

cPa DIXON, WALLER & CO., INC.

PLATEAU VALLEY SCHOOL

DISTRICT NUMBER 50

MESA COUNTY, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2021

DIXON, WALLER & CO., INC.

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PLATEAU VALLEY SCHOOL
DISTRICT NUMBER 50

FINANCIAL STATEMENTS

JUNE 30, 2021

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PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
ROSTER OF SCHOOL OFFICIALS
June 30, 2021

BOARD OF EDUCATION

Dane Hilgenfeld	President
Monte Hawkins	Vice-President
Kori Sutterfield	Secretary
Eric Bevan	Treasurer
Josh Shepardson	Board Member

SCHOOL OFFICIALS

Mike Page	Superintendent
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FINANCIAL SECTION

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TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT

Board of Education
Plateau Valley School
District Number 50
Mesa County, Colorado 81624

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District Number 50, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's 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 from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District Number 50, as of June 30, 2021, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and pension and other post employment benefits trend data on pages i through vii and 43 through 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Plateau Valley School District Number 50's basic financial statements. The other schedules and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other schedules and state required schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other schedules and state required schedules, are fairly stated, in all material respect, in relation to the basic financial statements as a whole.

Dixon, Waller & Co, Inc.

Trinidad, Colorado
November 19, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2021

Management's Discussion and Analysis

Plateau Valley School District #50 is located in the eastern part of Mesa County, on the western slope of Colorado. It encompasses the three small towns of Collbran, Mesa and Molina, a PreK-12 school located two miles west of Collbran, and an alternative high school located at the Collbran Job Corps Center. The district, in addition to the land on which the K-12 facility is located, owns 40 acres of land north of the town of Mesa, parallel to Hwy 65.

The discussion and analysis of Plateau Valley School District 50's financial performance provides an overall review of the District's financial activities for the fiscal year that ended June 30, 2021. The intent of this discussion and analysis is to look at the District's financial performance as a whole; it should be read in conjunction with the basic financial statements and notes to enhance the reader's understanding of the District's overall financial performance.

Financial Highlights

Key financial highlights for the fiscal year ending on June 30, 2021, are as follows:

- Our student count for October (not FTE) at Plateau Valley was as follows:
Elementary: 126. Up 3 from 123 the prior year
Middle School: 42. Down 26 from 68 the prior year
PV High School: 105. Up 4 from 101 the prior year
GM High School: 83. Down 19 from 102 the prior year. At the end of the school year all students being serviced at GMHS were remote learning and numbers went down significantly.
- Increased load in SPED students meant looking for options to service those students, adding 2 additional paraprofessionals.
- Continued investment in curriculum as well as technology improvements for students by adding additional laptops, learning, and assessment software. We were able to purchase more laptops and electronic media with CARES act/ESSER money.
- Earnings on investments decreased considerable due to low interest rates.
- REAP Act and READ Act grant monies were used to help fund salaries for elementary teachers.
- Rural School funds allowed the purchase of a new bus.
- A decrease in assessed valuation resulted in a larger state share of the funding formula.
- We were able to add modestly to our reserves. Some of the increase is due to Federal funds addressing COVID that we were able to use instead of General Funds.
- Salary schedules: Step only this fiscal year.
- The District spent significant time and resources preparing for a bond in the hopes of building a new school.

Using the Basic Financial Statements

The statement of net position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also report the District's operations in more detail than government side

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2021

statements, by providing information about the District's most significant funds with all other non-major funds presented in total in a single column. For Plateau Valley School District 50, the General Fund is the most significant fund. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the reporting entity.

REPORTING THE DISTRICT AS A WHOLE

Statement of Net Position and Statement of Activities

This report indicates Plateau Valley School District, because of conservative spending practices, maintains a healthy fund balance. Per Board policy, the district strives to keep six months operating expenses in reserve.

These statements include all assets and liabilities using the accrual basis of accounting, taking into account all of the current year's revenues and expenses regardless of when cash was received or paid. Financial statements of the District's fiduciary funds (Pupil Activity Fund) are not included in the government-wide financial statements, because resources of these funds cannot be used to finance the District's activities. However, the financial statement of fiduciary funds is included in the District's financial statements because the District is financially accountable for those resources, even though they belong to other parties.

The two statements report the district's net position and changes in net position. This change in net position is important because it identifies whether the financial position of the District has improved or diminished for the District as a whole. This could be a result of many factors: finance law changes, interest rates, enrollment levels, facility conditions, mandated educational programs, etc.

For the purpose of the statement of net position and statement of activities, the District is divided into one distinct kind of activity:

Governmental Activities – Governmental activities are financed through local revenues (including taxes, interest, fees), state equalization and state and federal grants. Expenditures include those for instruction, support services, plant maintenance and operation, transportation and capital outlay.

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2021

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The District's total net position on June 30, 2021 was \$361,363. Of the District's \$12,092,341 in assets, \$5,570,122 (46%) reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

Table 1

	Net Position	
	Governmental Activities	
	FY 21	FY 20
ASSETS		
Current and Other Assets	6,522,219	5,917,741
Capital Assets	<u>5,570,122</u>	<u>5,883,080</u>
Total Assets	<u>12,092,341</u>	<u>11,800,821</u>
Deferred Outflows	<u>2,305,707</u>	<u>1,783,162</u>
LIABILITIES		
Current and Other Liabilities	9,316,965	8,740,935
Long Term Liabilities	<u>795,000</u>	<u>1,050,000</u>
Total Liabilities	<u>10,111,965</u>	<u>9,790,935</u>
Deferred Inflows	<u>3,924,720</u>	<u>6,550,425</u>
NET POSITION		
Net Investment in Capital Assets	4,530,122	4,608,080
Restricted for:		
Tabor Reserve	128,500	151,700
Debt Service	1,126,735	1,095,333
Food Service	19,509	1,298
Preschool	2,796	6,980
Unrestricted	<u>(5,446,299)</u>	<u>(8,620,768)</u>
	<u>361,363</u>	<u>(2,757,377)</u>

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2021

The following table shows the District's major functions. It also shows the net costs (total cost less revenues generated by activities).

Table 2

	Changes in Net Position	
	Governmental Activities	
	<u>FY 21</u>	<u>FY 20</u>
Revenues		
Charges for Services	81,524	140,500
Operating Grants and Contributions	690,829	453,878
Capital Grants and Contributions	-	-
Property taxes	2,717,459	3,154,777
Specific Ownership Taxes	471,588	441,644
Equalization	1,274,237	1,206,946
Earnings on investments	6,913	64,361
Other Revenues	30,019	40,944
TOTAL REVENUES	<u>5,272,569</u>	<u>5,503,050</u>
Expenses		
Instructional services	2,514,279	2,943,946
Students	168,184	102,606
Instructional staff	59,640	48,029
District administration	260,146	240,881
School administration	615,430	599,848
Business	53,804	62,214
Operation and maintenance of facilities	398,311	394,953
Transportation	190,035	252,637
Central	186,692	319,402
Facilities	7,018	7,749
Interest on Long Term Liabilities	40,525	48,728
Food Service	126,814	133,126
Pension and OPEB Changes	(2,467,049)	(1,756,847)
TOTAL EXPENSES	<u>2,153,829</u>	<u>3,397,272</u>
Increase (Decrease in Net Position)	<u>3,118,740</u>	<u>2,105,778</u>

PLATEAU VALLEY SCHOOL DIST. 50
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2021

The following table shows the District's major functions. It also shows the net costs (total cost less revenues generated by activities).

