

**UPPER RIO GRANDE SCHOOL DISTRICT C-7
DEL NORTE, COLORADO
FINANCIAL STATEMENTS**

June 30, 2021



Wall,
Smith,
Bateman Inc.
Certified Public Accountants

UPPER RIO GRANDE SCHOOL DISTRICT C-7
TABLE OF CONTENTS
June 30, 2021

	Page
Independent Auditors' Report	1
Management's Discussion and Analysis	i
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	5
Statement of Activities	6
Governmental Fund Financial Statements:	
Balance Sheet	7
Reconciliation of Total Governmental Fund Balances to the Statement of Net Position	9
Statement of Revenues, Expenditures, and Changes in Fund Balances	10
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	12
Notes to the Basic Financial Statements	13
Required Supplementary Information:	
Schedules of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual General Fund	41
Governmental Designated Purpose Grants Fund	42
Schedule of the District's Proportionate Share of the Net Pension Liability - PERA SCHDTF Pension Plan	43
Schedule of District's Contributions - PERA SCHDTF Pension Plan	44
Schedule of the District's Proportionate Share of the Net OPEB Liability - PERA Healthcare Trust Fund	45
Schedule of District's Contributions - PERA Healthcare Trust Fund	46
Notes to the Required Supplementary Information	47
Supplementary Information:	
Combining Schedule of Nonmajor Governmental Funds:	
Combining Balance Sheet	51
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	52
Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
Pupil Activity Fund	53
Food Service Fund	54
Capital Reserve Capital Projects Fund	55
Debt Service Fund	56
Building Fund	57
Single Audit Section:	
Schedule of Expenditures of Federal Awards	59
Notes to the Schedule of Expenditures of Federal Awards	60
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 <i>Government Auditing Standards</i>	61
Independent Auditors' Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance	63
Schedule of Findings and Questioned Costs	65
Summary Schedule of Prior Audit Findings	67
Corrective Action Plan	
CDE Compliance Section:	
Report on Compliance with CDE - Financial Policies and Procedures Manual	
Colorado School District Auditor's Integrity Report	

INDEPENDENT AUDITORS' REPORT



Wall,
Smith,
Bateman Inc.

To the Board of Education
Upper Rio Grande School District C-7
Del Norte, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Upper Rio Grande School District C-7 (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 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.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2021, and the respective changes in financial position for

Certified Public Accountants

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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, the major fund budgetary comparisons, pension and other postemployment benefits information, as listed on table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial schedules and the Colorado School District Auditor's Integrity Report 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 is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 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 solely 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 the effectiveness of the District's 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.

Wall, Smith, Bateman Inc.

Wall, Smith Bateman Inc.
Alamosa, Colorado

December 10, 2021

**Upper Rio Grande School District C-7
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

As management of the Upper Rio Grande School District, we offer readers of the Upper Rio Grande School District's financial statements this narrative overview and analysis of the financial activities of the Upper Rio Grande School District for the year ended June 30, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in the District's financial statements, which follow this section.

Financial Highlights

- The District's financial status increased over the course of the 2021 fiscal year. Total net position increased 16.1 percent.
- General revenues, primarily property taxes and state equalization payments, account for approximately \$6.2 million or 72 percent of all revenues in FY2020 and \$6 million or 68 percent in FY2021. Program specific revenues in the form of charges for services and sales, grants and contributions, accounted for \$4.9 million or 56 percent of total revenues of \$8.67 million in FY2020 and \$2.3 million or 26 percent of \$8.83 million in FY 2021.
- The District had \$6.7 million in expenses related to governmental activities in FY2020 with \$4.86 million of these expenses offset by program specific charges for services, grants and contributions and \$5.8 million in expenses with \$2.3 million offset by program specific charges in FY2021. General revenues of \$3.8 million in FY2020 and \$6.5 million in FY2021 were adequate to provide for these programs.
- The District decreased its outstanding long-term debt approximately \$705,736.
- The District received a voter-approved mill levy override of 9.000 in November 2012.
- The District was awarded a "Best" Grant in the amount of \$27.16 million in May of 2017 for construction of a new K-12 School. The District passed a General Obligation Bond of \$17.91 million in November of 2017 for the matching money required to receive the awarded Best Grant funds. District taxes may be increased by the District up to \$1.45 million annually for payment of the General Obligation Bond.
- The District began the construction of a new baseball field in FY 2022 with an expected completion date of March 2022. Total project cost is estimated at \$1,667,627. The District used District General Funds to Fund \$800,000 of the total project and financed \$794,024.00 through Hellas Construction, Inc.

Overview of the Financial Statements

This annual report consists of three parts: management’s discussion and analysis (this section), the basic financial statements, and supplementary information. The basic financial statements include two kinds of statements that present different views of the District:

- The first two statements are district-wide financial statements that provide both short-term and long-term information about the District’s overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District’s operations in more detail than the district-wide statements.
- The governmental funds statements tell how basic services such as instruction were financed in the short term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements, and includes a comparison to the District’s budget for the year.

District-wide Financial Statements

The district-wide financial statements are designed to provide readers a broad overview of the District’s finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the Upper Rio Grande School District’s assets and liabilities, with the difference between the two 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 Upper Rio Grande School District is improving or deteriorating. To assess the District’s overall health, you need to consider additional non-financial factors such as changes in the District’s property tax base and the condition of school buildings and other facilities.

The statement of activities presents information showing how the government’s net position changed during the most recent 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, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the district-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (government activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges. Included in governmental activities are most of the District’s basic services such as regular and special education, transportation, and administration.

The district-wide financial statements can be found on pages 5 and 6 of this report.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds, not the District as a whole. Funds are accounting devices the District uses to track specific sources of funding and spending on particular programs. The Upper Rio Grande School District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District's funds are divided into two categories: governmental funds and fiduciary funds.

Governmental Funds: Most of the District's basic services are included in governmental funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) balances remaining at year-end which are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine financial resources that may be available in the near term to finance the District's programs. Because this information does not encompass the long-term focus of the district-wide statements, additional information at the bottom of the governmental funds statements explains the relationship (or differences) between them.

Upper Rio Grande School District maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the (1) general fund, (2) debt service, (3) governmental designated purpose grants fund (4) building fund, and (5) other governmental funds.

Notes to the basic financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found on pages 13-39 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents supplementary information. Supplementary information includes combining statements mentioned earlier in connection with non-major governmental funds as well as budget-to-actual information for these funds as dictated by state law.

District-wide Financial Analysis

Comparative information to the prior year is available for this section of the Management's Discussion and Analysis. The District will report prior year details along with current information.

Table 1 provides a summary of the District's net position at June 30, 2021 and June 30, 2020.

Table 1				
Condensed Statement of Net Position				
	Governmental		Total	
	Activities		School District	
	FY 2021	FY 2020	FY 2021	FY 2020
Current and other assets	\$ 4,844,879	\$ 5,116,880	\$ 4,844,879	\$ 5,116,880
Capital assets, net	43,909,817	44,610,788	43,909,817	44,610,788
Total assets	48,754,696	49,727,668	48,754,696	49,727,668
Deferred outflows of resources	2,050,224	970,437	2,050,224	970,437
Long-term liabilities	23,862,018	24,108,899	23,862,018	24,108,899
Other liabilities	1,362,142	2,188,308	1,362,142	2,188,308
Total liabilities	25,224,160	26,297,207	25,224,160	26,297,207
Deferred inflows of resources	3,905,840	5,732,005	3,905,840	5,732,005
Net position				
Net investment in				
Capital assets	28,049,351	28,925,774	28,049,351	28,925,774
Restricted	1,701,436	1,621,833	1,701,436	1,621,833
Unrestricted (Deficit)	(8,075,867)	(11,878,714)	(8,075,867)	(11,878,714)
Total net position at June 30	\$ 21,674,920	\$ 18,668,893	\$ 21,674,920	\$ 18,668,893

The effect of the PERA pension and OPEB expense on the District's total net position for Fiscal Year 2021 and 2020 is summarized below:

	<u>FY 2021</u>	<u>FY 2020</u>
Net position (GAAP Basis)	\$ 21,674,920	\$ 18,668,893
GASB 68 - Pension	10,033,420	12,394,547
GASB 75 - OPEB	414,687	443,467
Net position excluding Pension and OPEB	<u>\$ 32,123,027</u>	<u>\$ 31,506,907</u>

The effect of the PERA pension and OPEB expense on the District's unrestricted net position is summarized below:

	<u>FY21</u>	<u>FY20</u>
Unrestricted - Net position (GAAP Basis)	\$ (8,075,867)	\$ (11,878,714)
GASB 68 - Pension	10,033,420	12,394,547
GASB 75 - OPEB	414,687	443,467
Net position excluding Pension and OPEB	<u>\$ 2,372,240</u>	<u>\$ 959,300</u>

House Bill (HB) 20-1379 suspended the \$225 million direct distribution payable on July 1, 2020 for the 2020-2021 fiscal year. See Note 11 to the financial statements for additional information.

Table 2 provides a summary of the changes in net position. Following Table 2 is a specific discussion related to overall revenues and expenses.

Table 2				
Changes in Net Position from Operating Results				
	Governmental		Total	
	Activities		School District	
	FY 2021	FY 2020	FY 2021	FY 2020
Revenues				
Program Revenues				
Charges for Services	\$ 33,786	\$ 91,161	\$ 33,786	\$ 91,161
Operating grants and contributions	2,298,383	1,161,528	\$ 2,298,383	1,161,528
Capital grants and contributions	-	3,611,278	\$ -	3,611,278
General revenues			\$ -	-
Property taxes	3,747,683	3,596,036	\$ 3,747,683	3,596,036
State formula revenue	2,224,483	2,581,120	\$ 2,224,483	2,581,120
Other	523,703	(2,370,656)	\$ 523,703	(2,370,656)
Total Revenues	8,828,038	8,670,467	8,828,038	8,670,467
Expenses				
Instructional Program	2,645,706	3,031,411	2,645,706	3,031,411
Support Services:				
Students	324,088	524,129	324,088	524,129
Instructional staff	206,809	337,890	206,809	337,890
Food Services	153,298	204,903	153,298	204,903
General administration	359,348	372,506	359,348	372,506
School administration	142,830	206,246	142,830	206,246
Business	81,730	88,066	81,730	88,066
Operations and maintenance of plant	861,413	651,208	861,413	651,208
Student transportation	97,484	182,306	97,484	182,306
Central	24,544	140,478	24,544	140,478
Other	316,425	208,074	316,425	208,074
Facilities Acquisition and Construction	57,604	196,049	57,604	196,049
Other	-	-	-	-
Interest on Long-term Debt	550,732	574,516	550,732	574,516
Total Expenses	5,822,011	6,717,782	5,822,011	6,717,782
Increase (dec) in net position before transfers	3,006,027	1,952,685	3,006,027	1,952,685
Special Item	-	-	-	-
Change in net position	\$ 3,006,027	\$ 1,952,685	\$ 3,006,027	\$ 1,952,685

The District's expenses predominantly relate to instruction and support services, which includes support for students and instructional staff, administration, operations and maintenance, and transportation. Given that Upper Rio Grande School District is a service organization providing education services to students, the majority of expenses are paid in the form of compensation (salaries and benefits) to the District's employees.

