

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

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT
And
SINGLE AUDIT REPORT**

**For the Year Ended
June 30, 2021**

IGNACIO SCHOOL DISTRICT 11JT

ROSTER OF OFFICIALS

Year Ended June 30, 2021

Board Of Directors

Kara Pearson - President

Yvonne Chapman - Vice President

Allen McCaw - Secretary

Lisa Ruybal - Treasurer

Lee Petty - Director

Administrative Staff

Rocco Fuschetto – Superintendent

LuCinda Lounge - Finance Director

IGNACIO SCHOOL DISTRICT 11JT

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INTRODUCTORY SECTION

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

**IGNACIO SCHOOL DISTRICT 11JT
MANAGEMENT DISCUSSION AND ANALYSIS
JUNE 30, 2021**

This document provides an overview and analysis of the financial performance of the District for the fiscal year ending June 30, 2021.

Financial Highlights

The total net position of the district increased to \$16,267,371 during the fiscal year of July 1, 2020 to June 30, 2021. Total unrestricted net position is \$(15,421,142). This is due to adding the PERA net pension liability of \$16,262,722 as described in Note 9. The total salaries and benefits of our district employees decreased from \$9,895,953 in 2019-2020 to \$8,611,104 in 2020-2021 on the accrual basis, a decrease of almost 13%. Instructional expenditures have increased from \$6,146,416 in 2019-2020 to \$6,821,501 in 2020-2021 on the accrual basis, an increase of 11%. Revenues from property and SOT taxes accounted for 34% of total revenues. Revenues from state sources accounted for 48% of total revenues. Revenues from federal sources accounted for 17% of total revenues, and revenue from local and other sources accounted for 1% of total revenue.

Overview of Financial Statements

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

Government-Wide Financial Statements

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

The government-wide statements are divided into two categories:

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

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

Fund Financial Statements

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

They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted into cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

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

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

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

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

Government-Wide Financial Statements

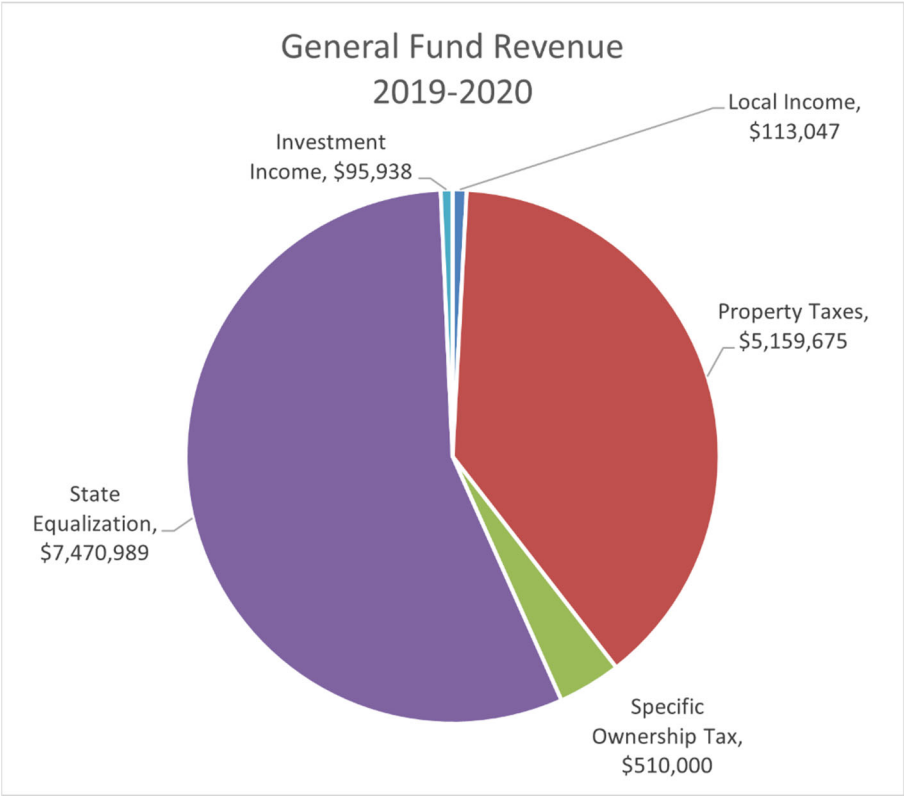
As noted earlier, net position may serve over time as a useful indicator of the District's financial position. In the case of the Ignacio School District, assets exceeded liabilities by approximately \$7,751,164.

	<u>2021</u>			<u>2020</u>		
	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
Current Assets	13,764,139	568,453	14,332,592	13,898,182	389,082	14,287,264
Non Current Assets	52,073,752	1,068,621	53,142,373	52,882,882	1,053,105	53,935,987
Deferred Outflows of Financial Resources	6,235,559	-	6,235,559	3,909,250	-	3,909,250
Total Assets	72,073,450	1,637,074	73,710,524	70,690,314	1,442,187	72,132,501
Current Liabilities	1,277,898	14,766	1,292,664	1,606,858	11,741	1,618,599
Long-Term Liabilities	46,256,871	-	46,256,871	46,334,138	-	46,334,138
Deferred Inflows of Financial Resources	10,130,434	-	10,130,434	14,984,297	-	14,984,297
Total Liabilities	57,665,203	14,766	57,679,969	62,925,293	11,741	62,937,034
Net Position						
Net Investment in Capital Assets	25,408,752	1,068,621	26,477,373	24,532,807	1,053,105	25,585,912
Restricted Net Position	5,211,140	-	5,211,140	5,263,726	-	5,263,726
Unrestricted Net Position	(16,211,645)	553,687	(15,657,958)	(22,031,512)	377,341	(21,654,171)
Total Net Position (Deficit)	\$ 14,408,247	\$ 1,622,308	\$ 16,030,555	\$ 7,765,021	\$ 1,430,446	\$ 9,195,467

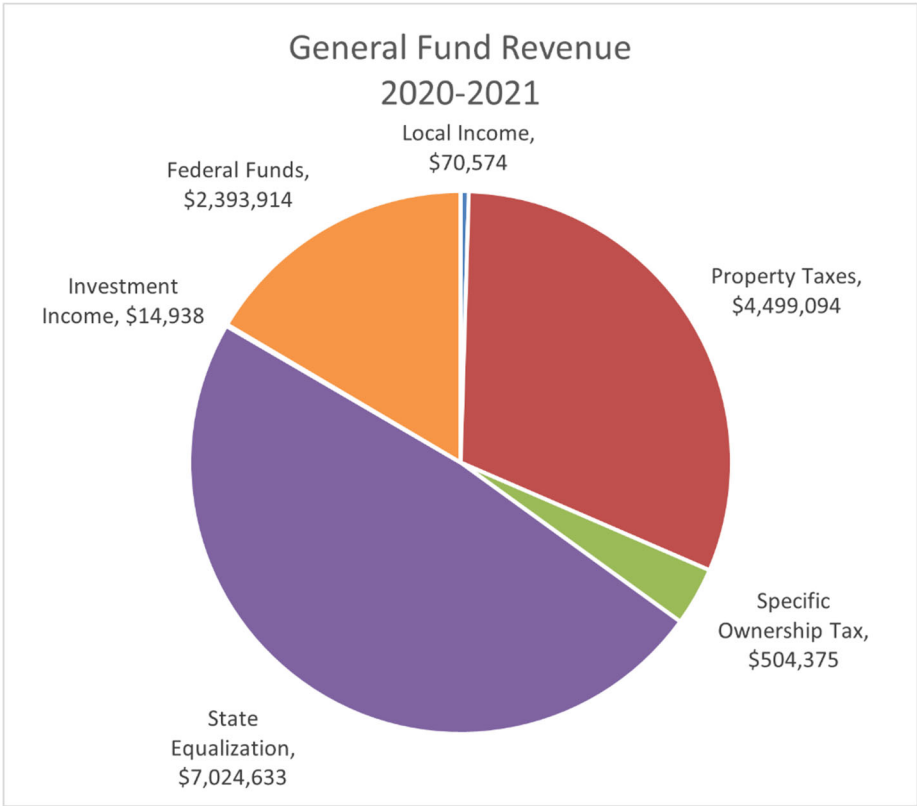
Governmental Activities

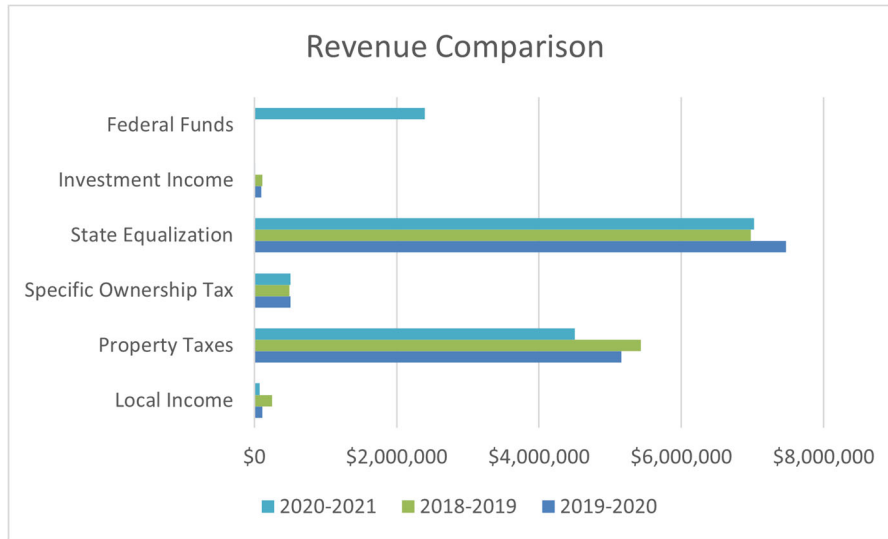
Of the District's \$72,310,266 in total assets, \$66,074,707 (91%) reflects investment in capital assets, (e.g. land, buildings, equipment, and transportation equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending. The unrestricted net position of \$15,974,829 may be used to meet the District's ongoing financial obligations. The results of this year's operations as a whole are reported in the Statement of Activities on Page 5. All expenses are reported in the first column. Specific charges, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues. The two largest general revenues are the equalization provided by the State of Colorado Department of Education and the property taxes assessed to District taxpayers.

	<u>2021</u>			<u>2020</u>		
	<u>Governmental</u> <u>Activities</u>	<u>Business Type</u> <u>Activities</u>	<u>Total</u>	<u>Governmental</u> <u>Activities</u>	<u>Business Type</u> <u>Activities</u>	<u>Total</u>
Program Revenues:						
Charges for Services	\$ 131,728	\$ 183,598	315,326	\$ 372,395	\$ 165,372	537,767
Operating Grants	2,143,602	-	2,143,602	1,490,228	-	1,490,228
Capital Grants	1,485,071	-	1,485,071	1,369,749	-	1,369,749
Total Program Revenues	<u>3,760,401</u>	<u>183,598</u>	<u>3,943,999</u>	<u>3,232,372</u>	<u>165,372</u>	<u>3,397,744</u>
General Revenues:						
Taxes	5,003,469	-	5,003,469	5,669,684	-	5,669,684
State Equalization	7,024,633	-	7,024,633	7,470,989	-	7,470,989
Investment Income	14,938	-	14,938	95,907	-	95,907
Insurance Proceeds	125,350	-	125,350	44,822	-	44,822
Other Revenues	70,574	-	70,574	68,226	4,030	72,256
Transfers	(140,000)	140,000	-	(200,000)	200,000	-
Total General Revenues	<u>12,098,964</u>	<u>140,000</u>	<u>12,238,964</u>	<u>13,149,628</u>	<u>204,030</u>	<u>13,353,658</u>
Total Revenues	<u>15,859,365</u>	<u>323,598</u>	<u>16,182,963</u>	<u>16,382,000</u>	<u>369,402</u>	<u>16,751,402</u>
Expenses						
Instruction	4,826,319	-	4,826,319	5,456,016	-	5,456,016
Supporting Services	4,389,820	-	4,389,820	5,818,684	-	5,818,684
Deferred Maintenance Fund	-	131,736	131,736	-	112,677	112,677
Total Expenses	<u>9,216,139</u>	<u>131,736</u>	<u>9,347,875</u>	<u>11,274,700</u>	<u>112,677</u>	<u>11,387,377</u>
Change in Net Position	6,643,226	191,862	6,835,088	5,107,300	256,725	5,364,025
Net Position - Beginning	7,765,021	1,430,446	9,195,467	2,657,721	1,173,721	3,831,442
Net Position - Ending	<u>\$ 14,408,247</u>	<u>\$ 1,622,308</u>	<u>16,030,555</u>	<u>\$ 7,765,021</u>	<u>\$ 1,430,446</u>	<u>\$ 9,195,467</u>



