**SWINK SCHOOL DISTRICT #33**
**SWINK, COLORADO**

**FINANCIAL STATEMENTS**
**with**
**INDEPENDENT AUDITORS' REPORTS**

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

**INTENTIONALLY LEFT BLANK**

**INTRODUCTORY SECTION**

**SWINK SCHOOL DISTRICT #33**
**SWINK, COLORADO**

**ROSTER OF SCHOOL OFFICIALS**

**Year Ended June 30, 2021**

## Board of Education

Fred Grantham - President

Shannon Wallace - Vice-President

Diana Milenski - Secretary

Dr. Ky Davis - Treasurer

Matt Gardner - Member

## Administrative Staff

Kyle Hebberd - Superintendent

Janell Wood - Business Manager

**SWINK SCHOOL DISTRICT #33**

**TABLE OF CONTENTS**

**Year Ended June 30, 2021**


PAGE

**INTRODUCTORY SECTION**

Roster of School Officials

Table of Contents

**FINANCIAL SECTION**

MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information - Unaudited) M1 – M8

INDEPENDENT AUDITORS' REPORT 1 – 2

BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements:

Statement of Net Position 3

Statement of Activities 4

Fund Financial Statements:

Balance Sheet - Governmental Funds 5

Reconciliation of Governmental Fund Balances to Governmental Activities Net Position 6

Statement of Revenues, Expenditures and Changes in Fund Balances
- Governmental Fund 7

Reconciliation of Governmental Change in Fund Balance to Governmental
Activities Change in Net Position 8

Notes to Financial Statements 9 – 44

**REQUIRED SUPPLEMENTARY INFORMATION** – (Pension and OPEB Schedules – Unaudited)

Schedule of the District's Proportionate Share of the Net Pension Liability 45

Schedule of District Contributions – PERA Pension Plan 46

**SWINK SCHOOL DISTRICT #33**

**TABLE OF CONTENTS**

**Year Ended June 30, 2021**
(Continued)


| | Page |
|---|---|
| **REQUIRED SUPPLEMENTARY INFORMATION** – (Pension and OPEB Schedules – Unaudited) (Continued) | |
| Schedule of the District's Proportionate Share of the Net OPEB Liability | 47 |
| Schedule of District Contributions – OPEB - PERA Health Care Trust Fund | 48 |
| **REQUIRED SUPPLEMENTARY INFORMATION** | |
| Budgetary Comparison Schedule - General Fund | 49 – 51 |
| **Other Supplementary Information** | |
| Special Revenue Fund: | |
| Food Service - Schedule of Revenues, Expenditures and Change in Fund Balance - Budget and Actual | 52 |
| Pupil Activity Fund - Schedule of Receipts and Disbursements - Budget and Actual | 53 |
| Debt Service Fund: | |
| Bond Redemption Fund - Schedule of Revenues, Expenditures and Change in Fund Balance - Budget and Actual | 54 |
| Capital Projects Fund: | |
| Capital Reserve Projects Fund - Schedule of Revenues, Expenditures and Change in Fund Balance - Budget and Actual | 55 |
| **COMPLIANCE SECTION** | |
| **State Compliance** | |
| Auditors Integrity Report | 56 |
| Bolded Balance Sheet Report | 57 – 59 |

**FINANCIAL SECTION**

SWINK SCHOOL DISTRICT
Management Discussion and Analysis
For the Fiscal Year Ended June 30, 2021

Management of Swink School District offers readers of the basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2021. The focus of the information is on the primary government (general) fund.

The District has adopted a financial reporting model promulgated by the Government Accounting Standards Board (GASB). In accordance with GASB Statement N. 34, *Basic Financial Statement and Management Discussion and Analysis for State and Local Governments,* the District is required to restate prior periods for purposes of providing comparative information.

**Financial Highlights**

- The following audit presents the Food Service fund as a Special Revenue Fund under governmental activities. The following audit continues to present the district's proration of net pension obligation as required by GASB-68.

- In governmental activities, the District's assets were greater than liabilities at the close of the fiscal year by $3,867,285 (net position). This presentation of a positive is because of GASB-68. (see footnotes #9,10,11) The General Fund has a fund balance of $4,244,518 which includes Tabor of $144,000.00.

- As the end of the fiscal year, the District's governmental funds reported combined ending fund balances of $5,088,223. This is an increase of $259,089 from the prior year. The General Fund increased by $114,097 in anticipation of continued capital project and application for a BEST grant.

- The District's long-term general obligation debt decreased by $122,528 as a result of current year principal and interest payments on the outstanding debt, and the addition of two copier leases.

- The District had adequate resources available for all appropriations.

- The District was required to implement GASB 75 resulting in a net other post-employment benefit (OPEB) liability of $200,888. Under GASB 75 the District's proportionate share of the OPEB liability of the Colorado state retirement system Health Care Trust Fund administered by the Public Employees Retirement Association, is recorded as a liability of the District. At implementation beginning equity is restated and deferred inflows, outflows and the net OPEB liability are reported. Beginning net position of governmental activities decreased as a result of this change.

## Overview of the Financial Statements

Management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. Comparison to the prior year's activity is normally provided in this document. This is a continuing presentation of management's discussion and analysis so a comparison data is provided. The Swink School District's basic financial statements are comprised of three components: 1) district-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

### *District-Wide Financial Statements*

The district-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net assets 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 district-wide statements report the District's net assets and how they have changed. Net assets, the difference between the District's assets and liabilities, are one way to measure the District's financial health or position. The difference between assets and liabilities is reported as net assets. Over time, changes in net assets may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The district-wide statements are divided into two categories: Governmental Activities and Business-type Activities.

*Governmental activities*: Most of the District's basic services are included here, such as instruction, transportation, maintenance and operations, and administration. The School Finance Act of 1994, as amended, made up of property taxes and state equalization, finances most of these activities. This information is comprised of all of the following Swink School District funds – general fund, governmental designated-purpose grants fund, capital reserve fund, bond redemption fund, and new this year the food service fund.

*Business-type activities*: The district has no business-type activities funds.

### *Fund Financial Statements*

The fund financial statements provide detailed information about the District's funds, focusing on its most significant funds or "major" funds, not the District as a whole. Fund financial statements are designed to demonstrate compliance with finance-related legal requirements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Swink School District, like other governments, uses fund accounting to ensure and demonstrate compliance.

All of the funds of the District can be divided into two categories: governmental funds, and fiduciary funds.

*Governmental Funds*: Most of the District's basic services are reported in governmental funds, which generally 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.

**TABLE 1 - CONDENSED STATEMENT OF NET POSITION**

| | Governmental Activities | |
|---|---|---|
| | **2021** | **2020** |
| Current Assets | $ 5,557,403 | $ 5,548,490 |
| Capital Assets - Net | 6,529,946 | 5,785,971 |
| Total Assets | 12,087,349 | 11,334,461 |
| Deferred Outflows of Financial Resources | 1,831,573 | 1,232,128 |
| Current Liabilities | 1,199,101 | 711,424 |
| Long-Term Liabilities | 6,885,937 | 6,617,206 |
| Total Liabilities | 8,085,038 | 7,328,630 |
| Deferred Inflows of Financial Resources | 2,686,599 | 3,979,174 |
| Net Investment in Capital Assets | 5,507,987 | 4,640,971 |
| Restricted Net Position | 424,685 | 411,427 |
| Unrestricted Net Position | (2,065,387) | (3,793,613) |
| **Total Net Position** | **$ 3,867,285** | **$ 1,258,785** |

**TABLE 2 - CONDENSED STATEMENT OF ACTIVITIES**

| | Governmental Activities | |
|---|---|---|
| | **2021** | **2020** |
| **Program Revenues:** | | |
| Charges for Services | $ 96,175 | $ 156,591 |
| Operating Grants & Contributions | 948,933 | 631,352 |
| Capital Grants | 596,241 | 10,329 |
| Total Program Revenues | 1,641,349 | 798,272 |
| **General Revenues:** | | |
| Taxes | 772,972 | 751,646 |
| State Equalization | 2,993,162 | 3,236,579 |
| Investment Income | 24,361 | 64,110 |
| Miscellaneous | 42,455 | 54,079 |
| Total General Revenues | 3,832,950 | 4,106,414 |
| **Total Revenues** | 5,474,299 | 4,904,686 |
| **Expenses** | | |
| Instruction | 1,284,227 | 1,784,789 |
| Supporting Services | 1,581,572 | 1,668,706 |
| **Total Expenses** | 2,865,799 | 3,453,495 |
| **Change in Net Position** | 2,608,500 | 1,451,191 |
| **Net Position - Beginning** | 1,258,785 | (192,406) |
| **Net Position - Ending** | **$ 3,867,285** | **$ 1,258,785** |

## *Notes to the Financial Statements*

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.

In additional to the financial statements and accompanying notes, this report also contains other supplemental information concerning the District's non-major governmental funds. The combining statements of the non-major governmental funds are presented after the notes to the financial statements.

## Financial Analysis of the District as a Whole

- The District's total capital net assets (assets, less depreciation) on June 30, 2021 was $6,529,946.