Governmental Activities

The primary source of operating revenue for school districts comes from the School Finance Act of 1994. Under this act, the district received \$9557.30 per funded pupil in FY2020 and \$9104.26 per funded pupil in FY2021. In fiscal year 2019-2020, the funded pupil count was 446.6 and 434.9 in fiscal year 2020-2021. Funding for the school finance act comes from property taxes, specific ownership taxes, and state equalization. The District receives approximately 34 percent of this funding from state equalization while the remaining amounts come from property taxes and specific ownership tax.

The statement of activities provides the cost of program services and the related charges for services and grants offsetting those costs. Table 3 reflects each program's net cost (total cost less fees generated by the programs and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the District's taxpayers by each of these programs.

Table 3				
Net Cost of Governmental Activities (in dollars)				
	Total Cost of Services		Net Cost of Services	
	FY 2021	FY 2020	FY 2021	FY 2020
Instructional Program	\$ 2,645,706	\$ 3,031,411	\$ 780,363	\$ 2,254,095
Students	324,088	524,129	179,871	354,382
Instructional Staff	206,809	337,890	206,809	337,890
Food Services	153,298	204,903	4,202	82,460
General Administration	359,348	372,506	331,370	310,934
School Administration	142,830	206,246	142,830	206,246
Business	81,730	88,066	81,730	88,066
Operations and Maintenance	861,413	651,208	746,593	570,607
Student Transportation	97,484	182,306	66,769	141,296
Central	24,544	140,478	24,544	140,478
Other Programs	316,425	208,074	316,425	208,074
Facilities Acquisition and Construction	57,604	196,049	57,604	(3,415,229)
Interest on Long-term Debt	550,732	574,516	550,732	574,516
Total	\$ 5,822,011	\$ 6,717,782	\$ 3,489,842	\$ 1,853,815

- The cost of all governmental activities this year was \$5,822,011.
- Some of the cost was financed by the users of the District's programs. \$33,786 of revenues in this category include items such as student and food service fees.
- Federal and State government subsidized certain programs with grants and contributions amounting to \$2,298,383.
- Most of the District's costs (\$5,822,011), however, were financed by District and State taxpayers.
- This portion of governmental activities was financed with \$3,747,683 in property taxes, \$2,224,483 in state aid (equalization) based on the statewide formula for per pupil funding, and \$523,703 in investment earnings and other miscellaneous revenues not pertaining specifically to a program.

General Fund Budgetary Highlights

The District approves a budget in June based on enrollment projections for the following school year. In May 2021, the District revised the annual operating budget approved by the District’s Board of Education in June 2021. The primary reason for the issuance of a supplemental budget was due to additional revenues received and expenditures incurred.

The actual expenditures were \$224,036 below budget in FY2021 and \$302,524 below budget in FY2020. Mainly in Instructional Program and Operations and Maintenance of Plant Services.

The fund balance as of June 30, 2020 was \$1,839,283 compared to \$2,377,963 as of June 30, 2021, including \$185,000 for TABOR Amendment emergency reserves.

Capital Assets

By the end of the fiscal year 2021, the District had invested \$43,909,817 in a broad range of capital assets, including land, buildings, site improvements, vehicles, and other equipment. (See Table 4.)

Table 4				
Capital Assets (net of depreciation)				
	Governmental Activities		Total	
	FY 2021	FY 2020	FY 2021	FY 2020
Land	\$ 423,065	\$ 423,065	\$ 423,065	\$ 423,065
Construction in Progress	\$ -	\$ 540,427	\$ -	\$ 540,427
Building and Site Improvements	42,158,789	42,164,460	42,158,789	\$ 42,164,460
Equipment & Vehicles	1,327,963	1,482,836	1,327,963	\$ 1,482,836
Total	\$ 43,909,817	\$ 44,610,788	\$ 43,909,817	\$ 44,610,788

Long-Term Debt

At year-end, the District had approximately \$15,917,024 in other long-term debt outstanding, a decrease of 4.25 percent from last year, as shown in Table 5. More detailed information about the District’s long-term liabilities is presented in Note 9 to the financial statements.

Table 5			
Outstanding Long-Term Debt			
	Total School District		Total Percentage Change
	FY 2021	FY 2020	FY 2020-2021
Governmental Activities			
Capital Lease Payable	\$ -	\$ 21,305	-100.00%
Bonds Payable Series 2017	15,917,024	16,601,455	-4.12%
Total	\$15,917,024	\$16,622,760	-4.25%

During the 2021 fiscal year, the District decreased its debt. Colorado Revised Statute 22-42-104 states that a school district shall have a limit of bonded indebtedness determined by a specified formula. The District’s outstanding debt is below the statutory limit.

Factors Bearing on the District’s Future

At the time these financial statements were prepared and audited, the District was aware of the following existing circumstances that could significantly affect its financial health in the future.

- Information from the FY2021-2022 student enrollment “October Count” shows that Upper Rio Grande School District has seen a slight increase in students from last year, we believe this is due to the return of in-person learning.
- Historical trends have shown a continuous decline in pupil enrollment.
- The United States and the State of Colorado have experienced growth in economic conditions in the past couple of years. One impact of this economic growth is an increase in the State of Colorado’s general fund revenues, which are expected to continue to increase. Because educational expenditures represent a significant portion of the State of Colorado’s total expenditures, the District anticipates its revenues to continue to increase. According to the FY 2023 Governor’s Budget Request, the Upper Rio Grande School District is anticipating an increase in Per Pupil Funding.
- November 2012 the voters approved a mill levy override of 9.000. The revenue generated from the voter-approved mill levy override will be used to support student instruction and staff salaries and benefits.
- The District was awarded a “Best” Grant in the amount of \$27.16 million in May of 2017 for the construction of a new K-12 School. The District passed a General Obligation Bond of \$17.91 million in November of 2017 for the matching money required to receive the awarded Best Grant funds. District taxes may be increased by the District up to \$1.45 million annually for payment of the General Obligation Bond.

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Superintendent's Office, Upper Rio Grande School District, 950 French Street, Del Norte, CO 81132.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
BASIC FINANCIAL STATEMENTS

UPPER RIO GRANDE SCHOOL DISTRICT C-7
STATEMENT OF NET POSITION
June 30, 2021

	Primary Government Governmental Activities
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 4,375,606
Accounts Receivable	1,052
Property Tax Receivable	225,265
Due from Other Governments	182,366
Due from County Treasurer	55,082
Inventory	5,508
Capital Assets	
Land	423,065
Land Improvements	859,355
Buildings and Improvements	43,194,627
Equipment	1,362,253
Vehicles	1,088,317
Less: Accumulated Depreciation	(3,017,800)
TOTAL ASSETS	48,754,696
DEFERRED OUTFLOWS OF RESOURCES	
Pensions	2,026,575
OPEB	23,649
TOTAL DEFERRED OUTFLOWS OF RESOURCES	2,050,224
LIABILITIES	
Current Liabilities	
Accounts Payable	78,758
Accrued Salaries and Benefits	418,001
Accrued Interest Payable	42,754
Unearned Revenue	114,996
General Obligation Bonds	707,633
Long-term Liabilities	
Due more than one year:	
General Obligation Bonds	15,209,391
Pension Liability	8,349,025
OPEB Liability	303,602
TOTAL LIABILITIES	25,224,160
DEFERRED INFLOWS OF RESOURCES	
Pensions	3,710,970
OPEB	134,734
Unavailable Revenue - Property Tax	60,136
TOTAL DEFERRED INFLOWS OF RESOURCES	3,905,840
NET POSITION	
Net Investment in Capital Assets	28,049,351
Restricted for	
TABOR	185,000
TABOR Multi-Year Obligation	375,000
Debt Service	1,141,436
Unrestricted	(8,075,867)
TOTAL NET POSITION	\$ 21,674,920

The accompanying notes are an integral part of this financial statement.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants & Contributions	Capital Grants & Contributions	Revenue and Change in Net Position
					Primary Government
Primary Government:					
Governmental Activities:					
Instructional Program	\$ 2,645,706	\$ -	\$ 1,865,343	\$ -	\$ (780,363)
Student Support Services	324,088	-	144,217	-	(179,871)
Instructional Staff Support Services	206,809	-	-	-	(206,809)
Food Service Operations	153,298	5,808	143,288	-	(4,202)
General Administration Support Services	359,348	27,978	-	-	(331,370)
School Administration Support Services	142,830	-	-	-	(142,830)
Business Support Services	81,730	-	-	-	(81,730)
Operations and Maintenance of Plant Services	861,413	-	114,820	-	(746,593)
Student Transportation Services	97,484	-	30,715	-	(66,769)
Central Support Services	24,544	-	-	-	(24,544)
Other Support Services	316,425	-	-	-	(316,425)
Facilities Acquisition and Construction Services	57,604	-	-	-	(57,604)
Interest on Long-term Debt	550,732	-	-	-	(550,732)
Total Governmental Activities	5,822,011	33,786	2,298,383	-	(3,489,842)
Total Primary Government	\$ 5,822,011	\$ 33,786	\$ 2,298,383	\$ -	(3,489,842)
General Revenues					
Taxes:					
					3,747,683
					498,869
					14,366
					2,224,483
					10,468
					<u>6,495,869</u>
					Change in Net Position
					3,006,027
					Net Position, Beginning of Year
					<u>18,668,893</u>
					Net Position, End of Year
					<u>\$ 21,674,920</u>