Table - 3 Governmental Activities by Major Function

	Total Cost of Service		Net Cost of Service	
	FY 21	FY 20	FY 21	FY 20
Instructional services	2,514,279	2,943,946	(1,955,980)	(2,551,894)
Students	168,184	102,606	(96,426)	17,403
Instructional staff	59,640	48,029	(59,640)	(48,029)
District administration	260,146	240,881	(260,146)	(240,881)
School administration	615,430	599,848	(615,430)	(599,848)
Business	53,804	62,214	(53,804)	(62,214)
Operation and maintenance of facilities	398,311	394,953	(398,311)	(394,953)
Transportation	190,035	252,637	(167,994)	(231,207)
Central	186,692	319,402	(186,692)	(319,402)
Facilities	7,018	7,749	(7,018)	(7,749)
Interest on Long Term Liabilities	40,525	48,728	(40,525)	(48,728)
Food Service	126,814	133,126	(6,559)	(72,239)
Pension and OPEB Changes	<u>(2,467,049)</u>	<u>(1,756,847)</u>	<u>2,467,049</u>	<u>1,756,847</u>
Total	<u>2,153,829</u>	<u>3,397,272</u>	<u>(1,381,476)</u>	<u>(2,802,894)</u>

◆The cost of all governmental activities this year was \$2,153,829.

◆The federal and state government subsidized certain programs with grants and contributions of \$772,353.

◆Most of the District's costs, however, were financed by District and State taxpayers. This portion of governmental activities was financed with \$1,274,237 in state equalization from the School Finance Act, \$3,189,047 in property tax/specific ownership taxes and \$36,932 in investment earnings and other miscellaneous revenue.

PLATEAU VALLEY SCHOOL DIST. 50
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 For the Fiscal Year Ended June 30, 2021

General Fund Budgeting Highlights

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) with the exception of the Proprietary Fund.

Plateau Valley District #50 has, for many years, adopted a conservative budgeting approach, in which current expenditures are funded from current revenues. This has resulted in a gradual increase in the General Fund contingency reserve. Contingency reserve monies were tapped this fiscal year. This will most likely be the pattern for the next few years. The district strives to have a program driven budget based on the needs of individual programs for each budget year. The district has worked to ensure we have small class sizes and sufficient supplies for all classrooms. The district has raised salaries to win the war for professional talent and stay competitive with other surrounding school districts.

Plateau Valley School Dist. #50 also has a policy stating we must have six months operating expenses in reserve in case funding is severely cut or delayed. Six months operating expenses for this fiscal year was approximately \$2,310,437. We fell below this level from March until late May when local property tax revenues were received. We were able to increase our fund balance modestly from the year before.

GENERAL FIXED ASSETS:

At the end of 2021, the District had a total of \$5,570,122 invested in fixed assets.

Table 4: Capital Assets (Net of Depreciation)

	Governmental <u>2020-2021</u>	Governmental <u>2019-2020</u>
Land & Sites	1,156,867	1,156,867
Buildings & Improvements	4,299,775	4,576,726
Equipment & Vehicles	111,660	147,060
Food Service	1,820	2,427
Total Capital Assets	<u>5,570,122</u>	<u>5,883,080</u>

PLATEAU VALLEY SCHOOL DIST. 50
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 For the Fiscal Year Ended June 30, 2021

Long-Term Debt

As a result of the \$3.9 million general obligation bond passed on 11/2/04, the district incurred a maximum debt of \$6,041,763.33, if the final payment was made on 12/1/2024. The Board has expressed the intent of prepaying principal as much as possible after the ten-year mandatory wait period. Because of lower interest rates, a portion of the bonds was refinanced in February, 2012. The advanced refunding reduced the total debt service payments over the next 13 years by \$220,337, obtaining an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

Table 5

CHANGES IN LONG TERM DEBT

	Balance <u>7/1/2020</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>6/30/2021</u>
2012 Refunding Issue	1,275,000		235,000	1,040,000
Totals	1,275,000	-	235,000	1,040,000

CURRENT ISSUES, ECONOMIC CONDITION AND OUTLOOK

The current state funding model along with the negative factor does not give much hope for financial managers and educators.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents, customers, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Financial information is also posted on the District's website, www.pvdsd50.org, under the District Resources tab on the Financial Transparency link. If you have any questions regarding this report, the financial website postings, or need additional information, please contact the superintendent's office or business office at:

Plateau Valley School Dist. #50
 56600 Hwy 330
 Collbran, CO 81624

Tel: 970-487-3547
 Fax: 970-487-3196
mpage@pvdsd50.org or mwilliams@pvdsd50.org

BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
STATEMENT OF NET POSITION
June 30, 2021

	Governmental Activities	Total
<u>ASSETS</u>		
Cash and Equivalents	6,086,837	6,086,837
Accounts Receivable	38,380	38,380
Grants Receivable	71,324	71,324
Property Taxes Receivable	185,800	185,800
Inventories	8,498	8,498
Prepaid Expenses	131,380	131,380
Capital Assets	13,257,291	13,257,291
Accumulated Depreciation	<u>(7,687,169)</u>	<u>(7,687,169)</u>
<u>Total Assets</u>	<u>12,092,341</u>	<u>12,092,341</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pensions	2,256,103	2,256,103
Other Post Employment Benefits	22,838	22,838
Deferred Refunding	<u>26,766</u>	<u>26,766</u>
<u>Total Deferred Outflow of Resources</u>	<u>2,305,707</u>	<u>2,305,707</u>
 <u>LIABILITIES</u>		
Accounts Payable	15,386	15,386
Accrued Salaries	326,263	326,263
Accrued Interest Payable	3,466	3,466
Compensated Absences	7,380	7,380
Unearned Grant Revenue	142,955	142,955
Unamortized Bond Premium	36,318	36,318
Net Pension Obligation	8,240,521	8,240,521
Net Other Post Employment Benefits Obligation	299,676	299,676
Debt – Current	245,000	245,000
Debt – Long Term	<u>795,000</u>	<u>795,000</u>
<u>Total Liabilities</u>	<u>10,111,965</u>	<u>10,111,965</u>
 <u>DEFERRED INFLOW OF RESOURCES</u>		
Pensions	3,789,265	3,789,265
Other Post Employment Benefits	<u>135,455</u>	<u>135,455</u>
<u>Total Deferred Inflow of Resources</u>	<u>3,924,720</u>	<u>3,924,720</u>
 <u>NET POSITION</u>		
Net Investment in Capital Assets	4,530,122	4,530,122
Restricted for:		
Tabor Reserve	128,500	128,500
Food Service	19,509	19,509
Debt Service	1,126,735	1,126,735
Preschool	2,796	2,796
Unrestricted	<u>(5,446,299)</u>	<u>(5,446,299)</u>
<u>Total Net Position</u>	<u>361,363</u>	<u>361,363</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	<u>General</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash and Equivalents	4,656,475	1,118,735	179,033	132,594	6,086,837
Accounts Receivable	32,385	-	5,995	-	38,380
Grants Receivable	54,411	-	16,913	-	71,324
Due From Other Funds	173,091	-	-	-	173,091
Property Taxes Receivable	143,500	42,300	-	-	185,800
Prepaid Expenses	131,380	-	-	-	131,380
Inventories	-	-	8,498	-	8,498
<u>Total Assets</u>	<u>5,191,242</u>	<u>1,161,035</u>	<u>210,439</u>	<u>132,594</u>	<u>6,695,310</u>
<u>LIABILITIES:</u>					
Accounts Payable	15,386	-	-	-	15,386
Accrued Salaries	320,313	-	5,950	-	326,263
Due To Other Funds	-	-	173,091	-	173,091
Unearned Revenue	139,564	-	3,391	-	142,955
<u>Total Liabilities</u>	<u>475,263</u>	<u>-</u>	<u>182,432</u>	<u>-</u>	<u>657,695</u>
<u>DEFERRED INFLOW OF RESOURCES</u>					
Property Taxes	113,500	34,300	-	-	147,800
<u>FUND BALANCES:</u>					
Nonspendable:					
Prepaid Expense	131,380	-	-	-	131,380
Inventories	-	-	8,498	-	8,498
Restricted for:					
Emergencies	128,500	-	-	-	128,500
Preschool	2,796	-	-	-	2,796
Debt Service	-	1,126,735	-	-	1,126,735
Food Service	-	-	19,509	-	19,509
Committed for:					
Capital Outlay	-	-	-	-	-
Insurance	-	-	-	-	-
Assigned for:					
Debt Service	-	-	-	-	-
Pupil Activities	-	-	-	132,594	132,594
Unassigned	4,339,803	-	-	-	4,339,803
<u>Total Fund Balances</u>	<u>4,602,479</u>	<u>1,126,735</u>	<u>28,007</u>	<u>132,594</u>	<u>5,889,815</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u>					
	<u>5,191,242</u>	<u>1,161,035</u>	<u>210,439</u>	<u>132,594</u>	<u>6,695,310</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET
 TO STATEMENT OF NET POSITION