- The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

| | Balance June 30, 2020 | Additions | Deletions | Balance June 30, 2021 |
|---|---|---|---|---|
| **Governmental Activities:** | | | | |
| Assets not being depreciated: | | | | |
| Land | $ 627,961 | $ - | $ - | $ 627,961 |
| Construction in Progress | - | 974,864 | - | 974,864 |
| Total Assets not being depreciated | 627,961 | 974,864 | - | 1,602,825 |
| Assets being depreciated: | | | | |
| Buildings and Improvements | 9,699,742 | - | - | 9,699,742 |
| Transportation equipment | 869,099 | | - | 869,099 |
| Other equipment | 1,181,133 | 18,550 | 6,157 | 1,193,526 |
| Food service equipment | 58,933 | 23,427 | - | 82,360 |
| Total Assets being depreciated | 11,808,907 | 41,977 | 6,157 | 11,844,727 |
| Accumulated depreciation: | | | | |
| Buildings | (4,911,978) | (230,511) | - | (5,142,489) |
| Transportation equipment | (558,963) | (38,366) | - | (597,329) |
| Other equipment | (1,140,784) | (18,788) | (6,157) | (1,153,415) |
| Food service equipment | (39,172) | (3,201) | - | (42,373) |
| Total Accumulated depreciation | (6,650,897) | (290,866) | (6,157) | (6,935,606) |
| **Net Capital Assets** | **$ 5,785,971** | **$ 725,975** | **$ -** | **$ 6,511,946** |

## Long Term Debt

At June 30, 2021, the District had the following long term obligations:

| | Balance July 1, 2020 | Advances | Payments | Balance June 30, 2021 | Due Within One Year | Interest Expense |
|---|---|---|---|---|---|---|
| Series 2007 Gen. Oblig. Bonds | $ 1,275,000 | $ - | $ 135,000 | $ 1,140,000 | $ 145,000 | $ 48,962 |
| Bond Premiums | 13,590 | - | 3,015 | 10,575 | 2,672 | (3,014) |
| Copier Lease | - | 18,550 | 3,063 | 15,487 | 3,506 | 787 |
| **Total Long-Term Obligations** | **$ 1,288,590** | **$ 18,550** | **$ 141,078** | **$ 1,166,062** | **$ 151,178** | **$ 46,735** |

## Financial Analysis of the District's Funds

### *General Fund Budgetary Highlights*

The District's budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund.

- Actual revenues in the General Fund of $4,454,071.

- The actual expenditures were $3,823,524 plus a Capital Reserve Project fund transfer of $500,000, plus a Food Service fund transfer of $15,000, which resulted in and General Fund increase of $114,097.

- The District must maintain a 3% emergency reserve as a part of the TABOR Amendment (Taxpayer Bill of Rights). At June 30, 2021, District's TABOR reserve amounted to $144,000.

### *Capital Reserve Project Fund*

The Capital Reserve Project Fund showed revenue of $1,095,299 including transfer of $500,000. The district was awarded a BEST grant to replace a portion of the roof, and replace/upgrade heating and air conditioning units that are past their useful life. These units have been a continuing expense for repairs for the last five years.

### *Special Revenue Fund*

The Special Revenue Funds are the food service and Pupil Activity funds. The food service program had revenues of $190,558 which included a General Fund transfer of $15,000. Food service expenses were $178,435. Food service staff members have continue to add new healthier menu items in order to meet federal guidelines. The number of meals served has continued to decline over previous years. The district was able to cooperatively purchase food which has significantly lower costs. This fund will still need to be monitored closely. Future General Fund transfers have been budgeted, and may be necessary to offset any losses. The board is aware of the difficulties in operating the food service program, and will continue to strive to provide nutritious meals at a reasonable cost.

The Pupil Activity Fund is used to account for the money and property held in trust by the District for student organizations. This fund is purely custodial and do not involve the measurement of results of operations.

**Economic Factors Bearing on the District's Future**

The factors that affected this year's budget and will continue its affect into the future is small growth in the economy, lack of employment opportunities, water related issues, the continuing shift of school funding to local property taxes from state taxes, and the budget stabilization factor used by the State of Colorado to balance their budget, and maintaining current student enrollment.

The following is a comparison of the funded student count and actual number of students for the past several years:

| School Year | Actual Number of Students | Funded Count |
|---|---|---|
| 2005/2006 | 373 | 365 |
| 2006/2007 | 382 | 367 |
| 2007/2008 | 369.5 | 357.5 |
| 2008/2009 | 375 | 362 |
| 2009/2010 | 378 | 366 |
| 2010/2011 | 374 | 363 |
| 2011/2012 | 356 | 345.5 |
| 2012/2013 | 346 | 337 |
| 2013/2014 | 336 | 326 |
| 2014/2015 | 346 | 337 |
| 2015/2016 | 381 | 366 |
| 2016/2017 | 366 | 354 |
| 2017/2018 | 371.5 | 356 |
| 2018/2019 | 343 | 331.5 |
| 2019/2020 | 321 | 353.8 |
| 2020/2021 | 337 | 356.5 |

The funded count for the District has declined in the past, 2015-2016 was an anomaly as our predictions was for a decrease in the following years. The district has been able to take advantage of the state funding rules that have allowed us to average up to the last five years for our funding. Management and administration continue to take a very conservative approach for the 2021/2022 school year. The School District is prudent in monitoring our fiscal responsibilities as the District continues to be fiscally sound.

We know that the quality of life in a community is directly linked to the quality of its schools. Even in tough economic times and having to be fiscally responsible, Swink School District continues meet the district wide academic framework, as established by CDE. The elementary student achievement allowed them to receive a John Irwin in Excellence award for high achievement.

Our small class size, opportunities for advanced course work (through concurrent and OJC classes) and a culture with minor discipline issues contribute to a school family that knows the value of an education.

**Contacting the District's Financial Management**

This financial report is designed to provide a general overview of the Swink School District's finances for all those with an interest in the District. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Janell Wood, Business Manager
Swink School District
610 Columbia, PO Box 487, Swink, CO 81077

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
Swink School District #33
Swink, Colorado

**Independent Auditors' Report**

**Report on the Financial Statements**
We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Swink School District #33, Colorado, 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, each major fund, and the aggregate remaining fund information of the Swink School District #33, Colorado, 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 the Swink School District #33's 2020 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 6, 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.

8310 South Valley Highway – Suite 300
Englewood, Colorado 80112

Voice (303) 993 – 2199
Fax (720) 633 – 9763

***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-M8 and pension schedules on pages 45-48 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 49-51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. In addition, the combining and individual fund financial schedules on pages 52-55 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 on pages 56-59 are presented for state regulatory compliance and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Mayberry + Company, LLC

Englewood, CO
November 8, 2021

**INTENTIONALLY LEFT BLANK**

# Basic Financial Statements

**SWINK SCHOOL DISTRICT #33**

**Statement of Net Position**
**June 30, 2021**

| | Governmental Activities |
|---|---|
| **ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES** | |
| **Assets** | |
| **Current Assets** | |
| Cash and Investments | $ 5,576,067 |
| Cash with Fiscal Agent | 116,804 |
| Taxes Receivable | 15,324 |
| Grants Receivable | 515,541 |
| Other Accounts Receivable | 29,326 |
| Inventory | 10,320 |
| Prepaid Expenses | 32,021 |
| **Capital and Other Assets** | |
| Capital Assets not Being Depreciated | 1,602,825 |
| Capital Assets Being Depreciated, Net | 4,909,121 |
| **Total Assets** | 12,807,349 |
| **Deferred Outflows of Financial Resources** | |
| Net Pension Deferred Outflows | 1,808,769 |
| Net OPEB Deferred Outflows | 22,804 |
| **Total Deferred Outflows of Financial Resources** | 1,831,573 |
| **TOTAL ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES** | $ 14,638,922 |
| **LIABILITIES, DEFERRED INFLOWS AND NET POSITION** | |
| **Liabilities** | |
| **Current Liabilities** | |
| Accounts Payable | $ 716,828 |
| Retainage Payable | 40,491 |
| Accrued Interest | 3,893 |
| Accrued Salaries & Benefits | 358,556 |
| Unearned Revenue | 5,650 |
| Unearned Revenue Grants | 73,683 |
| **Noncurrent Liabilities** | |
| Due Within One Year | 151,178 |
| Due In More Then One Year | 6,734,759 |
| **Total Liabilities** | 8,085,038 |
| **Deferred Inflows of Financial Resources** | |
| Net Pension Deferred Inflows | 2,584,902 |
| Net OPEB Deferred Inflows | 91,122 |
| Bond Premiums | 10,575 |
| **Total Deferred Inflows of Financial Resources** | 2,686,599 |
| **Net Position** | |
| Net Investment in Capital Assets | 5,507,987 |
| Restricted Net Position | 424,685 |
| Unrestricted Net Position | (2,065,387) |
| **Total Net Position** | 3,867,285 |
| **TOTAL LIABILITIES, DEFERRED OUTFLOWS AND NET POSITION** | $ 14,638,922 |

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

**SWINK SCHOOL DISTRICT #33**

**Statement of Activities**

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

| Functions/Programs | Expenses | Progam Revenues: Charges for Services | Progam Revenues: Operating Grants and Contributions | Progam Revenues: Capital Grants and Contributions | Net (Expense) Revenue and Change in Net Position: Governmental Activities |
|---|---|---|---|---|---|
| **Primary Government** | | | | | |
| **Governmental Activities** | | | | | |
| Instruction | $ 1,284,227 | $ 63,593 | $ 181,318 | $ - | $ (1,039,316) |
| Supporting Services | 1,581,572 | 32,582 | 767,615 | 596,241 | (185,134) |
| **Total Primary Government** | $ 2,865,799 | $ 96,175 | $ 948,933 | $ 596,241 | (1,224,450) |
| **General Revenues** | | | | | |
| Property Taxes | | | | | 628,122 |
| Specific Ownership Taxes | | | | | 144,850 |
| State Equalization | | | | | 2,993,162 |
| Investment Earnings | | | | | 24,361 |
| Gain (Loss) on Capital Asset Disposals | | | | | 1,070 |
| Other Revenues | | | | | 41,385 |
| **Total General Revenues** | | | | | 3,832,950 |
| **Change in Net Position** | | | | | 2,608,500 |
| **Beginning Net Position** | | | | | 1,258,785 |
| **Ending Net Position** | | | | | $ 3,867,285 |