The accompanying notes are an integral part of this financial statement.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
GOVERNMENTAL FUNDS
BALANCE SHEET
June 30, 2021

	GENERAL FUND	GOVERNMENTAL DESIGNATED PURPOSE GRANTS FUND	DEBT SERVICE FUND
ASSETS			
Cash and Cash Equivalents	\$ 2,636,991	\$ 33,922	\$ 1,117,455
Cash with Fiscal Agent	-	-	-
Accounts Receivable	-	-	-
Property Tax Receivable	145,728	-	79,537
Due from Other Governments	30,227	123,434	-
Due from County Treasurer	46,651	-	8,431
Inventory	-	-	-
TOTAL ASSETS	\$ 2,859,597	\$ 157,356	\$ 1,205,423
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 52,909	\$ 24,257	\$ -
Accrued Salaries and Benefits	346,120	61,805	-
Accrued Interest Payable	-	-	42,754
Unearned Revenue	43,702	71,294	-
TOTAL LIABILITIES	442,731	157,356	42,754
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue -Property Tax	38,903	-	21,233
FUND BALANCE			
Nonspendable	-	-	-
Restricted for			
TABOR	185,000	-	-
TABOR Multi-Year Obligation	375,000	-	-
Debt Service	-	-	1,141,436
Bond Proceeds for Capital Construction	-	-	-
Committed			
Capital Projects	-	-	-
Pupil Activities	-	-	-
Food Service	-	-	-
Unassigned	1,817,963	-	-
TOTAL FUND BALANCE	2,377,963	-	1,141,436
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 2,859,597	\$ 157,356	\$ 1,205,423

The accompanying notes are an integral part of this financial statement.

TOTAL NONMAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 530,680	\$ 4,319,048
56,558	56,558
1,052	1,052
-	225,265
28,705	182,366
-	55,082
5,508	5,508
<hr/>	<hr/>
<u>\$ 622,503</u>	<u>\$ 4,844,879</u>

\$ 1,592	\$ 78,758
10,076	418,001
-	42,754
-	114,996
<hr/>	<hr/>
11,668	654,509

<hr/>	<hr/>
-	60,136

5,508	5,508
-	185,000
-	375,000
-	1,141,436
56,558	56,558
366,308	366,308
131,383	131,383
51,078	51,078
-	1,817,963
<hr/>	<hr/>
610,835	4,130,234
<hr/>	<hr/>
<u>\$ 622,503</u>	<u>\$ 4,844,879</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES
TO THE STATEMENT OF NET POSITION
June 30, 2021

Total governmental fund balances	\$ 4,130,234
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in the governmental activities are not financial resources and therefore are not reported in the funds.	43,909,817
Deferred results and contributions to pension and OPEB plans made after the measurement date are recorded as expenditures in the governmental funds but must be deferred in the statement of net position.	2,050,224
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	
General Obligation Bonds	(15,917,024)
Net pension and OPEB liabilities are not due and payable in the current period and are not reported in the funds.	(8,652,627)
Certain amounts related to the net pension and OPEB liabilities are deferred and amortized over time. These are not reported in the funds.	<u>(3,845,704)</u>
Net position of governmental activities	<u><u>\$ 21,674,920</u></u>

The accompanying notes are an integral part of this financial statement.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES
For the Year Ended June 30, 2021

	GENERAL FUND	GOVERNMENTAL DESIGNATED PURPOSE GRANTS FUND	DEBT SERVICE FUND
REVENUES			
Federal Sources	\$ -	\$ 1,414,376	\$ -
State Sources	2,493,719	286,237	-
Local Sources	3,097,622	-	1,313,820
Other Sources	19,556	-	-
TOTAL REVENUES	<u>5,610,897</u>	<u>1,700,613</u>	<u>1,313,820</u>
EXPENDITURES			
Instructional Program	1,906,337	1,272,622	-
Student Support Services	217,244	116,854	-
Instructional Staff Support Services	271,947	17,989	-
Food Service Operations	-	-	-
General Administration Support Services	619,947	-	-
School Administration Support Services	258,849	7,127	-
Business Support Services	129,389	20,698	-
Operations and Maintenance of Plant Services	633,543	265,323	-
Student Transportation Services	162,117	-	-
Central Support Services	24,544	-	-
Other Support Services	332,325	-	-
Facilities Acquisition and Construction Services	-	-	-
Debt Service	-	-	1,234,217
TOTAL EXPENDITURES	<u>4,556,242</u>	<u>1,700,613</u>	<u>1,234,217</u>
Excess (deficiency) of revenues over expenditures	<u>1,054,655</u>	<u>-</u>	<u>79,603</u>
OTHER FINANCING SOURCES (USES)			
Sale of Fixed Assets	75	-	-
Transfer from Other Funds	-	-	-
Transfer to Other Funds	(516,050)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(515,975)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	538,680	-	79,603
Fund Balance, Beginning of Year	<u>1,839,283</u>	<u>-</u>	<u>1,061,833</u>
FUND BALANCE, End of Year	<u>\$ 2,377,963</u>	<u>\$ -</u>	<u>\$ 1,141,436</u>

The accompanying notes are an integral part of this financial statement.

TOTAL NONMAJOR FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 141,987	\$ 1,556,363
1,301	2,781,257
61,648	4,473,090
-	19,556
<hr/>	<hr/>
204,936	8,830,266
<hr/>	<hr/>
-	3,178,959
105,919	440,017
-	289,936
209,839	209,839
6,243	626,190
-	265,976
-	150,087
-	898,866
-	162,117
-	24,544
-	332,325
414,612	414,612
22,251	1,256,468
<hr/>	<hr/>
758,864	8,249,936
<hr/>	<hr/>
(553,928)	580,330
<hr/>	<hr/>
30,950	31,025
516,050	516,050
-	(516,050)
<hr/>	<hr/>
547,000	31,025
<hr/>	<hr/>
(6,928)	611,355
<hr/>	<hr/>
617,763	3,518,879
<hr/>	<hr/>
\$ 610,835	\$ 4,130,234
<hr/> <hr/>	<hr/> <hr/>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
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 change in fund balances - total governmental funds \$ 611,355

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 and reported as depreciation expense. This is the activity in the capital assets in the current period.

Capital asset additions	\$ 418,298	
Loss on disposal of capital assets	(33,253)	
Depreciation expense	<u>(1,086,016)</u>	
		(700,971)

Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Principal Payments on General Obligation Bonds	684,431	
Capital Lease Payments	<u>21,305</u>	
		705,736

Certain items reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in the governmental funds. This item consists of the change in pension and OPEB expense.

		<u>2,389,907</u>
Change in net position of governmental activities	\$	<u><u>3,006,027</u></u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the District reflected in the accompanying financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Accounting principles generally accepted in the United States of America for local governments are those promulgated by the Governmental Accounting Standards Board (GASB) in *Governmental Accounting and Financial Reporting Standards*.

REPORTING ENTITY

Primary Government

Upper Rio Grande School District C-7 is a public school as established by Colorado State Statute. The District is declared to be a corporate body with perpetual existence and in its name may hold property, sue and be sued, and be a party to contracts for any purpose authorized by law. Members of the school board are voted on at large by the registered, qualified electors of the District. Taxes are levied upon all taxable property within the District's boundaries by the County Commissioners. The County Treasurer collects the taxes and remits them to the District. The District also receives State and Federal funds. The school board has the authority to issue bonds up to 20% of the latest assessed valuation of the taxable property in the District. The board also has authority to select the depository of school funds and acquire short-term loans.

Component Units

The District's combined financial statements include the accounts of all District operations. The criteria for including organizations as component units within the District's reporting entity, as set forth in Section 2100 of GASB's *Codification of Governmental Accounting and Financial Reporting Standards*, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The District holds the corporate powers of the organization
- The District appoints a voting majority of the organization's board
- The District is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the District
- There is fiscal dependency by the organization on the District
- The organization is financially accountable to the District
- The organization receives or holds funds that are for the benefit of the District; and the District has access to a majority of the funds held; and the funds that are accessible are also significant to the District.

Based on the aforementioned criteria, the Upper Rio Grande School District C-7 has no component units.

GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The government-wide financial statements include the statement of net position and the statement of activities. Government-wide statements report information on all of the activities of the District, except for District fiduciary activity. The effect of interfund transfers has been removed from the government-wide statements but continues to be reflected on the fund statements. Mainly taxes and intergovernmental revenues support governmental activities.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

The statement of activities reflects the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Program revenues include:

- Charges to customers or applicants who purchase, use, or directly benefit from services, or privileges provided by a given function or segment and
- Grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included in program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental funds and enterprise funds, each reported as a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. This measurement is also used for the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants are recognized as revenue when all applicable eligibility requirements, imposed by the provider, are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

- The ***General Fund*** is the general operating fund of the District. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The ***Governmental Designated Purpose Grants Fund*** is used to record financial transactions for grants received for designated programs funded by federal, state, or local governments.
- The ***Bond Redemption Fund*** is used to account for the accumulation of resources for and the payment of principal, interest, and related expenses on the long-term general obligation debt or long-term voter-approved lease-purchase debt.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated. All interfund transfers in the Statement of Activities have been eliminated.

ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION/FUND BALANCE

Cash and Cash Equivalents

The District's cash and cash equivalents are considered to be cash in bank, certificates of deposit, and liquid investments with maturity of three months or less.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1 each year. The taxes are payable in two installments on February 28 and June 15 or in full on April 30. The District's property taxes are collected by the County Treasurer who remits monthly receipts to the District. Property tax revenue is recognized when received by the County Treasurer.

Uncollected property taxes that became an enforceable lien January 1, 2020 have been recorded in the financial statements as an asset and a corresponding unavailable revenue.

Inventories

Purchased inventories are stated at cost and consist of supplies and food to be used within one year. Donated inventory is priced at the U.S. Department of Agriculture established values.

USDA Commodities

The Food Service Fund receives donated commodities to use in meal preparation from the U.S. Department of Agriculture. The value of these commodities received during the year is shown as income, and the value of commodities used is shown as expenditure.

Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, equipment, vehicles, and construction in progress, are reported in the applicable governmental activities column in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000. Capital assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Land Improvements	20
Buildings and Improvements	7-50
Equipment	5-15
Vehicles	8

Long-Term Obligations

Long-term debt and other long-term obligations are recorded as liabilities in the government-wide financial statements. In the fund financial statements for governmental fund types, debt proceeds are reported as an other financing source and debt payments are reported as debt service expenditures.