General Fund Revenues by Source



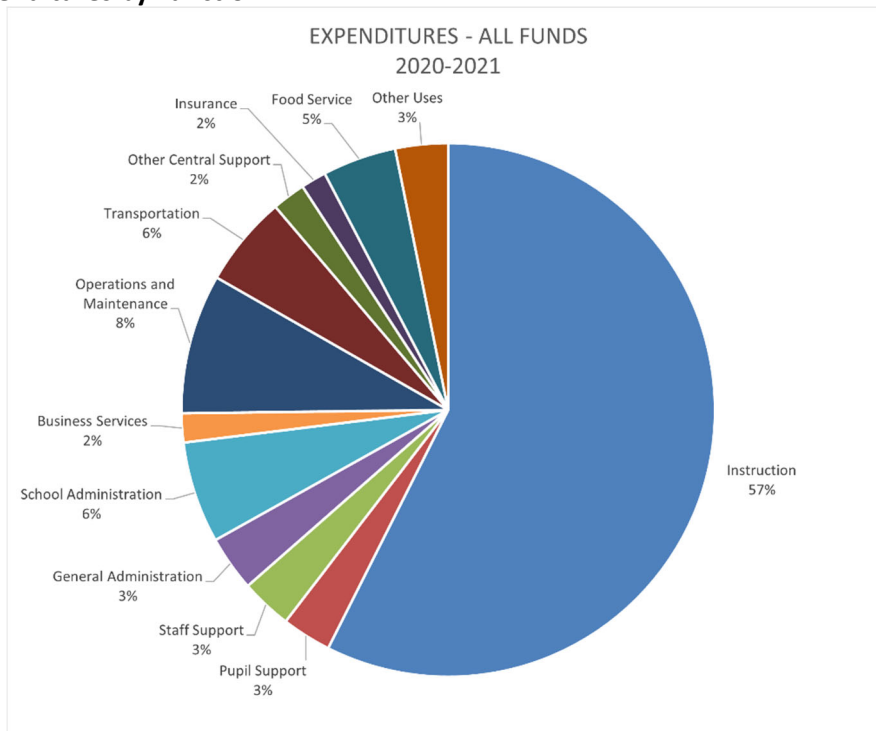


The district revenues come from different allocations within the classifications Local Sources, State Sources, and Federal Sources. The total revenues are used as a basis for determining the district's budget. Within the Local Sources of revenue are property taxes, specific ownership taxes, interest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

Fund Level Financial Statements

The General Fund is the main operating fund of the District. The general fund reports an ending fund balance of \$6,469,634 which is an increase of \$59,472 from the prior year. General Fund expenditures increased \$782,978 from the prior year to \$11,346,721. The following represents the allocation of General Fund expenditures:

General Fund Expenditures by Function



Food Service Fund

The Food Service Fund reported an increase in expenditures of \$27,312 to \$530,698 as of June 30, 2021. Revenues increased from \$357,565 in 2019-2020 to \$475,286 in 2020-2021. The State instituted an Emergency Food Program in March 2020 due to Covid 19, the increase in 2020-2021 is due to this federal program.

General Fund Budget

The District made minor revisions to the original budget based on additional information that was available subsequent to the original adoption. This was primarily related to grant allocations that were not available until October 2021.

Total revenues exceeded the final budget amounts by \$453,209, with the differences spread among numerous categories. Expenditures came in \$826,119 under budgeted line item appropriations, without reserves and debt service.

Capital Assets

At June 30, 2021, the District had \$53,142,373 total invested in capital assets, net of accumulated depreciation. The following table summarizes the governmental activities capital asset activity:

<u>Governmental Activities</u>	<u>Balance 6/30/20</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/21</u>
Capital Assets Not Being Depreciated				
Land	\$ 636,263	\$ -	\$ -	\$ 636,263
Capital Assets Being Depreciated				
Buildings and Improvements	55,698,468	-	-	55,698,468
Equipment	1,471,382	145,938	-	1,617,320
Vehicles	1,807,469	-	-	1,807,469
Total Capital Assets Being Depreciated	<u>58,977,319</u>	<u>145,938</u>	<u>-</u>	<u>59,123,257</u>
Total Capital Assets	<u>59,613,582</u>	<u>145,938</u>	<u>-</u>	<u>59,759,520</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(4,540,598)	(747,010)	-	(5,287,608)
Equipment	(888,093)	(95,043)	-	(983,136)
Vehicles	(1,302,009)	(113,015)	-	(1,415,024)
Total Accumulated Depreciation	<u>(6,730,700)</u>	<u>(955,068)</u>	<u>-</u>	<u>(7,685,768)</u>
Net Governmental Capital Assets	<u>\$ 52,882,882</u>	<u>\$ (809,130)</u>	<u>\$ -</u>	<u>\$ 52,073,752</u>
<u>Business-type Activities</u>	<u>Balance 6/30/20</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/21</u>
Capital Assets Being Depreciated				
Buildings and Improvements	\$ 2,045,306	\$ 59,191	\$ -	\$ 2,104,497
Equipment	36,433	-	-	36,433
Total Capital Assets	<u>2,081,739</u>	<u>59,191</u>	<u>-</u>	<u>2,140,930</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(992,201)	(43,675)	-	(1,035,876)
Equipment	(36,433)	-	-	(36,433)
Total Accumulated Depreciation	<u>(1,028,634)</u>	<u>(43,675)</u>	<u>-</u>	<u>(1,072,309)</u>
Net Business-type Capital Assets	<u>\$ 1,053,105</u>	<u>\$ 15,516</u>	<u>\$ -</u>	<u>\$ 1,068,621</u>

Long Term Debt

	Balance 6/30/2020	Advances/ Refunding	Payments	Balance 6/30/2021	Due Within One Year	Interest Expense
G.O. Bonds Payable - Series 2011	\$ 6,301,619	\$ (5,885,075)	\$ 416,544	\$ -	\$ -	\$ 249,524
G.O. Bonds Payable - Series 2012	11,030,000	(7,740,000)	1,615,000	1,675,000	1,675,000	173,917
Series 2016 Refunding Bonds	8,765,000	-	40,000	8,725,000	40,000	319,903
Series 2017 Refunding Bonds	4,350,000	-	25,000	4,325,000	25,000	180,858
Series 2021 Refunding Bonds	-	8,095,000	-	8,095,000	150,000	24,419
Series 2021B Refunding Bonds	-	6,220,000	-	6,220,000	485,000	8,302
Accrued Compensated Absences	371,366	-	8,616	362,750	-	-
Total Long Term Obligations	\$ 30,817,985	\$ 689,925	\$ 2,105,160	\$ 29,402,750	\$ 2,375,000	\$ 956,923
Bond premiums shown below				1,388,270		
Total Noncurrent Liabilities per Financial Statements				\$ 30,791,020		

	Balance 6/30/2020	Additions	Amort.	Balance 6/30/21
Deferred Outflows:				
Deferred Charge on Refunding	\$ 186,344	\$ 513,657	\$ 35,078	\$ 664,923
Deferred Inflows:				
Bond Premiums	(1,540,548)	(62,307)	(214,585)	(1,388,270)
Net Debt Related Long Term Items	\$ (1,354,204)	\$ 451,350	\$ (179,507)	\$ (723,347)

Total Long Term Obligations \$30,791,020.

Economic Factors

Ignacio School District has seen the assessed valuation of the property within the district decrease from \$314,555,120 in fiscal year 2004 to the 2021 valuation of \$181,450,250. The district's enrollment has shown a slow and steady decline from a K-12 enrollment of 941 in the 2001- 2002 school year to 640 for the 2021-2022 school year.

Contacting the Financial Management Office of Ignacio School District 11JT

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

FINANCIAL SECTION

Mayberry & Company, LLC

Certified Public Accountants

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

Board of Directors
Ignacio School District 11 JT
Ignacio, Colorado

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, major fund, and the aggregate remaining fund information of Ignacio School District 11 JT, (the "District"), as of and for the year ended June 30, 2021, and the related notes to the financial statements which collectively comprise the basic financial statements of the District, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, major fund, and the aggregate remaining fund information of Ignacio School District 11 JT, as of June 30, 2021, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited Ignacio School District 11 JT's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 12, 2020. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020 is consistent, in all material respects, with the audited financial statements from which it has been derived.

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

Accounting principles generally accepted in the United States of America require that the management, discussion and analysis on pages M1 – M7 and pension schedules on 52 - 55 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Required Supplementary Information – Budgetary Comparison Schedule and Other Supplementary Information

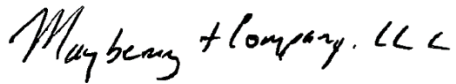
Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules on pages 56 - 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. In addition, the budgetary comparison schedules on pages 62 - 69 and listed as other supplementary information are presented for purposes of additional analysis and are not a required part of the financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Colorado Department of Education Auditors Integrity and Bolded Balance Sheet reports pages 78 - 81 are presented for state regulatory compliance and are not a required part of the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 10, 2021, on our consideration of the Ignacio School District 11 JT's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters pages 70 - 77. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering Ignacio School District 11 JT's internal control over financial reporting and compliance.



November 10, 2021
Englewood, Colorado

Basic Financial Statements

IGNACIO SCHOOL DISTRICT 11JT

Statement of Net Position

June 30, 2021

	Business-Type		Totals
	Governmental Activities	Activities	2021
ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES			
Assets			
Current Assets			
Cash and Investments	\$ 13,383,996	\$ 565,120	\$ 13,949,116
Cash with Fiscal Agent	59,385	-	59,385
Taxes Receivable	107,542	-	107,542
Grants Receivable	197,608	-	197,608
Other Accounts Receivable	7,221	3,333	10,554
Inventory	8,387	-	8,387
Capital and Other Assets			
Capital Assets not Being Depreciated	636,263	-	636,263
Capital Assets Being Depreciated	59,123,257	2,140,930	61,264,187
Accumulated Depreciation	(7,685,768)	(1,072,309)	(8,758,077)
Total Assets	<u>65,837,891</u>	<u>1,637,074</u>	<u>67,474,965</u>
Deferred Outflows of Financial Resources			
Net Pension Deferred Outflows	5,531,419	-	5,531,419
Net OPEB Deferred Outflows	39,217	-	39,217
Deferred Charge on Refunding	664,923	-	664,923
Total Deferred Outflows of Financial Resources	<u>6,235,559</u>	<u>-</u>	<u>6,235,559</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	<u>\$ 72,073,450</u>	<u>\$ 1,637,074</u>	<u>\$ 73,710,524</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION			
Liabilities			
Current Liabilities			
Accounts Payable	\$ 140,630	\$ -	\$ 140,630
Accrued Interest	81,848	-	81,848
Accrued Salaries & Benefits	1,039,629	-	1,039,629
Unearned Revenue	5,791	2,000	7,791
Unearned Revenue Grants	10,000	-	10,000
Other Current Liabilities	-	12,766	12,766
Noncurrent Liabilities			
Due Within One Year	2,375,000	-	2,375,000
Due In More Than One Year	43,881,871	-	43,881,871
Total Liabilities	<u>47,534,769</u>	<u>14,766</u>	<u>47,549,535</u>
Deferred Inflows of Financial Resources			
Net Pension Deferred Inflows	8,482,192	-	8,482,192
Net OPEB Deferred Inflows	259,972	-	259,972
Bond Premiums	1,388,270	-	1,388,270
Deferred Inflows Grants	-	-	-
Total Deferred Inflows of Financial Resources	<u>10,130,434</u>	<u>-</u>	<u>10,130,434</u>
Net Position			
Net Investment in Capital Assets	25,408,752	1,068,621	26,477,373
Restricted Net Position	5,211,140	-	5,211,140
Unrestricted Net Position	(16,211,645)	553,687	(15,657,958)
Total Net Position	<u>14,408,247</u>	<u>\$ 1,622,308</u>	<u>\$ 16,030,555</u>
TOTAL LIABILITIES, DEFERRED OUTFLOWS AND NET POSITION	<u>\$ 72,073,450</u>	<u>\$ 1,637,074</u>	<u>\$ 73,710,524</u>