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

**SWINK SCHOOL DISTRICT #33**
**Balance Sheet**
**Governmental Funds**
**June 30, 2021**

| | General Fund | Special Revenue: Food Service Fund | Special Revenue: Pupil Activity Fund | Debt Service: Bond Redemption Fund |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash and Investments | $ 4,515,086 | $ 47,542 | $ 88,096 | $ 202,715 |
| Cash with Fiscal Agent | 85,210 | - | - | 31,594 |
| Taxes Receivable | 10,810 | - | - | 4,514 |
| Interfund Accounts Receivable | - | 10,203 | - | - |
| Grants Receivable | 56,935 | 491 | - | - |
| Other Accounts Receivable | 128 | 1,244 | - | - |
| Inventory | - | 10,320 | - | - |
| Prepaid Expenses | 32,021 | - | - | - |
| **TOTAL ASSETS** | $ 4,700,190 | $ 69,800 | $ 88,096 | $ 238,823 |
| **LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE** | | | | |
| **Liabilities** | | | | |
| Interfund Accounts Payable | $ 17,932 | $ - | $ - | $ - |
| Accounts Payable | 6,311 | - | - | - |
| Retainage Payable | - | - | - | - |
| Accrued Salaries & Benefits | 348,612 | 9,944 | - | - |
| Unearned Revenue | - | 5,650 | - | - |
| Unearned Revenue Grants | 73,683 | - | - | - |
| **Total Liabilities** | 446,538 | 15,594 | - | - |
| **Deferred Inflows of Financial Resources** | | | | |
| Deferred Inflows | 9,134 | - | - | 2,838 |
| **Fund Balance** | | | | |
| Nonspendable Fund Balance | 32,021 | 10,320 | - | - |
| Restricted Fund Balance | | | | |
| Restricted for Debt Service | - | - | - | 235,985 |
| Restricted for TABOR Emergencies | 144,000 | - | - | - |
| Restricted for BEST Replacement Reserve | 44,700 | - | - | - |
| Committed Fund Balance | - | 43,886 | 88,096 | - |
| Unassigned Fund Balance | 4,023,797 | - | - | - |
| **Total Fund Balance** | 4,244,518 | 54,206 | 88,096 | 235,985 |
| **TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE** | $ 4,700,190 | $ 69,800 | $ 88,096 | $ 238,823 |

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

| Capital Projects | Totals | |
|---|---|---|
| Capital Reserve Project Fund | 2021 | 2020 |
| $ 722,628 | $ 5,576,067 | $ 5,377,729 |
| - | 116,804 | 22,763 |
| - | 15,324 | 28,905 |
| 7,729 | 17,932 | 7,729 |
| 458,115 | 515,541 | - |
| 27,954 | 29,326 | 78,158 |
| - | 10,320 | 6,968 |
| - | 32,021 | 33,967 |
| $ 1,216,426 | $ 6,313,335 | $ 5,556,219 |
| $ - | $ 17,932 | $ 7,729 |
| 710,517 | 716,828 | 12,446 |
| 40,491 | 40,491 | - |
| - | 358,556 | 345,611 |
| - | 5,650 | 3,404 |
| - | 73,683 | 345,620 |
| 751,008 | 1,213,140 | 714,810 |
| - | 11,972 | 12,275 |
| - | 42,341 | 40,935 |
| - | 235,985 | 234,727 |
| - | 144,000 | 137,000 |
| - | 44,700 | 39,700 |
| 465,418 | 597,400 | 457,018 |
| - | 4,023,797 | 3,919,754 |
| 465,418 | 5,088,223 | 4,829,134 |
| $ 1,216,426 | $ 6,313,335 | $ 5,556,219 |

**INTENTIONALLY LEFT BLANK**

**SWINK SCHOOL DISTRICT #33**

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

| | | |
|---|---|---|
| Fund Balance - Governmental Funds | | $ 5,088,223 |
| Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds | | |
| Capital assets, not being depreciated | $ 1,602,825 | |
| Capital assets, being depreciated | 11,844,727 | |
| Accumulated depreciation | (6,935,606) | 6,511,946 |
| 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 | 1,808,769 | |
| Net pension liability | (5,529,912) | |
| Net pension deferred inflows | (2,584,902) | (6,306,045) |
| **OPEB Liability** | | |
| Net OPEB deferred outflows | 22,804 | |
| Net OPEB liability | (200,888) | |
| Net OPEB deferred inflows | (91,122) | (269,206) |
| Certain long-term assets are not available to pay for current year expenditures and are therefore deferred in the funds | | |
| Deferred Revenues | | 11,972 |
| Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds. | | |
| Bonds payable | (1,140,000) | |
| Capital leases payable | (15,137) | |
| Accrued interest payable | (3,893) | |
| Bond premiums | (10,575) | (1,169,605) |
| Total Net Position - Governmental Activities | | $ 3,867,285 |

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

**SWINK SCHOOL DISTRICT #33**
**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 | Pupil Activity Fund |
| **REVENUES** | | | |
| Local Sources | $ 671,695 | $ 19,549 | $ 63,753 |
| Intermediate Sources | 1,592 | - | - |
| State Sources | 3,262,573 | 1,245 | - |
| Federal Sources | 518,211 | 154,764 | - |
| **TOTAL REVENUES** | 4,454,071 | 175,558 | 63,753 |
| **EXPENDITURES** | | | |
| Current: | | | |
| Instruction | 2,081,840 | - | 26,026 |
| Pupil Support | 316,061 | - | - |
| Staff Support | 220,801 | - | - |
| General Administration | 199,999 | - | - |
| School Administration | 209,876 | - | - |
| Business Services | 80,225 | - | - |
| Operations and Maintenance | 574,345 | - | - |
| Transportation | 75,383 | - | - |
| Risk Management | 60,794 | 162 | 46,498 |
| Food Service | - | 178,273 | - |
| Facilities | - | - | - |
| Debt Service | 4,200 | - | - |
| **TOTAL EXPENDITURES** | 3,823,524 | 178,435 | 72,524 |
| **REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES** | 630,547 | (2,877) | (8,771) |
| **OTHER FINANCING SOURCES (USES)** | | | |
| Debt Proceeds | 18,550 | - | - |
| Transfers | (535,000) | 15,000 | 20,000 |
| **TOTAL OTHER FINANCING SOURCES (USES)** | (516,450) | 15,000 | 20,000 |
| **CHANGE IN FUND BALANCE** | 114,097 | 12,123 | 11,229 |
| **BEGINNING FUND BALANCE** | 4,130,421 | 42,083 | 76,867 |
| **ENDING FUND BALANCE** | $ 4,244,518 | $ 54,206 | $ 88,096 |

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

| Debt Service | Capital Projects | Totals | |
|---|---|---|---|
| Bond Redemption Fund | Capital Reserve Project Fund | 2021 | 2020 |
| $ 185,921 | $ 632 | $ 941,550 | $ 1,114,465 |
| - | - | 1,592 | 18 |
| - | 594,667 | 3,858,485 | 3,517,953 |
| - | - | 672,975 | 270,289 |
| 185,921 | 595,299 | 5,474,602 | 4,902,725 |
| | | | |
| - | - | 2,107,866 | 2,170,592 |
| - | - | 316,061 | 272,255 |
| - | - | 220,801 | 127,056 |
| 250 | - | 200,249 | 237,959 |
| - | - | 209,876 | 197,820 |
| - | - | 80,225 | 78,459 |
| - | 53 | 574,398 | 551,034 |
| - | - | 75,383 | 86,502 |
| - | - | 107,454 | 17,602 |
| - | - | 178,273 | 181,118 |
| - | 974,864 | 974,864 | 168,073 |
| 184,413 | - | 188,613 | 184,713 |
| 184,663 | 974,917 | 5,234,063 | 4,273,183 |
| 1,258 | (379,618) | 240,539 | 629,542 |
| | | | |
| - | - | 18,550 | - |
| - | 500,000 | - | - |
| - | 500,000 | 18,550 | - |
| 1,258 | 120,382 | 259,089 | 629,542 |
| 234,727 | 345,036 | 4,829,134 | 4,199,592 |
| $ 235,985 | $ 465,418 | $ 5,088,223 | $ 4,829,134 |

**SWINK SCHOOL DISTRICT #33**

**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 | | $ 259,089 |
| Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level | | |
| Capitalized Asset Purchases | $ 1,016,841 | |
| Depreciation Expense | (290,866) | 725,975 |
| Certain assets are not available to pay for current year expenditures and are therefore deferred in the funds | | |
| Change in Deferred Revenue | | (303) |
| 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 | 603,394 | |
| Change in net pension liability | (439,857) | |
| Current year change and amortization of deferred inflows - net | 1,319,132 | 1,482,669 |
| **OPEB Liability** | | |
| Current year change and amortization of deferred outflows - net | (3,949) | |
| Change in OPEB liability | 51,263 | |
| Current year change and amortization of deferred inflows - net | (29,571) | 17,743 |
| 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 | (18,550) | |
| Principal payments on bonds payable | 135,000 | |
| Principal payments on capital leases | 3,413 | |
| Amortization of bond premiums | 3,014 | |
| Change in accrued interest payable | 450 | 123,327 |
| Total Net Position - Governmental Activities | | $ 2,608,500 |

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

## NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Swink School District #33 (the District) conform to generally accepted accounting principles, as applicable to governmental units. The following is a summary of the more significant policies.

The District operates under an elected Board of Education with five members.

The District is the level of government which is considered to financially accountable over all activities related to public school education in Swink School District #33. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

### Reporting Entity

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

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

### Basis of Presentation

The government-wide financial statements (i.e., the statement of net position and the statement of activities) present financial information of the District as a whole. The reporting information includes all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. These statements are to distinguish between the governmental and business-type activities of the District. Governmental activities normally are supported by taxes and intergovernmental revenues, and are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

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

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

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

**Basis of Presentation** (Continued)

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

The District reports the following major governmental funds:

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

Special Revenue Funds
*Food Service Fund:* This fund is used to account for the District's food service operation.

*Pupil Activity Fund:* This fund is used to account for the money and property held in trust by the District for student organizations. This fund is purely custodial and do not involve the measurement of results of operations.

*Debt Service Fund*
*Bond Redemption Fund:* This fund accounts for the repayment of the District's bonded debt.

*Capital Projects Fund*
*Capital Reserve Project Fund:* This fund is used to account for the District's major capital outlay activity.

**Measurement Focus and Basis of Accounting**

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

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

**Measurement Focus and Basis of Accounting**

Governmental Fund Financial Statements
Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available, as allowed by the per pupil operating revenue formula approved by the State legislature or within sixty days after year-end. These revenues could include federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred.

Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

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

Cash - The District invests cash resources in interest-bearing accounts which are comprised of certificates of deposit, savings accounts, and money market accounts which are legally authorized.

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

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

Inventory - Inventory of food service fund is valued at the lower of cost (first-in, first-out) or market.

Due To and Due From Other Funds - Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed.

