,260	5,582,360	39,368,110	9,823,820	8,799,279	3,333,690	839,441,919	47.628	11.65%
2015/2016	568,131,769	130,837,590	159,152,477	68,175,826	7,010,889	49,539,530	21,765,492	10,225,998	2,762,646	1,017,602,217	49.359	11.73%
2016/2017	592,972,023	128,428,570	159,682,681	28,539,190	6,942,122	42,430,770	21,768,493	9,730,721	2,738,492	993,233,062	49.317	11.13%
2017/2018	730,637,774	130,169,750	176,347,191	21,246,700	6,673,557	74,928,380	23,128,521	9,578,864	2,007,490	1,174,718,227	49.164	9.93%
2018/2019	771,283,150	141,240,320	183,725,641	75,895,378	7,447,780	77,092,613	22,845,859	9,976,347	1,678,474	1,291,185,562	49.092	10.00%
2019/2020	947,231,281	144,762,330	241,423,018	199,329,625	7,991,662	114,405,465	39,426,341	10,595,760	1,988,544	1,707,154,026	48.810	11.08%
2020/2021	995,743,788	164,029,250	273,147,378	474,697,886	8,298,695	105,241,710	26,725,394	13,127,544	2,361,230	2,063,372,875	48.745	12.49%

¹ Represents personal property in Adams County only. Personal property in Weld County is distributed throughout other categories.

Tax Rates by category

Levy Year	Residential	Commercial	Oil & Gas	Collection Year
2011	7.96%	29.00%	87.50%	2012
2012	7.96%	29.00%	87.50%	2013
2013	7.96%	29.00%	87.50%	2014
2014	7.96%	29.00%	87.50%	2015
2015	7.96%	29.00%	87.50%	2016
2016	7.96%	29.00%	87.50%	2017
2017	7.20%	29.00%	87.50%	2018
2018	7.20%	29.00%	87.50%	2019
2019	7.15%	29.00%	87.50%	2020
2020	7.15%	29.00%	87.50%	2021

SOURCE: Adams, Broomfield and Weld Counties Assessors' Offices.

School District 27J, Colorado
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Levy/ Collection Year	Total Tax Levy	Current Tax Collection	Percentage of Levy Collection	Delinquent Tax Collection	Total Tax Collection	% of Total Tax Collection to Levy
2011/2012	35,474,631	35,582,083	100.30%	98,303	35,680,386	100.58%
2012/2013	36,852,598	36,761,713	99.75%	127,283	36,888,996	100.10%
2013/2014	37,745,309	37,714,321	99.92%	180,517	37,894,838	100.40%
2014/2015	39,980,940	39,073,895	97.73%	111,810	39,185,705	98.01%
2015/2016	50,227,828	48,883,815	97.32%	114,802	48,998,617	97.55%
2016/2017	48,983,275	47,777,952	97.54%	22,994	47,800,946	97.59%
2017/2018	57,753,847	57,845,688	100.16%	172,328	58,018,016	100.46%
2018/2019	63,386,880	68,762,963	108.48%	148,611	68,911,573	108.72%
2019/2020	83,326,188	81,328,553	97.60%	144,828	81,473,380	97.78%
2020/2021	100,579,111	106,648,039	106.03%	212,730	106,860,770	106.25%

Notes: County treasurer's fees of 0.25% have not been deducted from these amounts. Abatements made to taxpayers for overpayment of taxes have not been deducted from these amounts. The percent of total tax collections to levy includes amounts collected as delinquent taxes and therefore may result in total collections of more than 100% of taxes levied. Both levy and collection years are a calendar year beginning January 1. Information is not available from the counties as it relates to the year that delinquent taxes apply. In accordance with accrual accounting, delinquent taxes are recorded in the year collected, not the year assessed.

School District 27J, Colorado
History of District's Assessed Valuation
Last Ten Fiscal Years
(Unaudited)

Levy/ Collection Year	Assessed Valuation				Percent Increase
	Adams County	Broomfield County	Weld County	Total	
2011/2012	753,613,410	10,655	23,833,910	777,457,975	-0.5%
2012/2013	775,126,010	11,476	32,519,876	807,657,362	3.9%
2013/2014	780,933,390	16,827	46,271,683	827,221,900	2.4%
2014/2015	795,775,740	18,369	43,647,810	839,441,919	1.5%
2015/2016	937,492,120	5,517	80,104,580	1,017,602,217	21.2%
2016/2017	942,311,960	1,877	50,919,225	993,233,062	-2.4%
2017/2018	1,130,027,810	1,072	44,689,345	1,174,718,227	18.3%
2018/2019	1,202,126,530	783	89,058,249	1,291,185,562	9.9%
2019/2020	1,604,802,380	119	102,351,527	1,707,154,026	32.2%
2020/2021	1,869,815,880	33	193,556,962	2,063,372,875	20.9%

NOTES: Estimated statutory actual valuation is not intended to represent market value. The estimate is based on the breakdown of major classification of property in the district and the percentage set by state law for the computation of assessed value and does not include tax increment financing properties. The assessment rates for commercial property is 29% of actual valuation. Both levy and collection years are calendar year beginning January 1.

The assessment rates for residential property have been:

<u>Years</u>	<u>Percent</u>
1983-1986	21.00
1987	18.00
141	16.00
142	15.00
143	14.34
144	12.86
145	10.36
1997-2000	9.74
2001-2002	9.15
2003-2015	7.96
2016-2018	7.20
2019-2020	7.15

SOURCE: Adams, Broomfield and Weld Counties Assessors' Offices.