Compensated Absences

Full-time employees of the District receive 8, 10 and 12 days of paid leave working up to 150, 151-162 and 162+ days a year respectively. Part time employee paid days are determined by hours worked per day/days worked per year. At the end of each school year employees with unused paid leave may "bank" up to 4, 5, or 6 days to their next year's annual leave, with a maximum not to exceed 12, 15, or 18 days in any given year. Full time employees also receive 48 days per year for emergency paid leave to be used within the year. Upon separation with the District, employees are not paid out for unused leave.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

Unearned Grant Revenue

Revenues on grants, which are restricted by the grant document for specific purposes, are recognized as revenue only after eligible grant costs have been incurred. Grant funds received in excess of grant expenditures are recorded as unearned revenues.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This represents a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (as either an expense or expenditure) until that period.

In addition to liabilities, the statement of net position reports a separate section of deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to future periods and will not be recognized as an inflow of resources (revenue) until that period.

Certain amounts related to pensions must be deferred.

Pensions

The District participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) 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 made changes to certain benefit provisions. Most of these changes were in effect as of June 30, 2021.

Other Postemployment Benefits

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

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net position should be displayed in the following three components:

- *Net investment in capital assets* – consists of capital assets, net accumulated depreciation, reduced by the outstanding balances of any borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

attributable to the acquisition, construction, or improvement of those assets or related debt should be included in this component of net position.

- *Restricted* – consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Restricted assets consist of assets that have limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.
- *Unrestricted* – consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Fund Balance

Fund balances are reported by classification based on the extent to which the District is bound to honor constraints for the specific purposes on which amounts in the fund can be spent. Fund balances are classified in one of the five categories:

- *Nonspendable Fund Balance* – amounts that cannot be spent because they are not in spendable form – such as inventory and prepaid expenditures.
- *Restricted Fund Balance* – amounts restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* – amounts that can only be used for specific purposes as a result of constraints imposed through adopted resolution by the Board of Education, the highest level of decision making authority. Committed amounts cannot be used for any other purpose unless the Board removes those constraints by taking the same type of action. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.
- *Assigned Fund Balance* – amounts a government intends to use for a specific purpose; intent can be expressed by the Board of Education or by an official or body to which the governing body delegates the authority.
- *Unassigned Fund Balance* – amounts that are available for any purpose; these amounts are reported only in the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted net position/fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, and unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Education has provided otherwise in its commitment or assignment actions.

Encumbrances

The District does not record purchase orders in the accounting system until invoices are ready for payment. Unfulfilled purchase commitments outstanding at the end of the budget year are rebudgeted in the succeeding year. End of the year fund balance intended to be used in the succeeding year is reported as designated fund balance.

Use of Estimates

The preparation of the financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

Upper Rio Grande School District C-7 follows the procedures set forth in the Colorado School District Budget Law when preparing annual budgets for each fund. Budget procedures include:

- 1) Preparation of budget documents by administrative staff shall be submitted to the Board no later than June 1 of each year.
- 2) Publication of a notice stating that the budget is available for public inspection.
- 3) Discussion of the budget in a meeting open to the public.
- 4) Adoption of the budget in a public meeting by appropriate resolution.

Formal budgetary integration is employed as a management control device for all funds of the District. All fund budgets are adopted on a basis consistent with U.S. generally accepted accounting principles (GAAP) with the exception of the Food Service Fund.

The total expenditures for each fund cannot exceed the budgeted amount unless a supplemental appropriation is adopted. The Board of Education adopted supplemental appropriations during fiscal year 2021.

All budget amounts presented in the accompanying supplementary information reflect the original budget and the final amended budget, if applicable.

NOTE 3 CASH AND DEPOSITS

A summary of Cash and Deposits for the District are as follows:

Cash Deposited with Banks	\$ 4,319,048
Cash with Fiscal Agent	<u>56,558</u>
Total cash and deposits on the Statement of Net Position	<u><u>\$ 4,375,606</u></u>

Cash and Deposits

Colorado State Statutes govern the District's deposits of cash. The statutes specify eligible depositories for public cash deposits, which must be Colorado institutions and must maintain federal insurance (FDIC) on deposits held.

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories, determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized in accordance with the PDPA. PDPA allows the institution to create a single collateral pool for all public funds to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to the aggregate uninsured deposits.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of year-end, \$3,315,055 of the District's bank balance of \$4,490,252 was exposed to custodial credit risk. Deposits exposed to credit risk are collateralized with securities held by the pledging financial institution through PDPA.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

Investments

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local government entities may invest. They include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Banker’s acceptance of certain banks
- Commercial paper holding the highest credit rating category and with a maturity within 180 days
- Local government investment pools
- Written repurchase agreements collateralized by certain authorized securities
- Certain money market funds
- Guaranteed investment contracts
- Corporate or bank debt issued by eligible corporations or banks

Custodial Credit Risk – Investments

State law limits investments for school districts to U.S. treasury issues, other federally backed notes and credits, and other agency offerings. Other investment instruments, including bank obligations, general obligation bonds, and commercial paper, are limited to at least one of the highest rating categories of at least one nationally recognized rating agency. State law further limits investments in money market funds to those institutions with over \$1 billion in assets or the highest credit rating from one or more of the nationally recognized rating agencies. COLOTRUST has over \$1 billion in assets, is rated AAAM by Standard and Poor’s, and maintains a constant net asset value of \$1 per share. The State Securities Commissioner administers and enforces all State statutes governing COLOTRUST. Financial statements for COLOTRUST are available at www.colotruster.com.

Investments	Maturity	Total	Rating
ColoTrust	Less than 1 Year	\$ 100,553	AAAM

NOTE 4 PROPERTY TAXES RECEIVABLE

Property taxes receivable at June 30, 2021, consisted of the following:

General Fund	\$ 145,728
Bond Redemption Fund	79,537
	\$ 225,265

NOTE 5 DUE FROM OTHER GOVERNMENTS

Intergovernmental receivables include amounts due from grantors for specific program grants. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred. As of June 30, 2021, the District had \$182,366 due from Federal, State, and Local governments, reflected as intergovernmental receivables in the accompanying basic financial statements.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 6 INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

Interfund Transfers

Interfund transfers for the year ended June 30, 2021, were as follows:

Transfer In	Transfer Out	Amount
Pupil Activity Fund	General Fund	\$ 67,000
Food Service Fund	General Fund	80,000
Capital Reserve Capital Projects Fund	General Fund	369,050
Total		\$ 516,050

These transfers were made to subsidize the Pupil Activity, Food Service, and Capital Reserve Capital Projects Funds.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 7 CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021, was as follows:

	Balance 06/30/2020	Additions	Deletions	Balance 06/30/2021
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 423,065	\$ -	\$ -	\$ 423,065
Construction in Progress	540,427	359,328	(899,755)	-
Total capital assets not being depreciated	<u>963,492</u>	<u>359,328</u>	<u>(899,755)</u>	<u>423,065</u>
Capital assets being depreciated				
Land Improvements	-	859,355	-	859,355
Buildings and Improvements	43,980,986	66,400	(852,759)	43,194,627
Equipment	1,329,282	32,971	-	1,362,253
Vehicles	1,132,411	-	(44,094)	1,088,317
Total capital assets being depreciated	<u>46,442,679</u>	<u>958,726</u>	<u>(896,853)</u>	<u>46,504,552</u>
Less accumulated depreciation for:				
Land Improvements	-	42,968	-	42,968
Buildings and Improvements	1,816,524	871,739	(836,038)	1,852,225
Equipment	141,019	101,538	-	242,557
Vehicles	837,838	69,771	(27,559)	880,050
Total accumulated depreciation	<u>2,795,381</u>	<u>1,086,016</u>	<u>(863,597)</u>	<u>3,017,800</u>
Total capital assets being depreciated, net	<u>43,647,298</u>	<u>(127,290)</u>	<u>(33,256)</u>	<u>43,486,752</u>
GOVERNMENTAL ACTIVITIES, NET	<u><u>\$ 44,610,790</u></u>	<u><u>\$ 232,038</u></u>	<u><u>\$ (933,011)</u></u>	<u><u>\$ 43,909,817</u></u>

Asset Disposition

The District granted a warranty deed for the “High School Building” property during fiscal year 2021.

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

Governmental activities:

Instructional Program	\$ 899,625
Instructional Staff Support Services	5,578
Food Service Operations	20,783
Operations and Maintenance of Plant Services	108,561
Student Transportation Services	26,180
Other Support Services	22,969
Facilities Acquisition and Construction Services	<u>2,320</u>
Total depreciation expense – governmental activities	<u><u>\$ 1,086,016</u></u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 ACCRUED SALARIES AND BENEFITS

The teachers, administrators, and the administrative staff are employed under nine, ten, and eleven month contracts. All District employees are paid on a twelve-month basis; therefore, a difference exists between the actual amount of salaries earned under the contract and the amount paid. The difference between salaries earned and paid, including the District's share of benefits, has been accrued in the financial statements in the amount of \$418,001.

NOTE 9 LONG-TERM LIABILITIES

Changes in Long-Term Liabilities

Long-term liability balances for the year ended June 30, 2021, were as follows:

	Beginning Balance 06/30/2020	Additions	Deletions	Ending Balance 06/30/2021	Due Within One Year
<i>Governmental Activities</i>					
Capital Lease Payable	\$ 21,305	\$ -	\$ (21,305)	\$ -	\$ -
Bonds Payable- Series 2017	16,601,455	-	(684,431)	15,917,024	707,633
Total Governmental Activities	\$ 16,622,760	\$ -	\$ (705,736)	\$ 15,917,024	\$ 707,633

General Obligation Bond Payable

On December 7, 2017, the District issued general obligation bonds series 2017 in the amount of \$17,913,517 with an interest rate of 3.39% to be paid in full December 1, 2037. The bonds were issued for the District's match for the Building Excellent Schools Today Act (BEST) grant for the construction of the new school building and facilities.