Taxes Receivable - Property taxes are recognized as revenue in the year in which they are intended to finance operating expenses. As uncollected 2020 property taxes were measurable at June 30, 2021, the District has recognized a receivable (net of uncollectible portion) for property taxes levied January 1, 2021, but not collected by June 30, 2021.

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

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

Capital Assets - Capital assets used in governmental activities operations are shown on the government-wide financial statements. These assets are not shown in the governmental funds and are therefore listed as a reconciling item between the two presentations. Property and equipment acquired or constructed for governmental fund operations are recorded as expenditures in the fund, making the purchased and capitalized at cost in the government-wide presentation. No depreciation has been provided on capital assets in the governmental funds. Property and equipment are stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

The District capitalizes all assets with an individual original value of $5,000 or more and a useful life in excess of one year.

Depreciation has been provided over the estimated useful lives of the asset in the government-wide presentation. Depreciation is calculated using the straight-line method over the following useful lives:

| | |
|---|---|
| Buildings and Site Improvements | 35-50 years |
| Vehicles | 10-15 years |
| Other Equipment | 15 years |

Unearned Revenue - Unearned revenues represent revenues received which are not recognized until qualifying expenditures are incurred.

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

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District is reporting deferred inflows related to pension and OPEB liabilities as further described in Notes 9 and 11 as well as for property taxes received more than sixty days after year end.

Long-Term Debt - Long-term obligations of the District are reported in the government-wide presentation.

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

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

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

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.

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

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

All other remaining governmental balances are reported as unassigned.

**Net Position/Fund Balance Flow Assumptions**

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

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

**Revenues and Expenditures/Expenses**

Revenues for governmental funds are recorded when they are determined to be both measurable and available. Generally, tax revenues, fees, and non-tax revenues are recognized when received. Grants from other governments are recognized when qualifying expenditures are incurred. Expenditures for governmental funds are recorded when the related liability is incurred.

Property Tax Revenues - Property taxes are levied on December 15, based on the assessed value of property as certified by the County Assessor on October 1. Assessed values are an approximation of market value. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15.

The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

Vacation, Sick Leave, and Other Compensated Absences - Compensated absences do not vest or accumulate and are recorded as expenditures when they are paid. As most employees are contracted to work a set number of days during a year, no vacation accrual accumulates. For those employees that earn vacation, all unused vacation at the end of each fiscal year is forfeited. Sick leave is bought down to a maximum of 30 days carryover with that amount not paid upon separation. An accrual is shown on the Government-Wide financial statements for the amount paid subsequent to year end for amounts in excess of 30 days sick leave per individual.

**Budgets and Budgetary Accounting**

Budgets are adopted on a basis consistent with generally accepted accounting principles (except for the Enterprise Fund, which budgets on a non-GAAP basis). Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year-end.

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

- Budgets are required by state law for all funds. By May 31, the Superintendent of Schools submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year-end.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Budgets are required to be filed with the Commissioner of Education within thirty days after the beginning of the fiscal year.
- Budgets may be revised until January 31st of the budget year.
- Expenditures may not legally exceed appropriations at the fund level.

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

**Budgets and Budgetary Accounting** (Continued)

- Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted and amended by the Board of Education.
- Encumbrance accounting is not utilized, and all appropriations lapse at year end.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE 2: CASH AND INVESTMENTS**

A reconciliation of the cash and investment components on the balance sheet to the cash and investments categories in this footnote are as follows:

| | |
|---|---|
| Govermental activities | $ 5,576,069 |
| | |
| Bank Deposits | $ 2,959,813 |
| Investments | 2,413,541 |
| Restricted Investments (Held By Custodian) | 202,715 |
| **Total Cash and Investments** | **$ 5,576,069** |

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

**Deposits**

Custodial Credit Risk - Deposits

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

At June 30, 2021, all of the District's deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

| | Bank Balance | Book Balance |
|---|---|---|
| FDIC | $ 250,000 | $ 250,000 |
| PDPA (not in District's Name) | 2,729,600 | 2,709,813 |
| **Total Bank Deposits** | **$ 2,979,600** | **$ 2,959,813** |

**Investments**

The following are the major categories of assets and liabilities measured at fair value on a recurring basis during the year ended June 30, 2021 using quoted market prices in active markets (Level 1), significant observable inputs for similar assets (Level 2) and significant unobservable inputs (Level 3):

| | Level 1 | Level 2 | Level 3 | Not Subject To Categorization | Total | Rating |
|---|---|---|---|---|---|---|
| Mutual Funds | $ - | $ 202,715 | $ - | $ - | $ 202,715 | AAAm |
| Local Government Pools | - | - | - | 2,413,541 | 2,413,541 | AAAm |
| Total Investments | $ - | $ 202,715 | $ - | $ 2,413,541 | $ 2,616,256 | |

Following is a description of the valuation methodologies used for assets measured at fair value on a recurring basis:

- ***Money Market Mutual Funds:*** Valued at quoted market prices.
- ***U.S. Agency Securities:*** Valued at quoted market prices.

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

**Investments** (Continued)

The District recognizes transfers between levels in the fair value hierarchy at the end of the reporting period. During fiscal year 2021, there were no changes in the methods or assumptions utilized to derive the fair value of the District's assets and liabilities.

Investment Credit Risk

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

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

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

During the year ended June 30, 2021, the District 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. The balance in this account as of June 30, 2021 was $2,413,541.

Concentration of Credit Risk

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

Interest Rate Risk

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

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

**Investments** (Continued)

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2021, the District bond investments were held by an outside trustee, The Colorado Bank and Trust.

## NOTE 3: INVENTORIES

Food Service Fund inventory as of June 30, 2021 of $10,320 consisted of purchased food and non-food supplies. 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 4: CAPITAL ASSETS

Activity for capital assets which are recorded by the District is summarized below.

| | Balance June 30, 2020 | Additions | Deletions | Balance June 30, 2021 |
|---|---|---|---|---|
| **Governmental Activities:** | | | | |
| Assets not being depreciated: | | | | |
| Land | $ 627,961 | $ - | $ - | $ 627,961 |
| Construction in Progress | - | 974,864 | - | 974,864 |
| Total Assets not being depreciated | 627,961 | 974,864 | - | 1,602,825 |
| Assets being depreciated: | | | | |
| Buildings and Improvements | 9,699,742 | - | - | 9,699,742 |
| Transportation equipment | 869,099 | | - | 869,099 |
| Other equipment | 1,181,133 | 18,550 | 6,157 | 1,193,526 |
| Food service equipment | 58,933 | 23,427 | - | 82,360 |
| Total Assets being depreciated | 11,808,907 | 41,977 | 6,157 | 11,844,727 |
| Accumulated depreciation: | | | | |
| Buildings | (4,911,978) | (230,511) | - | (5,142,489) |
| Transportation equipment | (558,963) | (38,366) | - | (597,329) |
| Other equipment | (1,140,784) | (18,788) | (6,157) | (1,153,415) |
| Food service equipment | (39,172) | (3,201) | - | (42,373) |
| Total Accumulated depreciation | (6,650,897) | (290,866) | (6,157) | (6,935,606) |
| **Net Capital Assets** | **$ 5,785,971** | **$ 725,975** | **$ -** | **$ 6,511,946** |

**NOTE 4: CAPITAL ASSETS** (Continued)

Depreciation for the governmental activities is allocated as follows:

| | |
|---|---|
| Instruction | $ 121,517 |
| Supporting services | 169,349 |
| **Total depreciation** | **$ 290,866** |

**NOTE 5: ACCRUED SALARIES AND BENEFITS**

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve-month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, in the General and Food Service Funds as of June 30, 2021, are $348,612 and $9,944, respectively. Accordingly, the accrued compensation is reflected as a liability in the General and Food Service Funds in the accompanying financial statements.

**NOTE 6: LONG-TERM OBLIGATIONS**

At June 30, 2021, the District had the following long-term obligations.

| | Balance July 1, 2020 | Advances | Payments | Balance June 30, 2021 | Due Within One Year | Interest Expense |
|---|---|---|---|---|---|---|
| Series 2007 Gen. Oblig. Bonds | $ 1,275,000 | $ - | $ 135,000 | $ 1,140,000 | $ 145,000 | $ 48,962 |
| Bond Premiums | 13,590 | - | 3,015 | 10,575 | 2,672 | (3,014) |
| Copier Lease | - | 18,550 | 3,063 | 15,487 | 3,506 | 787 |
| **Total Long-Term Obligations** | **$ 1,288,590** | **$ 18,550** | **$ 141,078** | **$ 1,166,062** | **$ 151,178** | **$ 46,735** |

**Series 2007 General Obligation Bonds Payable**

On December 19, 2007, the district issued $2,500,000 of General Obligation bonds with interest rates ranging from 4.0% to 4.5%. In addition, $62,982 of registered coupons, payable during the 2009 fiscal year, were also issued. The bond proceeds along with $350,000 from the Colorado Department of Local Affairs and $600,000 from the District's General Fund were used to finance construction of a new gymnasium, improve existing facilities and, to the extent funds were available, equipped the project. Interest is payable semi-annually on December 1st and June 1st of each year. Principal is payable over a period of twenty years and is payable annually on December 1st of each year. Principal and interest is payable on the outstanding obligations as follows:

**NOTE 6: LONG-TERM OBLIGATIONS** (Continued)

| Year | Principal | Interest | Total |
|---|---|---|---|
| 2022 | $ 145,000 | $ 43,813 | $ 188,813 |
| 2023 | 150,000 | 37,913 | 187,913 |
| 2024 | 155,000 | 31,813 | 186,813 |
| 2025 | 160,000 | 25,513 | 185,513 |
| 2026 | 170,000 | 18,806 | 188,806 |
| 2027-2028 | 360,000 | 15,511 | 375,511 |
| **Total** | **$ 1,140,000** | **$ 173,369** | **$ 1,313,369** |

Bond premiums totaling $74,976 will be amortized through December 1st, 2027.

**Capital Lease Payable**

In August 2020, the District entered into a capital lease agreement for the purchase of copiers. The new lease bears an estimated interest at 5% and requires 60 monthly payments of $350 through July 2025 including maintenance and supplies. The underlying equipment capitalized under this lease has a remaining value of $14,840 as of June 30, 2021.

