

**HI-PLAINS SCHOOL DISTRICT R-23
SEIBERT, COLORADO**

**FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT**

**FOR THE YEAR ENDED
JUNE 30, 2022**

HI-PLAINS SCHOOL DISTRICT R-23

SEIBERT, COLORADO

ROSTER OF SCHOOL OFFICIALS

JUNE 30, 2022

BOARD OF EDUCATION

Bryan Gorton - President
Darren Richards - Vice President
Nathan McCaffrey - Secretary/Treasurer/Wellness
Joel Tanner - Accountability Rep
Terry McCaffrey - BOCES Rep

ADMINISTRATIVE STAFF

Jerry Monks
Superintendent of Schools

Jennifer Freund
Business Manager

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FINANCIAL SECTION

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MANAGEMENT'S DISCUSSION AND ANALYSIS
(Required Supplementary Information)

HI-PLAINS SCHOOL DISTRICT R-23
Seibert, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2022

Management of Hi-Plains School District R-23 offers readers of the basic financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2022. The focus of the information is on the primary government-general fund.

The District has adopted a financial reporting model promulgated by the Government Accounting Standards Board (GASB). In accordance with GASB Statement No. 34, *Basic Financial Statement and Management Discussion and Analysis for State and Local Governments*, the District is providing a comparative analysis of the government wide information.

Financial Highlights:

- At June 30, 2022, net position of the District was \$13,126,492 which is an increase of \$1,029,843 from the prior year.
- The District has a negative unrestricted net position of \$530,881 as a result of showing a net pension liability related to PERA, net health care trust fund liability related to PERA, and a Bond Payable for matching funds of the BEST Grant.
- As of the close of the 2022 fiscal year, the District's governmental funds reported combined ending fund balances of \$2,760,831, an increase of \$367,251 from the previous year.
- The District had adequate funds available for all appropriations.

Overview of Financial Statements

This discussion is intended as an introduction to the District's basic financial statements. The basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. In addition to the basic financial statements, also provided is other supplementary information.

Government-Wide Financial Statements

These statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how they have changed. Net position, the difference between the District's assets and liabilities, are one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position are an indication of whether its financial health is improving or deteriorating.

The government-wide statements have only governmental activities.

HI-PLAINS SCHOOL DISTRICT R-23
Seibert, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2022

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

Fund Financial Statements

These statements provide detailed information about the most significant funds, not the District as a whole. Some funds are required by state law and bond requirements.

Governmental funds - most of the District's activities are reported in governmental funds, which focus on the determination of financial position and change in financial position, not on income determination. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted into cash. The governmental fund statements provide a detailed short-term view of the District's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

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

The District's total net position was \$13,126,492.

TABLE I – CONDENSED SUMMARY OF NET POSITION

	2022	2021
Assets:		
Current Assets	\$ 3,000,820	\$ 2,532,083
Capital Assets – Net	14,736,863	15,023,840
Deferred Outflows of Resources	980,126	1,167,650
Capital Assets & Deferred Outflows of Financial Resources	<u>18,717,809</u>	<u>18,723,573</u>
Liabilities:		
Current Liabilities	244,540	143,399
Non-current Liabilities	4,340,334	4,932,285
Deferred Inflows of Resources	1,006,443	1,551,240
Total Liabilities & Deferred Inflows of Financial Resources	<u>5,591,317</u>	<u>6,626,924</u>
Net Position:		
Net Invested in Capital Assets	13,060,698	13,202,031
Restricted Net Position	586,414	544,216
Unrestricted Net Position	(520,620)	(1,649,598)
Total Net Position(Deficit)	<u>13,126,492</u>	<u>12,096,649</u>
Total Liabilities, Deferred Outflows and Net Position	<u>\$ 18,717,809</u>	<u>\$ 18,723,573</u>

HI-PLAINS SCHOOL DISTRICT R-23
Seibert, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2022

Financial Analysis of the District as a Whole:

As noted earlier, net position may serve over time as a useful indicator of the District's financial position. In the case of the Hi-Plains School District R-23, assets exceed liabilities by approximately \$13,126,492, an increase of \$1,029,843 from 2021.

Of the District's \$17,737,683 in assets, \$2,784,968, (16%), 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.

The results of this year's operations as a whole are reported in the Statement of Activities on Page 4. All expenses are reported in the first column. Specific charges, grants, revenues and subsidies that directly relate to specific expense categories are represented to determine the final amount of the District's activities that are supported by other general revenues. The two largest general revenues are the equalization provided by the State of Colorado Department of Education \$1,305,946 (46%) and the property taxes assessed to District taxpayers \$874,643 (31%) of the total revenue. Specific Ownership Taxes was \$81,095 (3%).

Table 2 takes the information from that statement, rearranges it slightly, so you can see the total revenues for the year equals \$3,049,431.

TABLE 2 – CONDENSED STATEMENT OF ACTIVITIES

	2022	2021
Program Revenues:		
Charges for Services	\$ 108,323	\$ 75,994
Operating Grants	699,313	597,586
Capital Grants and Contributions	(277,951)	(276,090)
Total Program Revenues	529,685	397,490
General Revenues:		
Taxes	1,182,436	1,192,724
State Equalization	1,305,946	1,124,594
Investment Earnings	4,174	11,847
Miscellaneous Revenues	27,190	11,124
Total General Revenues	2,519,746	2,340,289
Total Revenues	3,049,431	2,737,779
Expenses:		
Instruction	841,292	548,360
Supporting Services	1,178,296	845,764
Total Expenses	2,019,588	1,394,124
Change in Net Position	1,029,843	1,343,655
Net Position - Beginning	12,096,649	10,752,994
Net Position Ending	\$ 13,126,492	\$ 12,096,649

HI-PLAINS SCHOOL DISTRICT R-23
Seibert, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2022

The District Funds

At June 30, 2022, the District governmental funds reported a combined fund balance of \$2,760,831 which is an increase of \$367,251. The primary reasons for this increase are:

General Fund

General Fund revenues of \$2,868,489 increased by \$255,625 and expenditures of \$2,500,525 increased by \$340,609 in comparison to the previous year. Excess of revenues over expenditures was \$367,964. The ending fund balance increased by \$347,764 primarily due to an increase in equalization and taxes of \$313,051.