School District 27J, Colorado
Property Tax Rates
(In Mills)
Last Ten Fiscal Years
(Unaudited)

Levy/ Collection Year	General Fund				Bond Redemption Fund	Total Levy
	Finance Act	Credits and Abatements	Mill Levy Override	Total		
2011/2012	26.262	0.077	0.965	27.304	18.325	45.629
2012/2013	26.262	0.433	0.929	27.624	18.005	45.629
2013/2014	26.262	0.098	0.907	27.267	18.362	45.629
2014/2015	26.262	0.261	0.893	27.416	20.212	47.628
2015/2016	26.262	0.291	0.737	27.290	22.069	49.359
2016/2017	26.262	0.231	0.755	27.248	22.069	49.317
2017/2018	26.262	0.195	0.638	27.095	22.069	49.164
2018/2019	26.262	0.180	0.581	27.023	22.069	49.092
2019/2020	26.262	0.040	0.439	26.741	22.069	48.810
2020/2021	26.262	0.051	0.363	26.676	22.069	48.745

NOTES: Both levy and collection year are a calendar year beginning January 1.

SOURCE: Adams, Broomfield and Weld Counties Assessors' Offices.

Principal Property Tax Payers
Current Year and Nine Years Ago
(Unaudited)

Taxpayer	2020		2011	
	Assessed Valuation	Percent of District's Assessed Valuation	Assessed Valuation	Percent of District's Assessed Valuation
Public Service Co of Colorado (Xcel)	\$ 341,368,700	16.54%	\$ 165,714,150	21.31%
Great Western Oil and Gas	209,830,900	10.17%	-	0.00%
Aurora Convention Center Hotel LLC	197,179,380	9.56%	-	0.00%
Suncor Energy USA Inc.	115,734,060	5.61%	116,783,490	15.02%
Extraction Oil & Gas LLC	83,203,350	4.03%	-	0.00%
Amazon.com Services Inc.	57,210,650	2.77%	-	0.00%
Colorado Interstate Gas Co	47,556,600	2.30%	60,865,300	7.83%
Petroshare Corp C/O KE Andrews & CO	40,234,830	1.95%	-	0.00%
Burlington Resources Oil and Gas Co.	39,407,240	1.91%	-	0.00%
Qwest Corportation FKA US West	37,776,700	1.83%	65,348,500	8.41%
Verison Wireless LLC	-	0.00%	28,031,900	3.61%
Denver News/Rocky Mtn News	-	0.00%	23,262,920	2.99%
Tri State Gen and Transm Assoc	-	0.00%	20,492,760	2.64%
Walmart Real Estate Business Trust	-	0.00%	18,892,230	2.43%
Avaya Inc.	-	0.00%	16,782,590	2.16%
United Power Inc Property	-	0.00%	15,716,300	2.02%
Total	<u>\$ 1,169,502,410</u>	<u>56.68%</u>	<u>\$ 531,890,140</u>	<u>68.41%</u>

NOTES: The 2020 Principal taxpayers assessed valuation amounts are as of December 31, 2020, the latest date for which information is available.

SOURCE: Adams County Assessor's Office.

School District 27J, Colorado
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(Unaudited)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
School District No. 27J	27,304	27,624	27,267	27,416	27,290	27,248	27,095	27,023	26,741	26,676
General Fund	18,325	18,005	18,362	20,212	22,069	22,069	22,069	22,069	22,069	22,069
Bond Redemption Fund	45,629	45,629	45,629	47,628	49,359	49,317	49,164	49,092	48,810	48,745
Total School District No. 27J	26,806	26,903	26,815	27,042	26,817	27,055	26,929	26,864	26,917	26,897
Adams County	6,650	6,650	6,650	6,650	6,650	6,650	6,650	6,650	6,650	6,650
City of Brighton	3,280	3,269	3,280	3,280	3,280	3,128	3,160	3,280	3,104	3,200
City of Commerce City	10,210	10,597	10,210	10,210	10,210	10,210	10,210	10,210	10,210	10,210
City of Thornton	74,900	74,900	74,900	74,900	74,900	74,900	62,500	64,500	61,000	61,000
Belle Creek Metro #1	8,907	8,907	8,907	8,907	8,907	9,063	13,041	13,012	13,062	13,062
Bennett Fire Protection District No. 7	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000
Box Elder Water and Sanitation District	11,795	11,795	11,795	11,795	11,795	11,795	11,795	11,795	11,795	11,795
Brighton Area Fire Protection District No. 6	50,000	50,000	52,000	52,000	52,000	52,000	62,270	62,270	66,797	66,797
Brighton Crossing #4 FKA Bromley Park #4	81,025	86,025	86,025	86,025	86,025	86,025	86,025	86,025	73,074	64,662
Bromley Park #2	54,932	54,932	54,932	54,932	54,932	54,932	60,622	60,622	60,622	60,622
Bromley Park #3	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000	40,000
Bromley Park #5	18,000	18,000	18,000	18,000	26,000	35,000	35,000	35,000	35,000	35,000
Bromley Park #6	42,827	42,827	42,827	42,827	42,827	42,827	46,860	46,860	47,083	46,973
Bufalo Ridge	0,392	1,856	1,887	1,737	1,533	2,004	1,800	1,540	1,286	1,156
Central Colorado Water Conservation District	1,319	1,291	1,301	1,309	1,272	1,580	1,583	2,739	2,279	2,151
Central Colorado Ground Water Management	27,000	27,000	27,000	27,000	27,000	27,000	10,000	10,000	10,000	15,000
Commerce City Commercial GID	58,500	58,500	60,750	60,750	54,000	53,000	40,000	40,000	40,000	30,177
Fronterra Village	59,475	59,475	59,475	59,475	59,475	58,521	13,337	63,334	46,000	38,153
Fronterra Village #2	45,500	45,500	46,840	46,840	46,840	46,840	51,417	51,532	47,000	47,000
Great Rock Water and Sanitation District	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
Hazeline Heights Water and Sanitation District	3,178	3,171	3,360	3,360	2,852	2,852	2,852	2,852	2,852	2,852
Hi-Land Acres Water and Sanitation District	0,964	0,897	0,935	0,918	0,787	0,862	0,813	0,945	0,945	0,945
Lost Creek Water Management District	11,176	11,375	11,246	14,403	14,213	14,810	14,710	14,730	14,674	14,812
North Metro Fire District	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,400
North Metro Fire District Bonds	69,400	73,400	77,400	79,870	79,870	79,875	88,305	88,305	88,305	88,306
North Range Metro #1	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Prairie Center Metro #1	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Prairie Center Metro #4	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000	60,000
Prairie Center Metro #5	50,000	50,000	50,000	50,000	50,000	50,000	55,277	55,277	55,663	55,663
Rangeview Library FKA Adams County Library	3,659	3,659	3,659	3,659	3,659	3,659	3,669	3,666	3,677	3,670
Riverdale Dunes #1	43,650	75,650	79,684	79,620	64,062	64,039	56,683	57,763	41,395	41,278
Sable-Altura Fire District No. 11	21,000	21,000	21,000	21,000	17,000	17,264	17,000	17,000	16,760	16,752
South Adams Fire District No. 4	4,300	4,300	9,900	9,900	9,900	9,900	9,900	14,750	14,750	14,750
S. Adams Water and Sanitation District	3,102	3,102	3,102	3,102	3,102	3,102	2,701	2,714	2,449	2,490
Southeast Weld County Fire District No. 5	5,764	5,764	5,764	5,880	7,896	1,765	7,775	10,265	10,277	10,270
Todd Creek Farms #2	11,000	11,000	11,000	11,000	11,000	8,800	-	0,000	0,000	0,000
Todd Creek Village Parks and Rec.	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Urban Drainage and Flood Control District	0,566	0,599	0,608	0,632	0,553	0,559	0,500	0,726	0,900	0,900
Urban Drainage and Flood Control District South Platte	0,057	0,058	0,064	0,068	0,058	0,061	0,057	0,094	0,097	0,100
Wright Farms Metropolitan District	20,000	20,000	20,000	20,000	18,000	18,000	16,000	15,000	13,000	13,000