The future minimum capital lease payments at June 30, 2021, are as follows:

| Fiscal Year | Amount |
|---|---|
| 2022 | $ 4,200 |
| 2023 | 4,200 |
| 2024 | 4,200 |
| 2025 | 4,200 |
| 2026 | 350 |
| Total Future Minimum Lease Payments | 17,150 |
| Less Interest at 5.0% | (1,663) |
| **Present Value of Payments** | **$ 15,487** |

**NOTE 7: JOINTLY GOVERNED ORGANIZATIONS**

BOCES - The District, in conjunction with five other surrounding districts, participates in the Santa Fe Trail Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district. The BOCES board is comprised of one member from each participating district. For the fiscal year ended June 30, 2021, the District paid net assessments totaling $111,122 to the BOCES. Financial statements for the Santa Fe Trail BOCES can be obtained from the BOCES Administrative offices at 302 Colorado Avenue, PO Box 980, La Junta, CO 81050.

## NOTE 8: RISK MANAGEMENT

Property and Liability Coverage

The District belongs to the Colorado School District Self Insurance Pool ("CSDSIP") that was formed in 1981 to give individual school districts more buying power and financial stability. By partnering with districts across the state, members gain better access to essential coverage at a competitive price, and more control over the entire risk management function. The coverage provided by CSDSIP is property, crime, general liability, auto liability and physical damage, and errors and omissions. CSDSIP became self-administered in 1997. The board of directors is comprised of nine persons who are district school board members, superintendents, or district business officials. Each member's premium contribution is determined by CSDSIP based on factors including, but not limited to, the aggregate CSDSIP claims, the cost of administrative and other operating expenses, the number of participants, operating and reserve fund adequacy, investment income and reinsurance expense and profit sharing. Reporting to the Division of Insurance, as well as an audit and actuarial study is conducted annually. These reports may be obtained by contacting the CSDSIP administrative offices at 6857 South Spruce Street, Centennial, CO 80112. The District has not materially changed its coverage from previous years. The District has not recorded any liability for unpaid claims at June 30, 2021. CSDSIP has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members.

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

Workers Compensation

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

## 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.

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

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.

**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.

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

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

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

*Contributions provisions as of June 30, 2021:* Eligible employees of, 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:

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

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

| | **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 $384,014 for the year ended June 30, 2021

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.

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.

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

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

At June 30, 2021, the District reported a liability of $5,529,912 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 | $ | (5,529,912) |
| The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District | $ | - |
| Total | $ | (5,529,912) |

At December 31, 2020, the District proportion was 0.03658 percent, which was an increase of 0.00251 from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the District recognized pension expense of $1,070,565 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 | $ 293,655 | $ - |
| Changes of assumptions or other inputs | $ 531,960 | $ (861,948) |
| Net difference between projected and actual earnings on pension plan investments | $ 358,152 | $ (1,563,875) |
| Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis | $ 416,992 | $ (159,079) |
| Contributions subsequent to the measurement date | $ 208,010 | $ - |
| **Total** | **$ 1,808,769** | **$ (2,584,902)** |

$208,010 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:

**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)

| Year Ended June 30: | Fiscal Year Totals |
|---|---|
| 2022 | $ (884,283) |
| 2023 | 247,451 |
| 2024 | (155,282) |
| 2025 | (192,029) |
| **Total** | **$ (984,143)** |

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

| Actuarial cost method | Entry Age |
|---|---|
| Price inflation | 2.40% |
| Real wage growth | 1.10% |
| Wage inflation | 3.50% |
| Salary 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:

**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)

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

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

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

The actuarial assumptions used in the December 31, 2019, valuation were based on the results of the 2016 experience analysis for the 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.

**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)

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

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

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

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

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

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

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

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

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

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

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

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

**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.

**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%) |
|---|---|---|---|
| Proportionare share of the net pension asset (liability) | $ (7,543,253) | $ (5,529,912) | $ (3,852,136) |

*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.

## NOTE 10: DEFINED CONTRIBUTION 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 $14,286.

## 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.

**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.

**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 $19,941 for the year ended 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 $200,888 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 0.02114 percent, which was a decrease of 0.00129 from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the District recognized OPEB expense of $3,401. 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 | $ 583 | $ (46,117) |
| Net difference between projected and actual earnings on pension plan investments | $ 2,660 | $ (11,119) |
| Changes of assumptions or other inputs | $ 1,571 | $ (12,318) |
| Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis | $ 7,317 | $ (21,568) |
| Contributions subsequent to the measurement date | $ 10,673 | $ - |
| Total | $ 22,804 | $ (91,122) |

$10,673 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:

**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 | $ (19,397) |
| 2023 | (18,141) |
| 2024 | (16,531) |
| 2025 | (16,313) |
| 2026 | (8,075) |
| 2027 | (534) |
| Total | $ (78,991) |

*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:

**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)

| | Cost for Members Without Medicare Part A | | |
|---|---|---|---|
| **Medicare Plan** | **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% |

**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.

**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.

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.
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:

**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)

- 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.

**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) | $ (195,695) | $ (200,888) | $ (206,932) |

*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.

**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) | $ (230,120) | $ (200,888) | $ (175,910) |

*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: SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

### A. Claims and Judgments

The District participates in a number of federal, state, and county programs that are fully or partially funded by grants received from other governmental units. 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 may be required to reimburse the grantor government. As of June 30, 2021 potentially 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.

### B. Litigation

The District is potentially subject to various litigations. Counsel has not advised the District that any pending litigation liability meets the reporting or disclosure requirement.

### C. Tabor Amendment

In November 1992, Colorado voters passed the Taxpayer's Bill of Rights ("TABOR") Amendment (Article X) to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the provisions of the TABOR Amendment.

On November 5, 1996, the registered voters approved the following ballot resolution:

SHALL THE SWINK SCHOOL DISTRICT, STATE OF COLORADO BE AUTHORIZED TO COLLECT, RETAIN AND EXPEND ALL REVENUES AND OTHER FUNDS COLLECTED, DURING 1995, 1996 AND EACH SUBSEQUENT YEAR FROM ANY SOURCE, NOT WITHSTANDING THE LIMITATIONS OF ARTICLE X, SECTION 20 OF THE COLORADO CONSTITUTION, EFFECTIVE JANUARY 1, 1996 PROVIDED, HOWEVER, THAT NO PROPERTY TAX MILL LEVY SHALL BE INCREASED AT ANY TIME NOR SHALL ANY NEW TAX BE IMPOSED WITHOUT PRIOR APPROVAL OF THE VOTERS OF THE SWINK SCHOOL DISTRICT?

The Amendment requires the District to reserve 3 percent of fiscal year spending for emergencies. At June 30, 2021, the District had reserved $144,000 for this purpose.

## NOTE 13: INTERNAL BALANCES AND ACTIVITY

The following is a summary of the routine internal transfers for the year ended June 30, 202:

| | Transfers | |
|---|---|---|
| | In | Out |
| General Fund | $ - | $ 535,000 |
| Food Service Fund | 15,000 | - |
| Pupil Activity Fund | 20,000 | - |
| Capital Reserve Project Fund | 500,000 | - |
| Total Transfers | $ 535,000 | $ 535,000 |

## NOTE 14: DEFICIT NET POSITION

The Governmental Activities has an unrestricted net position deficit of $(2,065,387) primarily due to the PERA net pension liability of $5,529,912, as further described in Note 9 and net OPEB liability of $200,888, further described in Note 11 and related deferrals. As the District has no control over pension benefits or contribution rates, the District expects this deficit net position to continue for the foreseeable future.

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

**SWINK SCHOOL DISTRICT #33**

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

| Fiscal Year | District's proportion of the net pension asset (liability) | District's proportionate share of the net pension asset (liability) | Non-employer contributing entity's total proportionate share of the net pension asset (liability) | Total proportionate share associated with District | District's covered payroll | District's proportionate share of the net pension asset (liability) as a percentage of covered payroll | Plan fiduciary net position as a percentage of the total pension liabilty |
|---|---|---|---|---|---|---|---|
| June 30, 2014 | 0.04592% | $ (5,858,691) | $ - | $ (5,858,691) | $ 1,877,385 | 312.07% | 64.07% |
| June 30, 2015 | 0.04465% | $ (6,052,130) | $ - | $ (6,052,130) | $ 1,891,185 | 320.02% | 62.84% |
| June 30, 2016 | 0.04343% | $ (6,641,568) | $ - | $ (6,641,568) | $ 1,873,716 | 354.46% | 59.16% |
| June 30, 2017 | 0.04065% | $ (12,103,721) | $ - | $ (12,103,721) | $ 1,732,638 | 698.57% | 43.13% |
| June 30, 2018 | 0.03777% | $ (12,212,320) | $ - | $ (12,212,320) | $ 1,820,709 | 701.00% | 43.96% |
| June 30, 2019 | 0.03392% | $ (6,006,038) | $ (821,242) | $ (6,827,280) | $ 1,864,704 | 322.09% | 57.01% |
| June 30, 2020 | 0.034070% | $ (5,090,055) | $ (572,939) | $ (5,662,994) | $ 1,989,283 | 255.87% | 64.52% |
| June 30, 2021 | 0.036578% | $ (5,529,912) | $ - | $ (5,529,912) | $ 1,981,496 | 279.08% | 66.99% |

**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.

**SWINK SCHOOL DISTRICT #33**

**SCHEDULE OF DISTRICT'S CONTRIBUTIONS**
**PERA Pension Plan**
**Last 10 Fiscal Years[(1)]**

| Fiscal Year | Contractually required contributions | Actual contributions | Contribution deficiency (excess) | District's covered payroll | Contributions as a percentage of covered payroll |
|---|---|---|---|---|---|
| June 30, 2014 | $ 300,135 | $ (300,135) | $ - | $ 1,877,385 | 15.99% |
| June 30, 2015 | $ 319,481 | $ (319,481) | $ - | $ 1,891,185 | 16.89% |
| June 30, 2016 | $ 332,358 | $ (332,358) | $ - | $ 1,873,716 | 17.74% |
| June 30, 2017 | $ 318,445 | $ (318,445) | $ - | $ 1,732,638 | 18.38% |
| June 30, 2018 | $ 343,913 | $ (343,913) | $ - | $ 1,820,709 | 18.89% |
| June 30, 2019 | $ 356,718 | $ (356,718) | $ - | $ 1,864,704 | 19.13% |
| June 30, 2020 | $ 385,523 | $ (385,523) | $ - | $ 1,989,283 | 19.38% |
| June 30, 2021 | $ 384,014 | $ (384,014) | $ - | $ 1,981,496 | 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.