Bond Redemption Fund

Revenues from the tax levy for the construction of a new school building include \$223,915, and expenditures include interest expense and principal on bonds of \$194,371. This results in an increase in fund balance of \$29,544 leaving an ending fund balance of \$415,714.

Capital Projects Fund

The Capital Projects Fund only had income of \$143 from interest and expenditures of \$4,390, for a decrease in fund balance of \$4,247 before an operating transfer from the General Fund of \$15,200. The ending fund balance was \$107,602.

Student Activity Fund

The Student Activity Special Revenue fund had revenues of \$102,352 and expenditures of \$99,267. This resulted in an ending fund balance of \$51,031, which is an increase of \$8,085.

Food Services Fund

The Food Services Fund had revenues of \$132,483, there was no operating transfers from the General Fund. Expenditures were \$161,578, resulting in an ending fund balance of \$12,143, a decrease of \$29,095. Without the transfer from the General Fund, the Food Service Fund has shown a loss compared to the previous year.

Financial Analysis of the District's Funds:

The financial condition of the school remains strong as the 2022 Ending Fund Balance in the General Fund increased \$367,251 compared to the Ending Fund Balance in 2021.

HI-PLAINS SCHOOL DISTRICT R-23
Seibert, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2022

Budgets

No amendments were made to the budget.

Capital Assets and Debt Administration

At June 30, 2022, the District had \$2,784,968 invested in capital assets. This represents a decrease of \$9,026 because depreciation expense exceeds capital purchases.

	<u>Balance</u> <u>6/30/21</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>6/30/22</u>
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 107,286	\$ -	\$ -	\$ 107,286
Capital assets being depreciated:				
Site improvements	16,486	-	-	16,486
Buildings	2,887,027	-	-	2,887,027
Equipment	159,846	-	-	159,846
Transportation equipment	445,177	93,769	-	538,946
Total capital assets being depreciated	<u>3,508,536</u>	<u>93,769</u>	<u>-</u>	<u>3,602,305</u>
Accumulated Depreciation				
Site improvements	(1,768)	(660)	-	(2,428)
Buildings	(406,497)	(56,964)	-	(463,461)
Equipment	(70,553)	(15,977)	-	(86,530)
Transportation equipment	(343,010)	(29,194)	-	(372,204)
Total accumulated depreciation	<u>(821,828)</u>	<u>(102,795)</u>	<u>-</u>	<u>(924,623)</u>
Net Capital Assets	<u>\$ 2,793,994</u>	<u>\$ (9,026)</u>	<u>\$ -</u>	<u>\$ 2,784,968</u>

The District purchased a 2022 Blue Bird 53 passenger bus during the year totaling \$93,769.

	<u>Balance</u> <u>6/30/2021</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>6/30/2022</u>	<u>Due within</u> <u>One Year</u>
General obligation bonds, Series 2012	\$ 1,954,681	\$ -	\$ 137,685	\$ 1,816,996	\$ 141,823
Capital Leases Payable	8,413	-	3,600	4,813	3,821
Accrued compensated absences	3,871	336	-	4,207	-
Total	<u>\$ 1,966,965</u>	<u>\$ 336</u>	<u>\$ 141,285</u>	<u>\$ 1,826,016</u>	<u>\$ 145,644</u>

Additional information on the long term debt can be found in Note 6 of the audit report.

HI-PLAINS SCHOOL DISTRICT R-23
Seibert, Colorado
Management Discussion and Analysis
For the Year Ended June 30, 2022

Economic Factors and Next Year's Budget and Rates:

The economy in our community remains strong. We have had below normal precipitation this year. Livestock prices have fallen along with the major grain markets due primarily COVID pandemic. The farmers and ranchers are also seeing their input cost rise due to inflation and supply shortages. We had some families move out of the district for the 2021-22 school year. The District has now been in the new building for eight years.

Our 2021-22 school year has started with approximately 20 less students. This will decrease our state funding for the current year and next year. The factors that will negatively affect our budget will include but not be limited to a decreased state share due to the "Budget Stabilization Factor" along with the TABOR amendment. The Budget Stabilization Factor (also formerly known as The Negative Factor) continues to hamper our ability to fund all programs. The COVID pandemic is still affecting our funding as the State's overall revenues took a big hit in the year 2020 but have started to come back in 2021. The most recent economic forecasts show stabilization to the State's economy.

The 2021-2022 budget was established in compliance with the Hi-Plains School District Board of Education's policy manual. The district un-combined the 1st and 2nd grade for the 2021-22 school year. The District made the decision to not hire a Principal for the 2018-19 school year and continues to not have one for the 2021-22 school year. The State of Colorado and the Nation is experiencing a teacher shortage which will have a direct impact on hiring new teachers to a rural area. We currently have three secondary teachers in the Alternative Licensing Program. While the state average for a teacher in Colorado is above \$50,000, our District is in the mid \$30,000's. It will be a challenge for us to recruit new teachers to our rural area.