NOTES: Overlapping governments may or may not have overlapped the District for the entire ten years shown. Totals are not shown since individual properties are not subject to all levies. Overlapping governments which do not have a property tax are not shown. Numbers shown represent the mill levy, amount assessed per \$1,000. The above figures are as of December 31, 2020, the latest date for which information is available. The year is the levy year.

SOURCE: Adams County Assessor - Abstract of Assessment and Tax Levies.

School District 27J, Colorado
Ratio of Net Bonded Debt to Actual Value
and Total Outstanding Debt per Capita
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Estimated District Population	Estimated Personal Income	Assessed Value	Actual Value	Governmental Activities						Debt Service Funds Available	Net Bonded Debt	Net Bonded Debt to Actual Value	Percentage of Personal Income	Total Outstanding Debt Per Capita
					Certificates of Participation	Promissory Note	Capital Leases	Bond Premium	Gross Bonded Debt						
2012	84,695	25,790	777,457,975	6,855,490,700	2,925,000	-	1,886,359	10,647,169	156,260,000	12,286,520	143,973,480	2.10%	7.37%	1,902	
2013	86,406	27,158	807,657,362	6,981,766,411	2,765,000	416,771	1,410,087	9,630,248	148,825,000	12,221,506	136,603,494	1.96%	6.54%	1,776	
2014	89,302	26,431	827,221,900	7,024,260,308	2,600,000	333,417	1,157,729	8,826,767	141,665,000	13,575,545	128,089,455	1.82%	6.18%	1,632	
2015	92,508	27,794	839,441,919	7,208,531,447	2,430,000	250,063	1,289,182	12,903,208	131,160,000	16,963,688	114,196,312	1.58%	5.26%	1,461	
2016	96,878	29,362	1,017,602,217	8,677,921,133	2,290,000	166,709	414,014	36,510,671	279,945,000	17,797,774	262,147,226	3.02%	9.94%	2,919	
2017	97,292	35,041	993,233,062	8,926,146,307	2,105,000	83,355	73	36,957,079	268,440,000	18,631,383	249,808,617	2.80%	7.94%	2,782	
2018	100,890	35,291	1,174,718,227	11,829,920,949	1,915,000	-	-	51,627,738	346,520,000	19,614,505	326,905,495	2.76%	9.79%	3,454	
2019	104,664	34,765	1,291,185,562	12,908,291,458	1,720,000	-	-	48,509,916	338,520,000	24,494,347	314,025,653	2.43%	9.35%	3,251	
2020	107,223	37,360	1,707,154,026	15,408,874,954	4,394,603	-	-	45,387,908	329,450,000	35,876,609	293,573,391	1.91%	8.33%	3,114	
2021	110,764	42,984	2,063,372,875	16,513,588,786	4,070,152	-	-	42,281,702	318,490,000	55,381,483	263,108,517	1.59%	6.77%	2,912	

SOURCE: Demographic data shown in this section was gathered from the Neausiar/Element One report and is deemed reliable but is not guaranteed. Population information for the School District is generally not available until the United States decennial census has been published.