**SWINK SCHOOL DISTRICT #33**

**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 | 0.02311% | $ (299,592) | $ 1,732,638 | 17.291% | 16.70% |
| June 30, 2018 | 0.02146% | $ (278,878) | $ 1,820,709 | 15.317% | 17.53% |
| June 30, 2019 | 0.02205% | $ (299,965) | $ 1,864,704 | 16.086% | 17.03% |
| June 30, 2020 | 0.022433% | $ (252,151) | $ 1,989,283 | 12.675% | 24.49% |
| June 30, 2021 | 0.021141% | $ (200,888) | $ 1,981,496 | 10.138% | 32.78% |

**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.

**SWINK SCHOOL DISTRICT #33**

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

| Fiscal Year | Contractually required contributions | Actual contributions | Contribution deficiency (excess) | District's covered payroll | Contributions as a percentage of covered payroll |
|---|---|---|---|---|---|
| June 30, 2017 | $ 17,673 | $ (17,673) | $ - | $ 1,732,638 | 1.02% |
| June 30, 2018 | $ 18,571 | $ (18,571) | $ - | $ 1,820,709 | 1.02% |
| June 30, 2019 | $ 19,020 | $ (19,020) | $ - | $ 1,864,704 | 1.02% |
| June 30, 2020 | $ 20,291 | $ (20,291) | $ - | $ 1,989,283 | 1.02% |
| June 30, 2021 | $ 20,211 | $ (20,211) | $ - | $ 1,981,496 | 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.

**INTENTIONALLY LEFT BLANK**

**Required Supplementary Information**
(Budgetary Comparison Schedules)

**SWINK SCHOOL DISTRICT #33**
**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 | $ 414,407 | $ 427,025 | $ 441,481 | $ 14,456 | $ 423,935 |
| Specific Ownership Taxes | 93,214 | 93,734 | 144,850 | 51,116 | 139,709 |
| Delinquent Taxes | 1,200 | 1,200 | 1,063 | (137) | 1,007 |
| Investment Earnings | 22,000 | 8,000 | 23,465 | 15,465 | 59,843 |
| Fees | 2,000 | 1,500 | 1,943 | 443 | 2,184 |
| Rent Revenue | 14,000 | 14,000 | 17,883 | 3,883 | 16,856 |
| Donations | - | 20,820 | 5,282 | (15,538) | 90,000 |
| Sale of Fixed Asser/ Insurance Proceeds | - | 1,000 | 1,070 | 70 | 1,919 |
| Overhead Cost Revenue | - | - | - | - | 115 |
| Indirect Cost Revenue | - | - | 3,822 | 3,822 | - |
| Other Local | 51,500 | 88,900 | 30,836 | (58,064) | 43,744 |
| Total Local Sources | 598,321 | 656,179 | 671,695 | 15,516 | 779,312 |
| **Intermediate Sources** | | | | | |
| Mineral Leases | 18 | 18 | 19 | 1 | 18 |
| Impact Fee Revenue | - | - | 1,573 | 1,573 | - |
| Total Intermediate Sources | 18 | 18 | 1,592 | 1,574 | 18 |
| **State Sources** | | | | | |
| State Share (Equalization) | 2,928,457 | 2,934,112 | 2,993,162 | 59,050 | 3,236,579 |
| State Transportation | 11,000 | 12,036 | 12,679 | 643 | 14,700 |
| State Grants from CDE | | | | | |
| State Grants to Libraries | - | - | 7,499 | 7,499 | 9,192 |
| School Health Professional Grant | 88,000 | 90,470 | 64,987 | (25,483) | 89,820 |
| Small Rural Schools Additional Funding | - | - | 115,574 | 115,574 | 92,395 |
| Additional As- Risk Funding | - | - | 2,102 | 2,102 | 1,836 |
| Kindergarten Facility Grant | - | 2,712 | - | (2,712) | 10,329 |
| READ Act | 4,682 | 4,691 | 4,691 | - | 1,710 |
| State Grants from Other Agencies | | | | | |
| State Vocational Education | 6,000 | 500 | 230 | (270) | 6,844 |
| State PERA Contribution | 47,575 | 47,575 | - | (47,575) | 47,716 |
| State Grants Provided through BOCES | 4,538 | 53,136 | 61,649 | 8,513 | 3,343 |
| Total State Sources | 3,090,252 | 3,145,232 | 3,262,573 | 117,341 | 3,514,464 |
| **Federal Sources** | | | | | |
| Federal Grants from CDE | | | | | |
| NCLB Title I, Part A- Imp Basic Prgrms Oper by Sch | 66,902 | 66,901 | 66,900 | (1) | 67,574 |
| Coronavirus Relief Fund | - | 266,113 | 266,113 | - | 9,936 |
| NCLB Title II, Part A- Teacher & Principal Trng | 11,150 | 10,984 | 10,984 | - | 9,236 |
| ESSA, Title IV-A: Stud Supp and Acad Enrich Grants | 10,000 | 10,000 | 10,000 | - | 10,000 |
| Ed Stab Fd - Elem Sec Emer Relief Formula | - | 54,547 | 54,547 | - | - |
| Coronaovirus Relief Fund At-Risk | - | 20,235 | 20,235 | - | - |
| National School Lunch Equipment Assistance | 23,427 | 23,427 | 23,427 | - | - |
| Title I Distinguished School | - | 2,901 | 469 | (2,432) | 7,099 |
| School Climate Transformation | 15,000 | 15,000 | 20,278 | 5,278 | 2,030 |
| Other Old Federal Grant Code | 67,047 | 12,500 | - | (12,500) | - |
| Federal Grants from Other State Agencies | | | | | |
| Carl Perkins Voc & App Tech Ed Act, Title I Voc Ed | 4,686 | - | - | - | 4,686 |
| Direct Federal Revenue | | | | | |
| NCLB, Title VI, Part B, Sub-Part I: REAP: Rural Ed | 31,801 | 48,543 | 13,037 | (35,506) | 29,968 |
| Federal Provided through BOCES | 33,697 | 32,221 | 32,221 | - | 30,666 |
| Total Federal Sources | 263,710 | 563,372 | 518,211 | (45,161) | 171,195 |
| **TOTAL REVENUES** | 3,952,301 | 4,364,801 | 4,454,071 | 89,270 | 4,464,989 |

See the accompanying Independent Auditors' Report

(Continued)

**SWINK SCHOOL DISTRICT #33**
**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 |
| (Continued) | | | | | |
| **EXPENDITURES** | | | | | |
| **Current:** | | | | | |
| **Instruction** | | | | | |
| Salaries | 1,459,700 | 1,519,411 | 1,434,130 | 85,281 | 1,430,390 |
| Benefits | 554,536 | 545,679 | 504,268 | 41,411 | 454,125 |
| PS-Professional | 7,952 | 8,452 | 2,498 | 5,954 | 1,864 |
| PS-Property | 500 | - | 8,759 | (8,759) | 9,637 |
| PS-Other | 129,622 | 133,071 | 81,760 | 51,311 | 68,618 |
| Supplies | 86,336 | 84,685 | 49,655 | 35,030 | 57,220 |
| Property | 34,701 | 54,155 | - | 54,155 | 24,798 |
| Other Expenses | 800 | 800 | 770 | 30 | 964 |
| Total Instruction | 2,274,147 | 2,346,253 | 2,081,840 | 264,413 | 2,047,616 |
| **Supporting Services** | | | | | |
| **Pupil Support** | | | | | |
| Salaries | 130,842 | 158,755 | 142,917 | 15,838 | 138,606 |
| Benefits | 40,355 | 46,148 | 36,963 | 9,185 | 40,792 |
| PS- Professional | 31,940 | 17,600 | 8,565 | 9,035 | 2,874 |
| PS- Property | 800 | 800 | 830 | (30) | 810 |
| PS-Other | 104,673 | 106,250 | 111,668 | (5,418) | 75,976 |
| Supplies | 11,310 | 29,288 | 14,002 | 15,286 | 4,935 |
| Other Expenses | 1,450 | 3,562 | 1,116 | 2,446 | 8,262 |
| Total Pupil Support | 321,370 | 362,403 | 316,061 | 46,342 | 272,255 |
| **Staff Support** | | | | | |
| Salaries | 74,276 | 154,562 | 133,220 | 21,342 | 69,429 |
| Benefits | 28,685 | 55,535 | 39,501 | 16,034 | 22,158 |
| PS- Professional | 3,000 | 7,150 | 2,302 | 4,848 | 3,841 |
| PS-Other | 3,400 | 6,751 | - | 6,751 | 7,248 |
| Supplies | 17,000 | 45,301 | 45,778 | (477) | 24,380 |
| Total Staff Support | 126,361 | 269,299 | 220,801 | 48,498 | 127,056 |
| **General Administration** | | | | | |
| Salaries | 97,250 | 97,325 | 97,325 | - | 96,950 |
| Benefits | 83,231 | 83,247 | 35,049 | 48,198 | 80,632 |
| PS- Professional | 16,600 | 16,600 | 8,454 | 8,146 | 13,039 |
| PS-Other | 27,500 | 27,500 | 21,718 | 5,782 | 29,309 |
| Supplies | 16,000 | 16,000 | 7,354 | 8,646 | 10,577 |
| Property | 1,000 | 1,000 | 19,250 | (18,250) | - |
| Other Expenses | 7,000 | 7,000 | 10,849 | (3,849) | 6,702 |
| Total General Administration | 248,581 | 248,672 | 199,999 | 48,673 | 237,209 |
| **School Administration** | | | | | |
| Salaries | 140,380 | 149,830 | 148,470 | 1,360 | 146,808 |
| Benefits | 53,425 | 55,538 | 52,182 | 3,356 | 47,613 |
| PS- Professional | - | - | 3,800 | (3,800) | - |
| PS-Other | 3,100 | 3,100 | 805 | 2,295 | 1,221 |
| Supplies | 2,900 | 36,641 | 4,117 | 32,524 | 1,778 |
| Other Expenses | 2,000 | 2,000 | 502 | 1,498 | 400 |
| Total School Administration | 201,805 | 247,109 | 209,876 | 37,233 | 197,820 |