Contacting the District Financial Management

Our financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning the information provided in this report or requests for additional information should be addressed to the Superintendent of School at Hi-Plains School District R-23, P.O. Box 238, Seibert, CO 80834.

Mayberry & Company, LLC

Certified Public Accountants

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

Board of Education
Hi-Plains School District R-23
Seibert, Colorado

Independent Auditors' Report

Opinion

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Hi-Plains School District R-23, as of and for the year ended June 30, 2022, and the related notes to the financial statements which collectively comprise Hi-Plains School District R-23's basic financial statements as listed in the table of contents.

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 Hi-Plains School District R-23 as of June 30, 2022, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of Financial Statements section of our report. We are required to be independent of the Hi-Plains School District R-23 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management 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; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Hi-Plains School District R-23's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Hi-Plains School District R-23's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt Hi-Plains School District R-23's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited the Hi-Plains School District R-23's 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 21, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2021 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

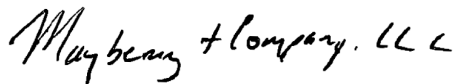
Accounting principles generally accepted in the United States of America require that a management's discussion and analysis, budgetary comparison information, historical pension information and other post -employment benefit plan information listed in the tables of contents be presented to supplement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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Hi-Plains School District R-23's basic financial statements. The individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.



Englewood, CO
December 15, 2022

BASIC FINANCIAL STATEMENTS

The Basic Financial Statements provide a financial overview of the District's operations. These financial statements present the financial position and operating results of all government-wide and fund level activity as of June 30, 2022.

HI-PLAINS SCHOOL DISTRICT R-23
Statement of Net Position
June 30, 2022

	<u>Totals</u>
	<u>2022</u>
ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	
Assets	
Current Assets	
Cash and Investments	\$ 2,823,550
Cash with Fiscal Agent	16,533
Taxes Receivable	61,335
Interfund Accounts Receivable	70,354
Grants Receivable	18,043
Other Accounts Receivable	4,586
Inventory	6,419
Capital and Other Assets	
BEST Grant Receivable	11,951,895
Capital Assets not Being Depreciated	107,286
Capital Assets Being Depreciated, Net	<u>2,677,682</u>
Total Assets	<u>17,737,683</u>
Deferred Outflows of Financial Resources	
Net Pension Deferred Outflows	942,072
Net OPEB Deferred Outflows	<u>38,054</u>
Total Deferred Outflows of Financial Resources	<u>980,126</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF FINANCIAL RESOURCES	<u>\$ 18,717,809</u>
LIABILITIES, DEFERRED INFLOWS AND NET POSITION	
Liabilities	
Current Liabilities	
Interfund Accounts Payable	\$ 70,354
Accounts Payable	6,770
Accrued Interest	4,551
Accrued Salaries & Benefits	160,436
Payroll Taxes & Deductions Payable	(1,348)
Unearned Revenue	3,777
Noncurrent Liabilities	
Due Within One Year	145,644
Due In More Than One Year	<u>4,194,690</u>
Total Liabilities	<u>4,584,874</u>
Deferred Inflows of Financial Resources	
Net Pension Deferred Inflows	960,400
Net OPEB Deferred Inflows	<u>46,043</u>
Total Deferred Inflows of Financial Resources	<u>1,006,443</u>
Net Position	
Net Investment in Capital Assets	13,060,698
Restricted Net Position	586,414
Unrestricted Net Position	<u>(520,620)</u>
Total Net Position	<u>13,126,492</u>
TOTAL LIABILITIES, DEFERRED OUTFLOWS AND NET POSITION	<u>\$ 18,717,809</u>

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

HI-PLAINS SCHOOL DISTRICT R-23
Statement of Activities
For the Year Ended June 30, 2022

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense)</u>
		<u>Charges for</u>	<u>Operating</u>	<u>Capital Grants</u>	<u>Revenue and</u>
		<u>Services</u>	<u>Grants and</u>	<u>and</u>	<u>Change in Net</u>
			<u>Contributions</u>	<u>Contributions</u>	<u>Position</u>
					<u>Governmental</u>
					<u>Activities</u>
Primary Government					
Governmental Activities					
Instruction	\$ 841,292	\$ 102,339	\$ 163,127	\$ -	\$ (575,826)
Supporting Services	1,178,296	5,984	536,186	(277,951)	(914,077)
Total Primary Government	<u>\$ 2,019,588</u>	<u>\$ 108,323</u>	<u>\$ 699,313</u>	<u>\$ (277,951)</u>	<u>(1,489,903)</u>
General Revenues					
Property Taxes					1,082,242
Specific Ownership Taxes					100,194
State Equalization					1,305,946
Investment Earnings					4,174
Other Revenues					27,190
Total General Revenues					<u>2,519,746</u>
Change in Net Position					1,029,843
Beginning Net Position					<u>12,096,649</u>
Ending Net Position					<u>\$ 13,126,492</u>