School District 27J, Colorado
***Ratio of Annual Debt Service Expenditures for General
Obligation Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years***
(Unaudited)

Fiscal Year	Principal	Interest and Other Expenditures	Total Debt Service	Total General Fund Expenditures and Transfer	Ratio of Debt Service to Total General Fund Expenditures and Transfer
2012	6,655,000	7,232,388	13,887,388	94,811,867	14.65%
2013	7,040,000	6,886,042	13,926,042	101,473,624	13.72%
2014	7,160,000	6,675,554	13,835,554	109,830,764	12.60%
2015	7,455,000	6,131,072	16,963,688	115,713,520	14.66%
2016	11,215,000	10,419,688	21,634,688	122,179,349	17.71%
2017	9,545,000	10,884,982	20,429,982	125,312,457	16.30%
2018	9,920,000	15,198,018	25,118,018	129,271,562	19.43%
2019	8,000,000	16,130,148	24,130,148	149,081,168	16.19%
2020	9,070,000	15,788,541	24,858,541	164,394,083	15.12%
2021	10,960,000	15,434,438	26,394,438	164,732,702	16.02%

Legal Debt Margin Information
Last Ten Fiscal Years
(Unaudited)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Computation of Maximum Debt Allowed:										
Taxable Assessed Valuation	\$ 777,457,975	\$ 807,657,362	\$ 827,221,900	\$ 839,441,919	\$ 1,017,615,900	\$ 993,233,062	\$ 1,174,718,227	\$ 1,291,185,562	\$ 1,707,154,026	\$ 2,063,372,875
Plus: Tax Increment Financing Dist Property	46,304,825	40,281,444	37,923,233	35,105,261	34,208,083	34,440,858	48,916,453	157,720,886	252,834,167	257,115,465
Total Assessed Valuation	823,762,800	847,938,806	865,145,133	874,547,180	1,051,823,983	1,027,673,920	1,223,634,680	1,448,906,448	1,959,988,193	2,320,488,340
Legal Debt Limit Percentage	25%	25%	25%	25%	25%	25%	25%	25%	25%	25%
Legal Debt Limit	\$ 205,940,700	\$ 211,984,702	\$ 216,286,283	\$ 218,636,795	\$ 262,955,996	\$ 256,918,480	\$ 305,908,670	\$ 362,226,612	\$ 489,997,048	\$ 580,122,085
Amount of Debt Outstanding										
General Obligation Bonds Payable	\$ 156,260,000	\$ 148,825,000	\$ 141,665,000	\$ 131,160,000	\$ 279,945,000	\$ 268,440,000	\$ 346,520,000	\$ 338,520,000	\$ 329,450,000	\$ 318,490,000
Certificates of Participation	2,925,000	2,765,000	2,600,000	2,430,000	2,290,000	2,105,000	1,915,000	1,720,000	4,394,603	4,070,152
Capital Leases	1,886,359	1,410,087	1,157,729	1,289,182	414,087	73	-	-	-	-
Promissory Note	-	416,771	333,417	250,063	166,709	85,438	-	-	-	-
Bond Premium	10,647,169	9,630,248	8,826,767	12,903,208	36,510,671	36,957,079	51,627,738	48,509,916	45,392,094	42,281,702
Unused Legal Debt Margin	34,222,172	48,937,596	61,703,370	70,604,342	(56,370,471)	(50,669,110)	(94,154,068)	(26,523,304)	110,760,351	215,280,231

Fiscal Year 2021 Calculation
Under the Colorado Public School Finance Act of 1994, per Colorado Revised Statute 22-42-104, the limitation on bonded indebtedness is the greater of 20 percent ** of assessed value or 6 percent of actual value.

	Assessed Value	Actual Value
Assessed or Estimated Actual Value	\$ 2,320,488,340	\$ 16,513,588,786
Debt Limit Percentage**	25%	6%
Legal debt limit	580,122,085	990,815,327
Amount of debt applicable to debt limit:		
Total bonded debt as of June 30, 2021	364,841,854	318,490,000
Legal debt margin	\$ 215,280,231	\$ 672,325,327

** Per section 1.3, in years of high growth as defined in the statute, the debt limit can be raised to 25%.
SOURCE: Assessed Valuations are per certifications received from the Adams, Broomfield and Weld County Assessors' Offices. Total Bonded Debt is per the School District 271 audited financial statements.

School District 27J, Colorado
Estimated Overlapping General Obligation Debt
(Unaudited)

Overlapping Entity	Outstanding General Obligation Debt	Net Outstanding General Obligation Debt Chargeable to Properties within the District	
		Percent	Amount
Aspen Hills Metropolitan District	\$ 2,037,000	100.00	\$ 2,037,000
BNC Metropolitan District #1	12,195,342	100.00	12,195,342
BNC Metropolitan District #2	21,105,236	100.00	21,105,236
Brighton Town Of	172,261,660	27.50	47,371,957
Brighton Urban Renewal (BURA)	41,623,785	6.08	2,530,726
Bromley Park Metropolitan District #2	40,852,383	13.03	5,323,066
Buffalo Run Mesa Metropolitan District	6,399,726	100.00	6,399,726
Central Colorado Groundwater Mgmnt	27,223,613	7.10	1,932,877
Central Colorado Water Conservation	52,429,030	19.39	10,165,989
Central Colorado Well Augmentation	22,405,671	13.71	3,071,817
Fronterra Village Metropolitan District	10,559,861	100.00	10,559,861
Greater Brighton Fire	414,173,845	100.00	414,173,845
Hazeltine Heights Water and Sanitation	269,300	100.00	269,300
Heritage Todd Creek Metro District	36,026,175	100.00	36,026,175
North Brighton Urban Renewal #2	3,803,262	0.56	21,298
North Range Village Metropolitan District	5,938,261	100.00	5,938,261
Potomac Farms Metropolitan District	4,929,255	100.00	4,929,255
Riverdale Dunes Metropolitan District	2,433,847	100.00	2,433,847
Riverdale Peaks II Metropolitan District	3,046,741	100.00	3,046,741
RTD	47,565,859	6.93	3,296,314
Todd Creek Farms Metropolitan District #2	-		-
West Adams Conservation	248,906,343	73.11	181,975,427
Subtotal Overlapping Debt	<u>1,176,186,195</u>		<u>774,804,060</u>
Direct Debt of School District 27J	364,841,854	100.00	364,841,854
Total Direct & Overlapping Debt	<u><u>\$ 1,541,028,049</u></u>		<u><u>\$ 1,139,645,913</u></u>

SOURCE: Adams, Broomfield and Weld County Assessor's Offices.