June 30, 2021

Amounts reported for governmental activities in the statement of net position are different because:

TOTAL FUND BALANCE – GOVERNMENTAL FUNDS	5,889,815
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$13,257,291 and the accumulated depreciation is \$7,687,169.	5,570,122
Property tax revenue is recognized when earned (claim to resources established) rather than when “available.” All of the deferred property tax revenue is not available	147,800
Unamortized bond premium is not reported in the funds.	(36,318)
Accrued interest on long term debt is not reported in the funds.	(3,466)
Compensated absences not reported in the funds	(7,380)
Deferred refunding not reported in the funds	26,766
Long term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(1,040,000)
Net pension and other post employment benefits liabilities, along with the associated deferred flows are not recorded at the fund level:	
Net Pension Liability	(8,240,521)
Net Other Post Employment Benefits Liability	(299,676)
Deferred Outflows	2,278,941
Deferred Inflows	<u>(3,924,720)</u>
TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES	<u>361,363</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS
For the Year Ended June 30, 2021

	<u>General</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Property Taxes	2,314,637	312,727	-	-	2,627,364
Specific Ownership taxes	471,588	-	-	-	471,588
Earnings on Investments	6,829	-	-	84	6,913
Other Local Sources	29,420	175	10,190	71,758	111,543
State Aid	1,345,733	-	819	-	1,346,552
Federal Aid	<u>508,844</u>	<u>-</u>	<u>109,670</u>	<u>-</u>	<u>618,514</u>
<u>Total Revenues</u>	<u>4,677,051</u>	<u>312,902</u>	<u>120,679</u>	<u>71,842</u>	<u>5,182,474</u>
EXPENDITURES:					
Current:					
Instructional Services	2,226,766	-	-	-	2,226,766
Supporting Services:					
Students	117,236	-	-	50,948	168,184
Instructional Staff	59,640	-	-	-	59,640
District Administration	260,146	-	-	-	260,146
School Administration	615,430	-	-	-	615,430
Business	53,804	-	-	-	53,804
Operation & Maintenance of Facilities	398,311	-	-	-	398,311
Transportation	167,942	-	-	-	167,942
Central	186,692	-	-	-	186,692
Facility Acquisition and Construction	7,018	-	-	-	7,018
Food Service	-	-	126,207	-	126,207
Debt Service:					
Principal Retirement	-	235,000	-	-	235,000
Interest and Fiscal Charges	-	46,500	-	-	46,500
Payments to Fiscal Agent	-	-	-	-	-
Capital Outlay	-	-	-	-	-
<u>Total Expenditures</u>	<u>4,092,985</u>	<u>281,500</u>	<u>126,207</u>	<u>50,948</u>	<u>4,551,640</u>
EXCESS DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES	<u>584,066</u>	<u>31,402</u>	<u>(5,528)</u>	<u>20,894</u>	<u>630,834</u>
OTHER FINANCING SOURCES (USES)					
Transfers	(20,000)	-	20,000	-	-
Proceeds from Debt	-	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>(20,000)</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	564,066	31,402	14,472	20,894	630,834
FUND BALANCES, Beginning	<u>4,038,413</u>	<u>1,095,333</u>	<u>13,535</u>	<u>111,700</u>	<u>5,258,981</u>
FUND BALANCES, Ending	<u>4,602,479</u>	<u>1,126,735</u>	<u>28,007</u>	<u>132,594</u>	<u>5,889,815</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2021

Amounts reported for governmental activities in the statement of activities are different because:

NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS 630,834

Governmental funds report capital outlays as expenditures. However, in the statement of activities, assets with an initial, individual cost of more than \$5,000 are capitalized and the cost is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital Outlays more than \$5,000	-	
Depreciation Expense	(312,958)	(312,958)

Property tax revenues received prior to the year for which they are being levied or not “available” at year end are reported as deferred revenue in the governmental funds. They are, however recorded as revenues in the statement of activities. Deferred property tax revenues decreased this year. 90,095

The governmental funds report debt proceeds as an other financing source, while repayment of debt principal is reported as an expenditure. The effect of issue costs, premiums and deferred refunding amounts are recognized when the debt is issued in governmental funds, whereas these amounts are deferred and amortized in the statement of activities. Interest expense is recognized as it accrues in the statement of activities regardless of when it is due. The net effect of these differences follows:

Principal Payment		235,000
Accrued Interest		784
Premium Amortization		19,737
Deferred Refunding		(14,546)
Compensated Absences		2,745

The increase in net pension and other post employment benefits liabilities, along with the changes and amortizations of deferred flows associated with those liabilities are not recorded at the fund level:

Pension (Cost) Income	2,436,039	
Other Post Employment Benefits (Cost) Income	<u>31,010</u>	<u>2,467,049</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES 3,118,740

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

NOTES TO BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Plateau Valley School District Number 50 the (District) conform with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

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

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Plateau Valley School District Number 50. 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.

A. Reporting Entity

Governmental Accounting Standards board (GASB) Statement No. 14 (as amended by Statement No. 34, No. 39 and No. 61), "*The Financial Reporting Entity*" (GASB No. 14) describes the financial reporting entity as it relates to governmental accounting. According to this Statement, the financial reporting entity consists of a) the primary government, b) organizations for which the primary government is financially accountable, and c) other organizations whose exclusion from the reporting entity's financial statements would cause those statements to be misleading or incomplete. Any organizations that can be described by these last two items are included with the primary government in the financial statements as component units.

This District is not included in any other governmental "reporting entity" as defined in GASB No. 14 and does not include any other component unit as part of its "reporting entity". As required by accounting principles generally accepted in the USA, these basis financial statements present the District (the primary government) and its component units.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

Amounts reported as program revenues included 1) charges to customers or applicants for goods, services or privileges provided 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

All governmental fund types use the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available to collect within 60 days after year-end.

Property and automotive ownership taxes are reported as receivables and deferred revenue when levied and as revenues when due for collection in the following year and determined to be available.

Grants and entitlement revenues are recognized when compliance with matching requirements is met. A receivable is established when the related expenditures exceed revenue receipts.

Expenditures are recorded when the related fund liability is incurred with the exception of general obligation and capital lease debt service which is recognized when due and certain accrued sick and personal pay which are accounted for as expenditures when expected to be liquidated with expendable available financial resources.

Proprietary fund types are accounted for on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. The measurement focus in these funds is on the flow of economic resources and emphasizes the determination of net income. All assets and all liabilities associated with their activity are included on their statements of net position. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund's ongoing operations. The principal operating revenues of the District's proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources, as they are needed.

D. Fund Accounting

The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred flows, fund equity, revenues and expenditures, or expenses, as appropriate. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The major funds presented in the accompanying basic financial statements are as follows:

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting (Continued)

• Major Governmental Funds

1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
2. Bond Redemption Debt Service Fund – used to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.
3. Food Service- used to account for all financial activities associated with the District’s school breakfast and lunch programs.

E. Cash and Investments

Cash represents amounts on deposit with financial institutions or held by the District. The District is allowed to invest in the following types of investments: short-term certificates of deposit, repurchase agreements, money market deposit accounts, mutual funds, government pools, and U.S. Treasury Obligations. The District considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Investments are recorded at fair value in accordance with GASB Statement No. 72 *Fair Value Measurement and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

F. Receivables

Property taxes levied in 2020 but not yet available in 2021 are identified as property taxes receivable and are presented net of an allowance for uncollectible taxes. Amounts of property taxes that are not available at June 30, 2021 are recorded as deferred inflows. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

G. Inventories

Materials and supplies inventories are stated at cost. Inventories recorded in the Food Services Fund consist of purchased and donated commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the Federal Government, are recorded at their estimated fair value at the date of receipt.