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

HI-PLAINS SCHOOL DISTRICT R-23
 Balance Sheet
 Governmental Funds
 June 30, 2022

	General Fund	Special Revenue		Debt Service
		Food Service Fund	Pupil Activity Fund	Bond Redemption Fund
ASSETS				
Cash and Investments	\$ 2,186,503	\$ 73,167	\$ 55,251	\$ 401,027
Cash with Fiscal Agent	13,412	-	-	3,121
Taxes Receivable	49,769	-	-	11,566
Interfund Accounts Receivable	70,354	-	-	-
Grants Receivable	10,261	7,782	-	-
Other Accounts Receivable	-	4,586	-	-
Inventory	-	6,419	-	-
TOTAL ASSETS	\$ 2,330,299	\$ 91,954	\$ 55,251	\$ 415,714
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE				
Liabilities				
Interfund Accounts Payable	\$ -	\$ 66,134	\$ 4,220	\$ -
Accounts Payable	6,690	80	-	-
Accrued Salaries & Benefits	150,491	9,945	-	-
Payroll Taxes & Deductions Payable	(1,223)	(125)	-	-
Unearned Revenue	-	3,777	-	-
Total Liabilities	155,958	79,811	4,220	-
Deferred Inflows of Financial Resources				
Fund Balance				
Nonspendable Fund Balance	12,804	6,419	-	-
Restricted Fund Balance				
Restricted for Debt Service	-	-	-	415,714
Restricted for TABOR Emergencies	87,000	-	-	-
Restricted for Colorado Preschool Program	-	-	-	-
Restricted for BEST Replacement Reserve	-	-	-	-
Committed Fund Balance	-	5,724	51,031	-
Unassigned Fund Balance	2,074,537	-	-	-
Total Fund Balance	2,174,341	12,143	51,031	415,714
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCE	\$ 2,330,299	\$ 91,954	\$ 55,251	\$ 415,714

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

Capital Projects		Totals	
Capital Reserve			
Project Fund	2022	2021	
\$ 107,602	\$ 2,823,550	\$ 2,423,274	
-	16,533	11,623	
-	61,335	67,183	
-	70,354	-	
-	18,043	23,408	
-	4,586	2,472	
-	6,419	4,123	
<u>\$ 107,602</u>	<u>\$ 3,000,820</u>	<u>\$ 2,532,083</u>	
\$ -	\$ 70,354	\$ -	
-	6,770	-	
-	160,436	134,723	
-	(1,348)	(780)	
-	3,777	4,560	
<u>-</u>	<u>239,989</u>	<u>138,503</u>	
-	19,223	16,927	
-	415,714	386,170	
-	87,000	77,000	
-	-	11,796	
83,700	83,700	69,250	
23,902	80,657	107,460	
-	2,074,537	1,724,977	
<u>107,602</u>	<u>2,760,831</u>	<u>2,393,580</u>	
<u>\$ 107,602</u>	<u>\$ 3,000,820</u>	<u>\$ 2,532,083</u>	

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HI-PLAINS SCHOOL DISTRICT R-23
Reconciliation of Governmental Fund Balances
to Governmental Activities Net Position
June 30, 2022

Fund Balance - Governmental Funds		\$	2,760,831
Capital assets used in governmental activities are not financial resources and are therefore not reported in the funds			
Capital assets, not being depreciated	\$	107,286	
Capital assets, being depreciated		3,602,305	
Accumulated depreciation		<u>(924,623)</u>	2,784,968
Certain long-term assets are not available to pay for current year expenditures and are therefore not reported in the funds			
Long-Term BEST Grant Receivable			11,951,895
Certain long-term pension and OPEB related costs and adjustments are not available to pay or payable currently and are therefore not reported in the funds			
Pension Liability			
Net pension deferred outflows		942,072	
Net pension liability		(2,398,288)	
Net pension deferred inflows		<u>(960,400)</u>	(2,416,616)
OPEB Liability			
Net OPEB deferred outflows		38,054	
Net OPEB liability		(116,030)	
Net OPEB deferred inflows		<u>(46,043)</u>	(124,019)
Long-term liabilities are not due and payable in the current year and, therefore, are not reported in the funds.			
Bonds payable		(1,816,996)	
Capital leases payable		(4,813)	
Accrued interest payable		(4,551)	
Accrued compensated absences		<u>(4,207)</u>	<u>(1,830,567)</u>
Total Net Position - Governmental Activities			<u>\$ 13,126,492</u>

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

HI-PLAINS SCHOOL DISTRICT R-23
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	Special Revenue			Debt Service
	General Fund	Food Service Fund	Pupil Activity Fund	Bond Redemption Fund
REVENUES				
Local Sources	\$ 1,016,189	\$ 5,724	\$ 102,352	\$ 223,915
Intermediate Sources	7	-	-	-
State Sources	1,518,430	2,421	-	-
Federal Sources	333,863	124,338	-	-
TOTAL REVENUES	<u>2,868,489</u>	<u>132,483</u>	<u>102,352</u>	<u>223,915</u>
EXPENDITURES				
Current:				
Instruction	1,176,012	-	99,267	-
Pupil Support	73,367	-	-	-
Staff Support	19,190	-	-	-
General Administration	288,309	-	-	-
School Administration	94,939	-	-	-
Business Services	88,077	-	-	-
Operations and Maintenance	470,713	-	-	-
Transportation	265,314	-	-	-
Risk Management	20,598	-	-	-
Food Service	-	161,578	-	-
Facilities	-	-	-	-
Debt Service	4,006	-	-	194,371
TOTAL EXPENDITURES	<u>2,500,525</u>	<u>161,578</u>	<u>99,267</u>	<u>194,371</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	367,964	(29,095)	3,085	29,544
OTHER FINANCING SOURCES (USES)				
Transfers	(20,200)	-	5,000	-
CHANGE IN FUND BALANCE	347,764	(29,095)	8,085	29,544
BEGINNING FUND BALANCE	<u>1,826,577</u>	<u>41,238</u>	<u>42,946</u>	<u>386,170</u>
ENDING FUND BALANCE	<u>\$ 2,174,341</u>	<u>\$ 12,143</u>	<u>\$ 51,031</u>	<u>\$ 415,714</u>