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

IGNACIO SCHOOL DISTRICT 11JT

Statement of Activities
For the Year Ended June 30, 2021

Functions/Programs	Program Revenues				Net (Expense) Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities							
Instruction	\$ 4,826,319	\$ 55,273	\$ 360,656	\$ -	\$ (4,410,390)	\$ -	\$ (4,410,390)
Supporting Services	<u>4,389,820</u>	<u>76,455</u>	<u>1,782,946</u>	<u>1,485,071</u>	<u>(1,045,348)</u>	<u>-</u>	<u>(1,045,348)</u>
Total Governmental Activities	9,216,139	131,728	2,143,602	1,485,071	(5,455,738)	-	(5,455,738)
Business Type Activities							
Deferred Maintenance	<u>131,736</u>	<u>183,598</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>51,862</u>	<u>51,862</u>
Total Primary Government	<u>\$ 9,347,875</u>	<u>\$ 315,326</u>	<u>\$ 2,143,602</u>	<u>\$ 1,485,071</u>	<u>(5,455,738)</u>	<u>51,862</u>	<u>(5,403,876)</u>
General Revenues							
Property Taxes					4,499,094	-	4,499,094
Specific Ownership Taxes					504,375	-	504,375
State Equalization					7,024,633	-	7,024,633
Investment Earnings					14,938	-	14,938
Gain (Loss) on Capital Asset Disposals					3,000	-	3,000
Insurance Proceeds					125,350	-	125,350
Other Revenues					<u>67,574</u>	<u>-</u>	<u>67,574</u>
Total General Revenues					<u>12,238,964</u>	<u>-</u>	<u>12,238,964</u>
Transfers					<u>(140,000)</u>	<u>140,000</u>	<u>-</u>
Total General Revenues and Transfers					<u>12,098,964</u>	<u>140,000</u>	<u>12,238,964</u>
Change in Net Position					<u>6,643,226</u>	<u>191,862</u>	<u>6,835,088</u>
Beginning Net Position					<u>7,765,021</u>	<u>1,430,446</u>	<u>9,195,467</u>
Ending Net Position					<u>\$ 14,408,247</u>	<u>\$ 1,622,308</u>	<u>\$ 16,030,555</u>

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

IGNACIO SCHOOL DISTRICT 11JT
 Balance Sheet
 Governmental Funds
 June 30, 2021

	<u>Special Revenue</u>			
	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Designated Grants Fund</u>	<u>Pupil Activity Fund</u>
ASSETS				
Cash and Investments	\$ 7,151,538	\$ 95,677	\$ (37,971)	\$ 182,591
Cash with Fiscal Agent	21,985	-	-	-
Taxes Receivable	39,816	-	-	-
Grants Receivable	80,321	2,424	114,863	-
Other Accounts Receivable	-	-	-	-
Inventory	-	8,387	-	-
TOTAL ASSETS	<u>\$ 7,293,660</u>	<u>\$ 106,488</u>	<u>\$ 76,892</u>	<u>\$ 182,591</u>
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Accounts Payable	\$ 136,452	\$ 54	\$ 272	\$ -
Accrued Salaries & Benefits	924,390	48,620	66,619	-
Unearned Revenue	-	5,791	-	-
Unearned Revenue Grants	-	-	10,000	-
Total Liabilities	<u>1,060,842</u>	<u>54,465</u>	<u>76,891</u>	<u>-</u>
Deferred Inflows of Financial Resources				
Deferred Inflows	-	-	-	-
Fund Balance				
Nonspendable Fund Balance	-	8,387	-	-
Restricted Fund Balance				
Restricted for Debt Service	-	-	-	-
Restricted for TABOR Emergencies	289,000	-	-	-
Committed Fund Balance	120,000	43,636	1	182,591
Unassigned Fund Balance	5,823,818	-	-	-
Total Fund Balance	<u>6,232,818</u>	<u>52,023</u>	<u>1</u>	<u>182,591</u>
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	<u>\$ 7,293,660</u>	<u>\$ 106,488</u>	<u>\$ 76,892</u>	<u>\$ 182,591</u>

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

<u>Debt Service</u>		<u>Capital Projects</u>		<u>Totals</u>	
<u>Bond</u>					
<u>Redemption</u>		<u>Capital Reserve</u>			
<u>Fund</u>	<u>Project Fund</u>	<u>2021</u>	<u>2020</u>		
\$ 4,839,890	\$ 1,134,405	\$ 13,366,130	\$ 13,488,073		
37,400	-	59,385	4,963		
67,726	-	107,542	254,156		
-	-	197,608	122,692		
7,221	-	7,221	2,100		
-	-	8,387	6,667		
<u>\$ 4,952,237</u>	<u>\$ 1,134,405</u>	<u>\$ 13,746,273</u>	<u>\$ 13,878,651</u>		
\$ -	\$ -	\$ 136,778	\$ 10,584		
-	-	1,039,629	965,754		
-	-	5,791	3,922		
-	-	10,000	528,513		
-	-	1,192,198	1,508,773		
<u>30,097</u>	<u>-</u>	<u>30,097</u>	<u>39,675</u>		
-	-	8,387	6,667		
4,922,140	-	4,922,140	4,934,726		
-	-	289,000	329,000		
-	1,134,405	1,480,633	978,648		
-	-	5,823,818	6,081,162		
<u>4,922,140</u>	<u>1,134,405</u>	<u>12,523,978</u>	<u>12,330,203</u>		
<u>\$ 4,952,237</u>	<u>\$ 1,134,405</u>	<u>\$ 13,746,273</u>	<u>\$ 13,878,651</u>		

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IGNACIO SCHOOL DISTRICT 11JT

**Reconciliation of Governmental Fund Balances
to Governmental Activities Net Position
June 30, 2021**

Fund Balance - Governmental Funds		\$ 12,523,978
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds		
Capital assets, not being depreciated	\$ 636,263	
Capital assets, being depreciated	59,123,257	
Accumulated depreciation	<u>(7,685,768)</u>	52,073,752
Certain long-term pension and OPEB related costs and adjustments are not available to pay or payable currently and are therefore not reported in the funds		
Pension Liability		
Net pension deferred outflows	5,531,419	
Net pension liability	(16,262,722)	
Net pension deferred inflows	<u>(8,482,192)</u>	(19,213,495)
OPEB Liability		
Net OPEB deferred outflows	39,217	
Net OPEB liability	(591,399)	
Net OPEB deferred inflows	<u>(259,972)</u>	(812,154)
Certain assets are not available to pay for current year expenditures and are therefore deferred in the funds		
Deferred property taxes		30,097
Internal Service operations primarily benefit Governmental Activities		
Internal Service Funds Net Position		14,014
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.		
Bonds payable	(29,040,000)	
Accrued interest payable	(81,848)	
Deferred charge (gain) on refunding	664,923	
Bond premiums	(1,388,270)	
Accrued compensated absences	<u>(362,750)</u>	(30,207,945)
Total Net Position - Governmental Activities		<u>\$ 14,408,247</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	Special Revenue			
	General Fund	Food Service Fund	Designated Grants Fund	Pupil Activity Fund
REVENUES				
Local Sources	\$ 2,070,227	\$ 8,584	\$ -	\$ 55,073
Intermediate Sources	-	-	-	-
State Sources	7,505,052	3,493	97,696	-
Federal Sources	2,157,098	463,209	413,757	-
TOTAL REVENUES	<u>11,732,377</u>	<u>475,286</u>	<u>511,453</u>	<u>55,073</u>
EXPENDITURES				
Current:				
Instruction	6,821,501	-	266,119	98,531
Pupil Support	356,502	-	84,063	-
Staff Support	368,424	-	137,009	-
General Administration	398,384	-	-	-
School Administration	730,832	-	24,262	-
Business Services	208,762	-	-	-
Operations and Maintenance	1,005,262	-	-	-
Transportation	654,693	-	-	-
Other Central Support	240,542	-	-	-
Risk Management	182,062	-	-	-
Other Supporting Services	379,757	-	-	-
Food Service	-	530,698	-	-
Community Support	-	-	-	-
Other Uses	-	-	-	-
Facilities	-	-	-	-
Debt Service	-	-	-	-
TOTAL EXPENDITURES	<u>11,346,721</u>	<u>530,698</u>	<u>511,453</u>	<u>98,531</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	<u>385,656</u>	<u>(55,412)</u>	<u>-</u>	<u>(43,458)</u>
OTHER FINANCING SOURCES (USES)				
Debt Proceeds	-	-	-	-
Escrow Payment	-	-	-	-
Transfers	(563,000)	100,000	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>(563,000)</u>	<u>100,000</u>	<u>-</u>	<u>-</u>
CHANGE IN FUND BALANCE	(177,344)	44,588	-	(43,458)
BEGINNING FUND BALANCE	6,410,162	7,435	1	226,049
ENDING FUND BALANCE	<u>\$ 6,232,818</u>	<u>\$ 52,023</u>	<u>\$ 1</u>	<u>\$ 182,591</u>

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

<u>Debt Service</u>		<u>Capital Projects</u>		<u>Totals</u>	
<u>Bond</u>					
<u>Redemption</u>		<u>Capital Reserve</u>			
<u>Fund</u>		<u>Project Fund</u>			
				<u>2021</u>	
				<u>2020</u>	
\$	3,195,354	\$	3,000	\$	5,332,238
	-		-		-
	-		-		45,644
	-		-		7,606,241
	-		-		8,267,200
	-		-		3,034,064
	-		-		2,005,121
	<u>3,195,354</u>		<u>3,000</u>		<u>15,972,543</u>
					<u>16,518,532</u>
	-		77,031		7,263,182
	-		-		6,148,890
	-		-		440,565
	-		-		496,163
	-		-		505,433
	-		-		477,991
	-		-		398,384
	-		-		602,735
	-		-		755,094
	-		-		747,036
	232,554		-		441,316
	-		-		181,790
	-		-		1,005,262
	-		-		1,114,505
	-		-		654,693
	-		-		618,304
	-		-		240,542
	-		-		258,080
	-		-		182,062
	-		-		156,521
	-		-		379,757
	-		-		385,352
	-		-		530,698
	-		-		530,844
	-		-		-
	-		-		975
	-		-		9,150
	-		16,394		16,394
	-		-		149,463
	<u>3,063,961</u>		<u>-</u>		<u>3,063,961</u>
	<u>3,296,515</u>		<u>93,425</u>		<u>15,877,343</u>
	<u>(101,161)</u>		<u>(90,425)</u>		<u>15,033,230</u>
					<u>1,485,302</u>
	14,377,307		-		14,377,307
	-		-		-
	(14,138,732)		-		(14,138,732)
	-		-		-
	(150,000)		473,000		(140,000)
	-		-		(126,164)
	<u>88,575</u>		<u>473,000</u>		<u>98,575</u>
	-		-		(126,164)
	(12,586)		382,575		193,775
	-		-		1,359,138
	<u>4,934,726</u>		<u>751,830</u>		<u>12,330,203</u>
	<u>4,922,140</u>		<u>1,134,405</u>		<u>10,971,065</u>
\$	<u>4,922,140</u>	\$	<u>1,134,405</u>	\$	<u>12,523,978</u>
					<u>12,330,203</u>

IGNACIO SCHOOL DISTRICT 11JT

**Reconciliation of Governmental Changes in Fund Balance
to Governmental Activities Change in Net Position
For the Year Ended June 30, 2021**

Change in Fund Balance - Governmental Funds		\$ 193,775
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level		
Capitalized Asset Purchases	\$ 197,494	
Depreciation Expense	<u>(1,006,624)</u>	(809,130)
Certain assets are not available to pay for current year expenditures and are therefore deferred in the funds		
Change in Unearned Revenue		(9,578)
Internal Service operations primarily benefit Governmental Activities		
Change in net assets - Internal Service Funds		226
Pension and OPEB expense at the fund level represent cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.		
Pension Liability		
Current year change and amortization of deferred outflows - net	1,871,759	
Change in net pension liability	(1,474,042)	
Current year change and amortization of deferred inflows - net	<u>4,777,624</u>	5,175,341
OPEB Liability		
Current year change and amortization of deferred outflows - net	(24,029)	
Change in OPEB liability	136,074	
Current year change and amortization of deferred inflows - net	<u>(76,039)</u>	36,006
Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level.		
Proceeds from debt issuances	(14,377,307)	
Deferred charge on issuances	513,657	
Principal payments on bonds payable	2,096,544	
Defeased bonds	13,625,075	
Amortization of bond premiums/deferred charge (gain)	179,507	
Change in accrued interest payable	10,494	
Change in accrued compensated absences	<u>8,616</u>	<u>2,056,586</u>
Total Net Position - Governmental Activities		<u>\$ 6,643,226</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Net Position
Proprietary Funds
June 30, 2021