- (1) Overlapping governments without general obligation debt are not shown.
- (2) The percentage of each entity's outstanding debt chargeable to the School District is calculated by comparing the assessed valuation of the portion overlapping the School District to the total assessed valuation of the overlapping entity. To the extent the School District's assessed valuation changes disproportionately with the assessed valuation of the overlapping entities, the percentage of debt for which property owners within the School District are responsible will also change.

School District 27J, Colorado
Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Employer	Industry	2020		2011	
		Number of Employees	Percent of Total Employment	Number of Employees	Percent of Total Employment
Adams County	Government	2,300	28%	1,771	32.11%
School District 27J	Education	1,868	23%	1,441	26.13%
Vestas	Manufacturing	1,400	17%	295	5.35%
Platte Valley Medical	Healthcare	793	10%	554	10.05%
King Soopers	Retail	462	6%	-	0.00%
City of Brighton	Government	329	4%	413	7.49%
Super Wal-Mart	Retail	320	4%	324	5.87%
Wells Precast	Manufacturing	250	3%	-	0.00%
Transwest	Semi Truck Sales	237	3%	-	0.00%
Super Target	Retail	220	3%	178	3.23%
BakerHughes AKA BJ Service USA	Gas & Oil	-	0%	197	3.57%
United Power	Utility		0%	160	2.90%
K-Mart Distribution Center	Distribution Center		0%	182	3.30%
Total		<u>8,179</u>	<u>100%</u>	<u>5,515</u>	<u>100.00%</u>

NOTES: The principal employers current data is as of December 31, 2020, the latest date for which information is available.

SOURCE: City of Brighton 2020 CAFR

School District 27J, Colorado
Percentage of Free and Reduced Meals
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Free Meals	Reduced Meals	Total Free and Reduced	Total Meals	Percent of Free and Reduced Meals
2012	773,222	194,085	967,307	1,610,893	60.05%
2013	807,506	170,161	977,667	1,564,014	62.51%
2014	816,531	182,601	999,132	1,611,977	61.98%
2015	779,747	332,720	1,112,467	1,728,308	64.37%
2016	755,671	164,009	919,680	1,526,986	60.23%
2017	737,988	179,037	917,025	1,568,621	58.46%
2018	718,348	203,025	921,373	1,587,949	58.02%
2019	592,029	157,455	749,484	1,397,066	53.65%
2020	495,343	128,885	624,228	1,151,690	54.20%
2021	1,260,845	984	1,261,829	1,267,526	99.55%

SOURCE: School District 27J Nutrition Services

School District 27J, Colorado
Full-time Equivalent School District Employees by Function
Last Ten Year
(Unaudited)

Function	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instructional Support Services	968,945	986,670	1,055,090	1,007,544	1,066,441	1,130,900	1,127,226	1,003,360	1,188,306	1,080,219
Pupil Services	69,388	79,278	76,985	73,639	86,650	118,830	129,398	120,400	126,383	133,900
Instructional Staff	28,838	25,930	30,400	33,066	33,135	33,430	45,957	39,630	42,980	56,675
General Administration	9,850	6,100	7,600	7,350	7,975	8,750	7,980	7,830	6,625	7,625
School Administration	111,577	116,000	111,835	99,027	100,475	118,190	114,630	117,960	124,948	128,955
Operations and Maintenance	99,919	98,470	88,800	100,550	96,450	105,500	119,800	126,300	134,150	132,550
Pupil Transportation	85,313	84,060	102,630	96,317	99,125	122,313	118,960	120,930	122,700	126,875
Business Supporting Services	12,000	11,250	11,770	15,070	15,900	13,625	20,743	14,500	15,000	15,000
Central Supporting Services	25,300	27,600	31,850	44,845	38,300	43,738	46,610	46,610	50,881	49,056
Nutrition Services	64,527	63,150	84,600	77,487	71,175	77,570	76,405	83,390	79,975	81,025
Enterprise Operations	28,065	20,560	20,000	48,250	18,838	28,031	38,600	41,270	31,750	29,300
Community Services	4,700	5,300	9,000	8,800	9,000	1,000	1,800	1,800	0,800	1,075
Facilities Acquisition/Construction	5,050	1,000	1,000	1,000	6,075	11,040	13,768	12,680	11,675	11,325
Pupil Activities	1,000	1,000	1,000	-	-	-	-	-	-	-
Total	1,514,471	1,526,368	1,632,560	1,612,945	1,649,539	1,812,916	1,861,877	1,736,660	1,936,172	1,853,580

NOTES: FTE's include all employees paid from all funds.

SOURCE: School District records

School District 27J, Colorado
Teacher/Student Ratio
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Pupil Membership</u>	<u>Teacher FTE</u>	<u>Pupil/Teacher Ratio</u>
2011/2012	15,649	767.20	20.40
2012/2013	16,163	743.40	21.74
2013/2014	16,698	792.43	21.07
2014/2015	17,103	827.35	20.67
2015/2016	17,042	815.39	20.90
2016/2017	17,116	817.62	20.93
2017/2018	17,883	785.78	22.76
2018/2019	18,712	828.93	22.57
2019/2020	19,248	895.10	21.50
2020/2021	19,188	970.00	19.78

SOURCE: Colorado Department of Education Statistical Reports (includes Charter Schools)