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

Capital Projects		Totals			
-------------------------	--	---------------	--	--	--

Capital Reserve					
Project Fund		2022		2021	

\$	143	\$	1,348,323	\$	1,299,684
	-		7		12
	-		1,520,851		1,267,689
	-		458,201		448,345
	<u>143</u>		<u>3,327,382</u>		<u>3,015,730</u>

			1,275,279		1,205,384
			73,367		70,489
			19,190		17,271
			288,309		231,944
			94,939		60,708
			88,077		80,546
			470,713		379,630
			265,314		138,047
			20,598		22,608
			161,578		127,182
	4,390		4,390		15,357
	-		198,377		198,515
	<u>4,390</u>		<u>2,960,131</u>		<u>2,547,681</u>
	(4,247)		367,251		468,049

	<u>15,200</u>		-		-
	10,953		367,251		468,049
	<u>96,649</u>		<u>2,393,580</u>		<u>1,925,531</u>
<u>\$</u>	<u>107,602</u>	<u>\$</u>	<u>2,760,831</u>	<u>\$</u>	<u>2,393,580</u>

HI-PLAINS SCHOOL DISTRICT R-23
Reconciliation of Governmental Changes in Fund Balance
to Governmental Activities Change in Net Position
For the Year Ended June 30, 2022

Change in Fund Balance - Governmental Funds	\$	367,251	
Capital assets used in governmental activities are expensed when purchased in the funds and depreciated at the activity level			
Capitalized Asset Purchases	\$	93,769	
Depreciation Expense		<u>(102,795)</u>	(9,026)
The long-term BEST grant receivable is being amortized based on the depreciation of the underlying building that is the basis of the grant			
Amortization of BEST grant receivable			(277,951)
Pension and OPEB expense at the fund level represent cash contributions to the defined benefit plan. For the activity level presentation, the amount represents the actuarial cost of the benefits for the fiscal year.			
Pension Liability			
Current year change and amortization of deferred outflows - net		(213,201)	
Change in net pension liability		463,006	
Current year change and amortization of deferred inflows - net		<u>540,252</u>	790,057
OPEB Liability			
Current year change and amortization of deferred outflows - net		25,677	
Change in OPEB liability		(12,004)	
Current year change and amortization of deferred inflows - net		<u>4,545</u>	18,218
Repayments of long-term liabilities are expensed in the fund and reduce outstanding liabilities at the activity level. In addition, proceeds from long-term debt issuances are reported as revenues in the funds and increase liabilities at the activity level.			
Principal payments on bonds payable		137,685	
Principal payments on capital leases		3,600	
Change in accrued interest payable		345	
Change in accrued compensated absences		<u>(336)</u>	<u>141,294</u>
Total Net Position - Governmental Activities	\$		<u><u>1,029,843</u></u>

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

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Hi-Plains School District R-23 (the District) conform to generally accepted accounting principles as applicable to governmental units. Following is a summary of the more significant policies:

Reporting Entity

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

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

Jointly Governed Organizations

The District is a participant among fourteen districts in a jointly governed organization to operate the East Central Board of Cooperative Educational Services (BOCES). The BOCES was formed for the purpose of administrative functions among member districts for special education and federal grants. The BOCES is governed by a board of directors consisting of a member of the board of education and the superintendent from each of the participating members. The District does not have an ongoing financial interest in or ongoing financial responsibility for the BOCES. Financial statements for the BOCES can be obtained from the BOCES administrative offices at: 820 2nd Street, P.O. Box 910, Limon, CO 80828-0910. The District paid total assessments of \$53,275 to the BOCES for the year ended June 30, 2022.

Basis of Presentation

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

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

Revenues that are not classified as program revenues are presented as general revenues.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements

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

The District reports the following major governmental funds:

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

Special Revenue (Food Service and Pupil Activity) Funds – These funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted to expenditures for specified purposes.

Debt Service (Bond Redemption) – This fund is used to account for the repayment of the District's general obligation indebtedness.

Capital Project (Capital Reserve) – This fund accounts for the District's routine capital projects.

The District does not report any fiduciary funds.

Government-Wide Financial Statements

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

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Measurement Focus and Basis of Accounting

Governmental Fund Financial Statements

Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds to be available as allowed by the per pupil operating revenue formula approved by the State legislature or within sixty days after year end. These revenues could include federal, state, and county grants, and some charges for services. Grants are only recognized to the extent allowable expenditures have been incurred. Expenditures are recorded when the related fund liability is incurred, except for claims and judgments and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Acquisitions under capital leases are reported as other financing sources.

Budgets and Budgetary Accounting

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

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

- Budgets are required by state law for all funds. By May 31, the Superintendent of Schools submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year end.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Budgets are required to be filed with the Commissioner of Education within thirty days after the beginning of the fiscal year.
- Budgets may be revised until January 31st of the budget year.
- Expenditures may not legally exceed appropriations at the fund level.
- Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted and amended by the Board of Education.
- Encumbrance accounting is not utilized.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Inventories – Inventory of the proprietary fund is valued at the lower of cost (first-in, first-out) or market.

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

Capital Assets – Capital assets used in governmental activities operations are shown on the government-wide financial statements. These assets are not shown in the governmental funds and are therefore listed as a reconciling item between the two presentations. Property and equipment acquired or constructed for governmental fund operations are recorded as expenditures in the fund making the disbursement and capitalized at cost in the government-wide presentation. No depreciation has been provided on capital assets in the governmental funds.