The annual debt service for the General Obligation Bond payable is as follows:

	Principal	Interest	Totals
FY 2022	\$ 707,633	\$ 525,594	\$ 1,233,227
FY 2023	731,622	501,131	1,232,753
FY 2024	756,423	475,838	1,232,261
FY 2025	782,066	449,688	1,231,754
FY 2026	808,578	422,819	1,231,397
FY 2027-2031	4,473,117	1,674,360	6,147,477
FY 2032-2036	5,284,488	847,110	6,131,598
FY 2037	2,373,097	77,822	2,450,919
	\$ 15,917,024	\$ 5,523,617	\$ 20,891,386

Lease Purchase Agreements

The District entered into a lease purchase agreement between TCF Equipment Finance, as lessor, and the District, as lessee, for the purpose of purchasing a Blue Bird 15 passenger bus. The lease, dated August 16, 2018, was for \$63,954 with an interest rate of 4.44%. The lease had a term of three annual payments from the Capital Reserve Capital Projects Fund, the final payment was paid in August 16, 2020. The cost of the bus was \$63,954 and accumulated depreciation was \$23,983 at June 30, 2021.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 10 OPERATING LEASES

The District is committed under an operating lease for office equipment. This lease is considered for accounting purposes as an operating lease. Lease expenses for the year totaled \$6,243.

NOTE 11 DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. Eligible employees of the District are provided with pensions through the 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 31, 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.

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, referred to as annual increases in the C.R.S., once certain criteria are met. 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.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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

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

Contributions provisions as of June 30, 2021. Eligible employees of, the District and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 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	10.90%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	-1.02%
Amount Apportioned to the SCHDTF	9.88%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.50%
Total employer contribution rate to the SCHDTF	19.88%

*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. § 24-51-414, 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 amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, and Judicial 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 District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the District were \$575,105 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 District’s proportion of the net pension liability was based on the District 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 aforementioned suspension of the July 1, 2020, 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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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 District reported a liability of \$8,349,025 for its proportionate share of the net pension liability that reflected a reduction for support from the State as a nonemployer contributing entity. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

Upper Rio Grande School District's proportionate share of the net position liability	\$	8,349,025
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Upper Rio Grande School District		-
Total	\$	8,349,025

At December 31, 2020, the District's proportion was 0.0552 percent, which was an increase of 0.0030 percent from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the District recognized pension expense of \$(2,361,127) and revenue of \$0 for support from the State as a nonemployer contributing entity. At June 30, 2021, the 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	\$ 458,737	\$ -
Changes of assumptions or other inputs	803,151	1,403,401
Net difference between projected and actual earnings on pension plan investments	-	1,837,810
Changes in proportion and differences between contributions recognized and proportionate share of contributions	474,908	469,759
Contributions subsequent to the measurement date	289,779	-
Total	\$ 2,026,575	\$ 3,710,970

\$289,779 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	\$ (1,647,187)
2023	249,332
2024	(286,395)
2025	(289,925)
2026	-
Thereafter	-

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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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.

Post-retirement non-disabled mortality assumptions 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 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.

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%

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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 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.

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 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.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

- Wage inflation assumption decreased from 3.50 percent per year to 3.00 percent per year.

Several factors were 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	<u>100.00%</u>	

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employee contributions were assumed to be made at the current member contribution rates in effect for each year, including the scheduled increases in SB 18-200. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200. Employer contributions also include the current and estimated future AED and SAED, until the Actuarial Value Funding Ratio reaches 103 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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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), which commenced 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 fiduciary net position, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the fiduciary net position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the projection test indicates the SCHDTF’s FNP 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 rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

Sensitivity of the District’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%)
	<u> </u>	<u> </u>	<u> </u>
Proportionate share of the net pension liability	\$ 11,388,754	\$ 8,349,025	\$ 5,815,929

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

NOTE 12 OTHER POSTEMPLOYMENT BENEFITS

General Information about the OPEB Plan

Plan description. Eligible employees of the District are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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.

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 are eligible for a premium subsidy, if enrolled in a health care plan under PERACare.

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 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 on behalf of benefit recipients not covered by Medicare Part A.

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$29,507 for the year ended June 30, 2021.

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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

At June 30, 2021, the District reported a liability of \$303,602 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 District's proportion of the net OPEB liability was based on the District's 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 District's proportion was 0.0320 percent, which was a decrease of 0.0022 from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021 the District recognized OPEB expense of (\$28,780). At June 30, 2021, District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 806	\$ 66,746
Net difference between projected and actual earnings on OPEB plan investments	-	12,405
Changes of assumptions or other inputs	2,268	18,618
Changes in proportion and differences between contributions recognized and proportionate share of contributions	5,707	36,965
Contributions subsequent to the measurement date	14,868	-
Total	\$ 23,649	\$ 134,734

\$14,868 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	(28,618)
2023	(26,883)
2024	(28,253)
2025	(28,379)
2026	(12,971)
Thereafter	(848)

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%

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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

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 are assumed for 2020 for the PERA Benefit Structure:

Medicare Plan	Initial Costs for Members without Medicare Part A		
	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.

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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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 are applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

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

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.

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.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

	Trust Fund
	School Division
Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation:	
Members other than State Troopers	3.40%-11.00%

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.

The pre-retirement mortality assumptions for the School Division were based upon the PubT-2010 Employee 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 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.

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.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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:

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

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 rate of return assumption of 7.25 percent.

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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

	<u>1% Decrease in Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Increase in Trend Rates</u>
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
Ultimate PERACare Medicare Part A 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	\$295,755	\$303,602	\$312,737

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 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 projection test indicates 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 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:

	<u>1% Decrease (6.25%)</u>	<u>Current Discount Rate (7.25%)</u>	<u>1% Increase (8.25%)</u>
Proportionate share of the net OPEB liability	<u>\$ 347,782</u>	<u>\$ 303,602</u>	<u>\$ 265,854</u>

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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 13 DEFINED CONTRIBUTION PENSION PLAN

Voluntary Investment Program

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

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions, employer contributions, and investment earnings. The District does not contribute to this plan. For the year ended June 30, 2021, program members contributed \$20,151 for the Voluntary Investment Program.

NOTE 14 JOINT VENTURES AND RELATED PARTIES

The District participates in the following entities. These joint ventures and related parties do not meet the criteria for inclusion within the reporting entity because the following entities:

- are financially independent and responsible for its own financing deficits and entitled to its own surpluses,
- have a separate governing board from that of the District,
- have a separate management which is responsible for day-to-day operations and is accountable to the separate governing board,
- have governing boards and management with the ability to significantly influence operations by approving budgetary requests and adjustments, signing contracts, hiring personnel, exercising control over facilities and determining the outcome for disposition of matters affecting the recipients of services provided, and
- have absolute authority over all funds and fiscal responsibility including budgetary responsibility and reporting to state agencies and controls fiscal management.

San Luis Valley Board of Cooperative Services (BOCES)

The BOCES is an organization that provides member districts educational services at a shared lower cost per district. The Board of BOCES is selected from the elected members of the District Boards. The District has one member on the Board. This Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is approximately 7% at June 30, 2021. Complete separate financial statements may be obtained from BOCES.

Colorado School Districts' Self-Insurance Pool

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

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

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

As the District did not exercise oversight responsibility nor have sufficient control over Pool activities, the Pool is not a component unit of the District and only the District's share of contributions to the Pool is recorded as expenditures in the General Fund. The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2021. Complete separate financial statements may be obtained from the Colorado School Districts' Self-Insurance Pool.

NOTE 15 TABOR EMERGENCY RESERVE

Colorado voters passed an amendment to the State constitution, Article X, Section 20, which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The District believes it is in compliance with the requirements of the amendment.

Fiscal year spending and revenue limits are determined based on the prior year's spending adjusted for inflation and local growth. Revenue in excess of the limit must be refunded unless the voters approve retention of such revenue.

On November 5, 1996 voters approved a ballot which stated that the District is authorized to collect, retain and expend all revenues including grants and other funds collected during 1996 and each subsequent year from any source, notwithstanding the limitations of Article X, Section 20 of the Colorado constitution, provided, however, that no property tax mill levy be increased at any time nor shall any new tax be imposed without the prior approval of the voters.

The amendment also requires that Emergency Reserves be established. These reserves must be at least three percent of fiscal year spending. This Emergency Reserve is accounted for as a restricted fund balance in the General Fund balance sheet and a restricted net position in the government-wide statement of net position. The entity is not allowed to use the Emergency Reserve to compensate for economic conditions, revenue shortfalls, or salary or benefit increases.

NOTE 16 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the Colorado School Districts' Self Insurance Pool. There have been no significant reductions in insurance coverage. Settled claims from these risks have not exceeded commercial insurance coverage for the current year or the three prior years.

NOTE 17 COMMITMENTS AND CONTINGENCIES

The District participates in federal grant programs subject to program compliance audits by the grantors or their representatives. The amount, if any, of expenses which may be disallowed by the granting agencies cannot be determined at this time although the District expects such amounts, if any, to be immaterial.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2021

Construction of New Baseball Field

The District is in the process of constructing a new baseball field on the school property. The total project cost is estimated to be \$1.67 million. On October 26, 2021 the District entered into a lease purchase agreement with Hellas Construction, Inc. for \$794,024 with the remaining costs to be paid by the District. Estimated completion date is March of 2022.

COVID-19

In March of 2020, the COVID-19 virus was declared a global pandemic. Business continuity could be severely impacted for months or more, as significant and unprecedented measures to mitigate the consequences of the pandemic are undertaken. The District has been awarded Coronavirus Aid, Relief, and Economic Security (CARES) Act and Elementary and Secondary School Emergency Relief Funding (ESSER) to mitigate some of the costs/losses incurred as a result of the pandemic. However, no adjustments have been made to these financial statements as the potential impact is unknown at this time.