	Enterprise Fund	Int Svc Fund	Totals	
	Deferred Maintenance Fund	Dental Insurance Fund	2021	2020
ASSETS				
Cash and Investments	\$ 565,120	\$ 17,866	\$ 582,986	\$ 408,613
Other Accounts Receivable	3,333	-	3,333	-
Capital Assets Being Depreciated	2,140,930	-	2,140,930	2,081,738
Accumulated Depreciation	(1,072,309)	-	(1,072,309)	(1,028,633)
TOTAL ASSETS	\$ 1,637,074	\$ 17,866	\$ 1,654,940	\$ 1,461,718
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
Liabilities				
Accounts Payable	\$ -	\$ 3,852	\$ 3,852	\$ 5,743
Unearned Revenue	2,000	-	2,000	-
Other Current Liabilities	12,766	-	12,766	11,741
Total Liabilities	14,766	3,852	18,618	17,484
Net Position				
Net Investment in Capital Assets	1,068,621	-	1,068,621	1,053,105
Unrestricted Net Position (Deficit)	553,687	14,014	567,701	391,129
Total Net Position	1,622,308	14,014	1,636,322	1,444,234
TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION	\$ 1,637,074	\$ 17,866	\$ 1,654,940	\$ 1,461,718

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Revenues, Expenses and Change in Net Position
Proprietary Funds
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	<u>Enterprise Fund</u>	<u>Int Svc Fund</u>	<u>Totals</u>	
	Deferred			
	Maintenance	Dental Insurance		
	Fund	Fund	2021	2020
OPERATING REVENUES				
Rent Revenue	\$ 183,598	\$ -	\$ 183,598	\$ 165,372
Benefit Premiums	-	36,400	36,400	54,028
Other Local	-	-	-	4,030
TOTAL OPERATING REVENUES	<u>183,598</u>	<u>36,400</u>	<u>219,998</u>	<u>223,430</u>
OPERATING EXPENSES				
Operations and Maintenance	131,736	-	131,736	112,677
Risk Management	-	36,174	36,174	43,518
Other Supporting Services	-	-	-	16,126
TOTAL OPERATING EXPENSES	<u>131,736</u>	<u>36,174</u>	<u>167,910</u>	<u>172,321</u>
OPERATING INCOME (LOSS)	51,862	226	52,088	51,109
OTHER REVENUES (EXPENSES)				
Transfers	140,000	-	140,000	126,164
CHANGE IN NET POSITION	191,862	226	192,088	177,273
BEGINNING NET POSITION	<u>1,430,446</u>	<u>13,788</u>	<u>1,444,234</u>	<u>1,266,961</u>
ENDING NET POSITION	<u>\$ 1,622,308</u>	<u>\$ 14,014</u>	<u>\$ 1,636,322</u>	<u>\$ 1,444,234</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	<u>Enterprise Fund</u>	<u>Int Svc Fund</u>	<u>Totals</u>	
	<u>Deferred</u>			
	<u>Maintenance</u>	<u>Dental</u>		
	<u>Fund</u>	<u>Insurance Fund</u>	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities				
Cash Received from Local Sources	\$ 182,265	\$ 36,400	\$ 218,665	\$ 223,430
Cash Paid to Vendors	(87,035)	(38,065)	(125,100)	(127,899)
Net Cash Provided (Used) by Operating Activities	<u>95,230</u>	<u>(1,665)</u>	<u>93,565</u>	<u>95,531</u>
Cash Flows Used by Capital Financing Activities				
Purchases of Capital Assets	(59,192)	-	(59,192)	(190,365)
Cash Flows Provided (Used) by Noncapital Finance Activities				
Cash (to) from Other Funds	<u>140,000</u>	<u>-</u>	<u>140,000</u>	<u>126,164</u>
Net Increase (Decrease) in Cash	176,038	(1,665)	174,373	31,330
Cash, Beginning	<u>389,082</u>	<u>19,531</u>	<u>408,613</u>	<u>377,283</u>
Cash, Ending	<u>\$ 565,120</u>	<u>\$ 17,866</u>	<u>\$ 582,986</u>	<u>\$ 408,613</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) for Operating Activities:				
Operating Income (Loss)	\$ 51,862	\$ 226	\$ 52,088	\$ 51,109
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation Expense	43,676	-	43,676	40,113
Changes in Assets and Liabilities Related to Operations:				
Accounts Receivable	(3,333)	-	(3,333)	-
Increase (Decrease) in:				
Accounts Payable	-	(1,891)	(1,891)	(2,516)
Unearned Revenue	2,000	-	2,000	-
Other Current Liabilities	1,025	-	1,025	6,825
Net Change	<u>43,368</u>	<u>(1,891)</u>	<u>41,477</u>	<u>44,422</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 95,230</u>	<u>\$ (1,665)</u>	<u>\$ 93,565</u>	<u>\$ 95,531</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2021

Private Purpose Trust Funds

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash and Investments	\$ 9,922	\$ 10,408
LIABILITIES, DEFERRED INFLOWS AND NET POSITION		
Net Position		
Restricted for Scholarship	<u>\$ 9,922</u>	<u>\$ 10,408</u>

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

IGNACIO SCHOOL DISTRICT 11JT
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	<u>Private Purpose Trust Funds</u>	
	<u>2021</u>	<u>2020</u>
ADDITIONS		
Local Sources	\$ 14	\$ 31
DEDUCTIONS		
Other Supporting Services	<u>500</u>	<u>1,000</u>
CHANGE IN FIDUCIARY NET POSITION	(486)	(969)
BEGINNING NET POSITION	<u>10,408</u>	<u>11,377</u>
ENDING NET POSITION	<u>\$ 9,922</u>	<u>\$ 10,408</u>

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

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

Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues.

Direct expenses are those clearly identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment; and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function or segment. Other items not properly included among program revenues are reported instead as general revenues.

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

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

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

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

The District reports the following major governmental funds:

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

Food Service Fund This fund accounts for the District's food service programs.

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

Pupil Activity Fund This fund accounts for the District's student and scholarship activities.

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

Capital Reserve Fund This fund accounts for the District's major capital purchases.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Additionally, the District reports the following proprietary funds:

Internal Service Fund The proprietary fund is used to account for the financing of goods and services provided by one department or agency to other departments or agencies of the District, generally on a cost reimbursement basis. The District accounts for its self-funded dental insurance in an internal service fund. This is presented as a part of the District's internal activities.

The District reports the following Business Type Activity:

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

Amounts reported as Program revenues include:

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

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

Budgets and Budgetary Accounting

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

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

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

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Deposits All deposits are reported at their gross value.

Inventories Food Service Fund inventory as of June 30, 2021, consisted of purchased food and supplies and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt. Inventory at June 30, 2021, was valued at \$8,387.

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings	30-40
Building Improvements	10-20
Equipment	7 - 15

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

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

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

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

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

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

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

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

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

Net Position/Fund Balance Flow Assumption

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

Revenues and Expenditures

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

Comparative Data

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

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 2: CASH AND INVESTMENTS

At June 30, 2021, the District’s cash, deposits, and investments consisted of the following:

	<u>Bank Balance</u>	<u>Carrying Value</u>
Deposits		
Demand Deposits - FDIC Insured	\$ 254,060	\$ 254,060
Demand Deposits - PDPA Collateralized	4,368,906	4,252,497
Cash with Fiscal Agent	-	3,181
Total Deposits	<u>\$ 4,622,966</u>	4,509,738
Investments		<u>9,452,480</u>
Total Deposits and Investments		<u>\$ 13,959,037</u>

At June 30, 2021, the District’s cash, deposits, and investments were reported in the financial statements as follows:

Governmental Activities	\$ 13,383,995
Business-Type Activities	565,120
Private Purpose Trust Scholarship	<u>9,922</u>
Total Cash and Investments	<u>\$ 13,959,037</u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. At June 30, 2021, State regulatory commissioners have indicated that all financial institutions holding deposits for the District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102 percent of the uninsured deposits.

Custodial Credit Risk

Deposits in financial institutions, reported as cash, cash equivalents, and investments had a bank balance as summarized above at June 30, 2021, which was fully insured by depository insurance or secured with collateral held through PDPA. All investments evidenced by individual securities are registered in the name of the District.

Investment Interest Rate Risk

The District has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates other than those contained in Colorado Revised Statutes.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 2: CASH AND INVESTMENTS (Continued)

Investment Credit Risk

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

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

During the year ended June 30, 2021, the BOCES invested funds in Colotrust. As an investment pool, it operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. It invests in securities that are specified by Colorado Revised Statutes (24-75-601). Authorized securities include U.S. Treasuries, U.S. Agencies, commercial paper (rated A1 or better) and bank deposits (collateralized through PDPA). The pool operates similar to a 2a-7-like money market fund with a share value equal to \$1.00 and a maximum weighted average maturity of 60 days. This fund is rated AAAM by the Standard and Poor’s Corporation. As the investment is completely liquid, there is no weighted average maturity.

The District’s Colotrust investments consist of the following:

Colotrust - Unrestricted	\$ 4,603,198
Colotrust - Restricted for Debt Service	4,849,282
Total Investments	<u>\$ 9,452,480</u>

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021

NOTE 2: CASH AND INVESTMENTS (Continued)

Concentration of Investment Credit Risk

The District places no limit on the amount it may invest in any one issuer. At June 30, 2021, the District had no concentration of credit risk.

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

NOTE 3: CAPITAL ASSETS

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

<u>Governmental Activities</u>	<u>Balance 6/30/20</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/21</u>
Capital Assets Not Being Depreciated				
Land	\$ 636,263	\$ -	\$ -	\$ 636,263
Capital Assets Being Depreciated				
Buildings and Improvements	55,698,468	-	-	55,698,468
Equipment	1,471,382	145,938	-	1,617,320
Vehicles	1,807,469	-	-	1,807,469
Total Capital Assets Being Depreciated	<u>58,977,319</u>	<u>145,938</u>	<u>-</u>	<u>59,123,257</u>
Total Capital Assets	<u>59,613,582</u>	<u>145,938</u>	<u>-</u>	<u>59,759,520</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(4,540,598)	(747,010)	-	(5,287,608)
Equipment	(888,093)	(95,043)	-	(983,136)
Vehicles	(1,302,009)	(113,015)	-	(1,415,024)
Total Accumulated Depreciation	<u>(6,730,700)</u>	<u>(955,068)</u>	<u>-</u>	<u>(7,685,768)</u>
Net Governmental Capital Assets	<u>\$ 52,882,882</u>	<u>\$ (809,130)</u>	<u>\$ -</u>	<u>\$ 52,073,752</u>
<u>Business-type Activities</u>	<u>Balance 6/30/20</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/21</u>
Capital Assets Being Depreciated				
Buildings and Improvements	\$ 2,045,306	\$ 59,191	\$ -	\$ 2,104,497
Equipment	36,433	-	-	36,433
Total Capital Assets	<u>2,081,739</u>	<u>59,191</u>	<u>-</u>	<u>2,140,930</u>
Less: Accumulated Depreciation				
Buildings and Improvements	(992,201)	(43,675)	-	(1,035,876)
Equipment	(36,433)	-	-	(36,433)
Total Accumulated Depreciation	<u>(1,028,634)</u>	<u>(43,675)</u>	<u>-</u>	<u>(1,072,309)</u>
Net Business-type Capital Assets	<u>\$ 1,053,105</u>	<u>\$ 15,516</u>	<u>\$ -</u>	<u>\$ 1,068,621</u>

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021

NOTE 3: CAPITAL ASSETS

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

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

NOTE 4: ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve-month period from August to July but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2021, are \$1,039,628. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund.