Property and equipment is stated at cost. Where cost could not be determined from the available records, estimated historical cost was used to record the estimated value of the assets. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

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

Buildings and Site Improvements	10-80 years
Vehicles	10-25 years
Other Equipment	5-15 years

Taxes Receivable – Property taxes are recognized as revenue in the year in which they are intended to finance operating expenses, pursuant to the Colorado school district funding formula. As 2021 property taxes were both measurable and available at June 30, 2022, the District has recognized a receivable (net of uncollectible portion) for property taxes levied January 1, 2022 but not collected by June 30, 2022.

Accumulated unpaid sick and vacation and other pay are serviced from other revenues in the General Fund. These liabilities are only recorded on the government-wide financial statements as they are not expected to be financed from current resources. At June 30, 2022, the District has recorded accrued leave as disclosed in Note 6.

Long-Term Debt – The District’s general obligation bonds are accounted for in the Bond Redemption Fund. Principal repayments are shown as expenditures in the fund level financial statements. The District’s capital leases are paid through the General Fund and are shown as expenditures in that fund.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

For the government-wide presentation, principal payments are reclassified as reductions in the outstanding obligation balances.

Deferred outflows/inflows of resources - In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government has several items that qualify for reporting in this category, all related to outstanding pension and OPEB obligations and further described in Note 7 and 9.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District reports deferred inflows related to pension liabilities and OPEB liabilities as further described in Note 7 and 9.

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

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

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

Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, the Board of Education, and at their highest level of action are reported as “committed” fund balance.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

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

All other remaining governmental balances are reported as unassigned.

Net Position/ Fund Balance and Flow Assumptions

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

Revenues and Expenditures/Expenses

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

Property Tax Revenues – Property taxes are levied on December 15 based on the assessed value of property as certified by the county assessor on August 17. Assessed values are an approximation of market value. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15. The billings are considered due on these dates. The bill becomes delinquent and penalties and interest may be assessed by the County Treasurer on the post mark day following these dates. The tax sale date is the first Thursday of November.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: CASH AND INVESTMENTS

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

Deposits	\$ 2,823,250
Cash on hand	<u>300</u>
Total	<u>\$ 2,823,550</u>
 Government-wide - unrestricted	 <u>\$ 2,823,550</u>

Deposits

Custodial Credit Risk - Deposits

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

At June 30, 2022, all of the District’s deposits as shown below were either insured by federal depository insurance or collateralized under PDPA and are therefore not deemed to be exposed to custodial credit risk.

	<u>Bank Balance</u>	<u>Carrying Balance</u>
FDIC Insured	\$ 410,838	\$ 410,838
PDPA Collateralized*	<u>2,426,649</u>	<u>2,412,712</u>
Total	<u>\$ 2,837,487</u>	<u>\$ 2,823,550</u>

*Not in District's name

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 2: CASH AND INVESTMENTS (Continued)

Investments

Credit Risk

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

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

The District's investment policy limits its investments to those allowed by Colorado Revised Statute 24-75-601.1 as described above. For the fiscal year ended June 30, 2022, the District did not have any investments requiring disclosure.

Concentration of Credit Risk

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

Interest Rate Risk

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

Custodial Credit Risk – Investments

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2022, the District did not have any investments requiring safekeeping.

NOTE 3: INVENTORIES

Food Service Fund inventory of \$6,419 as of June 30, 2022, consisted of \$2,339 of purchased food and \$4,080 of Commodities. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 4: CAPITAL ASSETS

Activity for capital assets is summarized below:

	<u>Balance 6/30/21</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/22</u>
Governmental activities				
Capital assets not being depreciated:				
Land	\$ 107,286	\$ -	\$ -	\$ 107,286
Capital assets being depreciated:				
Site improvements	16,486	-	-	16,486
Buildings	2,887,027	-	-	2,887,027
Equipment	159,846	-	-	159,846
Transportation equipment	445,177	93,769	-	538,946
Total capital assets being depreciated	<u>3,508,536</u>	<u>93,769</u>	<u>-</u>	<u>3,602,305</u>
Accumulated Depreciation				
Site improvements	(1,768)	(660)	-	(2,428)
Buildings	(406,497)	(56,964)	-	(463,461)
Equipment	(70,553)	(15,977)	-	(86,530)
Transportation equipment	(343,010)	(29,194)	-	(372,204)
Total accumulated depreciation	<u>(821,828)</u>	<u>(102,795)</u>	<u>-</u>	<u>(924,623)</u>
Net Capital Assets	<u>\$ 2,793,994</u>	<u>\$ (9,026)</u>	<u>\$ -</u>	<u>\$ 2,784,968</u>

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

Instruction	\$ 47,382
Supporting services	55,413
Total depreciation	<u>\$ 102,795</u>

The District has entered into a BEST grant agreement with the State of Colorado as further described in Note 13. For the prior year financial statement presentation, the State’s portion of the building was presented as a capital asset and was depreciated. Since that portion of the District’s facilities will not be owned by the District until the State repays its outstanding debt obligation related to the construction, the State portion has been reclassified as a long-term grant receivable that will be amortized through the debt obligation period and will be added to the District’s capital assets upon the repayment.