UPPER RIO GRANDE SCHOOL DISTRICT C-7

REQUIRED SUPPLEMENTARY INFORMATION

A budgetary comparison schedule is required for the General Fund and, if applicable, each of the District's major special revenue funds. In addition, pension and OPEB plan contributions and the District's proportionate share of the net pension and OPEB liabilities are required to supplement the basic financial statements.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2021

	<u>BUDGETED AMOUNTS</u>			<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>FINAL BUDGET</u> <u>POSITIVE</u> <u>(NEGATIVE)</u>
REVENUES				
State Sources	\$ 2,494,667	\$ 2,821,756	\$ 2,493,719	\$ (328,037)
Local Sources	2,894,148	2,891,457	3,097,622	206,165
Other Sources	15,022	15,022	19,556	4,534
TOTAL REVENUES	<u>5,403,837</u>	<u>5,728,235</u>	<u>5,610,897</u>	<u>(117,338)</u>
EXPENDITURES				
Instructional Program	2,484,301	2,090,056	1,906,337	183,719
Student Support Services	249,805	262,680	217,244	45,436
Instructional Staff Support Services	284,639	314,602	271,947	42,655
General Administration Support Services	445,228	426,375	619,947	(193,572)
School Administration Support Services	304,917	273,691	258,849	14,842
Business Support Services	130,401	130,401	129,389	1,012
Operations and Maintenance of Plant Services	902,413	844,048	633,543	210,505
Student Transportation Services	251,098	251,098	162,117	88,981
Central Support Services	50,000	50,000	24,544	25,456
Other Support Services	130,027	137,327	332,325	(194,998)
TOTAL EXPENDITURES	<u>5,232,829</u>	<u>4,780,278</u>	<u>4,556,242</u>	<u>224,036</u>
Excess (deficiency) of revenues over expenditures	<u>171,008</u>	<u>947,957</u>	<u>1,054,655</u>	<u>106,698</u>
OTHER FINANCING SOURCES (USES)				
Sale of Fixed Assets	-	-	75	75
Transfer to Other Funds	(291,000)	(591,000)	(516,050)	74,950
TOTAL OTHER FINANCING SOURCES (USES)	<u>(291,000)</u>	<u>(591,000)</u>	<u>(515,975)</u>	<u>75,025</u>
NET CHANGE IN FUND BALANCE	(119,992)	356,957	538,680	181,723
FUND BALANCE, Beginning of Year	<u>1,590,730</u>	<u>1,839,284</u>	<u>1,839,283</u>	<u>(1)</u>
FUND BALANCE, End of Year	<u>\$ 1,470,738</u>	<u>\$ 2,196,241</u>	<u>\$ 2,377,963</u>	<u>\$ 181,722</u>

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.
This schedule is presented on the GAAP basis.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
GOVERNMENTAL DESIGNATED PURPOSE GRANTS FUND
For the Year Ended June 30, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Federal Sources	\$ 574,170	\$ 1,521,673	\$ 1,414,376	\$ (107,297)
State Sources	251,175	353,982	286,237	(67,745)
TOTAL REVENUES	825,345	1,875,655	1,700,613	(175,042)
EXPENDITURES				
Instructional Program	407,097	1,149,184	1,272,622	(123,438)
Student Support Services	208,274	251,509	116,854	134,655
Instructional Staff Support Services	106,008	107,520	17,989	89,531
School Administration Support Services	6,820	6,820	7,127	(307)
Business Support Services	25,874	36,410	20,698	15,712
Operations and Maintenance	58,388	323,712	265,323	58,389
Other Support Services	12,884	500	-	500
TOTAL EXPENDITURES	825,345	1,875,655	1,700,613	175,042
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, Beginning of Year	-	-	-	-
FUND BALANCE, End of Year	\$ -	\$ -	\$ -	\$ -

Notes to Required Supplementary Information

The basis of budgeting is the same as GAAP.

This schedule is presented on the GAAP basis.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
PERA SCHDTF PENSION PLAN
For the Years Ended June 30,

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
District's proportion of the net pension liability	0.0552257862%	0.0522623434%	0.0543333049%	0.0606252697%	0.0614325184%	0.0628131197%	0.0650425406%
District's proportionate share of the net pension liability (asset)	\$ 8,349,025	\$ 7,807,881	\$ 9,620,828	\$ 19,604,058	\$ 18,290,836	\$ 9,606,823	\$ 8,815,449
State's proportionate share of the net pension liability (asset) associated with the District	<u>-</u>	<u>990,330</u>	<u>1,315,515</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 8,349,025</u>	<u>\$ 8,798,211</u>	<u>\$ 10,936,343</u>	<u>\$ 19,604,058</u>	<u>\$ 18,290,836</u>	<u>\$ 9,606,823</u>	<u>\$ 8,815,449</u>
District's covered payroll	\$ 2,954,618	\$ 3,070,365	\$ 2,968,093	\$ 2,796,570	\$ 2,761,873	\$ 2,737,381	\$ 2,724,629
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	283%	254%	324%	701%	662%	351%	324%
Plan fiduciary net position as a percentage of the total pension liability	67.0%	64.5%	57.0%	44.0%	43.1%	59.2%	62.8%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

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

See Notes to Required Supplementary Information

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
PERA SCHDTF PENSION PLAN
For the Years Ended June 30,

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 575,105	\$ 583,550	\$ 584,106	\$ 548,406	\$ 505,389	\$ 489,989	\$ 462,013	\$ 427,298	\$ 367,384	\$ 391,661
Contributions in relation to the contractually required contribution	<u>(575,105)</u>	<u>(583,550)</u>	<u>(584,106)</u>	<u>(548,406)</u>	<u>(505,389)</u>	<u>(489,989)</u>	<u>(462,013)</u>	<u>(427,298)</u>	<u>(367,384)</u>	<u>(391,661)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 2,892,874	\$ 3,011,089	\$ 3,053,351	\$ 2,884,121	\$ 2,748,812	\$ 2,761,902	\$ 2,735,625	\$ 2,671,267	\$ 2,435,998	\$ 2,762,825
Contributions as a percentage of covered payroll	19.88%	19.38%	19.13%	19.01%	18.39%	17.74%	16.89%	16.00%	15.08%	14.18%

See Notes to Required Supplementary Information

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
COLORADO PERA HEALTH CARE TRUST FUND
For the Years Ended June 30,

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
District's proportion of the net OPEB liability	0.0319505838%	0.0341632266%	0.0353169396%	0.0344470292%	0.0349162414%
District's proportionate share of the net OPEB liability	\$ 303,602	\$ 383,994	\$ 480,502	\$ 447,674	\$ 452,701
District's covered payroll	\$ 2,954,618	\$ 3,070,365	\$ 2,968,093	\$ 2,796,570	\$ 2,761,873
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	10%	13%	16%	16%	16%
Plan fiduciary net position as a percentage of the total OPEB liability	32.8%	24.5%	17.0%	17.5%	20.0%

*The amounts presented for each fiscal year were determined as of the calendar year-end that occurred within the fiscal year.

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

See Notes to Required Supplementary Information

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
COLORADO PERA HEALTH CARE TRUST FUND
For the Years Ended June 30,

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	\$ 29,507	\$ 30,713	\$ 31,144	\$ 29,418	\$ 28,038	\$ 28,171	\$ 27,903	\$ 27,247	\$ 24,847	\$ 28,181
Contributions in relation to the contractually required contribution	<u>(29,507)</u>	<u>(30,713)</u>	<u>(31,144)</u>	<u>(29,418)</u>	<u>(28,038)</u>	<u>(28,171)</u>	<u>(27,903)</u>	<u>(27,247)</u>	<u>(24,847)</u>	<u>(28,181)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 2,892,874	\$ 3,011,089	\$ 3,053,351	\$ 2,884,121	\$ 2,748,812	\$ 2,761,902	\$ 2,735,625	\$ 2,671,267	\$ 2,435,998	\$ 2,762,825
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%

See Notes to Required Supplementary Information

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
CHANGES IN BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS
For the Year Ended June 30, 2021

NOTE 1 NET PENSION LIABILITY

Changes in assumptions or other inputs effective for the December 31st measurement period for the following years ended:

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.
- 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 changed to the PubT-2010 Employee Table with generational projection using scale MP-2019.
- Post-retirement non-disabled mortality assumptions were changed to 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 changed to 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 changed to the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a benefit-weighted basis.

2019 The post-retirement benefit increases to the PERA benefit structure for those hired prior to 1/1/07 was changed from 0% through 2019 and 1.5% compounded annually thereafter, to 1.25%.

2018 The assumed investment rate of return of 7.25% was used as the discount rate, rather than using the blended rate of 4.78%

2017 The discount rate was lowered from 5.26% to 4.78%.

2016

- The price inflation assumption was lowered from 2.80% to 2.40%.
- The long-term expected rate of return assumption was lowered from 7.50% to 7.25% per year.
- The wage inflation assumption was lowered from 3.90% to 3.50%.
- The mortality tables were changed from RP-2000 Combined Mortality Table for Males and Females, as appropriate, with adjustments for mortality improvements based on a projection scale of Scale AA to 2020 to RP-2014 White Collar Employee Mortality for actively working people, RP-2014 Healthy Annuitant Mortality Table projected to 2020 using the MP-2015 projection scale for retirees, or RP-2014 Disabled Retiree Mortality Table for disabled retirees.
- The discount rate was lowered from 7.50% to 5.26%.

2015 There were no changes in assumptions or other inputs this measurement period compared to the prior year.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
CHANGES IN BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS
For the Year Ended June 30, 2021

NOTE 2 OTHER POSTEMPLOYMENT BENEFITS LIABILITY

Changes in assumptions or other inputs effective for the December 31st measurement period for the following years ended:

2020

- 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.
- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real wage growth assumption decreased from 1.10 percent per year to 0.70 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.
- 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 for the School Division were changed to the PubT-2010 Employee Table with generational projection using scale MP-2019.
- Post-retirement non-disabled mortality assumptions for the School Division were changed to 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 changed to 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 changed to the PubNS-2010 Disabled Retiree Table using 99 percent of the rates for all ages with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a benefit-weighted basis.

2019

- 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 2019 plan year.
- The morbidity assumptions were updated to reflect the assumed standard aging factors.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

2018 There were no changes in assumptions or other inputs effective this measurement period compared to the prior year.

2017 The Medicare Part A premiums were raised from 3.00% to 3.25%, as well as the gradual percentage rose from 4.25% in 2023 to 5.00% in 2025.

UPPER RIO GRANDE SCHOOL DISTRICT C-7

SUPPLEMENTARY INFORMATION

The combining and individual fund financial schedules represent the second level of financial reporting for the District. These schedules present more detailed information for the individual funds in a format that segregates information by fund type.

**UPPER RIO GRANDE SCHOOL DISTRICT C-7
NONMAJOR GOVERNMENTAL FUNDS**

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for and report the proceeds of special revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Pupil Activity Fund – Used to record financial transactions related to school-sponsored pupil intrascholastic and interscholastic athletic and other related activities. These activities are supported in whole or in part by revenues from pupils, gate receipts, and other fundraising activities.