The cost of all inventories is recorded as an asset when the individual inventory items are purchased, and as an expenditure or expense when consumed.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H. Capital Assets

Capital assets, which include property, vehicles and equipment, are utilized for general District operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenditures when incurred. Major additions and improvements are capitalized. When assets used in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The District does not capitalize interest on the construction of capital assets in governmental funds. However, the District does capitalize interest on the construction of capital assets in business-type activities.

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-35 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition and any remaining depreciation is recorded in the year of disposition.

I. Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. The District records long-term debt of governmental funds at the face value. General obligation bonds are serviced from property taxes and other revenues of the Bond Redemption Fund. The long-term accumulated unpaid accrued sick leave is serviced from property taxes and other revenues by the respective fund type from future appropriations.

J. Constitutional Amendment

In November 1992, Colorado voters approved Article X of the Colorado Constitution by adding Section 20, commonly known as the Taxpayer's Bill of Rights (TABOR). TABOR contains revenue, spending, tax and debt limitations, which apply to the State of Colorado and local governments. It requires, with certain exceptions, advance voter approval for any new tax, tax rate increase, mill levy above that for the prior year, extension of an expiring tax, or tax policy change directly causing a net tax revenue gain to any entity.

On November 2, 1999 the registered voters approved a ballot resolution authorizing Plateau Valley School District Number 50 to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased or any new tax be imposed.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Constitutional Amendment (Continued)

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2021, the District reserved \$128,500 for this purpose.

Spending and revenue limits are determined based on the prior fiscal year's spending adjusted for inflation in the prior calendar year plus annual increases in funded student enrollment. Fiscal year spending is generally defined as expenditures and reserve increases with certain exceptions.

K. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2020 property tax calendar for Mesa County was as follows:

Levy Date	December 22, 2020
Lien Date	January 1, 2021
Tax Bills Mailed	January 1, 2021
First Installment Due	February 28, 2021
Second Installment Due	June 15, 2021
If Paid in Full, Due	April 30, 2021
Tax Sale – 2019 Delinquent Property Taxes	October 25, 2020

L. Accumulated Sick Leave

Compensated absences are made up of accumulated sick leave reported as non-current liabilities in the government-wide financial statements. As of June 30, 2021, the District has recorded an estimated liability of \$7,380 relating to accrued sick leave payable.

A summary of changes in compensated absences is as follows:

	<u>Balance</u> <u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2021</u>
Accumulated Sick Leave	<u>10,125</u>	<u>-</u>	<u>2,745</u>	<u>7,380</u>

M. 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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. GASB Statement No. 54 – Fund Balance Reporting

The Government Accounting Standards Board (GASB) has issued Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions (GASB 54). This statement defines the different types of fund balances that a governmental entity must use for financial reporting purposes.

GASB 54 requires the fund balance amounts to be properly reported within one of the fund balance categories list below.

1. Nonspendable such as fund balances associated with inventories, prepaids, long-term loans and notes receivable, and property held for resale (unless the proceeds are restricted, committed, or assigned).
2. Restricted fund balance category includes amounts that can be spent only for the specific purposes stipulated by constitution, external resource providers, or through enabling legislation.
3. Committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the School District Board of Directors (the District's highest level of decision-making authority).
4. Assigned fund balance classification is intended to be used by the government for specific purposes that do not meet the criteria to be classified as restricted or committed.
5. Unassigned fund balance is the residual classification for the government's general fund and includes all spendable amounts not contained in the other classifications.

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

The District's Committed Fund Balance is fund balance reporting required by the School Board, either because of a School Board Policy in the School Board Policy Manual, or because of motions that passed at School Board meetings.

Assigned Fund Balance Policy:

The District's Assigned Fund Balance is fund balance reporting occurring by School Board Administration authority, under the direction of the Chief Business Officer.

Order of Fund Balance Spending Policy

The District's policy is to apply expenditures against non-spendable fund balance, restricted fund balance, committed fund balance, assigned fund balance, and unassigned fund balance at the end of the fiscal year by adjusting journal entries.

First, non-spendable fund balances are determined. Then restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then unrestricted fund balances are determined following the order of committed, assigned, and unassigned.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2021

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. GASB Statement No. 54 – Fund Balance Reporting (Continued)

Fund Balance Classification by Fund:

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Student Activity</u>	<u>Total Governmental Funds</u>
Nonspendable:					
Inventories	-	-	8,498	-	8,498
Prepaid Expenses	131,380	-	-	-	131,380
<u>Restricted:</u>					
Emergencies	128,500	-	-	-	128,500
Preschool	2,796	-	-	-	2,796
Debt Service	-	1,126,735	-	-	1,126,735
Food Service	-	-	19,509	-	19,509
<u>Assigned:</u>					
Pupil Activities	-	-	-	132,594	132,594
<u>Unassigned</u>	<u>4,339,803</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,339,803</u>
<u>Total Fund Balances</u>	<u>4,602,479</u>	<u>1,126,735</u>	<u>28,007</u>	<u>132,594</u>	<u>5,889,815</u>

O. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position and the balance sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, 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.

In addition to liabilities, the statement of financial position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, 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.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

The governmental funds balance sheet includes a reconciliation between *fund balances – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. Additionally, the governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net change in fund balances – total government funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements.

<u>Eliminations</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	-	20,000
Food Service	20,000	-
	<u>Due To</u>	<u>Due From</u>
General Fund	-	173,091
Food Service	173,091	-

NOTE 3 BUDGETARY INFORMATION

Revenues and expenditures are controlled by budgetary accounting systems in accordance with various legal requirements. The budgeted revenues and expenditures represent the original adopted budget as subsequently adjusted by the Board of Education in accordance with Colorado School Laws. Budgets are generally prepared on the same basis as that used for accounting purposes.

The District has set procedures to be followed in establishing the budgetary data reflected in the financial statements:

1. Prior to June 1, the Business Manager submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public notices are released to obtain taxpayer comments.
3. Prior to June 30, the budget is legally enacted through passage of a resolution.
4. The Business Manager is authorized to transfer budgeted amounts between categories within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Formal budgetary integration should be employed as a management control device during the year for the General Fund, Special Revenue Funds and Debt Service Funds.
6. Budgets for the General, Special Revenue and Debt Service Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 3 BUDGETARY INFORMATION (Continued)

All appropriations lapse at the end of each fiscal year. Authorization to transfer budgeted amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent of Schools and may be delegated to an appropriate level of management. Revisions and/or supplemental appropriations that alter the total expenditures of any fund must be approved by the Board of Education.

Budgetary amounts reported in the accompanying basic financial statements are as originally adopted and amended by the Superintendent and/or the Board of Education throughout the year.

NOTE 4 CASH AND EQUIVALENTS

Deposits

The Colorado Public Deposit Protection Act (PDPA), requires that all units of local government deposit cash in eligible public depositories, eligibility is determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the institution to create a single collateral pool for all public funds. 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 the aggregate uninsured deposits.