NOTE 5: LONG-TERM DEBT

Long-term debt activity for the year ended June 30, 2021 was as follows:

	Balance 6/30/2020	Advances/ Refunding	Payments	Balance 6/30/2021	Due Within One Year	Interest Expense
G.O. Bonds Payable - Series 2011	\$ 6,301,619	\$ (5,885,075)	\$ 416,544	\$ -	\$ -	\$ 249,524
G.O. Bonds Payable - Series 2012	11,030,000	(7,740,000)	1,615,000	1,675,000	1,675,000	173,917
Series 2016 Refunding Bonds	8,765,000	-	40,000	8,725,000	40,000	319,903
Series 2017 Refunding Bonds	4,350,000	-	25,000	4,325,000	25,000	180,858
Series 2021 Refunding Bonds	-	8,095,000	-	8,095,000	150,000	24,419
Series 2021B Refunding Bonds	-	6,220,000	-	6,220,000	485,000	8,302
Accrued Compensated Absences	371,366	-	-	371,366	-	-
Total Long Term Obligations	<u>\$ 30,817,985</u>	<u>\$ 689,925</u>	<u>\$ 2,096,544</u>	<u>\$ 29,411,366</u>	<u>\$ 2,375,000</u>	<u>\$ 956,923</u>
Bond premiums shown below				1,388,270		
Total Noncurrent Liabilities per Financial Statements				<u>\$ 30,799,636</u>		

	Balance 6/30/2020	Additions	Amort.	Balance 6/30/21
Deferred Outflows:				
Deferred Charge on Refunding	\$ 186,344	\$ 520,878	\$ 35,192	\$ 672,030
Deferred Inflows:				
Bond Premiums	(1,540,548)	(62,307)	(214,585)	(1,388,270)
Net Debt Related Long Term Items	<u>\$ (1,354,204)</u>	<u>\$ 458,571</u>	<u>\$ (179,393)</u>	<u>\$ (716,240)</u>

Reconciliation of Accrual Interest Expense

Interest Paid	\$ 956,923
Less Premium Amortization	(214,585)
Plus Amortization of Charge	<u>35,192</u>
Accrual Interest Expense	<u>\$ 777,530</u>

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 5: LONG-TERM DEBT (Continued)

General Obligation Bonds

Series 2011G Matching Money Bonds

On December 8, 2011, the District issued general obligation bonds Series 2011G in the amount of \$9,099,431 with an interest rate of 4.12% to be paid in full on December 1, 2031. The bonds were issued for the District's match for the Building Excellent Schools Today Act (BEST) grant for the construction and renovation of the elementary school. These bonds were refunded with the issuance of the Series 2021B Refunding Bonds.

Series 2012 Bonds

On February 15, 2012, the District issued general obligation bonds Series 2012 in the amount of \$34,900,000 with an average interest rate of 4.13% to be paid in full on December 1, 2031. The bonds were issued for the purpose of financing the construction of a new middle school building and the renovation of the existing middle and high school buildings. These bonds were partially refunded with the issuance of the Series 2016, Series 2017, and Series 2021 Refunding Bonds.

Series 2016 Bonds

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

Series 2017 Bonds

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

Series 2021 Bonds

On March 23, 2021, the District issued general obligation refunding bonds Series 2021 in the amount of \$8,095,000 with an interest rate between .36% and 1.61%. The bonds were issued for the purpose of advance refunding the remaining callable portion of the District's general obligation bonds, Series 2012. The bonds are not subject to redemption prior to maturity at the option of the District.

Series 2021B Bonds

On June 17, 2021, the District issued general obligation refunding bonds Series 2021B in the amount of \$6,220,000 with an interest rate between .98% and 2.08%. The bonds were issued for the purpose of refunding the District's general obligation bonds, Series 2011G Matching Money Bonds. The bonds are not subject to redemption prior to maturity at the option of the District. The bonds are not subject to redemption prior to maturity at the option of the District.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 5: LONG-TERM DEBT (Continued)

General Obligation Bonds

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

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

<u>Fiscal Year</u>	<u>Payments</u>
2022	\$ 3,089,036
2023	3,108,473
2024	3,017,625
2025	3,012,375
2026	10,682,911
2027 - 2031	15,892,019
2032 - 2033	<u>2,486,750</u>
Total Future Payments	41,289,189
Less: Interest Portion	<u>(12,249,189)</u>
Present Value of Future Payments	<u>\$ 29,040,000</u>

Advance Refunding

Certain outstanding general obligation bonds of the District have been defeased by placing the proceeds of refunding bonds into an irrevocable escrow account held and managed by bank trustees and invested in U.S. Treasury obligations, the principal and interest on which would provide amounts sufficient to pay the principal and interest on the defeased bonds in accordance with the schedule of remaining payments due. Accordingly, the escrow account and the defeased bonds are not included in the District’s financial statements. At December 31, 2021, \$5,885,075 of bonds outstanding is considered defeased.

NOTE 6: DEFICIT NET POSITION

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

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

Claims and Judgments

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

Tabor Amendment

In November 1992, Colorado voters passed the Taxpayers Bill of Rights Amendment (TABOR) to the State Constitution which limits state and local government tax powers and imposes spending limitations.

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

The TABOR Amendment requires the District to establish a reserve for emergencies. At June 30, 2021, the District's reserve of \$289,000 was recorded as a restricted fund balance in the General Fund.

NOTE 8: RISK MANAGEMENT

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

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 8: RISK MANAGEMENT (Continued)

Self Insurance Fund

Dental Insurance

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

Changes in liability amounts in fiscal year 2021 were as follows:

	<u>Dental Plan</u>
Claims Liability at June 30, 2020	\$ 5,728
Current year claims and changes in estimates	36,004
Claims paid	<u>37,902</u>
Claims Liability at June 30, 2021	<u>\$ 3,830</u>

NOTE 9: DEFINED BENEFIT PENSION PLAN

Summary of Significant Accounting Policies

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

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

Summary of Significant Accounting Policies (Continued)

General Information about the Pension Plan

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

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

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

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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 lesser of an annual increase of 1.25 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned annual increase by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

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

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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%

¹ Rates 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, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. House Bill (HB) 20-1379 suspended the \$225 million (actual dollars) direct distribution payable on July 1, 2020, for the State’s 2020-21 fiscal year.

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from District were \$1,129,334 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 proportion of the net pension liability was based on 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.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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 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 \$16,262,722 for its proportionate share of the net pension liability. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ (16,262,722)
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	\$ -
Total	\$ (16,262,722)

At December 31, 2020, the District proportion was 0.10757 percent, which was an increase of 0.00858 from its proportion measured as of December 31, 2019.

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

For the year ended June 30, 2021, the District recognized pension expense of \$3,997,240 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	Deferred Inflows
Difference between expected and actual experience	\$ 863,270	\$ -
Changes of assumptions or other inputs	\$ 1,564,424	\$ (2,659,649)
Net difference between projected and actual earnings on pension plan investments	\$ 1,105,123	\$ (4,619,282)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ 1,374,569	\$ (1,203,261)
Contributions subsequent to the measurement date	\$ 624,033	\$ -
Total	\$ 5,531,419	\$ (8,482,192)

\$624,033 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:	Fiscal Year Totals
2022	\$ (3,237,252)
2023	633,660
2024	(406,483)
2025	(564,731)
Total	\$ (3,574,806)

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

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

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

Actuarial cost method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increase, 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 (automatic)	1.25%
PERA benefit struture hired after 12/31/06 (ad hoc, substantively automatic) ¹	Financed by the Annual Increase Reserve (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.

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

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:

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

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

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

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

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

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

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 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 current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103 percent, at which point the AED and SAED will each drop 0.50 percent every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded. HB 20-1379 suspended the \$225 million (actual dollars) direct distribution payable on July 1, 2020, for the State's 2020-21 fiscal year.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 9: DEFINED BENEFIT PENSION PLAN (Continued)

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

- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the 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 index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension asset (liability)	\$ (22,183,685)	\$ (16,262,722)	\$ (11,328,609)

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

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 10: DEFINED CONTRIBUTION PENSION PLAN

Voluntary Investment Program

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

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. The District does not contribute to the plan. Employees are immediately vested in their own contributions, employer contributions, if any, and investment earnings. For the year ended June 30, 2021 program members contributed \$59,671.

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS

Summary of Significant Accounting Policies

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

General Information about the OPEB Plan

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

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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

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

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

PERA Benefit Structure

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The 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.

IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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

DPS Benefit Structure

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

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

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$58,705 for the year ended June 30, 2021.

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

At June 30, 2021, the District reported a liability of \$591,399 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 proportion of the net OPEB liability was based on District contributions to the HCTF for the calendar year 2020 relative to the total contributions of participating employers to the HCTF.

At December 31, 2020, the District proportion was 0.06224 percent, which was a decrease of 0.0024 from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the District recognized OPEB expense of \$24,617. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 1,673	\$ (133,822)
Net difference between projected and actual earnings on pension plan investments	\$ 8,208	\$ (32,379)
Changes of assumptions or other inputs	\$ 4,786	\$ (36,264)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	\$ 8,077	\$ (57,507)
Contributions subsequent to the measurement date	\$ 16,473	\$ -
Total	\$ 39,217	\$ (259,972)

\$16,473 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:

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Year Ended June 30:	Fiscal Year Totals
2022	\$ (52,865)
2023	(49,262)
2024	(57,611)
2025	(54,655)
2026	(21,463)
2027	(1,372)
Total	\$ (237,228)

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	2.30%
Real wage growth	70.00%
Wage inflation	3.00%
Salary increase, including wage inflation	3.00% in the aggregate
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
PERA Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	8.10% for 2020, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.50% for 2019, gradually rising to 4.50% in 2029
DPS Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

In determining the additional liability for PERACare enrollees who are age 65 or older and who are not eligible for premium-free Medicare Part A in the December 31, 2019, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2020 for the PERA Benefit Structure:

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Medicare Plan	Initial Cost for Members Without Medicare Part A		
	Monthly Cost	Monthly Premium	Monthly Cost Adjusted to Age 65
Medicare Advantage/ Self-Insured Prescription	\$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 used to measure the total OPEB liability are summarized in the table below:

Year	PERACare Medicare Plans	Medicare Part A Premiums
2020	8.10%	3.50%
2021	6.40%	3.75%
2022	6.00%	3.75%
2023	5.70%	3.75%
2024	5.50%	4.00%
2025	5.30%	4.00%
2026	5.10%	4.00%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Mortality assumptions used in the December 31, 2019, valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below were applied, as applicable, in the determination of the total OPEB liability for the HCTF. Affiliated employers of the State, School, Local Government, and Judicial Divisions participate in the HCTF.

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

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions were based on the RP-2014 Healthy Annuitant Mortality Table, adjusted as follows:

- Males: Mortality improvement projected to 2018 using the MP-2015 projection scale, a 73 percent factor applied to rates for ages less than 80, a 108 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.
- Females: Mortality improvement projected to 2020 using the MP-2015 projection scale, a 78 percent factor applied to rates for ages less than 80, a 109 percent factor applied to rates for ages 80 and above, and further adjustments for credibility.

Post-retirement non-disabled mortality assumptions for the School and Judicial Divisions were based on the RP-2014 White Collar Healthy Annuitant Mortality Table, adjusted as follows:

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

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

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

The 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.

Actuarial cost method	Entry Age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increase, including wage inflation	3.50% in the aggregate
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
PERA Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	8.10% for 2020, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.50% for 2020, gradually rising to 4.50% in 2029
DPS Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

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

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

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

**IGNACIO SCHOOL DISTRICT 11JT
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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 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 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.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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

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

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

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

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

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

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

IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates			
	1% Decrease	Current Trend Rate	1% Increase
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Proportionate share of the net OPEB asset (liability)	\$ (576,113)	\$ (591,399)	\$ (609,193)

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2020, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.

**IGNACIO SCHOOL DISTRICT 11JT
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2021**

NOTE 11: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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

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

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

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate			
	1% Decrease	Current Discount Rate	1% Increase
Discount Rate	6.25%	7.25%	8.25%
Proportionate share of the net OPEB asset (liability)	\$ (677,458)	\$ (591,399)	\$ (517,868)

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.

NOTE 12: INTERFUND BALANCES

The District made routine transfers for the year ended June 30, 2021. The General Fund transferred \$100,000, \$473,000, and \$140,000 to the Food Service, Capital Projects, and Deferred Maintenance Funds, respectively. The Bond Redemption Fund remitted \$150,000 to the General Fund.