Food Service Fund - Used to account for the District's food service program. Revenues are derived from District contributions and student and adult charges.

CAPITAL PROJECTS FUNDS

Capital Reserve Capital Projects Fund – Used to account for the purposes and limitations specified by Section 22-45-103(1)(c), C.R.S., including the acquisition of sites, buildings, equipment, and vehicles.

Building Fund - Used to account for all resources available for acquiring capital sites, buildings, and equipment. Specifically, bond and grant proceeds for the BEST K-12 construction project.

UPPER RIO GRANDE SCHOOL DISTRICT C-7
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2021

	<u>SPECIAL REVENUE FUNDS</u>		<u>CAPITAL RESERVE</u>	<u>BUILDING FUND</u>	<u>TOTAL NONMAJOR FUNDS</u>
	<u>PUPIL ACTIVITY FUND</u>	<u>FOOD SERVICE FUND</u>	<u>CAPITAL PROJECTS FUND</u>		
ASSETS					
Cash and Cash Equivalents	\$ 130,331	\$ 33,435	\$ 366,914	\$ -	\$ 530,680
Cash with Fiscal Agent	-	-	-	56,558	56,558
Accounts Receivable	1,052	-	-	-	1,052
Due From other Governments	-	28,705	-	-	28,705
Inventory	-	5,508	-	-	5,508
TOTAL ASSETS	<u>\$ 131,383</u>	<u>\$ 67,648</u>	<u>\$ 366,914</u>	<u>\$ 56,558</u>	<u>\$ 622,503</u>
LIABILITIES AND FUND BALANCE					
LIABILITIES					
Accounts Payable	\$ -	\$ 986	\$ 606	\$ -	\$ 1,592
Accrued Salaries and Benefits	-	10,076	-	-	10,076
TOTAL LIABILITIES	<u>-</u>	<u>11,062</u>	<u>606</u>	<u>-</u>	<u>11,668</u>
FUND BALANCE					
Nonspendable	-	5,508	-	-	5,508
Restricted for					
Bond Proceeds for Construction	-	-	-	56,558	56,558
Committed					
Capital Projects	-	-	366,308	-	366,308
Pupil Activities	131,383	-	-	-	131,383
Food Service	-	51,078	-	-	51,078
TOTAL FUND BALANCE	<u>131,383</u>	<u>56,586</u>	<u>366,308</u>	<u>56,558</u>	<u>610,835</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 131,383</u>	<u>\$ 67,648</u>	<u>\$ 366,914</u>	<u>\$ 56,558</u>	<u>\$ 622,503</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	SPECIAL REVENUE FUNDS		CAPITAL RESERVE	BUILDING FUND	TOTAL NONMAJOR FUNDS
	PUPIL ACTIVITY FUND	FOOD SERVICE FUND	CAPITAL PROJECTS FUND		
REVENUES					
Federal Sources	\$ -	\$ 141,987	\$ -	\$ -	\$ 141,987
State Sources	-	1,301	-	-	1,301
Local Sources	55,840	5,808	-	-	61,648
TOTAL REVENUES	55,840	149,096	-	-	204,936
EXPENDITURES					
Student Support Services	105,919	-	-	-	105,919
General Administration Support Services	-	-	6,243	-	6,243
Food Service Operations	-	209,839	-	-	209,839
Facilities Acquisition and Construction Services	-	-	55,283	359,329	414,612
Debt Service	-	-	22,251	-	22,251
TOTAL EXPENDITURES	105,919	209,839	83,777	359,329	758,864
Excess (deficiency) of revenues over expenditures	(50,079)	(60,743)	(83,777)	(359,329)	(553,928)
OTHER FINANCING SOURCES (USES)					
Sale of Fixed Assets	-	-	30,950	-	30,950
Transfer from General Fund	67,000	80,000	369,050	-	516,050
TOTAL OTHER FINANCING SOURCES (USES)	67,000	80,000	400,000	-	547,000
NET CHANGE IN FUND BALANCE	16,921	19,257	316,223	(359,329)	(6,928)
FUND BALANCE, Beginning of Year	114,462	37,329	50,085	415,887	617,763
FUND BALANCE, End of Year	\$ 131,383	\$ 56,586	\$ 366,308	\$ 56,558	\$ 610,835

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
PUPIL ACTIVITY FUND
For the Year Ended June 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		<u>FINAL BUDGET</u>
				<u>POSITIVE</u>
				<u>(NEGATIVE)</u>
REVENUES				
Local Sources				
Pupil Activities	\$ 29,414	\$ 43,414	\$ 55,840	\$ 12,426
TOTAL REVENUES	<u>29,414</u>	<u>43,414</u>	<u>55,840</u>	<u>12,426</u>
EXPENDITURES				
Student Support Services				
Pupil Activities	<u>106,000</u>	<u>120,000</u>	<u>105,919</u>	<u>14,081</u>
TOTAL EXPENDITURES	<u>106,000</u>	<u>120,000</u>	<u>105,919</u>	<u>14,081</u>
Excess (deficiency) of revenues over expenditures	(76,586)	(76,586)	(50,079)	26,507
OTHER FINANCING SOURCES (USES)				
Transfer from General Fund	<u>77,000</u>	<u>77,000</u>	<u>67,000</u>	<u>(10,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>77,000</u>	<u>77,000</u>	<u>67,000</u>	<u>(10,000)</u>
NET CHANGE IN FUND BALANCE	414	414	16,921	16,507
FUND BALANCE, Beginning of Year	<u>118,713</u>	<u>114,462</u>	<u>114,462</u>	<u>-</u>
FUND BALANCE, End of Year	<u>\$ 119,127</u>	<u>\$ 114,876</u>	<u>\$ 131,383</u>	<u>\$ 16,507</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP)
FOOD SERVICE FUND
For the Year Ended June 30, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Federal Sources	\$ 116,000	\$ 116,000	\$ 135,573	\$ 19,573
State Sources	2,250	2,250	1,301	(949)
Local Sources	32,500	32,500	5,808	(26,692)
TOTAL REVENUES	<u>150,750</u>	<u>150,750</u>	<u>142,682</u>	<u>(8,068)</u>
EXPENDITURES				
Food Service Operations				
Salaries	94,873	94,873	111,366	(16,493)
Fringe Benefits	34,949	34,949	35,969	(1,020)
Food	86,000	86,000	39,345	46,655
Milk	12,000	12,000	9,176	2,824
Supplies	12,000	12,000	4,765	7,235
Miscellaneous	1,225	1,225	1,113	112
TOTAL EXPENDITURES	<u>241,047</u>	<u>241,047</u>	<u>201,734</u>	<u>39,313</u>
Excess (deficiency) of revenues over expenditures	<u>(90,297)</u>	<u>(90,297)</u>	<u>(59,052)</u>	<u>31,245</u>
OTHER FINANCING SOURCES (USES)				
Transfer from General Fund	<u>124,000</u>	<u>124,000</u>	<u>80,000</u>	<u>(44,000)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>124,000</u>	<u>124,000</u>	<u>80,000</u>	<u>(44,000)</u>
CHANGE IN FUND BALANCE - BUDGET BASIS	33,703	33,703	20,948	(12,755)
Non-Budgeted Revenues and Expenditures				
USDA Commodities Received			6,414	
USDA Commodities Expended			<u>(8,105)</u>	
Total Non-Budgeted Activity			(1,691)	
CHANGE IN FUND BALANCE - GAAP BASIS	33,703	33,703	19,257	(14,446)
FUND BALANCE, Beginning of Year	<u>6,335</u>	<u>37,329</u>	<u>37,329</u>	<u>-</u>
FUND BALANCE, End of Year	<u>\$ 40,038</u>	<u>\$ 71,032</u>	<u>\$ 56,586</u>	<u>\$ (14,446)</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
CAPITAL RESERVE CAPITAL PROJECTS FUND
For the Year Ended June 30, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH
	ORIGINAL	FINAL		FINAL BUDGET
				POSITIVE
				(NEGATIVE)
REVENUES				
Local Sources	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
General Administration Support Services	-	-	6,243	(6,243)
Operations and Maintenance of Plant Services	-	-	-	-
Debt Service	20,000	20,000	22,251	(2,251)
Facilities Acquisition and Construction Services	80,000	80,000	55,283	24,717
TOTAL EXPENDITURES	<u>100,000</u>	<u>100,000</u>	<u>83,777</u>	<u>16,223</u>
Excess (deficiency) of revenues over expenditures	<u>(100,000)</u>	<u>(100,000)</u>	<u>(83,777)</u>	<u>16,223</u>
OTHER FINANCING SOURCES (USES)				
Sale of Fixed Assets	-	-	30,950	30,950
Transfer from Other Funds	100,000	400,000	369,050	(30,950)
TOTAL OTHER FINANCING SOURCES (USES)	<u>100,000</u>	<u>400,000</u>	<u>400,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	300,000	316,223	16,223
FUND BALANCE, Beginning of Year	<u>45,630</u>	<u>50,085</u>	<u>50,085</u>	<u>-</u>
FUND BALANCE, End of Year	<u>\$ 45,630</u>	<u>\$ 350,085</u>	<u>\$ 366,308</u>	<u>\$ 16,223</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE FUND
For the Year Ended June 30, 2021

	BUDGETED AMOUNTS		ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
REVENUES				
Local Sources				
Property Taxes	\$ 1,315,000	\$ 1,315,000	\$ 1,309,163	\$ (5,837)
Interest on Property Tax	-	-	4,657	4,657
Total Local Sources	<u>1,315,000</u>	<u>1,315,000</u>	<u>1,313,820</u>	<u>(1,180)</u>
TOTAL REVENUES	<u>1,315,000</u>	<u>1,315,000</u>	<u>1,313,820</u>	<u>(1,180)</u>
EXPENDITURES				
Debt Service				
Other	1,241,000	1,241,000	1,234,217	6,783
Total Debt Service	<u>1,241,000</u>	<u>1,241,000</u>	<u>1,234,217</u>	<u>6,783</u>
TOTAL EXPENDITURES	<u>1,241,000</u>	<u>1,241,000</u>	<u>1,234,217</u>	<u>6,783</u>
NET CHANGE IN FUND BALANCE	74,000	74,000	79,603	5,603
FUND BALANCE, Beginning of Year	<u>975,292</u>	<u>1,061,833</u>	<u>1,061,833</u>	<u>-</u>
FUND BALANCE, End of Year	<u>\$ 1,049,292</u>	<u>\$ 1,135,833</u>	<u>\$ 1,141,436</u>	<u>\$ 5,603</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL
BUILDING FUND
For the Year Ended June 30, 2021