At June 30, 2021, the District's bank balance and corresponding carrying balance were as follows:

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	472,707	632,826
Cash with Fiscal Agent	1,136,082	-
Cash Equivalent – ColoTrust	4,222,869	-
Cash Equivalent – CSAFE	5,059	-
Cash on Hand	<u>120</u>	<u>-</u>
<u>Total Cash and Deposits</u>	<u>6,086,837</u>	<u>882,826</u>

As presented above, deposits with a bank balance of \$632,826 and a carrying balance of \$472,707 as of June 30, 2021 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 5 CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	<u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>
	<u>July 1, 2020</u>			<u>June 30, 2021</u>
<u>Capital Assets Not Being Depreciated:</u>				
Land	1,156,867	-	-	1,156,867
Construction in Progress	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>
<u>Total Capital Assets Not Being Depreciated</u>	<u>1,156,867</u>	<u> -</u>	<u> -</u>	<u>1,156,867</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings & Site Improvements	10,592,942	-	-	10,592,942
Equipment	452,607	-	-	452,607
Vehicles	987,046	-	-	987,046
Food Service Equipment	<u>67,829</u>	<u> -</u>	<u> -</u>	<u>67,829</u>
<u>Total Capital Assets Being Depreciated</u>	<u>12,100,424</u>	<u> -</u>	<u> -</u>	<u>12,100,424</u>
<u>Less Accumulated Depreciation for:</u>				
Building & Site Improvements	6,016,216	276,951	-	6,293,167
Equipment	412,015	13,307	-	425,322
Vehicles	880,578	22,093	-	902,671
Food Service Equipment	<u>65,402</u>	<u>607</u>	<u> -</u>	<u>66,009</u>
<u>Total Accumulated Depreciation</u>	<u>7,374,211</u>	<u>312,958</u>	<u> -</u>	<u>7,687,169</u>
<u>Total Capital Assets Being Depreciated, Net</u>	<u>4,726,213</u>	<u>(312,958)</u>	<u> -</u>	<u>4,413,255</u>
<u>Governmental Activities Capital Assets, Net</u>	<u>5,883,080</u>	<u>(312,958)</u>	<u> -</u>	<u>5,570,122</u>

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

Governmental Activities:

Instruction	290,258
Transportation	22,093
Food Service	<u>607</u>
<u>Total Depreciation Expense – Governmental Activities</u>	<u>312,958</u>

NOTE 6 PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Plateau Valley School District Number 50 participates in the School Division Trust Fund (SCHDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the SCHDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The Colorado General Assembly passed significant pension reform through Senate Bill (SB) 18-200: *Concerning Modifications to the Public Employees' Retirement Association Hybrid Defined Benefit Plan Necessary to Eliminate with a High Probability the Unfunded Liability of the Plan Within the Next Thirty Years*. The bill was signed into law by Governor Hickenlooper on June 4, 2018. SB 18-200 makes 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 Plateau Valley School District Number 50 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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 6 PENSION PLAN (Continued)

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

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

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

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

As of December 31, 2020, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S., once certain criteria are met. Pursuant to SB 18-200, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive an annual increase of 1.25 percent unless adjusted by the automatic adjustment provision (AAP) pursuant to C.R.S. § 24-51-413. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of 1.25 percent or the average of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10 percent of PERA's Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned annual increase by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

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

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

Contributions provisions as of June 30, 2021: Eligible employees of, Plateau Valley School District Number 50 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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 6 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%

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

As specified in C.R.S. § 24-51-414, the State is required to contribute \$225 million (actual dollars) each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, 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 Plateau Valley School District Number 50 is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Plateau Valley School District Number 50 were \$561,829 for the year ended June 30, 2021.

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

The net pension liability for the SCHDTF was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019. Standard update procedures were used to roll-forward the total pension liability to December 31, 2020. The Plateau Valley School District Number 50 proportion of the net pension liability was based on Plateau Valley School District Number 50 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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 6 PENSION PLAN (Continued)

At June 30, 2021, the Plateau Valley School District Number 50 reported a liability of \$8,240,521 for its proportionate share of the net pension liability. The amount recognized by the Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 were as follows:

Plateau Valley School District Number 50 proportionate share of the net pension liability	\$ 8,240,521
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Plateau Valley School District Number 50	-
Total	\$ 8,240,521

At December 31, 2020, the Plateau Valley School District Number 50 proportion was 0.055 percent, which was an increase of 0.0045 from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the Plateau Valley School District Number 50 recognized pension income of \$2,436,039 and revenue of \$-0- for support from the State as a nonemployer contributing entity. At June 30, 2021, the Plateau Valley School District Number 50 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	452,776	-
Changes of assumptions or other inputs	792,713	(1,385,162)
Net difference between projected and actual earnings on pension plan investments	-	(1,813,926)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	714,471	(590,177)
Contributions subsequent to the measurement date	296,143	N/A
Total	2,256,103	(3,789,265)

\$296,143 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30, 2021	
2022	(1,618,107)
2023	303,129
2024	(228,171)
2025	(286,156)
2026	-
Thereafter	-

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 6 PENSION PLAN (Continued)

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

Actuarial cost method	Entry age
Price inflation	2.40%
Real wage growth	1.10%
Wage inflation	3.50%
Salary increases, including wage inflation	3.50% – 9.70 %
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.25%
PERA benefit structure hired after 12/31/06*	Financed by the AIR

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

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

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

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

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

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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 6 PENSION PLAN (Continued)

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

Actuarial cost method	Entry age
Price inflation	2.30 %
Real wage growth	0.70 %
Wage inflation	3.00 %
Salary increases, including wage inflation	3.40 % – 11.00 %
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 %
Discount rate	7.25 %
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.25 %
PERA benefit structure hired after 12/31/06*	Financed by the AIR

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 6 **PENSION PLAN (Continued)**

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

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

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

- Price inflation assumption decreased from 2.40 percent per year to 2.30 percent per year.
- Real rate of investment return assumption increased from 4.85 percent per year, net of investment expenses to 4.95 percent per year, net of investment expenses.
- 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 percentage 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*	6.00%	4.70%
Total	100.00%	

*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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 6 PENSION PLAN (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.
- 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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 6 PENSION PLAN (Continued)

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 Plateau Valley School District Number 50 proportionate share of the net pension liability to changes in the discount rate. The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	11,240,746	8,240,521	5,740,345

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.

Defined Contribution Pension Plan

Voluntary Investment Program

Plan Description – Employees of the Plateau Valley School District Number 50 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 Annual Report which includes additional information on the Voluntary Investment Program. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended June 30, 2021, program members contributed \$2,062.

NOTE 7 **OTHER POST EMPLOYMENT BENEFITS**

Defined Benefit Other Post Employment Benefit (OPEB) Plan

Summary of Significant Accounting Policies

OPEB. Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

PERA Benefit Structure

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 7 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Plateau Valley School District Number 50 is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Plateau Valley School District Number 50 were \$28,826 for the year ended June 30, 2021.

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

At June 30, 2021, the Plateau Valley School District Number 50 reported a liability of \$299,676 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 Plateau Valley School District Number 50 proportion of the net OPEB liability was based on Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 proportion was 0.032 percent, which was a decrease of 0.0012 from its proportion measured as of December 31, 2019.

For the year ended June 30, 2021, the Plateau Valley School District Number 50 recognized OPEB income of \$31,010. At June 30, 2021, the Plateau Valley School District Number 50 reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	795	(65,883)
Changes of assumptions or other inputs	2,239	(18,376)
Net difference between projected and actual earnings on OPEB plan investments	-	(12,245)
Changes in proportion and differences between contributions recognized and proportionate share of contributions	5,351	(38,951)
Contributions subsequent to the measurement date	14,453	N/A
Total	22,838	(135,455)

\$14,453 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30, 2021	
2022	(30,978)
2023	(29,265)
2024	(27,848)
2025	(27,609)
2026	(10,688)
Thereafter	(682)

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 7 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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

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

In determining the additional liability for PERACare enrollees who are age 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:

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

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

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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%

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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 7 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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

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

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

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

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

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

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

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

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

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

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

- **Males:** 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

The following health care costs assumptions were updated and used in the roll forward calculation for the HCTF:

- Initial per capita health care costs for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the change in costs for the 2020 plan year.
- The health care cost trend rates for Medicare Part A premiums were revised to reflect the then-current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

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*	6.00%	4.70%
Total	100.00%	

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

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

Sensitivity of the Plateau Valley School District Number 50 proportionate share of the net OPEB liability to changes in the Health Care Cost Trend Rates. The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rates:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate	7.10%	8.10%	9.10%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	291,930	299,676	308,693

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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 7 OTHER POST EMPLOYMENT BENEFITS (Continued)

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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

Sensitivity of the Plateau Valley School District Number 50 proportionate share of the net OPEB liability to changes in the discount rate. The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	343,284	299,676	262,416

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.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2021

NOTE 8 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees, or acts of God.