The District capitalizes assets with an original value of at least \$5,000 and a useful life in excess of one year. Depreciation is computed on a straight-line basis over the expected use life of the underlying asset.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 5: ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2022 is reflected as a liability in the respective funds in the accompanying financial statements as follows:

General Fund	\$ 150,491
Food Service Fund	9,945
Total Accrued Salaries and Benefits	\$ 160,436

NOTE 6: LONG-TERM DEBT

The following is a summary of long-term obligation transactions of the District for the year ended June 30, 2022:

	Balance 6/30/2021	Increases	Decreases	Balance 6/30/2022	Due within One Year
General obligation bonds, Series 2012	\$ 1,954,681	\$ -	\$ 137,685	\$ 1,816,996	\$ 141,823
Capital Leases Payable	8,413	-	3,600	4,813	3,821
Accrued compensated absences	3,871	336	-	4,207	-
Total	\$ 1,966,965	\$ 336	\$ 141,285	\$ 1,826,016	\$ 145,644

An interest summary of the District’s long-term debt is as follows:

	Accrued Interest	Interest Paid	Interest Expense
General obligation bonds, Series 2012	\$ 4,551	\$ 56,686	\$ 60,430
Capital Leases Payable	-	407	407
Total	\$ 4,551	\$ 57,093	\$ 60,837

General Obligation Bonds

In 2013, the District issued \$6,609,572 of general obligation bonds which were used for an escrow match to a BEST grant received. These bonds, along with the grant proceeds, were used to partially replace District facilities. Principal is due annually on December 1, and interest at a rate of 3.02% is due semiannually on June 1, and December 1. Payments are made through the Building Fund of the District. Bond payments, to maturity, are as follows:

Year	Principal	Interest	Total
2023	\$ 141,823	\$ 52,486	\$ 194,309
2024	146,086	48,158	194,244
2025	150,478	43,701	194,179
2026	155,001	39,110	194,111
2027	159,660	34,381	194,041
2028-2032	873,240	95,838	969,078
2033	190,708	2,866	193,574
Total	\$ 1,816,996	\$ 316,541	\$ 2,133,537

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 6: LONG-TERM DEBT(Continued)

Capital Leases Payable

In June of 2016, the District entered into a capital lease agreement for the purchase of two office copiers with maintenance agreements. The lease requires 60 monthly payments beginning November 2018 of \$346, including interest at 5.45%. In the event of default, the lessor will require the District to pay amounts due under the lease agreement. The lessor will require these payments to be made to the extent permitted by law and legally available funds. Future Capital Lease payments are as follows:

<u>Year</u>	<u>Total</u>
2023	\$ 4,007
2024	<u>1,002</u>
Total Future Minimum Lease Payments	5,009
Less: Interest at est 6%	<u>(196)</u>
Present Value of Lease Payments	<u>\$ 4,813</u>

NOTE 7: DEFINED BENEFIT PENSION PLAN

Summary of Significant Accounting Policies

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

General Information about the Pension Plan

Plan description. Eligible employees of the District are provided with pensions through the SCHDTF—a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available comprehensive annual financial report (Annual Report) that can be obtained at www.copera.org/investments/pera-financial-reports.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

Benefits provided as of December 31, 2020. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

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

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

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

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

As of December 31, 2021, 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. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, 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 the maximum annual increase (AI) or AI cap of 1.00% unless adjusted by the AAP. 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 the 1.00% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10% of PERA’s Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% 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, 2022: Eligible employees of, District and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 10.50 percent of their PERA-includable salary during the period of July 1, 2021 through June 30, 2022. Employer contribution requirements are summarized in the table below:

	2021
Employer contribution rate	10.90%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. 24-51-208(1)(f)	-1.02%
Amount apportioned to the SCHDTF	9.88%
Amortization equalization disbursement (AED) as specified in C.R.S. 24-51-411	4.50%
Supplemental amortization equalization disbursement (SAED) as specified in C.R.S. 24-51-411	5.50%
Total employer contribution rate to the SCHDTF	19.88%

¹ Rates are expressed as a percentage of salary as defined in C.R.S. 24-51-101(42).

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

As specified in C.R.S. § 24-51-414, the State is required to contribute \$225 million (actual dollars) direct distribution 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. In addition to the \$225 million (actual dollars) direct distribution due July 1, 2022, House Bill (HB) 22-1029, instructs the State treasurer to issue a warrant to PERA in the amount of \$380 million (actual dollars), upon enactment, with reductions to future direct distributions scheduled to occur July 1, 2023, and July 1, 2024.

The allocation for 2021 was as follows:

<u>Trust Fund</u>	<u>Direct Distribution</u>
State Division	\$ 76,706
School Division	127,781
Judicial Division	1,360
DPS Division	19,153
	<u>\$ 225,000</u>

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from District were \$256,048 for the year ended June 30, 2022.

The net pension liability for the SCHDTF was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll-forward the total pension liability to December 31, 2021. The District proportion of the net pension liability was based on District contributions to the SCHDTF for the calendar year 2021 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

The proportions presented in this schedule are also based on the direct distribution payment received in July 2021 for \$127,781 and is considered a nonemployer contribution that meets the definition of a special funding situation for the purposes of GASB 68 paragraph 15.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

At June 30, 2022, the District reported a liability of \$2,398,288 for its proportionate share of the net pension liability. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ (2,398,288)
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	(246,657)
Total	\$ (2,644,945)

At December 31, 2021, the District proportion was 0.02061 percent, which was an increase of 0.00168 from its proportion measured as of December 31, 2020.

For the year ended June 30, 2022, the District recognized pension expense of \$543,348 and revenue of \$246,657 for support from the State as a nonemployer contributing entity. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 83,149	\$ -
Changes of assumptions or other inputs	168,148	-
Net difference between projected and actual earnings on pension plan investments	90,379	(931,341)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	488,480	(29,059)
Contributions subsequent to the measurement date	111,916	-
Total	\$ 942,072	\$ (960,400)

\$111,916 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, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30:	Fiscal Year Totals
2023	\$ 174,246
2024	(36,075)
2025	(158,970)
2026	(109,445)
Total	\$ (130,244)

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

Actuarial assumptions. The total pension liability in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increase, including wage inflation	3.40%-11.00%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (automatic) ¹	1.00%
PERA benefit struture hired after 12/31/06 (ad hoc, substantively automatic)	Financed by the Annual Increase Reserve (AIR)

¹ Post-retirement benefit increases are provided by the AIR, accounted separately with 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.