NOTE 12: SUBSEQUENT EVENTS

Subsequent to year end, the District received approval of its Education Stabilization Fund - ESSER II Formula and Supplemental grants. Costs incurred during the current fiscal year of \$195,647 and \$41,169, respectively will be reimbursed during the 2022 fiscal year.

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

IGNACIO SCHOOL DISTRICT 11JT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION ASSET (LIABILITY)
PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾

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

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

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

See the accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 SCHEDULE OF DISTRICT'S CONTRIBUTIONS
 PERA Pension Plan
 Last 10 Fiscal Years⁽¹⁾

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

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

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

See the accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
 NET OPEB ASSET (LIABILITY)
 PERA Health Care Trust Fund
 Last 10 Fiscal Years⁽¹⁾

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

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

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

See the accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
SCHEDULE OF DISTRICT'S CONTRIBUTIONS - OPEB
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾

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

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

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

See the accompanying Independent Auditors' Report.

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Required Supplementary Information

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2020 Actual
REVENUES					
Local Sources					
Property Taxes	\$ 970,000	\$ 970,000	\$ 1,601,030	\$ 631,030	\$ 1,933,122
Specific Ownership Taxes	160,000	160,000	220,679	60,679	218,025
Delinquent Taxes	1,500	1,500	2,363	863	1,306
Tuition From Individuals	-	400	200	(200)	900
Investment Earnings	22,000	22,000	8,560	(13,440)	33,656
Rent Revenue	6,000	6,000	7,209	1,209	9,526
Donations	13,000	13,000	13,000	-	13,000
Indirect Cost Revenue	23,500	23,500	24,262	762	15,815
Insurance Proceeds	-	4,901	125,350	120,449	44,822
Other Local	63,000	63,000	67,574	4,574	68,225
Total Local Sources	<u>1,259,000</u>	<u>1,264,301</u>	<u>2,070,227</u>	<u>805,926</u>	<u>2,338,397</u>
Intermediate Sources					
Mineral Leases	-	-	-	-	29,612
Other Intermediate Source Revenue	20,000	20,000	-	(20,000)	16,032
Total Intermediate Sources	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>(20,000)</u>	<u>45,644</u>
State Sources					
State Share (Equalization)	6,609,285	6,612,485	7,024,633	412,148	7,470,989
State Transportation	100,000	100,000	127,275	27,275	106,199
State Grants from CDE					
State Share - Colorado Preschool Program (CPP)	-	-	-	-	983
Small Rural Schools Additional Funding	200,000	283,504	283,504	-	218,269
Additional As- Risk Funding	7,000	7,000	6,172	(828)	5,904
Kindergarten Facility Grant	-	-	-	-	40,813
State Grants from Other Agencies					
State Vocational Education	70,000	70,000	63,468	(6,532)	58,370
State PERA Contribution	-	-	-	-	142,071
Other Agency State Grants	-	-	-	-	63,600
State Grants Provided through BOCES	30,000	30,000	-	(30,000)	57,799
Total State Sources	<u>7,016,285</u>	<u>7,102,989</u>	<u>7,505,052</u>	<u>402,063</u>	<u>8,164,997</u>
Federal Sources					
Federal Grants from CDE					
Coronavirus Relief Fund	485,000	495,910	528,513	32,603	69,251
Ed Stab Fd - ESSER III Formula	-	863,739	-	(863,739)	-
ESSER II - Supplemental	-	130,000	-	(130,000)	-
Ed Stab Fd - ESSER II Formula	-	384,592	-	(384,592)	-
Ed Stab Fd - Elem Sec Emer Relief Formula	90,000	90,000	92,257	2,257	-
Coronaovirus Relief Fund At-Risk	-	64,453	64,454	1	-
Ed Stab Fd - Elem Sec Emer Relief Discretionary	-	-	32,500	32,500	-
Natl Forest Land Pmts: Secure Rural Schools	-	-	14,547	14,547	-
Direct Federal Revenue					
Impact Aid Revenue	1,100,000	1,100,000	1,424,827	324,827	1,328,936
Total Federal Sources	<u>1,675,000</u>	<u>3,128,694</u>	<u>2,157,098</u>	<u>(971,596)</u>	<u>1,398,187</u>
TOTAL REVENUES	<u>9,970,285</u>	<u>11,515,984</u>	<u>11,732,377</u>	<u>216,393</u>	<u>11,947,225</u>

See the accompanying Independent Auditors' Report

(Continued)

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021				2020 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES					
Current:					
Instruction					
Salaries	3,485,100	3,421,880	3,436,645	(14,765)	3,182,609
Benefits	1,504,018	1,498,827	1,443,473	55,354	1,345,044
PS-Professional	141,596	142,121	81,411	60,710	140,383
PS-Property	9,800	9,800	30,727	(20,927)	42,565
PS-Other	768,225	759,225	728,605	30,620	681,692
Supplies	670,700	1,263,245	932,946	330,299	127,518
Property	78,000	98,842	164,587	(65,745)	150,530
Other Expenses	3,000	3,000	3,107	(107)	2,395
Total Instruction	<u>6,660,439</u>	<u>7,196,940</u>	<u>6,821,501</u>	<u>375,439</u>	<u>5,672,736</u>
Supporting Services					
Pupil Support					
Salaries	292,390	254,690	229,927	24,763	320,476
Benefits	141,849	133,529	111,727	21,802	139,118
PS- Professional	15,200	15,200	14,363	837	13,000
PS-Other	2,950	2,950	(1,065)	4,015	1,604
Supplies	2,600	2,500	1,550	950	740
Total Pupil Support	<u>454,989</u>	<u>408,869</u>	<u>356,502</u>	<u>52,367</u>	<u>474,938</u>
Staff Support					
Salaries	219,400	219,400	219,578	(178)	222,957
Benefits	90,033	90,033	83,642	6,391	83,906
PS- Professional	20,000	22,000	16,798	5,202	16,167
PS- Property	47,600	47,600	39,954	7,646	39,680
PS-Other	1,900	1,900	-	1,900	-
Supplies	8,250	8,050	8,452	(402)	4,541
Total Staff Support	<u>387,183</u>	<u>388,983</u>	<u>368,424</u>	<u>20,559</u>	<u>367,251</u>
General Administration					
Salaries	254,490	254,490	253,442	1,048	285,467
Benefits	66,569	66,569	65,819	750	234,488
PS- Professional	37,500	49,500	44,400	5,100	34,506
PS-Other	25,650	21,650	15,955	5,695	22,025
Supplies	10,000	5,005	3,668	1,337	6,020
Other Expenses	22,100	22,100	15,100	7,000	20,229
Total General Administration	<u>416,309</u>	<u>419,314</u>	<u>398,384</u>	<u>20,930</u>	<u>602,735</u>
School Administration					
Salaries	518,318	518,318	488,882	29,436	511,165
Benefits	201,346	201,346	191,227	10,119	180,172
PS- Professional	32,000	34,880	33,139	1,741	18,216
PS-Other	18,710	18,710	12,905	5,805	15,249
Supplies	5,907	5,907	4,080	1,827	6,107
Other Expenses	1,500	1,500	599	901	312
Total School Administration	<u>777,781</u>	<u>780,661</u>	<u>730,832</u>	<u>49,829</u>	<u>731,221</u>

See the accompanying Independent Auditors' Report

(Continued)

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021				2020 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES (Continued)					
Supporting Services (Continued)					
Business Services					
Salaries	144,136	144,136	143,583	553	134,022
Benefits	59,214	59,214	39,008	20,206	39,885
PS- Professional	11,000	21,000	20,046	954	7,331
PS-Other	5,160	5,660	3,398	2,262	3,284
Supplies	2,000	2,000	1,895	105	(3,036)
Other Expenses	4,000	4,000	832	3,168	(896)
Total Business Services	225,510	236,010	208,762	27,248	180,590
Operations and Maintenance					
Salaries	334,644	332,944	329,796	3,148	306,328
Benefits	155,793	155,302	152,275	3,027	153,683
PS- Professional	145,000	75,000	63,000	12,000	76,584
PS- Property	200,500	209,075	177,876	31,199	212,519
PS-Other	1,300	800	565	235	553
Supplies	306,000	306,000	281,750	24,250	294,214
Property	-	-	-	-	70,624
Total Operations and Maintenance	1,143,237	1,079,121	1,005,262	73,859	1,114,505
Transportation					
Salaries	429,500	429,500	397,410	32,090	350,342
Benefits	148,480	152,480	141,294	11,186	137,947
PS- Professional	7,000	7,000	6,553	447	6,750
PS- Property	23,000	23,000	9,270	13,730	26,810
PS-Other	24,500	34,500	24,658	9,842	20,658
Supplies	97,000	87,000	75,508	11,492	75,797
Total Transportation	729,480	733,480	654,693	78,787	618,304
Other Central Support					
Salaries	194,820	194,820	177,678	17,142	175,492
Benefits	70,542	70,542	62,864	7,678	73,595
PS-Other	500	500	-	500	168
Supplies	-	-	-	-	8,825
Total Other Central Support	265,862	265,862	240,542	25,320	258,080
Risk Management					
PS-Other	197,000	222,000	182,062	39,938	156,521
Other Supporting Services					
PS-Other	438,100	438,100	379,617	58,483	381,799
Supplies	3,500	3,500	140	3,360	3,553
Total Other Supporting Services	441,600	441,600	379,757	61,843	385,352
Total Supporting Services	5,038,951	4,975,900	4,525,220	450,680	4,889,497
Other Uses					
Up-Front Grant Match	-	-	-	-	9,150
Contingency	2,775,690	2,966,858	-	2,966,858	-
TOTAL EXPENDITURES	14,475,080	15,139,698	11,346,721	3,792,977	10,571,383
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(4,504,795)	(3,623,714)	385,656	4,009,370	1,375,842
OTHER FINANCING SOURCES (USES)					
Transfers	(463,000)	(463,000)	(563,000)	(100,000)	(392,246)
CHANGE IN FUND BALANCE	(4,967,795)	(4,086,714)	(177,344)	3,909,370	983,596
BEGINNING FUND BALANCE	4,967,795	4,086,714	6,410,162	2,323,448	5,426,566
ENDING FUND BALANCE	\$ -	\$ -	\$ 6,232,818	\$ 6,232,818	\$ 6,410,162

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Food Service Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021				2020 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Food Service Revenue	\$ 123,000	\$ 123,000	\$ 8,584	\$ (114,416)	\$ 72,318
State Sources					
State Grants from CDE					
State Matching Child Nutrition	3,600	3,600	3,493	(107)	3,464
Start Smart Nutrition	1,650	1,650	-	(1,650)	1,318
School Lunch Protection: F&R for Pre-K thru 2nd	5,000	5,000	-	(5,000)	2,908
Total State Sources	10,250	10,250	3,493	(6,757)	7,690
Federal Sources					
Federal Grants from CDE					
Coronavirus Relief Fund	-	-	-	-	15,000
School Breakfast Program	65,000	65,000	-	(65,000)	53,739
National School Lunch Program	220,000	254,902	2,424	(252,478)	223,621
Summer Food Service Program for Children	-	-	441,760	441,760	-
Federal Grants from Other State Agencies					
National School Lunch Program - Commodities	22,000	22,000	19,024	(2,976)	27,656
Total Federal Sources	307,000	341,902	463,208	121,306	320,016
TOTAL REVENUES	440,250	475,152	475,285	133	400,024
EXPENDITURES					
Supporting Services					
Food Service					
Salaries	209,900	209,900	203,831	6,069	193,044
Benefits	108,555	108,555	98,140	10,415	94,512
PS- Professional	1,600	1,600	1,661	(61)	1,572
PS- Property	4,000	4,000	3,592	408	1,842
PS-Other	1,400	1,400	1,040	360	96
Supplies	25,093	25,093	63,343	(38,250)	8,330
Food	200,000	200,000	132,445	67,555	193,996
Commodities	33,700	33,700	26,645	7,055	37,452
Contingency	-	34,902	-	34,902	-
TOTAL EXPENDITURES	584,248	619,150	530,697	88,453	530,844
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(143,998)	(143,998)	(55,412)	88,586	(130,820)
OTHER FINANCING SOURCES (USES)					
Transfers	100,000	100,000	100,000	-	100,000
CHANGE IN FUND BALANCE	(43,998)	(43,998)	44,588	88,586	(30,820)
BEGINNING FUND BALANCE	43,998	43,998	7,435	(36,563)	38,255
ENDING FUND BALANCE	\$ -	\$ -	\$ 52,023	\$ 52,023	\$ 7,435