The District maintains commercial insurance for all risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

NOTE 9 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, Workers' Compensation and other coverage. The Board of Directors is composed of eight persons; seven of whom are appointed by the Board of Directors of CASB and the Executive Director of CASB. The Pool is managed by an independent manager chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the

Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

As the District did not exercise oversight responsibility nor have sufficient control over Pool activities, the Pool is not a component unit of the District and only the District's share of contributions to the Pool is recorded as Expenditures in the Insurance Reserve Fund.

The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2021.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2020

NOTE 9 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (Continued)

An audited summary of the Colorado School District's Pool financial information at June 30, 2020, and the year then ended, (latest information available) follows:

Total Assets	<u>50,982,972</u>
Total Liabilities	<u>23,141,059</u>
Total Equity	<u>27,841,913</u>
Revenue	31,306,454
Underwriting Expenses	<u>26,904,016</u>
Underwriting Gain (Loss)	4,402,438
Net Investment Income	1,580,789
Other Income	-
Net Income (Loss) Before Dividend	<u>5,983,227</u>
Dividend	-
Net Income	<u>5,983,227</u>
Transfer of Capital Contributions	-
Change in Non Admitted Assets	<u>48,913</u>
Capital Contributions from Members	-
Unassigned Surplus	<u>27,841,913</u>

NOTE 10 LITIGATION

None.

NOTE 11 SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

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, significant amounts of grant expenditures have not been audited by the grantor but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

NOTE 12 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, as of June 30, 2021 are estimated to be \$326,263. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 13 INVENTORIES

Food Service Fund inventories as of June 30, 2021, consisted of purchased food, non-food and donated commodities amounting to \$8,498. 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 14 LONG-TERM DEBT

The following is a summary of the transactions in the school district's long-term debt:

	<u>Balance</u>		<u>Balance</u>	<u>Current</u>
	<u>July 1, 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2021</u>
				<u>Portion</u>
2012 Refunding Issue	1,275,000	-	235,000	1,040,000
Deferred Refunding	<u>(41,312)</u>	<u>-</u>	<u>(14,546)</u>	<u>-</u>
	<u>1,233,688</u>	<u>-</u>	<u>220,454</u>	<u>1,013,234</u>
				<u>245,000</u>

General Obligation Refunding Series 2012

On February 7, 2012, the District issued \$2,400,000 in General Obligation Refunding Bonds with an average interest rate of 3.07% to advance refund of outstanding 2004 General Obligation Bonds bearing interest rates ranging from 4.00% to 5.00%. Refunding proceeds of \$2,656,183 were deposited with an escrow agent to provide debt service payments of \$2,335,000 in principal and \$630,200 in interest on the 2004 Series Bonds. As a result, that portion of 2006 Bonds is considered to be defeased and the liability for the issue has been removed from the financial statements. The defeased debt balance at June 30, 2021 was \$1,310,000.

The District completed the advance refunding to reduce the total debt service payments by \$220,337 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

As a result of the difference between the reacquisition price and the carrying amount of the old debt (including unamortized issue costs and unamortized premium), a deferred refunding was recorded in the amount of \$234,680. It is being amortized against interest costs of the refunding issue.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2021

NOTE 14 LONG-TERM DEBT (Continued)

Below is a schedule of debt service requirements to maturity:

General Obligation Refunding Series 2012

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	245,000	36,700	281,700
2023	255,000	26,700	281,700
2024	265,000	16,300	281,300
2025	<u>275,000</u>	<u>5,500</u>	<u>280,500</u>
	<u>1,040,000</u>	<u>85,200</u>	<u>1,125,200</u>

NOTE 15 INTERFUND BALANCES AND TRANSFERS

	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Due To</u>	<u>Due From</u>
General Fund	-	20,000	-	173,091
Food Service Fund	<u>20,000</u>	<u>-</u>	<u>173,091</u>	<u>-</u>
	<u>20,000</u>	<u>20,000</u>	<u>173,091</u>	<u>173,091</u>

Transfers were made from the General Fund to the Food Service Fund for the purpose of assisting food service operations. Due To and Due From balances are the result of operating expenditures being paid on behalf of other funds. These amounts are expected to be repaid within the year.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

OTHER POST EMPLOYMENT
BENEFITS TREND DATA

MAJOR GOVERNMENTAL FUNDS

General Fund

The General Fund accounts for all transaction of the District not accounted for in other funds. This fund represents an accounting for the District's ordinary operations financed from property taxes and other general revenues. It is the most significant fund in relation to the District's overall operations.

Food Service Fund

The Food Service Fund accounts for all financial activities associated with the District's school breakfast and lunch programs.

Pension Trend Data

Other Post Employment Benefits Trend Data

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2021

<u>REVENUES</u>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Local Sources</u>				
Property Taxes	3,592,021	3,592,021	2,314,637	(1,277,384)
Specific Ownership Taxes	276,597	276,597	471,588	194,991
Earnings on Investments	10,000	10,000	6,829	(3,171)
Delinquent Penalty & Interest	1,000	1,000	1,447	447
Other	14,450	14,450	24,973	10,523
<u>State Sources</u>				
Equalization	402,552	402,552	1,274,237	871,685
Transportation	17,000	17,000	22,041	5,041
Other	8,348	8,348	52,455	44,107
<u>Federal Sources</u>				
Other	<u>111,398</u>	<u>111,398</u>	<u>508,844</u>	<u>397,446</u>
<u>TOTAL REVENUES</u>	<u>4,433,366</u>	<u>4,433,366</u>	<u>4,677,051</u>	<u>243,685</u>
 <u>EXPENDITURES</u>				
<u>Instruction</u>				
Salaries	1,729,524	1,729,524	1,653,342	76,182
Employees Benefits	383,230	383,230	368,641	14,589
Purchased Services-Professional	63,325	63,325	45,494	17,831
Purchased Services-Property	-	-	-	-
Purchased Services-Other	34,844	34,844	29,922	4,922
Supplies and Materials	66,975	66,975	53,364	13,611
Property	25,200	25,200	76,003	(50,803)
Other Objects	844	844	-	844
<u>Total Instruction</u>	<u>2,303,942</u>	<u>2,303,942</u>	<u>2,226,766</u>	<u>77,176</u>
<u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries	70,552	70,552	83,174	(12,622)
Employees Benefits	15,768	15,768	18,147	(2,379)
Purchased Services-Professional	6,000	6,000	12,283	(6,283)
Purchased Services – Property	-	-	-	-
Purchased Services-Other	512	512	280	232
Supplies and Materials	1,500	1,500	3,352	(1,852)
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Student Services</u>	<u>94,332</u>	<u>94,332</u>	<u>117,236</u>	<u>(22,904)</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2021