School District 27J, Colorado
Teacher Salaries and Education
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Salary Ranges			# of Teachers in Each Range		
	Bachelor's Degree	Master's Degree	PHD	Bachelor's Degree	Master's Degree	PHD
2011/2012	\$33,519-\$67,356	\$37,882-\$80,666	\$45,668-\$82,881	261	375	24
2012/2013	\$33,519-\$67,356	\$37,882-\$80,666	\$45,668-\$82,881	242	427	32
2013/2014	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	231	446	30
2014/2015	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	238	468	37
2015/2016	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	238	468	37
2016/2017	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	242	475	43
2017/2018	\$33,686-\$67,692	\$38,072-\$81,067	\$45,896-\$83,293	241	511	43
2018/2019	\$37,500-\$70,142	\$40,767-\$83,762	\$49,278-\$86,026	244	499	46
2019/2020	\$40,400-\$73,383	\$43,700-\$87,275	\$52,294-\$89,584	306	504	20
2020/2021	\$40,525-\$73,610	\$43,835-\$87,544	\$52,456-\$89,861	308	613	49
	<u>Avg. Salary SD27J</u>					
2011/2012	\$50,247					
2012/2013	\$51,920					
2013/2014	\$53,059					
2014/2015	\$53,338					
2015/2016	\$53,601					
2016/2017	\$53,173					
2017/2018	\$54,319					
2018/2019	\$56,785					
2019/2020	\$53,063					
2020/2021	\$57,443					

SOURCE: School District Records

School District 27J, Colorado
School Building Information
June 30, 2021
(Unaudited)

	Enrollment for the 2020/21 School Year	Recommended Capacity ¹	Capacity Used in 2020/21	Years Constructed/ Renovated ²
Brantner (K-5)	644	792	81.31%	2012/2019
Henderson (PK-5)	291	606	48.02%	1969/2016/2018
North (PK-5)	195	491	39.71%	1998
Northeast (PK-6)	505	784	64.41%	1973/1999/2018
Pennock (K-5)	586	875	66.97%	2003
Second Creek (PK-5)	706	889	79.42%	2003
South (K-5)	369	607	60.79%	1969/2000
Southeast (K-6)	457	767	59.58%	1963/1995/2018
Thimmig PK-5)	526	889	59.17%	2002
Turnberry (PK-5)	653	861	75.84%	2008
West Ridge (PK-5)	698	889	78.52%	2007
Reunion (PK-5)	697	795	87.67%	2017
Total Elementary Schools	<u>6,327</u>	<u>9,293</u>	<u>68.08%</u>	
MIDDLE SCHOOLS (6-8)				
Vikan	649	740	87.70%	1961/2002/2018
Overland Trail	589	665	88.57%	1984/2000/2005/2018
Quist Middle School	888	825	107.64%	2018
Prairie View Middle School	645	825	78.18%	2008
Stuart Middle School	739	825	89.58%	2009
Total Middle Schools	<u>3,510</u>	<u>3,880</u>	<u>90.46%</u>	
HIGH SCHOOL (9-12)				
Brighton High School	1,833	1,771	103.50%	1953/1992/1975
Prairie View High School	1,695	1,901	89.16%	1982/2005/2017
Riverdale Ridge High School (Includes Quist MS)	1,196	1,756	68.11%	2006/2021
Innovations & Options	225	419	53.70%	2018
Total for High School	<u>4,949</u>	<u>5,847</u>	<u>84.64%</u>	1926/1955/1970/2002/2017
Total in District Buildings (PK-12)	<u>14,786</u>	<u>19,020</u>	<u>77.74%</u>	
Charters (Not In District Buildings)	3,870	4,043	95.72%	
27J Preschool at the BLARC	78	96	81.25%	
Total not in District Buildings (PK-12)	<u>3,948</u>	<u>4,139</u>	<u>95.39%</u>	

1 Recommended capacity equals the maximum class size and includes modular classroom space and preschool classes.

2 Includes initial year of construction and years of major additions and renovations.

NOTES: The above figures do not take into consideration half-time students and various methods of utilizing classrooms at the secondary level. This table demonstrates that for the current school year, the School District's schools are very close to capacity.

Acquisition of school sites can be the most difficult part of acquiring additional student space. Based on long-term projections of growth, the School District has aggressively pursued acquiring school sites. The School District has obtained land by dedication from developers for purchase for 11 elementary school sites, 4 middle school sites and 2 high school sites totaling over 289 acres. The School District is in the process of obtaining additional school sites through land dedication.

In addition to the school buildings and their contents, the School District owns or leases the following facilities and properties: the District Training Center, the District Educational Services Center, a technology building & annex, a facilities building, utility/storage buildings, an indoor swimming pool, and 149 vehicles, of which 128 are buses or multi-passenger vans.

SOURCE: School District Records

School District 27J, Colorado
Enrollment and Funded Pupil Count by Grade
Last Ten Fiscal Years
(Unaudited)