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Designated Grants Fund
 For the Year Ended June 30, 2021
 (With Comparative Totals for the Year Ended June 30, 2020)

	2021				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2020 Actual
REVENUES					
State Sources					
State Grants from CDE					
State ELPA Prof Dev and Student Support	\$ 16,940	\$ 16,940	\$ 13,625	\$ (3,315)	\$ 20,380
State ELPA	12,581	12,581	12,165	(416)	18,791
READ Act (Old Money)	-	-	-	-	9,442
State Grants to Libraries	4,500	4,500	3,500	(1,000)	4,500
National Board Certified Teachers	-	-	3,200	3,200	-
Computer Science Education	-	-	150	150	1,594
Early Literacy Grant	-	-	25,000	25,000	-
READ Act	27,485	27,485	27,561	76	27,486
State Grants Provided through BOCES	10,225	10,225	12,496	2,271	12,320
Total State Sources	<u>71,731</u>	<u>71,731</u>	<u>97,697</u>	<u>25,966</u>	<u>94,513</u>
Federal Sources					
Federal Grants from CDE					
NCLB Title I, Part A- Imp Basic Prgrms Oper by Sch	191,724	191,724	207,269	15,545	198,795
NCLB Title II, Part A- Teacher & Principal Trng	26,055	26,055	45,673	19,618	9,330
ESSA, Title IV-A: Stud Supp and Acad Enrich Grants	10,000	10,000	13,826	3,826	4,728
Colorado Project Aware	-	195,000	60,244	(134,756)	-
Federal Grants from Other State Agencies					
Title VII- Indian Education	67,779	67,779	68,995	1,216	54,742
Federal Provided through BOCES	-	-	17,750	17,750	19,323
Total Federal Sources	<u>295,558</u>	<u>490,558</u>	<u>413,757</u>	<u>(76,801)</u>	<u>286,918</u>
TOTAL REVENUES	<u>367,289</u>	<u>562,289</u>	<u>511,454</u>	<u>(50,835)</u>	<u>381,431</u>
EXPENDITURES					
Instruction					
Salaries	121,025	121,025	123,837	(2,812)	139,037
Benefits	45,208	45,208	42,784	2,424	32,765
PS-Professional	30,475	30,475	60,803	(30,328)	19,822
PS-Other	6,780	6,780	5,399	1,381	3,162
Supplies	11,759	11,759	13,546	(1,787)	18,566
Property	-	-	19,751	(19,751)	19,324
Total Instruction	<u>215,247</u>	<u>215,247</u>	<u>266,120</u>	<u>(50,873)</u>	<u>232,676</u>
Supporting Services					
Pupil Support					
Salaries	19,900	117,900	34,858	83,042	13,802
Benefits	8,948	46,448	11,065	35,383	7,423
PS- Professional	-	20,000	17,100	2,900	-
PS-Other	-	5,000	5,820	(820)	-
Supplies	-	15,000	11,910	3,090	-
Property	-	-	3,310	(3,310)	-
Other Expenses	-	19,500	-	19,500	-
Total Pupil Support	<u>28,848</u>	<u>223,848</u>	<u>84,063</u>	<u>139,785</u>	<u>21,225</u>
Staff Support					
Salaries	66,750	66,750	80,308	(13,558)	55,320
Benefits	22,815	22,815	26,488	(3,673)	18,913
PS- Professional	18,780	18,780	17,333	1,447	23,044
PS-Other	2,988	2,988	2,708	280	7,929
Supplies	7,518	7,518	10,172	(2,654)	5,534
Total Staff Support	<u>118,851</u>	<u>118,851</u>	<u>137,009</u>	<u>(18,158)</u>	<u>110,740</u>
School Administration					
Other Expenses	19,355	19,355	24,262	(4,907)	15,815
Community Support					
Supplies	2,000	2,000	-	2,000	975
Total Supporting Services	<u>169,054</u>	<u>364,054</u>	<u>245,334</u>	<u>118,720</u>	<u>148,755</u>
TOTAL EXPENDITURES	<u>384,301</u>	<u>579,301</u>	<u>511,454</u>	<u>67,847</u>	<u>381,431</u>
CHANGE IN FUND BALANCE	(17,012)	(17,012)	-	17,012	-
BEGINNING FUND BALANCE	17,012	17,012	1	(17,011)	1
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 1</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Pupil Activity Fund
 For the Year Ended June 30, 2021
 (With Comparative Totals for the Year Ended June 30, 2020)

	2021		Variance with Final Budget	2020	
	Original & Final Budget	Actual		Budget	Actual
REVENUES					
Local Sources					
Pupil Activity Revenues	\$ 224,679	\$ 55,073	\$ (169,606)	\$ 219,809	
EXPENDITURES					
Instruction					
Supplies	224,679	98,531	126,148	192,064	
CHANGE IN FUND BALANCE	-	(43,458)	(43,458)	27,745	
BEGINNING FUND BALANCE	198,304	226,049	27,745	198,304	
ENDING FUND BALANCE	\$ 198,304	\$ 182,591	\$ (15,713)	\$ 226,049	

See accompanying Independent Auditors' Report.

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Other Supplementary Information

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Bond Redemption Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021		Variance with Final Budget	2020 Actual
	Final Budget	Actual		
REVENUES				
Local Sources				
Property Taxes	\$ 2,640,000	\$ 2,900,572	\$ 260,572	\$ 3,213,421
Specific Ownership Taxes	315,000	283,696	(31,304)	291,984
Delinquent Taxes	2,000	4,708	2,708	2,386
Other Taxes	150,000	-	(150,000)	-
Investment Earnings	50,000	6,378	(43,622)	62,252
TOTAL REVENUES	<u>3,157,000</u>	<u>3,195,354</u>	<u>38,354</u>	<u>3,570,043</u>
EXPENDITURES				
Supporting Services				
Business Services				
PS- Professional	7,000	232,554	(225,554)	1,200
Debt Service				
Interest	815,619	967,417	(151,798)	1,155,364
Principal	2,356,075	2,096,544	259,531	2,000,067
Total Debt Service	3,171,694	3,063,961	107,733	3,155,431
Contingency	4,490,456	-	4,490,456	-
TOTAL EXPENDITURES	<u>7,669,150</u>	<u>3,296,515</u>	<u>4,372,635</u>	<u>3,156,631</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURE	<u>(4,512,150)</u>	<u>(101,161)</u>	<u>4,410,989</u>	<u>413,412</u>
OTHER FINANCING SOURCES (USES)				
Debt Proceeds	-	14,377,307	14,377,307	-
Escrow Payment	-	(14,138,732)	(14,138,732)	-
Transfers	(150,000)	(150,000)	-	(300,000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(150,000)</u>	<u>88,575</u>	<u>238,575</u>	<u>(300,000)</u>
CHANGE IN FUND BALANCE	<u>(4,662,150)</u>	<u>(12,586)</u>	<u>4,649,564</u>	<u>113,412</u>
BEGINNING FUND BALANCE	<u>4,662,150</u>	<u>4,934,726</u>	<u>272,576</u>	<u>4,821,314</u>
ENDING FUND BALANCE	<u>\$ -</u>	<u>\$ 4,922,140</u>	<u>\$ 4,922,140</u>	<u>\$ 4,934,726</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Capital Reserve Project Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021			2020 Actual
	Final Budget	Actual	Variance with Final Budget	
REVENUES				
Local Sources				
Sale of Capital Assets	\$ -	\$ 3,000	\$ 3,000	\$ -
EXPENDITURES				
Instruction				
Property	78,000	77,031	969	51,414
Facilities/Capital Outlay				
PS- Professional	5,000	1,459	3,541	5,000
PS- Property	20,000	-	20,000	7,477
Equipment	140,000	14,935	125,065	136,987
Total Facilities/Capital Outlay	165,000	16,394	148,606	149,464
Contingency	60,000	-	60,000	-
TOTAL EXPENDITURES	303,000	93,425	209,575	200,878
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(303,000)	(90,425)	212,575	(200,878)
OTHER FINANCING SOURCES (USES)				
Transfers	473,000	473,000	-	466,082
CHANGE IN FUND BALANCE	170,000	382,575	212,575	265,204
BEGINNING FUND BALANCE	(170,000)	751,830	921,830	486,626
ENDING FUND BALANCE	\$ -	\$ 1,134,405	\$ 1,134,405	\$ 751,830

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
Deferred Maintenance Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021		Variance with Final Budget	2020	
	Final Budget	Actual		Budget	Actual
OPERATING REVENUES					
Rent Revenue	\$ 169,000	\$ 183,598	\$ 14,598	\$ 165,371	
Other Local	-	-	-	4,030	
TOTAL OPERATING REVENUES	<u>169,000</u>	<u>183,598</u>	<u>14,598</u>	<u>169,401</u>	
OPERATING EXPENSES					
Salaries	34,660	17,226	17,434	-	
Benefits	16,747	4,299	12,448	-	
PS- Professional	207,000	2,368	204,632	2,245	
PS- Property	348,000	39,090	308,910	43,283	
PS-Other	3,500	-	3,500	-	
Supplies	114,000	25,077	88,923	27,535	
Capital Outlay	875,955	59,193	816,762	189,865	
Depreciation Expense	55,000	43,676	11,324	40,113	
TOTAL OPERATING EXPENSES	<u>1,654,862</u>	<u>190,929</u>	<u>1,463,933</u>	<u>303,041</u>	
OPERATING INCOME (LOSS)	(1,485,862)	(7,331)	1,478,531	(133,640)	
OTHER REVENUES (EXPENSES)					
Transfers	170,000	140,000	(30,000)	200,000	
CHANGE IN NET POSITION (BUDGET BASIS)	(1,315,862)	132,669	1,448,531	66,360	
BUDGET TO GAAP RECONCILIATION					
Capital Outlay	-	59,193	59,193	190,365	
CHANGE IN NET POSITION (GAAP BASIS)	(1,315,862)	191,862	1,507,724	256,725	
BEGINNING NET POSITION	1,315,862	1,430,446	114,584	1,173,721	
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 1,622,308</u>	<u>\$ 1,622,308</u>	<u>\$ 1,430,446</u>	

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
Dental Insurance Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021			2020 Actual
	Final Budget	Actual	Variance with Final Budget	
OPERATING REVENUES				
Benefit Premiums	\$ 91,000	\$ 36,400	\$ (54,600)	\$ 54,028
OPERATING EXPENSES				
PS- Professional	234,844	36,174	198,670	43,518
PS-Other	-	-	-	-
TOTAL OPERATING EXPENSES	<u>234,844</u>	<u>36,174</u>	<u>198,670</u>	<u>43,518</u>
OPERATING INCOME (LOSS)	(143,844)	226	144,070	10,510
OTHER REVENUES (EXPENSES)				
Transfers	(100,000)	-	100,000	(100,000)
CHANGE IN NET POSITION (GAAP BASIS)	(243,844)	226	244,070	(89,490)
BEGINNING NET POSITION	<u>243,844</u>	<u>13,788</u>	<u>(230,056)</u>	<u>103,278</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 14,014</u>	<u>\$ 14,014</u>	<u>\$ 13,788</u>

See accompanying Independent Auditors' Report.