SUPPORTING SERVICES (Continued)	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget- Favorable (Unfavorable)
<u>Instructional Staff</u>				
Salaries	59,695	59,695	41,584	18,111
Employees Benefits	13,342	13,342	8,550	4,792
Purchased Services-Professional	6,000	6,000	5,754	246
Purchased Services-Property	-	-	-	-
Purchased Services-Other	179	179	252	(73)
Supplies and Materials	-	-	3,500	(3,500)
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Instructional Staff</u>	<u>79,216</u>	<u>79,216</u>	<u>59,640</u>	<u>19,576</u>
<u>General Administration</u>				
Salaries	97,434	97,434	94,355	3,079
Employees Benefits	21,777	21,777	21,238	539
Purchased Services-Professional	85,950	85,950	134,635	(48,685)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	2,792	2,792	1,355	1,437
Supplies and Materials	2,000	2,000	4,530	(2,530)
Property	-	-	-	-
Other Objects	6,000	6,000	4,033	1,967
<u>Total General Administration</u>	<u>215,953</u>	<u>215,953</u>	<u>260,146</u>	<u>(44,193)</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	512,648	512,648	491,609	21,039
Employees Benefits	114,577	114,577	111,657	2,920
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	3,238	3,238	4,228	(990)
Supplies and Materials	1,950	1,950	5,831	(3,881)
Property	-	-	-	-
Other Objects	1,500	1,500	2,105	(605)
<u>Total School Administration</u>	<u>633,913</u>	<u>633,913</u>	<u>615,430</u>	<u>18,483</u>
<u>Business Services</u>				
Salaries	37,828	37,828	37,828	-
Employees Benefits	8,455	8,455	10,976	(2,521)
Purchased Services-Professional	15,000	15,000	-	15,000
Purchased Services-Property	-	-	-	-
Purchased Services-Other	213	213	4,215	(4,002)
Supplies and Materials	500	500	714	(214)
Property	-	-	71	(71)
Other Objects	-	-	-	-
<u>Total Business Services</u>	<u>61,996</u>	<u>61,996</u>	<u>53,804</u>	<u>8,192</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2021

SUPPORTING SERVICES (Continued)	Budgeted Amounts		Actual	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
<u>Operations and Maintenance</u>				
Salaries	186,982	186,982	185,376	1,606
Employees Benefits	36,873	36,873	42,276	(5,403)
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	19,600	19,600	22,584	(2,984)
Purchased Services-Other	19,595	19,595	21,086	(1,491)
Supplies and Materials	113,700	113,700	120,029	(6,329)
Property	-	-	6,960	(6,960)
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>376,750</u>	<u>376,750</u>	<u>398,311</u>	<u>(21,561)</u>
<u>Student Transportation</u>				
Salaries	113,698	113,698	93,919	19,779
Employees Benefits	24,221	24,221	22,701	1,520
Purchased Services-Professional	1,000	1,000	305	695
Purchased Services-Property	24,106	24,106	18,467	5,639
Purchased Services-Other	1,711	1,711	1,884	(173)
Supplies and Materials	45,000	45,000	24,519	20,481
Property	2,500	2,500	6,147	(3,647)
Other Objects	-	-	-	-
<u>Total Student Transportation</u>	<u>212,236</u>	<u>212,236</u>	<u>167,942</u>	<u>44,294</u>
<u>Central Support</u>				
Salaries	96,536	96,536	81,101	15,435
Employees Benefits	21,576	21,576	18,338	3,238
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	90,480	90,480	87,021	3,459
Supplies and Materials	3,150	3,150	232	2,918
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Central Support</u>	<u>211,742</u>	<u>211,742</u>	<u>186,692</u>	<u>25,050</u>
<u>Facility</u>				
Salaries	-	-	-	-
Employees Benefits	-	-	-	-
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	-	-	-	-
Supplies and Materials	-	-	-	-
Property	51,100	51,100	7,018	44,082
Other Objects	-	-	-	-
<u>Total Facility</u>	<u>51,100</u>	<u>51,100</u>	<u>7,018</u>	<u>44,082</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2021

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>TOTAL SUPPORTING SERVICES</u>	<u>1,937,238</u>	<u>1,937,238</u>	<u>1,866,219</u>	<u>71,019</u>
<u>APPROPRIATED RESERVES</u>	<u>4,241,733</u>	<u>4,241,733</u>	<u>-</u>	<u>4,241,733</u>
<u>TOTAL EXPENDITURES</u>	<u>8,482,913</u>	<u>8,482,913</u>	<u>4,092,985</u>	<u>4,389,928</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(4,049,547)</u>	<u>(4,049,547)</u>	<u>584,066</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	<u>(50,000)</u>	<u>(50,000)</u>	<u>(20,000)</u>	<u>30,000</u>
<u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(4,099,547)</u>	<u>(4,099,547)</u>	<u>564,066</u>	
<u>FUND BALANCE, July 1</u>	<u>4,099,547</u>	<u>4,099,547</u>	<u>4,038,413</u>	
<u>FUND BALANCE, June 30</u>	<u>-</u>	<u>-</u>	<u>4,602,479</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOOD SERVICE SPECIAL REVENUE FUND
For the Year Ended June 30, 2021

	Budgeted Amounts <u>Original & Final</u>	Actual	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	54,599	9,766	(44,833)
Earnings on Investments	1	-	(1)
Other	-	424	424
<u>State Sources</u>			
School Lunches	1,400	819	(581)
<u>Federal Sources</u>			
School Lunches	44,000	102,825	58,825
Commodities	-	<u>6,845</u>	<u>6,845</u>
<u>Total Revenues</u>	<u>100,000</u>	<u>120,679</u>	<u>20,679</u>
 <u>EXPENDITURES</u>			
Salaries	65,000	60,954	4,046
Employee Benefits	14,527	13,156	1,371
Purchased Services – Professional	-	1,766	(1,766)
Purchased Services – Property	-	-	-
Purchased Services - Other	495	176	319
Supplies and Materials	69,978	43,310	26,668
Capital Outlay	-	-	-
Other	-	-	-
Commodities	-	<u>6,845</u>	<u>(6,845)</u>
<u>Total Expenditures</u>	<u>150,000</u>	<u>126,207</u>	<u>23,793</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (50,000)	 (5,528)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>50,000</u>	<u>20,000</u>	<u>(30,000)</u>
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	 -	 14,472	
 <u>FUND BALANCE, Beginning</u>	 -	 <u>13,535</u>	
 <u>FUND BALANCE, Ending</u>	 <u>-</u>	 <u>28,007</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
District's proportion of the net pension liability (asset)	0.0545%	0.0501%	0.0533%	0.0597%	0.0629%	0.0619%	0.0592%	0.0599%	-	-
District's proportionate share of the net pension liability (asset)	\$8,240,521	\$7,476,850	\$9,430,849	\$19,288,995	\$18,729,856	\$9,459,928	\$8,019,187	\$7,641,193	-	-
State's proportionate share of the net pension liability associated with the District**	-	\$948,342	\$1,289,540	-	-	-	-	-	-	-
District's covered payroll	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	\$2,842,160	\$2,503,338	\$2,494,358	-	-
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	292%	249%	333%	676%	668%	333%	320%	306%	-	-
Plan fiduciary net position as a percentage of the total pension liability	66.99%	64.52%	57.01%	43.96%	43.1%	59.2%	62.80%	64.06%	-	-

** A direct distribution provision to allocate funds from the State of Colorado budget to Colorado PERA on an annual basis began in July 2018 based on Senate Bill 18-200.

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 SCHEDULE OF DISTRICT CONTRIBUTIONS - PENSION
 For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contributions	\$ 561,829	\$ 580,765	\$ 541,368	\$ 539,072	\$ 515,135	\$ 503,926	\$ 448,314	\$ 424,077	\$ 373,332	-
Contributions in relation to the contractually required contributions	<u>\$ (561,829)</u>	<u>\$ (580,765)</u>	<u>\$ (541,368)</u>	<u>\$ (539,072)</u>	<u>\$ (515,135)</u>	<u>\$ (503,926)</u>	<u>\$ (448,314)</u>	<u>\$ (424,077)</u>	<u>\$ (373,332)</u>	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-
District's covered payroll	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	\$2,842,160	\$2,503,338	\$2,494,358	\$2,318,111	-
Contributions as a percentage of covered payroll	19.88%	19.38%	19.13%	18.88%	18.38%	17.73%	17.91%	17.00%	16.11%	-

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 SCHEDULE OF PROPORTIONATE SHARE OF NET OTHER POST EMPLOYMENT BENEFIT (OPEB) LIABILITY
 For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
District's proportion of the net OPEB liability (asset)	0.0315%	0.0327%	0.0347%	0.0339%	0.0358%	-	-	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$299,676	\$367,600	\$471,738	\$440,103	\$463,603	-	-	-	-	-
District's covered payroll	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	-	-	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	10.60%	12.26%	16.67%	15.41%	16.54%	-	-	-	-	-
Plan fiduciary net position as a percentage of the total OPEB liability	32.78%	24.49%	17.03%	17.53%	16.72%	-	-	-	-	-

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
 For The Last 10 Fiscal Years (As Available)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contributions	\$ 28,826	\$ 30,567	\$ 28,865	\$ 29,125	\$ 28,587	-	-	-	-	-
Contributions in relation to the contractually required contributions	<u>\$(28,826)</u>	<u>\$(30,567)</u>	<u>\$(28,865)</u>	<u>\$(29,125)</u>	<u>\$(28,587)</u>	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-	-	-
District's covered payroll	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	-	-	-	-	-
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	-	-	-	-	-

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

OTHER SCHEDULES

Bond Redemption Debt Service Fund – Use to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.