Grade	Oct 1 2011	Oct 1 2012	Oct 1 2013	Oct 1 2014	Oct 1 2015	Oct 1 2016	Oct 1 2017	Oct 1 2018	Oct 1 2019	Oct 1 2020	Ten Year Average Class Size
Colo. Preschool Proj.	337.0	319.0	393.0	353.0	297.0	280.5	401.0	454.0	482.5	297.5	362.6
Special Ed. Preschool	217.0	175.0	162.0	175.0	185.0	199.0	211.0	232.0	233.5	233.5	203.2
K	1,355.0	1,356.0	1,323.0	1,328.0	1,308.0	1,235.0	1,369.0	1,386.0	1,409.0	1,372.0	1,232.2
1	1,415.0	1,399.0	1,414.0	1,408.0	1,329.0	1,355.0	1,302.0	1,406.0	1,429.0	1,406.0	1,268.4
2	1,352.0	1,440.0	1,398.0	1,448.0	1,412.0	1,338.0	1,395.0	1,346.0	1,429.0	1,426.0	1,274.5
3	1,307.0	1,336.0	1,449.0	1,425.0	1,434.0	1,420.0	1,406.0	1,428.0	1,390.0	1,423.0	1,372.7
4	1,298.0	1,288.0	1,337.0	1,422.0	1,396.0	1,450.0	1,469.0	1,478.0	1,471.0	1,419.0	1,269.0
5	1,216.0	1,304.0	1,318.0	1,331.0	1,431.0	1,405.0	1,474.0	1,486.0	1,530.0	1,475.0	1,256.0
6	1,207.0	1,191.0	1,301.0	1,318.0	1,262.0	1,355.0	1,408.0	1,534.0	1,561.0	1,523.0	1,220.2
7	1,142.0	1,191.0	1,196.0	1,296.0	1,261.0	1,260.0	1,395.0	1,462.0	1,570.0	1,571.0	1,259.6
8	1,098.0	1,143.0	1,225.0	1,178.0	1,253.0	1,272.0	1,282.0	1,439.0	1,456.0	1,570.0	1,209.2
9	1,017.0	1,131.0	1,183.0	1,220.0	1,149.0	1,226.0	1,299.0	1,363.0	1,475.0	1,477.0	1,122.7
10	1,038.0	995.0	1,114.0	1,162.0	1,155.0	1,136.0	1,239.0	1,313.0	1,363.0	1,428.0	1,056.3
11	931.0	952.0	922.0	1,071.0	1,095.0	1,098.0	1,106.0	1,212.0	1,260.0	1,311.0	954.5
12	719.0	943.0	963.0	968.0	1,075.0	1,086.0	1,127.0	1,173.0	1,189.0	1,256.0	967.5
Ungraded	-	-	-	-	-	-	-	-	-	-	-
Total Enrollment (Pupil Member)	15,649.0	16,163.0	16,698.0	17,103.0	17,042.0	17,115.5	17,883.0	18,712.0	19,248.0	19,188.0	17,067.7
Adjustments to calculate Funded Pupil Count											
CPP (.5 FTE)	(156.0)	(158.5)	(193.5)	(176.5)	(161.0)	(167.0)	(167.0)	(209.5)	(233.0)	(148.8)	(177.3)
Spec Ed Preschool (.5 FTE)	(108.5)	(87.5)	(81.0)	(87.5)	(92.5)	(99.5)	(99.5)	(189.0)	(111.5)	(116.8)	(107.1)
Kindergarten (.5 FTE)	(677.5)	(675.5)	(661.0)	(664.0)	(652.5)	(617.5)	(617.5)	(558.5)	-	-	(580.5)
Full Day Kinder Factor .08	108.4	108.1	109.8	106.1	104.6	98.8	98.8	89.4	-	-	93.3
Part-Time Students (.5 FTE)	(4.0)	(9.0)	(15.5)	(23.0)	(25.0)	(10.0)	(10.0)	(8.5)	(6.0)	(6.0)	(11.4)
Out-of-District Students	-	-	-	-	-	-	-	3.0	4.0	4.0	0.7
Non-Eligible Students	(70.0)	(62.0)	(57.0)	(57.0)	(131.0)	(128.0)	(128.0)	(171.0)	(185.0)	(185.0)	(105.6)
Other Students	80.5	74.0	78.5	78.5	218.5	280.4	280.4	158.1	114.0	114.0	144.3
Total Funded Pupil Count	14,821.9	15,352.6	15,878.3	16,279.6	16,303.1	16,472.7	17,240.2	17,835.0	18,830.5	18,849.5	16,324.2

NOTES: FPC is the District's funded pupil count as defined by the Colorado School Finance Act. Full day Kinder Factor additional funding began in 2008. Beginning in FY19-20, Kindergarten was funded at a 1.0 FTE.

SOURCE: Colorado Department of Education pupil membership by county, district and grade report.

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Annual Comprehensive Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Compliance Section



**Independent Auditors' Report On Internal
Control Over Financial Reporting And On
Compliance And Other Matters Based On An
Audit Of Financial Statements Performed In
Accordance With *Government Auditing Standards***

Board of Education
School District 27J
Brighton, Colorado

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the School District 27J (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 7, 2021. Our report includes a reference to other auditors who audited the financial statements of the Capital Facility Fee Foundation, Bromley East Charter School, Eagle Ridge Academy Charter School, Belle Creek Charter School, Foundation Academy Charter School and Landmark Academy Charter School, as described in our report on the District's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors. The financial statements of Capital Facility Fee Foundation, Bromley East Charter School and Belle Creek Charter School were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance And Other Matters

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

Purpose Of This Report

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

RubinBrown LLP

December 7, 2021

**Independent Auditors' Report On Compliance
For Each Major Federal Program And
On Internal Control Over Compliance
Required By The Uniform Guidance**

Board of Education
School District 27J
Brighton, Colorado

Report On Compliance For Each Major Federal Program

We have audited the School District 27J's (the District) compliance with the types of compliance requirements described in the Office of Management and Budget's *OMB Compliance Supplement* that could have a direct and material effect on the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations and the terms and conditions of its federal awards applicable to its federal programs.

Auditors' Responsibility

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

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

Opinion On The Major Federal Program

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report On Internal Control Over Compliance

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

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

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

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

This report is intended solely for the information and use of those charged with governance, others within the entity and federal awarding agencies. Accordingly, this report is not intended to be, and should not be, used by anyone other than those specific parties.

RubinBrown LLP

December 7, 2021

SCHOOL DISTRICT 27J

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For The Year Ended June 30, 2021**

Section I - Summary Of Audit Results

Financial Statements

Type of auditors' report issued:		Unmodified
Internal control over financial reporting:		
Material weakness(es) identified?	___ yes	<input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	___ yes	<input checked="" type="checkbox"/> none reported
Noncompliance material to financial statements noted?	___ yes	<input checked="" type="checkbox"/> no

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	___ yes	<input checked="" type="checkbox"/> no
Significant deficiency(ies) identified?	___ yes	<input checked="" type="checkbox"/> none reported
Type of auditors' report issued on compliance for major programs:		Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	___ yes	<input checked="" type="checkbox"/> no

Identification Of Major Programs

CFDA No.	Name Of Federal Program Or Cluster
21.019	COVID-19 - Coronavirus Relief Funds
84.425	COVID-19 - Elementary and Secondary School Emergency Relief

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

Auditee qualified as low-risk auditee? yes no

SCHOOL DISTRICT 27J

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*CONTINUED*)
For The Year Ended June 30, 2021

Section II - Financial Statement Findings

There were no findings relating to the District's financial statements for the year ended June 30, 2021.