IGNACIO SCHOOL DISTRICT 11JT
 Combining Statement of Fiduciary Net Position
 Fiduciary Funds
 June 30, 2021
 (With Comparative Totals for June 30, 2020)

	Private Purpose Trust Funds		Totals	
	Floyd		2021	2020
	Scholarship Fund	Candeleria/Floyd Scholarship Fund		
ASSETS				
Cash and Investments	\$ 4,340	\$ 5,582	\$ 9,922	\$ 10,408
LIABILITIES, DEFERRED INFLOWS AND NET POSITION				
Net Position				
Restricted for Student Activity/Scholarship	\$ 4,340	\$ 5,582	\$ 9,922	\$ 10,408

See the accompanying Independent Auditors' Report

IGNACIO SCHOOL DISTRICT 11JT
Combining Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	<u>Private Purpose Trust Funds</u>		<u>Totals</u>	
	<u>Floyd Scholarship Fund</u>	<u>Candeleria/Floyd Scholarship Fund</u>	<u>2021</u>	<u>2020</u>
ADDITIONS				
Local Sources	\$ 7	\$ 7	\$ 14	\$ 31
DEDUCTIONS				
Other Supporting Services	<u>500</u>	<u>-</u>	<u>500</u>	<u>1,000</u>
CHANGE IN FIDUCIARY NET POSITION	<u>(493)</u>	<u>7</u>	<u>(486)</u>	<u>(969)</u>
BEGINNING NET POSITION	<u>4,833</u>	<u>5,575</u>	<u>10,408</u>	<u>11,377</u>
ENDING NET POSITION	<u>\$ 4,340</u>	<u>\$ 5,582</u>	<u>\$ 9,922</u>	<u>\$ 10,408</u>

See the accompanying Independent Auditors' Report

IGNACIO SCHOOL DISTRICT 11JT
Statement of Changes in Fiduciary Net Position
Budget and Actual
Floyd Scholarship Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021		Variance with Final Budget	2020	
	Original & Final Budget	Actual		Budget	Actual
ADDITIONS					
Local Sources	\$ 1	\$ 8	\$ 7	\$ 17	
DEDUCTIONS					
Other Supporting Services	1,000	500	500	1,000	
Contingency	5,038	-	5,038	-	
TOTAL DEDUCTIONS	6,038	500	5,538	1,000	
CHANGE IN FIDUCIARY NET POSITION	(6,037)	(492)	5,545	(983)	
BEGINNING NET POSITION	6,037	4,833	(1,204)	5,816	
ENDING NET POSITION	\$ -	\$ 4,341	\$ 4,341	\$ 4,833	

See the accompanying Independent Auditors' Report

IGNACIO SCHOOL DISTRICT 11JT
Statement of Changes in Fiduciary Net Position
Budget and Actual
Candeleria/Floyd Scholarship Fund
For the Year Ended June 30, 2021
(With Comparative Totals for the Year Ended June 30, 2020)

	2021		Variance with Final Budget	2020
	Original & Final Budget	Actual		Actual
	ADDITIONS			
Local Sources	\$ 1	\$ 6	\$ 5	14
DEDUCTIONS				
Other Supporting Services	1,000	-	1,000	-
Contingency	4,309	-	4,309	-
TOTAL DEDUCTIONS	<u>5,309</u>	<u>-</u>	<u>5,309</u>	<u>-</u>
CHANGE IN FIDUCIARY NET POSITION	(5,308)	6	5,314	14
BEGINNING NET POSITION	<u>5,308</u>	<u>5,575</u>	<u>267</u>	<u>5,561</u>
ENDING NET POSITION	<u>\$ -</u>	<u>\$ 5,581</u>	<u>\$ 5,581</u>	<u>\$ 5,575</u>

See the accompanying Independent Auditors' Report

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SINGLE AUDIT SELECTION

Mayberry & Company, LLC

Certified Public Accountants

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

Board of Education
Ignacio School District 11 JT
Ignacio, Colorado

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

Independent Auditors' Report

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, the aggregate remaining fund information, and the related notes to the financial statements of the Ignacio School District 11 JT (the District) as of and for the year ended June 30, 2021, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Mayberry + Company, LLC

Englewood, CO
November 10, 2021

Mayberry & Company, LLC

Certified Public Accountants

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

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

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

Independent Auditors' Report

Report on Compliance for Each Major Federal Program

We have audited the Ignacio School District 11 JT (District's) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's, Colorado's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

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

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

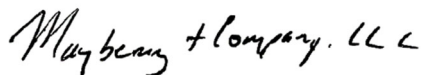
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement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

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

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

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

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Ignacio School District 11 JT, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 10, 2021 which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.



Englewood, Colorado
November 10, 2021

Ignacio School District 11 JT
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2021

<i>Federal Grantor/Program or Cluster Title</i>	<i>Federal CFDA Number</i>	<i>Additional Award Identification</i>	<i>Pass-through Grantor and Number</i>	<i>Federal Expenditures</i>
Child Nutrition Cluster-Cluster				
United States Department of Agriculture National School Lunch Program National School Lunch Program	10.555		Colo Dept of Education,4555 Colo Dept of Human Services,4555	\$ 2,424 19,024
National School Lunch Program	10.555			21,448
Total National School Lunch Program				441,760
Summer Food Service Program for Children	10.559		Colo Dept of Education,4559	463,208
Total Child Nutrition Cluster-Cluster				
Forest Service Schools and Roads Cluster-Cluster				
United States Department of Agriculture Schools and Roads - Grants to States	10.665		La Plata County,7665	14,547
Other Programs				
Department of Education				
Title I Grants to Local Educational Agencies	84.010		Colo Dept of Education,5010	90,365
Title I Grants to Local Educational Agencies	84.010		Colo Dept of Education,4010	116,904
Total Title I Grants to Local Educational Agencies				207,269
Impact Aid	84.041			1,424,827
Indian Education Grants to Local Educational Agencies	84.060			68,995
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	84.367		Colo Dept of Education,4367	45,673
Student Support and Academic Enrichment Program	84.424		Colo Dept of Education,4424	13,826
Education Stabilization Fund				
Education Stabilization Fund	84.425D	COVID-19	Colo Dept of Education,5425	32,500
Education Stabilization Fund	84.425D	COVID-19	Colo Dept of Education,4425	92,257
Total Education Stabilization Fund				124,757
Total Department of Education				
				1,885,347
Department of Health and Human Services				
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243		Colo Dept of Education,7243	60,244
Department of the Treasury				
Coronavirus Relief Fund				
Coronavirus Relief Fund	21.019	COVID-19	Colo Dept of Education,4012	528,513
Coronavirus Relief Fund	21.019	COVID-19	Colo Dept of Education,5012	64,454
Total Coronavirus Relief Fund				592,967
Total Other Programs				
				2,538,558
Total Expenditures of Federal Awards				
				\$ 3,016,313

The accompanying notes are an integral part of this schedule

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

YEAR ENDED JUNE 30, 2021

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards, (the "Schedule"), includes the federal award activity of the Ignacio School District 11JT, (the "District") under the programs of the federal government for the year ended June 30, 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 the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

NOTE 3: 10% DE MINIMIS COST RATE

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

NOTE 4: SUBRECIPIENTS

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

IGNACIO SCHOOL DISTRICT 11JT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

YEAR ENDED JUNE 30, 2021

Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: unmodified

Internal control over financial reporting:

- Material weakness identified? yes no

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

Noncompliance material to financial statements noted?

yes no

Federal Awards

Internal control over major programs:

- Material weakness identified? yes no

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

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

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

yes no

Identification of major programs:

84.041 Impact Aid

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

Auditee qualified as low-risk auditee?

yes no

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

YEAR ENDED JUNE 30, 2021

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

A. Material Weaknesses in Internal Control

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2021, did not disclose any material weaknesses or significant deficiencies in internal controls.

B. Compliance Findings

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2021, did not disclose any instances of noncompliance with requirements with certain provisions of laws, regulations, and grants that were material to those financial statements.

III - Findings and Questioned Costs for Federal Awards

A. Material Weaknesses in Internal Control

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2021, did not disclose any material weaknesses or significant deficiencies in internal controls over federal grant management.

B. Compliance Findings

The audit of the financial statements of the Ignacio School District 11 JT, as of and for the year ended June 30, 2021, did not disclose any instances of noncompliance with requirements with certain provisions of laws, regulations, and grants that were material to those financial statements.

C. Questioned Costs

None noted.

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STATE COMPLIANCE



Colorado Department of Education
Auditors Integrity Report
 District: 1540 - Ignacio 11 JT
 Fiscal Year 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	6,410,162		11,169,376		11,346,720		6,232,818
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	0		0		0		0
Sub- Total	6,410,162		11,169,376		11,346,720		6,232,818
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	7,435		575,286		530,697		52,023
22 Govt Designated-Purpose Grants Fund	1		511,454		511,454		1
23 Pupil Activity Special Revenue Fund	226,049		55,073		98,531		182,591
24 Full Day Kindergarten Mill Levy Override	0		0		0		0
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	4,934,726		17,422,661		17,435,247		4,922,140
39 Certificate of Participation (COP) Debt Service Fund	0		0		0		0
41 Building Fund	0		0		0		0
42 Special Building Fund	0		0		0		0
43 Capital Reserve Capital Projects Fund	751,830		476,000		93,425		1,134,405
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
Totals	12,330,202		30,209,849		30,016,073		12,523,978
Proprietary							
50 Other Enterprise Funds	1,430,446		323,598		131,736		1,622,308
64 (63) Risk-Related Activity Fund	13,788		5,497		5,271		14,014
60,65-69 Other Internal Service Funds	0		0		0		0
Totals	1,444,234		329,095		137,007		1,636,322
Fiduciary							
70 Other Trust and Agency Funds	10,408		14		500		9,922
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	10,408		14		500		9,922

FINAL



Colorado Department of Education
Bolded Balance Sheet Report

District: 1540 - Ignacio 11 JT
 Fiscal Year 2020-21

Colorado School District/BOCES

ASSETS	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals		
Cash and Investments (8100-8104,8111)	7,151,538	0	0	144,620	0	0	95,677	4,839,890	1,134,405	0	565,120	17,866	0	9,922	0	13,959,037		
Cash with Fiscal Agent (8105)	21,985	0	0	0	0	0	0	37,400	0	0	0	0	0	0	0	59,385		
Other Investment Accounts (8112-8115)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Taxes Receivable (8121,8122)	39,816	0	0	0	0	0	0	67,726	0	0	0	0	0	0	0	107,542		
Interfund Loans Receivable (8131,8132)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Grants Accounts Receivable (8142)	80,321	0	0	114,863	0	0	2,424	0	0	0	0	0	0	0	0	197,608		
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	0	7,221	0	3,333	0	0	0	0	0	10,555		
Inventories (8171,8172,8173)	0	0	0	0	0	0	8,387	0	0	0	0	0	0	0	0	8,387		
Site Improvements (8221)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Accumulated Depreciation on Site Improvements (8222)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Buildings (8231-8234)	0	0	0	0	0	0	0	0	0	1,068,621	0	0	0	0	0	1,068,621		
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Total Assets	7,293,659	0	0	259,483	0	0	106,489	4,952,237	1,134,405	0	1,637,074	17,866	0	9,922	0	15,411,135		

See accompanying Independent Auditors' Report.

	Governmental										Proprietary					Fiduciary
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
LIABILITIES & FUND EQUITY																
LIABILITIES																
Interfund Payables (7401,7402)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Payables (7421-7423)	136,451	0	0	273	0	0	55	0	0	0	3,852	0	0	0	0	140,631
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses (7461)	924,390	0	0	66,619	0	0	48,620	0	0	0	0	0	0	0	0	1,039,628
Unearned Revenue (7481)	0	0	0	0	0	0	5,791	0	0	2,000	0	0	0	0	0	7,791
Grants Deferred Revenue (7482)	0	0	0	10,000	0	0	0	0	0	0	0	0	0	0	0	10,000
Other Current Liabilities (7491,7492,7499)	0	0	0	0	0	0	0	0	0	12,767	0	0	0	0	0	12,767
Deferred Inflow (7800)	0	0	0	0	0	0	0	30,097	0	0	0	0	0	0	0	30,097
Deferred Inflow Grants (7801)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Liabilities	1,060,841	0	0	76,892	0	0	54,466	30,097	0	14,766	3,852	0	0	0	0	1,240,913

See accompanying Independent Auditors' Report.

Governmental

Proprietary

Fiduciary

FUND EQUITY	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Non-spendable Fund Balance 6710	0	0	0	0	0	0	8,387	0	0	0	0	0	0	0	0	8,387
Restricted Fund Balance 6720	0	0	0	0	0	0	0	4,922,140	0	0	0	0	0	9,922	0	4,932,061
TABOR 3% Emergency Reserve 6721	289,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	289,000
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	120,000	0	0	182,591	0	0	43,636	0	1,134,405	0	0	0	0	0	0	1,480,633
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unassigned Fund Balance 6770	5,823,818	0	0	0	0	0	0	0	0	0	0	0	0	0	0	5,823,818
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	1,068,621	0	0	0	0	1,068,621
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	553,687	14,014	0	0	0	567,701
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	6,232,818	0	0	182,591	0	0	52,023	4,922,140	1,134,405	0	1,622,308	14,014	0	9,922	0	14,170,222

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Total Liabilities & Fund Equity	7,293,659	0	0	259,483	0	0	106,489	4,952,237	1,134,405	0	1,637,074	17,866	0	9,922	0	15,411,135

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