Pupil Activity Special Revenue Fund – This fund accounts for financial transactions of individual school activity accounts.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 BOND REDEMPTION FUND –MAJOR DEBT SERVICE FUND
 For the Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Property Taxes	354,000	312,727	(41,273)
Specific Ownership Taxes	-	-	-
Earnings on Investments	-	-	-
Other Local Sources	<u>1,000</u>	<u>175</u>	<u>(825)</u>
<u>Total Revenues</u>	<u>355,000</u>	<u>312,902</u>	<u>(42,098)</u>
 <u>EXPENDITURES</u>			
Debt Service:			
Principal Retirement	225,000	235,000	(10,000)
Interest and Fiscal Charges	55,700	46,500	9,200
Other	-	-	-
Contingency	<u>1,172,900</u>	<u>-</u>	<u>1,172,900</u>
<u>Total Expenditures</u>	<u>1,453,600</u>	<u>281,500</u>	<u>1,172,100</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 <u>(1,098,600)</u>	 <u>31,402</u>	
 <u>OTHER FINANCING SOURCES (USES):</u>			
Transfers	-	-	-
Proceeds From Debt	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</u>	 <u>(1,098,600)</u>	 <u>31,402</u>	
 <u>FUND BALANCE, July 1</u>	 <u>1,098,600</u>	 <u>1,095,333</u>	
 <u>FUND BALANCE, June 30</u>	 <u>-</u>	 <u>1,126,735</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50
 SCHEDULE OF ACTIVITIES – BUDGET AND ACTUAL
 PUPIL ACTIVITY – SPECIAL REVENUE FUND
 For the Year Ended June 30, 2021

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Local Sources	185,000	71,842	(113,158)
State Sources	-	-	-
Federal Sources	-	-	-
<u>Total Revenues</u>	<u>185,000</u>	<u>71,842</u>	<u>(113,158)</u>
 <u>EXPENDITURES</u>			
Supporting Services:			
Students	185,000	50,948	134,052
<u>Total Expenditures</u>	<u>185,000</u>	<u>50,948</u>	<u>134,052</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>-</u>	<u>20,894</u>	
 <u>OTHER FINANCING SOURCES (USES):</u>			
Transfers In (Out)	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</u>	<u>-</u>	<u>20,894</u>	
 <u>FUND BALANCE, Beginning</u>	<u>-</u>	<u>111,700</u>	
 <u>FUND BALANCE, Ending</u>	<u>-</u>	<u>132,594</u>	

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

STATE REQUIRED SCHEDULES

Auditor Integrity Report (Revenues, Expenditures, and Fund Balance by Fund)

Bolded Balance Sheet



Colorado Department of Education
Auditors Integrity Report
 District: 1990 - Plateau Valley 50
 Fiscal Year 2020-21
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental				
10 General Fund	4,031,434	4,364,051	3,995,802	4,599,653
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	6,980	93,000	97,184	2,753
Sub-Total	4,038,414	4,657,051	4,092,986	4,602,478
11 Charter School Fund	0	0	0	0
20 28-29 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	13,536	140,579	136,208	26,007
22 Govt Designated-Purpose Grants Fund	0	0	0	0
23 Pupil Activity Special Revenue Fund	111,700	71,882	90,948	132,594
24 Full Day Kindergarten Mill Levy Override	0	0	0	0
25 Transportation Fund	0	0	0	0
31 Bond Redemption Fund	1,095,333	312,902	281,500	1,116,735
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	0	0	0	0
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	5,250,902	5,182,974	4,571,641	5,889,815
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (65) Risk-Related Activity Fund	0	0	0	0
50 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
Totals	5,250,902	5,182,974	4,571,641	5,889,815

FINAL



Colorado Department of Education
Balanced Budget Report

District: 1990 - Plateau Valley 50
 Fiscal Year 2020-21
 Colorado School District/BOCES

ASSETS	Governmental										Proprietary					Fiduciary		Totals
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85			
Cash and Investments (8100-8104,8111)	4,611,342	0	27,786	132,594	0	0	179,033	1,116,544	0	0	0	0	0	0	0	6,067,299		
Cash with Fiscal Agent (8105)	17,345	0	0	0	0	0	0	2,191	0	0	0	0	0	0	0	19,537		
Taxes Receivable (8121,8122)	143,500	0	0	0	0	0	0	42,300	0	0	0	0	0	0	0	185,800		
Interfund Loans Receivable (8131,8132)	184,452	0	0	0	0	0	0	0	0	0	0	0	0	0	0	184,452		
Grants Accounts Receivable (8142)	86,796	0	0	0	0	0	5,996	0	0	0	0	0	0	0	0	92,791		
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	16,913	0	0	0	0	0	0	0	0	16,913		
Inventories (8171,8172,8173)	0	0	0	0	0	0	8,498	0	0	0	0	0	0	0	0	8,498		
Prepaid Expenses 8181,8182)	131,380	0	0	0	0	0	0	0	0	0	0	0	0	0	0	131,380		
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Total Assets	5,174,816	0	27,786	132,594	0	0	210,439	1,161,035	0	0	0	0	0	0	0	6,706,671		

	Governmental							Proprietary					Fiduciary			
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Interfund Payables (7401,7402)	0	0	11,361	0	0	0	173,091	0	0	0	0	0	0	0	0	184,452
Other Payables (7421-7423)	15,386	0	0	0	0	0	0	0	0	0	0	0	0	0	0	15,386
Accrued Expenses (7461)	306,683	0	13,629	0	0	0	5,949	0	0	0	0	0	0	0	0	326,262
Unearned Revenue (7481)	0	0	0	0	0	0	3,391	0	0	0	0	0	0	0	0	3,391
Grants Deferred Revenue (7482)	139,564	0	0	0	0	0	0	0	0	0	0	0	0	0	0	139,564
Deferred Inflow (7800)	113,500	0	0	0	0	0	0	34,300	0	0	0	0	0	0	0	147,800
Total Liabilities	575,133	0	24,990	0	0	0	182,432	34,300	0	0	0	0	0	0	0	816,855

LIABILITIES & FUND EQUITY

LIABILITIES

Governmental

Proprietary

Fiduciary

FUND EQUITY	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals		
Non-spendable Fund Balance 6710	131,380	0	0	0	0	0	8,498	0	0	0	0	0	0	0	0	139,878		
Restricted Fund Balance 6720	0	0	2,795	0	0	0	19,509	1,126,735	0	0	0	0	0	0	0	1,149,040		
TABOR 3% Emergency Reserve 6721	128,500	0	0	0	0	0	0	0	0	0	0	0	0	0	0	128,500		
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Colorado Preschool Program (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Committed Fund Balance 6750	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Assigned Fund Balance 6760	0	0	0	132,594	0	0	0	0	0	0	0	0	0	0	0	132,594		
Unassigned Fund Balance 6770	4,339,803	0	0	0	0	0	0	0	0	0	0	0	0	0	0	4,339,803		
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:	4,559,683	0	2,795	132,594	0	0	28,007	1,126,735	0	0	0	0	0	0	0	5,689,815		

Total Liabilities & Fund Equity	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals		
5,174,816	0	0	27,786	132,594	0	0	210,439	1,161,035	0	0	0	0	0	0	0	6,706,670		

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