See the accompanying Independent Auditors' Report

(Continued)

**SWINK SCHOOL DISTRICT #33**
**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 |
| (Continued) | | | | | |
| **EXPENDITURES (Continued)** | | | | | |
| **Current:** | | | | | |
| **Supporting Services (Continued)** | | | | | |
| **Business Services** | | | | | |
| Salaries | 59,235 | 60,810 | 61,680 | (870) | 62,035 |
| Benefits | 19,539 | 19,890 | 18,545 | 1,345 | 16,424 |
| Total Business Services | 78,774 | 80,700 | 80,225 | 475 | 78,459 |
| **Operations and Maintenance** | | | | | |
| Salaries | 177,626 | 177,806 | 165,872 | 11,934 | 174,253 |
| Benefits | 71,199 | 69,565 | 61,920 | 7,645 | 60,434 |
| PS- Property | 85,870 | 85,870 | 45,393 | 40,477 | 42,953 |
| PS-Other | 117,500 | 113,605 | 111,105 | 2,500 | 100,186 |
| Supplies | 215,862 | 231,827 | 172,222 | 59,605 | 176,547 |
| Property | 23,427 | 24,427 | 24,427 | - | - |
| Other Expenses | - | - | (6,594) | 6,594 | (6,891) |
| Total Operations and Maintenance | 691,484 | 703,100 | 574,345 | 128,755 | 547,482 |
| **Transportation** | | | | | |
| Salaries | 48,871 | 50,896 | 36,472 | 14,424 | 40,280 |
| Benefits | 17,222 | 17,675 | 13,013 | 4,662 | 13,301 |
| PS-Other | 20,770 | 18,021 | 13,193 | 4,828 | 18,759 |
| Supplies | 28,500 | 28,500 | 12,705 | 15,795 | 15,455 |
| Other Expenses | - | - | - | - | (1,293) |
| Total Transportation | 115,363 | 115,092 | 75,383 | 39,709 | 86,502 |
| **Risk Management** | | | | | |
| PS-Other | 19,366 | 19,454 | 60,794 | (41,340) | 17,434 |
| **Total Supporting Services** | 1,803,104 | 2,045,829 | 1,737,484 | 308,345 | 1,564,217 |
| **Facilities/Capital Outlay** | | | | | |
| Buildings | 44,100 | 48,500 | - | 48,500 | - |
| **Debt Service** | | | | | |
| Interest | - | - | 851 | (851) | - |
| Principal | - | - | 3,349 | (3,349) | - |
| Total Debt Service | - | - | 4,200 | (4,200) | - |
| **Contingency** | 3,270,950 | 3,487,140 | - | 3,487,140 | - |
| **TOTAL EXPENDITURES** | 7,392,301 | 7,927,722 | 3,823,524 | 4,104,198 | 3,611,833 |
| **REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES** | (3,440,000) | (3,562,921) | 630,547 | 4,193,468 | 853,156 |
| **OTHER FINANCING SOURCES (USES)** | | | | | |
| Debt Proceeds | - | - | 18,550 | 18,550 | - |
| Transfers | (560,000) | (567,500) | (535,000) | 32,500 | (547,151) |
| **CHANGE IN FUND BALANCE** | (4,000,000) | (4,130,421) | 114,097 | 4,244,518 | 306,005 |
| **BEGINNING FUND BALANCE** | 4,000,000 | 4,130,421 | 4,130,421 | - | 3,824,416 |
| **ENDING FUND BALANCE** | $ - | $ - | $ 4,244,518 | $ 4,244,518 | $ 4,130,421 |

See accompanying Independent Auditors' Report.

**Other Supplementary Information**

**Special Revenue Fund**

**SWINK SCHOOL DISTRICT #33**
**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 | | | | |
|---|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | 2020 Actual |
| **REVENUES** | | | | | |
| **Local Sources** | | | | | |
| Investment Earnings | $ 135 | $ 110 | $ 65 | $ (45) | $ 167 |
| Food Service Revenue | 68,500 | 12,000 | 8,935 | (3,065) | 37,989 |
| Other Local | - | - | 10,549 | 10,549 | 687 |
| Total Local Sources | 68,635 | 12,110 | 19,549 | 7,439 | 38,843 |
| **State Sources** | | | | | |
| State Grants from CDE | | | | | |
| State Matching Child Nutrition | 1,235 | 1,245 | 1,245 | - | 1,235 |
| Start Smart Nutrition | 800 | 800 | - | (800) | 340 |
| School Lunch Protection: F&R for Pre-K thru 2nd | 650 | 650 | - | (650) | 640 |
| State PERA Contribution | 1,250 | 1,250 | - | (1,250) | 1,274 |
| Total State Sources | 3,935 | 3,945 | 1,245 | (2,700) | 3,489 |
| **Federal Sources** | | | | | |
| Federal Grants from CDE | | | | | |
| School Breakfast Program | 23,000 | 28,000 | - | (28,000) | 15,816 |
| National School Lunch Program | 73,800 | 80,800 | 491 | (80,309) | 70,725 |
| Summer Food Service Program for Children | - | - | 144,341 | 144,341 | - |
| Federal Grants from Other State Agencies | | | | | |
| National School Lunch Program- Commodities | 12,000 | 12,000 | 9,932 | (2,068) | 12,553 |
| Total Federal Sources | 108,800 | 120,800 | 154,764 | 33,964 | 99,094 |
| **TOTAL REVENUES** | 181,370 | 136,855 | 175,558 | 38,703 | 141,426 |
| **EXPENDITURES** | | | | | |
| **Current:** | | | | | |
| **Supporting Services** | | | | | |
| **Risk Management** | | | | | |
| PS-Other | 161 | 175 | 162 | 13 | 168 |
| **Food Service** | | | | | |
| Salaries | 53,797 | 58,517 | 56,560 | 1,957 | 57,728 |
| Benefits | 28,267 | 29,323 | 26,370 | 2,953 | 25,513 |
| PS- Property | 1,500 | 1,500 | 1,236 | 264 | 1,236 |
| PS-Other | 1,500 | 1,500 | - | 1,500 | - |
| Supplies | 5,000 | 5,000 | 3,182 | 1,818 | 4,839 |
| Food | 131,445 | 105,723 | 80,194 | 25,529 | 77,812 |
| Commodities | 14,700 | 14,700 | 10,731 | 3,969 | 13,990 |
| Total Food Service | 236,209 | 216,263 | 178,273 | 37,990 | 181,118 |
| **TOTAL EXPENDITURES** | 236,370 | 216,438 | 178,435 | 38,003 | 181,286 |
| **REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES** | (55,000) | (79,583) | (2,877) | 76,706 | (39,860) |
| **OTHER FINANCING SOURCES (USES)** | | | | | |
| Transfers | 30,000 | 37,500 | 15,000 | (22,500) | 25,000 |
| **CHANGE IN FUND BALANCE** | (25,000) | (42,083) | 12,123 | 54,206 | (14,860) |
| **BEGINNING FUND BALANCE** | 25,000 | 42,083 | 42,083 | - | 56,943 |
| **ENDING FUND BALANCE** | $ - | $ - | $ 54,206 | $ 54,206 | $ 42,083 |

See accompanying Independent Auditors' Report.

**SWINK SCHOOL DISTRICT #33**
**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 | | | | |
|---|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | 2020 Actual |
| **REVENUES** | | | | | |
| **Local Sources** | | | | | |
| Investment Earnings | $ 500 | $ 500 | $ 161 | $ (339) | $ 1,091 |
| Pupil Activity Revenues | 200,000 | 200,000 | 63,592 | (136,408) | 99,562 |
| **TOTAL REVENUES** | 200,500 | 200,500 | 63,753 | (136,747) | 100,653 |
| **EXPENDITURES** | | | | | |
| **Current:** | | | | | |
| **Instruction** | | | | | |
| PS-Other | 14,000 | 10,000 | 15,716 | (5,716) | 122,976 |
| Supplies | 279,200 | 288,067 | 10,310 | 277,757 | - |
| Total Instruction | 293,200 | 298,067 | 26,026 | 272,041 | 122,976 |
| **Risk Management** | | | | | |
| PS-Other | - | - | 46,498 | (46,498) | - |
| **Contingency** | 9,300 | 9,300 | - | 9,300 | - |
| **TOTAL EXPENDITURES** | 302,500 | 307,367 | 72,524 | 234,843 | 122,976 |
| **REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES** | (102,000) | (106,867) | (8,771) | 98,096 | (22,323) |
| **OTHER FINANCING SOURCES (USES)** | | | | | |
| Transfers | 30,000 | 30,000 | 20,000 | (10,000) | 32,151 |
| **CHANGE IN FUND BALANCE** | (72,000) | (76,867) | 11,229 | 88,096 | 9,828 |
| **BEGINNING FUND BALANCE** | 72,000 | 76,867 | 76,867 | - | 67,039 |
| **ENDING FUND BALANCE** | $ - | $ - | $ 88,096 | $ 88,096 | $ 76,867 |

See accompanying Independent Auditors' Report.