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL</u>	<u>VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
REVENUES				
State Sources	\$ -	\$ 760,000	\$ -	\$ (760,000)
TOTAL REVENUES	<u>-</u>	<u>760,000</u>	<u>-</u>	<u>(760,000)</u>
EXPENDITURES				
Facilities Acquisition and Construction Services	-	1,175,886	359,329	816,557
TOTAL EXPENDITURES	<u>-</u>	<u>1,175,886</u>	<u>359,329</u>	<u>816,557</u>
NET CHANGE IN FUND BALANCE	<u>-</u>	<u>(415,886)</u>	<u>(359,329)</u>	<u>56,557</u>
FUND BALANCE, Beginning of Year	<u>-</u>	<u>415,886</u>	<u>415,887</u>	<u>1</u>
FUND BALANCE, End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,558</u>	<u>\$ 56,558</u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7

SINGLE AUDIT SECTION

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal Assistance Number</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures(\$)</i>
<i>Child Nutrition Cluster</i>			
United States Department of Agriculture			
National School Lunch Program	10.555	Colorado Department of Human Services, 4555	\$ 6,414
COVID- 19 Summer Food Service Program	10.559	Colorado Department of Education, 4559	27,904
Summer Food Service Program	10.559	Colorado Department of Education, 4559	<u>107,669</u>
Total National School Lunch Program			<u>141,987</u>
<i>Total Child Nutrition Cluster</i>			141,987
<i>Other Programs</i>			
United States Department of Education			
Title I Grants to Local Educational Agencies	84.010	Colorado Department of Education, 4010	203,741
Rural Education	84.358	Colorado Department of Education, 4358	8,866
Supporting Effective Instruction State Grants	84.367	Colorado Department of Education, 4367	19,368
Student Support and Academic Enrichment Grants	84.424A	Colorado Department of Education, 4424	18,521
COVID-19 Elementary and Secondary School Emergency Relief Fund I	84.425D	Colorado Department of Education, 4425	174,562
COVID-19 Elementary and Secondary School Emergency Relief Fund II	84.425D	Colorado Department of Education, 4420	<u>653,765</u>
<i>Total Department of Education</i>			1,078,823
COVID-19 Coronavirus Relief Fund	21.019	Colorado Department of Education, 4012	326,836
COVID-19 Coronavirus Relief Fund	21.019	Colorado Department of Education, 5012	<u>8,717</u>
<i>Total United States Department of Treasury</i>			<u>335,553</u>
<i>Total Other Programs</i>			<u>1,414,376</u>
<i>Total Expenditures of Federal Awards</i>			<u><u>\$ 1,556,363</u></u>

UPPER RIO GRANDE SCHOOL DISTRICT C-7
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended June 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available. Upper Rio Grande School District C-7 did not elect to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance for the year ended June 30, 2021. In addition, the District did not pass-through federal funds to subrecipients.

NOTE 2: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal grant activity of Upper Rio Grande School District C-7 under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Upper Rio Grande School District C-7, it is not intended to and does not present the financial position or changes in net position of Upper Rio Grande School District C-7.

NOTE 3: FOOD DISTRIBUTION

Nonmonetary assistance is reported in the Schedule at the fair market value of commodities received and disbursed.

**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**



Wall,
Smith,
Bateman Inc.

To the Board of Education
Upper Rio Grande School District C-7
Del Norte, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Upper Rio Grande School District C-7(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 10, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our 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 that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs, as Finding 2021-001 that we consider to be a material weakness.

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

Compliance and Other Matters

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

District's Response to the Finding

The District's response to the finding identified in our audit is described in the accompanying corrective action plan. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

December 10, 2021

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE**



Wall,
Smith,
Bateman Inc.

To the Board of Education
Upper Rio Grande School District C-7
Del Norte, Colorado

Report on Compliance for Each Major Federal Program

We have audited Upper Rio Grande School District C-7's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's 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 audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, Upper Rio Grande School District C-7 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.

Certified Public Accountants

3001 Adcock Circle PO Box 809 Alamosa, CO 81101 | 719-589-3619 | f 719-589-5492 | www.wsbcpa.com

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 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 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.

Wall, Smith, Bateman Inc.

Wall, Smith, Bateman Inc.
Alamosa, Colorado

December 10, 2021

**UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021**

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ___X___yes ___no
- Significant deficiency(ies) identified that are **not** considered to be material weakness(es)? ___yes ___X___none reported
- Noncompliance material to financial statements noted? ___yes ___X___no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ___yes ___X___no
- Significant deficiency(ies) identified that are **not** considered to be material weakness(es)? ___yes ___X___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 section 200.516(a)? ___yes ___X___no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.425D	COVID-19 Elementary and Secondary School Emergency Relief Fund I and II

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

Auditee qualified as a low-risk auditee? ___yes ___X___no

UPPER RIO GRANDE SCHOOL DISTRICT C-7
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2021

Section II – Financial Statement Findings

Finding 2021-001: Internal Control Over Financial Reporting
(Repeat of Finding 2020-001)

Type of Finding: Internal Control (material weakness)

Criteria: A system of internal control includes the design, documentation and monitoring of control activities over the application of accounting principles, routine and non-routine transactions, safeguarding of assets, anti-fraud programs, and financial statement preparation.

Condition: The District does not have a complete system of internal controls that provides adequate segregation of duties to ensure proper monitoring of control activities and accurate financial statement preparation.

Cause: The financial responsibilities of the District are performed by a few people which has made it difficult to establish a proper review process over material transaction cycles and to detect and correct financial misstatements.

Effect: As a result of this condition, the following areas were affected:

1. Payroll transactions are prepared, approved, and processed by the same employee.
2. The operating bank account reconciliations are prepared by the employee responsible for recording transactions that affect those cash accounts.
3. The authorized signers on two bank accounts have not been updated for the change in administration.
4. Audit adjustments were proposed to properly state the financial statements as of June 30, 2021, in accordance with generally accepted accounting principles.

Recommendation: The District should strengthen its internal controls with adopted policies and procedures to implement reconciliation and monitoring processes. Reconciliations are an integral part of the internal control system that supports accurate financial statements. Monitoring is best accomplished through segregation of duties. All transactions should be reviewed and approved by a supervisory level employee prior to posting in the accounting records. The District should consider that this might require additional finance staff or more in-depth oversight from the Superintendent and/or Board of Education.

Management's Response: See corrective action plan.

Section III – Federal Award Findings and Questioned Costs

None

**UPPER RIO GRANDE SCHOOL DISTRICT C-7
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
For the Year Ended June 30, 2021**

Section II – Financial Statement Findings

Finding 2020-001: Internal Control Over Financial Reporting

Type of finding: Internal Control (material weakness)

Condition/Cause: The District does not have a complete system of internal control to prevent and detect financial misstatements.

Status: Not implemented. See Finding 2021-001.

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Del Norte, CO 81132
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UPPER RIO GRANDE SCHOOL DISTRICT C-7



CORRECTIVE ACTION PLAN

Oversight Agencies - U.S. Department of Education
U.S. Department of Agriculture
U.S. Department of Treasury

Upper Rio Grande School District C-7 respectfully submits the following corrective action plan for the year ended June 30, 2021.

Independent Accountants: Wall, Smith, Bateman Inc.
Certified Public Accountants
3001 Adcock Circle, P.O. Box 809
Alamosa, CO 81101

Audit period: Year ended June 30, 2021

The findings from the June 30, 2021 schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the schedule. Section I of the schedule, Summary of Auditors' Results, does not include findings and is not addressed.

Section II – Financial Statement Findings

Finding 2021-001: Internal Control over Financial Reporting

Type of finding: Internal Control (material weakness)

Recommendation: The District should strengthen its internal controls with adopted policies and procedures to implement reconciliation and monitoring processes. Reconciliations are an integral part of the internal control system that supports accurate financial statements. Monitoring is best accomplished through segregation of duties. All transactions should be reviewed and approved by a supervisory level employee prior to posting in the accounting records. The District should consider that this might require additional finance staff or more in-depth oversight from the Superintendent and/or Board of Education.

Action Taken:

To address the above internal control weakness and create segregation of duties the District will have a Board Member review and approve account reconciliations on a monthly basis and payroll will be reviewed and approved by the Superintendent on a monthly basis, as well.

If the U.S. Department of Education, U.S. Department of Agriculture, and U.S. Department of Education have questions regarding this plan, please call the responsible parties listed below.

Sincerely yours,

Handwritten signature of Mr. Aaron Horrocks in blue ink.

Mr. Aaron Horrocks
Superintendent
Upper Rio Grande School District C-7

Handwritten signature of Mrs. Angie Velasquez in blue ink.

Mrs. Angie Velasquez
Chief Financial Officer
Upper Rio Grande School District C-7

UPPER RIO GRANDE SCHOOL DISTRICT C-7

CDE COMPLIANCE SECTION



Colorado Department of Education
Auditors Integrity Report
 District: 2730 - Upper Rio Grande School District C-7
 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	1,839,284	4,668,886	4,130,207	2,377,963
18 Risk Mgmt Sub-Fund of General Fund	0	257,607	257,607	0
19 Colorado Preschool Program Fund	0	168,430	168,430	0
Sub- Total	1,839,284	5,094,923	4,556,244	2,377,963
11 Charter School Fund	0	0	0	0
20,26-29 Special Revenue Fund	0	0	0	0
06 Supplemental Cap Const, Tech, Main. Fund	0	0	0	0
07 Total Program Reserve Fund	0	0	0	0
21 Food Service Spec Revenue Fund	37,329	229,096	209,838	56,587
22 Govt Designated-Purpose Grants Fund	0	1,700,613	1,700,613	0
23 Pupil Activity Special Revenue Fund	114,461	122,839	105,917	131,383
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	1,061,833	1,313,821	1,234,218	1,141,436
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	415,886	0	359,328	56,558
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	50,085	400,000	83,778	366,307
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	3,518,879	8,861,292	8,249,938	4,130,233
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
Totals	0	0	0	0
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	0	0	0	0
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	0	0	0	0

FINAL