Section III - Federal Award Findings And Questioned Costs

There were no federal award findings or questioned costs for the year ended June 30, 2021.

SCHOOL DISTRICT 27J, COLORADO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021

	Grant Number	Federal ALN Number	Federal Expenditures	Expenditures to Subrecipients
<i>US Department of Agriculture:</i>				
Passed through State Department of Education:				
Child Nutrition Cluster				
National School Lunch Program (4555)	4555	10.555	\$ 819,881	\$ -
Summer Food Service Program for Children (4559)	4559	10.559	4,017,103	-
Total Child Nutrition Cluster			4,836,984	-
Total US Department of Agriculture			4,836,984	-
 <i>US Department of Education:</i>				
Passed through State Department of Education:				
Special Education Cluster				
Title VIB - Handicapped / IDEA - Part B (4027)	4027	84.027	2,683,196	-
Title VIB - Handicapped / IDEA - Preschool (4173)	4173	84.173	42,852	-
Total Special Education Cluster			2,726,048	-
Title I, Part A (4010)	4010	84.010	1,266,688	-
Title IIA - Teacher Quality (4367)	4367	84.367	339,110	-
Title III - English Language (4365)	4365	84.365	113,168	-
Title IV Part A- Student Support (4424)	4424	84.424	75,178	-
Covid-19 - Elementary and Secondary School Emergency Relief (4425)	4425	84.425D	944,470	-
Covid-19 - Elementary and Secondary School Emergency Relief (4420)	4420	84.425D	1,069,247	-
Covid-19 - Elementary and Secondary School Emergency Relief (4414)	4414	84.425U	372,978	-
Total Emergency Relief Funds			2,386,695	-
Passed through Colorado Community College System/MEP Youth Advocate Aurora Carl Perkins (4048)				
	4048	84.048	82,163	-
Total US Department of Education			6,989,050	-
 <i>US Treasury:</i>				
Passed through Colorado Department of Education:				
Covid-19 - Coronavirus Relief Funds (4012)	4012	21.019	9,700,722	-
Covid-19 - CARES At Risk (5012)	5012	21.019	651,718	-
Total US Treasury			10,352,440	-
Total Federal Assistance			\$ 22,178,473	\$ -

See the notes to schedule of expenditures of federal awards.

SCHOOL DISTRICT 27J, COLORADO

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

June 30, 2021

NOTE 1: Basis of Presentation and Accounting

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the School District 27J, Colorado and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts reported in, or used in the preparation of, the basic financial statements.

NOTE 2: Indirect Costs

The District has not elected to use the 10% de minimis indirect cost rate as allowed in the Uniform Guidance, section 414.



27J Schools

Superintendent Dr. Chris Fiedler, Ed.D
18551 E. 160th Avenue, Brighton, CO 80601

27J Schools Board of Education
Greg Piotraschke, President
Blaine Nickeson, Vice President
Tom Green, Director
Kevin Kerber, Director
Mandy Thomas, Director
Mary Vigil, Director
Lloyd Worth, Director

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS For The Year Ended June 30, 2021

There were no prior audit findings for the year ended June 30, 2021.



Colorado Department of Education
Auditors Integrity Report
 District: 0040 - School District 27
 Fiscal Year 2020-21
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental						
10 General Fund	30,054,647		115,340,248	122,973,410		22,421,485
18 Risk Mgmt-Sub-Fund of General Fund	1,361,031		3,464,768	2,564,399		2,261,400
19 Colorado Preschool Program Fund	308,330		2,675,191	2,689,040		294,481
Sub-Total	31,724,008		121,480,207	128,226,849		24,977,365
11 Charter School Fund	13,676,755		38,257,316	38,773,594		13,160,477
20.26-29 Special Revenue Fund	1,252,208		3,805,624	2,219,057		2,838,775
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	1,627,276		5,406,550	5,182,320		1,851,506
22 Govt Designated-Purpose Grants Fund	1,162,658		24,515,857	24,463,538		1,214,977
23 Pupil Activity Special Revenue Fund	2,480,967		1,466,302	1,518,578		2,428,691
24 Full Day Kindergarten Mill Levy Override	0		0	0		0
25 Transportation Fund	0		6,641,605	6,641,605		0
31 Bond Redemption Fund	35,876,607		45,899,312	26,394,438		55,381,481
39 Certificate of Participation (COP) Debt Service Fund	0		0	0		0
41 Building Fund	32,734,798		95,955	3,752,013		29,078,740
42 Special Building Fund	0		0	0		0
43 Capital Reserve Capital Projects Fund	0		0	0		0
46 Supplemental Cap Const, Tech, Main Fund	0		0	0		0
Totals	120,535,276		247,568,728	237,171,992		130,932,012
Proprietary						
50 Other Enterprise Funds	0		0	0		0
64 (63) Risk-Related Activity Fund	665,645		0	23,714		641,931
60.65-69 Other Internal Service Funds	0		119,965	119,965		0
Totals	665,645		119,965	143,679		641,931
Fiduciary						
70 Other Trust and Agency Funds	0		0	0		0
72 Private Purpose Trust Fund	26,627		64	0		26,691
73 Agency Fund	0		0	0		0
74 Pupil Activity Agency Fund	0		0	0		0
79 GASB 34/Permanent Fund	0		0	0		0
85 Foundations	4,326,952		1,150,437	359,725		5,117,664
Totals	4,353,579		1,150,500	359,725		5,144,355

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Department of Finance
School District 27J

18551 E. 160th Avenue | Brighton, CO 80601