**Debt Service Fund**

**SWINK SCHOOL DISTRICT #33**
**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 | | | | |
|---|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | 2020 Actual |
| **REVENUES** | | | | | |
| **Local Sources** | | | | | |
| Property Taxes | $ 185,212 | $ 185,212 | $ 185,419 | $ 207 | $ 184,471 |
| Delinquent Taxes | 300 | 300 | 463 | 163 | 448 |
| Investment Earnings | 1,500 | 1,500 | 39 | (1,461) | 2,727 |
| **TOTAL REVENUES** | 187,012 | 187,012 | 185,921 | (1,091) | 187,646 |
| **EXPENDITURES** | | | | | |
| **Current:** | | | | | |
| **Supporting Services** | | | | | |
| **General Administration** | | | | | |
| Other Expenses | - | - | 250 | (250) | 750 |
| **Debt Service** | | | | | |
| Interest | 281,512 | 286,239 | 49,413 | 236,826 | 54,713 |
| Principal | 135,000 | 135,000 | 135,000 | - | 130,000 |
| **TOTAL EXPENDITURES** | 416,512 | 421,239 | 184,663 | 236,576 | 185,463 |
| **REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITU** | (229,500) | (234,227) | 1,258 | 235,485 | 2,183 |
| Escrow Payment | (500) | (500) | - | 500 | - |
| **CHANGE IN FUND BALANCE** | (230,000) | (234,727) | 1,258 | 235,985 | 2,183 |
| **BEGINNING FUND BALANCE** | 230,000 | 234,727 | 234,727 | - | 232,544 |
| **ENDING FUND BALANCE** | $ - | $ - | $ 235,985 | $ 235,985 | $ 234,727 |

See accompanying Independent Auditors' Report.

**Capital Projects Fund**

**SWINK SCHOOL DISTRICT #33**
**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 | | | | |
|---|---|---|---|---|---|
| | Original Budget | Final Budget | Actual | Variance with Final Budget | 2020 Actual |
| **REVENUES** | | | | | |
| **Local Sources** | | | | | |
| Investment Earnings | $ 180 | $ 800 | $ 632 | $ (168) | $ 282 |
| Other Local | - | - | - | - | 7,729 |
| Total Local Sources | 180 | 800 | 632 | (168) | 8,011 |
| **State Sources** | | | | | |
| Best Capital Construction Program | - | 1,241,497 | 594,667 | (646,830) | - |
| **TOTAL REVENUES** | 180 | 1,242,297 | 595,299 | (646,998) | 8,011 |
| **EXPENDITURES** | | | | | |
| **Current:** | | | | | |
| **Supporting Services** | | | | | |
| **Operations and Maintenance** | | | | | |
| PS- Professional | - | - | 53 | (53) | 3,552 |
| Property | 818,680 | - | - | - | - |
| Total Operations and Maintenance | 818,680 | - | 53 | (53) | 3,552 |
| **Facilities/Capital Outlay** | | | | | |
| Buildings | - | 2,087,333 | 974,864 | 1,112,469 | 168,073 |
| **TOTAL EXPENDITURES** | 818,680 | 2,087,333 | 974,917 | 1,112,416 | 171,625 |
| **REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES** | (818,500) | (845,036) | (379,618) | 465,418 | (163,614) |
| **OTHER FINANCING SOURCES (USES)** | | | | | |
| Transfers | 500,000 | 500,000 | 500,000 | - | 490,000 |
| **CHANGE IN FUND BALANCE** | (318,500) | (345,036) | 120,382 | 465,418 | 326,386 |
| **BEGINNING FUND BALANCE** | 318,500 | 345,036 | 345,036 | - | 18,650 |
| **ENDING FUND BALANCE** | $ - | $ - | $ 465,418 | $ 465,418 | $ 345,036 |

See accompanying Independent Auditors' Report.

**COMPLIANCE SECTION**

**State Compliance**

# Colorado Department of Education

## Auditors Integrity Report

District: 2570 - Swink 33
Fiscal Year 2020-21
Colorado School District/BOCES

See accompanying Independent Auditors' Report.

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 | 4,130,421 | 3,937,621 | 3,823,524 | 4,244,518 |
| 18 | Risk Mgmt Sub-Fund of General Fund | 0 | 0 | 0 | 0 |
| 19 | Colorado Preschool Program Fund | 0 | 0 | 0 | 0 |
| **Sub- Total** | | **4,130,421** | **3,937,621** | **3,823,524** | **4,244,518** |
| 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 | 42,083 | 190,559 | 178,435 | 54,206 |
| 22 | Govt Designated-Purpose Grants Fund | 0 | 0 | 0 | 0 |
| 23 | Pupil Activity Special Revenue Fund | 76,867 | 83,754 | 72,525 | 88,096 |
| 24 | Full Day Kindergarten Mill Levy Override | 0 | 0 | 0 | 0 |
| 25 | Transportation Fund | 0 | 0 | 0 | 0 |
| 31 | Bond Redemption Fund | 234,727 | 185,920 | 184,662 | 235,985 |
| 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 | 345,036 | 1,095,299 | 974,917 | 465,418 |
| 46 | Supplemental Cap Const, Tech, Main Fund | 0 | 0 | 0 | 0 |
| **Totals** | | **4,829,133** | **5,493,153** | **5,234,063** | **5,088,223** |
| **Proprietary** | | | | | |
| 50 | Other Enterprise Funds | 0 | 0 | 0 | 0 |
| 64 (63) | Risk-Related Activity Fund | 0 | 0 | 0 | 0 |
| 60,65-69 | Other Internal Service Funds | 0 | 0 | 0 | 0 |
| **Totals** | | **0** | **0** | **0** | **0** |
| **Fiduciary** | | | | | |
| 70 | Other Trust and Agency Funds | 0 | 0 | 0 | 0 |
| 72 | Private Purpose Trust Fund | 0 | 0 | 0 | 0 |
| 73 | Agency Fund | 0 | 0 | 0 | 0 |
| 74 | Pupil Activity Agency Fund | 0 | 0 | 0 | 0 |
| 79 | GASB 34:Permanent Fund | 0 | 0 | 0 | 0 |
| 85 | Foundations | 0 | 0 | 0 | 0 |
| **Totals** | | **0** | **0** | **0** | **0** |

# Colorado Department of Education

## Bolded Balance Sheet Report

District: 2570 - Swink 33

Fiscal Year 2020-21

Colorado School District/BOCES

| | Governmental | | | | | | | | Proprietary | | | | | Fiduciary | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **ASSETS** | 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) | 4,515,086 | 0 | 0 | 88,096 | 0 | 0 | 47,542 | 202,715 | 722,628 | 0 | 0 | 0 | 0 | 0 | 0 | 5,576,068 |
| Cash with Fiscal Agent (8105) | 85,210 | 0 | 0 | 0 | 0 | 0 | 0 | 31,594 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 116,804 |
| Taxes Receivable (8121,8122) | 10,809 | 0 | 0 | 0 | 0 | 0 | 0 | 4,514 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 15,323 |
| Interfund Loans Receivable (8131,8132) | 0 | 0 | 0 | 0 | 0 | 0 | 10,203 | 0 | 7,729 | 0 | 0 | 0 | 0 | 0 | 0 | 17,932 |
| Grants Accounts Receivable (8142) | 56,935 | 0 | 0 | 0 | 0 | 0 | 491 | 0 | 458,115 | 0 | 0 | 0 | 0 | 0 | 0 | 515,542 |
| Other Receivables (8151-8154,8161) | 128 | 0 | 0 | 0 | 0 | 0 | 1,244 | 0 | 27,954 | 0 | 0 | 0 | 0 | 0 | 0 | 29,326 |
| Inventories (8171,8172,8173) | 0 | 0 | 0 | 0 | 0 | 0 | 10,320 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 10,320 |
| Prepaid Expenses 8181,8182) | 32,021 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 32,021 |
| Machinery and Equipment (8241,8242,8251) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| **Total Assets** | **4,700,190** | **0** | **0** | **88,096** | **0** | **0** | **69,800** | **238,823** | **1,216,426** | **0** | **0** | **0** | **0** | **0** | **0** | **6,313,336** |

See accompanying Independent Auditors' Report.

| | Governmental | | | | | | | | | Proprietary | | | | Fiduciary | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| **LIABILITIES & FUND EQUITY**<br>**LIABILITIES** | 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 |
| Interfund Payables (7401,7402) | 17,932 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 17,932 |
| Other Payables (7421-7423) | 6,311 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 710,517 | 0 | 0 | 0 | 0 | 0 | 0 | 716,827 |
| Contracts Payable (7431-7433) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 40,491 | 0 | 0 | 0 | 0 | 0 | 0 | 40,491 |
| Accrued Expenses (7461) | 348,612 | 0 | 0 | 0 | 0 | 0 | 9,944 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 358,556 |
| Unearned Revenue (7481) | 0 | 0 | 0 | 0 | 0 | 0 | 5,650 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 5,650 |
| Grants Deferred Revenue (7482) | 73,683 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 73,683 |
| Deferred Inflow (7800) | 9,134 | 0 | 0 | 0 | 0 | 0 | 0 | 2,839 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 11,972 |
| **Total Liabilities** | **455,672** | **0** | **0** | **0** | **0** | **0** | **15,594** | **2,839** | **751,008** | **0** | **0** | **0** | **0** | **0** | **0** | **1,225,113** |

See accompanying Independent Auditors' Report.

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 | 32,021 | 0 | 0 | 0 | 0 | 0 | 10,320 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 42,340 |
| Restricted Fund Balance 6720 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 235,985 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 235,985 |
| TABOR 3% Emergency Reserve 6721 | 144,000 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 144,000 |
| 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 | 44,700 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 44,700 |
| Total Program Reserve 6728 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Committed Fund Balance 6750 | 0 | 0 | 0 | 0 | 0 | 0 | 43,886 | 0 | 465,418 | 0 | 0 | 0 | 0 | 0 | 0 | 509,304 |
| Assigned Fund Balance 6760 | 0 | 0 | 0 | 88,096 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 88,096 |
| Unassigned Fund Balance 6770 | 4,023,798 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 4,023,798 |
| Invested in Capital Assets, Net of Related Debt 6790 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Restricted Net Assets 6791 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Unrestricted Net Assets 6792 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Prior Period Adjustment 6880 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| **Total Fund Equity** | **4,244,518** | **0** | **0** | **88,096** | **0** | **0** | **54,206** | **235,985** | **465,418** | **0** | **0** | **0** | **0** | **0** | **0** | **5,088,223** |

| | 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** | 4,700,190 | 0 | 0 | 88,096 | 0 | 0 | 69,800 | 238,823 | 1,216,426 | 0 | 0 | 0 | 0 | 0 | 0 | 6,313,336 |

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