The total pension liability as of December 31, 2021, includes the anticipated adjustments to contribution rates and the annual increase cap, resulting from the 2020 automatic adjustment provision (AAP) assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.

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

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

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

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

The actuarial assumptions used in the December 31, 2020, valuations were based on the 2020 experience analysis, 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

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.

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

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

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

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. 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, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. 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.
- 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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

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

- The projected benefit payments reflect the lowered annual increase cap, from 1.25% to 1.00%, resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the SCHDTF's FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

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

Discount Rate	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension asset (liability)	\$ (3,530,083)	\$ (2,398,288)	\$ (1,453,846)

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

NOTE 8: DEFINED CONTRIBUTION PENSION PLAN

Voluntary Investment Program

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

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS

Summary of Significant Accounting Policies

Funding Policy – The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. The District does not contribute to the plan. Employees are immediately vested in their own contributions, employer contributions, if any, and investment earnings. For the year ended June 30, 2022 program members contributed \$15,981.

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

General Information about the OPEB Plan

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

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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

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

PERA Benefit Structure

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

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free 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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

General Information about the OPEB Plan (Continued)

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$13,137 for the year ended June 30, 2022.

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

At June 30, 2022, the District reported a liability of \$116,030 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2021, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2020. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2021. The District proportion of the net OPEB liability was based on District contributions to the HCTF for the calendar year 2021 relative to the total contributions of participating employers to the HCTF.

At December 31, 2021, the District proportion was 0.01346 percent, which was an increase of 0.00251 from its proportion measured as of December 31, 2020.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

For the year ended June 30, 2022, the District recognized OPEB expense of \$5,559. At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 161	\$ (23,114)
Changes of assumptions or other inputs	2,284	(5,121)
Net difference between projected and actual earnings on pension plan investments	671	(7,135)
Changes in proportion and differences between contributions recognized and proportionate share of contributions - Plan Basis	29,196	(10,673)
Contributions subsequent to the measurement date	5,742	-
Total	\$ 38,054	\$ (46,043)

\$5,742 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, 2023. 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:	Fiscal Year Totals
2023	\$ (8,325)
2024	(7,276)
2025	(4,289)
2026	1,273
2027	4,122
2028	764
Total	\$ (13,731)

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Actuarial assumptions. The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increase, including wage inflation	3.40-11.00%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
A Benefit Structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	4.50% in 2021, 6.00% in 2022, gradually decreasing to 4.50% in 2029
Medicare Part A premiums	3.75% for 2021, gradually increasing to 4.50% in 2029
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, 2020, valuation, the following monthly costs/premiums (actual dollars) are assumed for 2021 for the PERA Benefit Structure:

Medicare Plan	Initial Costs for Members Without Medicare Part A		
	Monthly Cost	Monthly Premium	Monthly Cost Adjusted to Age 65
Medicare Advantage/ Self-Insured Prescription	\$633	\$230	\$591
Kaiser Permanente Medicare Advantage HMO	\$596	\$199	\$562

The 2021 Medicare Part A premium is \$471 (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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (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, 2020, 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
2021	4.50%	3.75%
2022	6.00%	3.75%
2023	5.80%	4.00%
2024	5.60%	4.00%
2025	5.40%	4.00%
2026	5.10%	4.25%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Mortality assumptions used in the December 31, 2020 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.

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

Post-retirement non-disabled mortality assumptions for the 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.

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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 actuarial assumptions used in the December 31, 2020, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

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.

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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
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%	

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

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates			
	1% Decrease	Current Trend Rate	1% Increase
Initial PERACare Medicare trend rate	3.50%	4.50%	5.50%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Proportionate share of the net OPEB asset (liability)	\$ (124,556)	\$ (127,860)	\$ (131,707)

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, 2021, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00 percent.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 9: OTHER POST-EMPLOYMENT BENEFITS (Continued)

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

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

Discount Rate	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension asset (liability)	\$ (146,466)	\$ (127,860)	\$ (111,963)

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.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 10: RISK MANAGEMENT

Property and Liability Coverage

The District belongs to the Colorado School District Self Insurance Pool (“CSDSIP”) that was formed in 1981 to give individual school districts more buying power and financial stability. By partnering with districts across the state, members gain better access to essential coverage at a competitive price, and more control over the entire risk management function. The coverage provided by CSDSIP is property, crime, general liability, auto liability and physical damage, and errors and omissions. CSDSIP became self-administered in 1997. The board of directors is comprised of nine persons who are district school board members, superintendents, or district business officials. Each member’s premium contribution is determined by CSDSIP based on factors including, but not limited to, the aggregate CSDSIP claims, the cost of administrative and other operating expenses, the number of participants, operating and reserve fund adequacy, investment income and reinsurance expense and profit sharing. Reporting to the Division of Insurance, as well as an audit and actuarial study is conducted annually. These reports may be obtained by contacting the CSDSIP administrative offices at 6857 South Spruce Street, Centennial, CO 80112.

The District has not materially changed its coverage from previous years. The District has not recorded any liability for unpaid claims at June 30, 2022.

CSDSIP has a legal obligation for claims against its members to the extent that funds are available in its annually established loss fund and amounts are available from insurance providers under excess specific and aggregate insurance contracts. Losses incurred in excess of loss funds and amounts recoverable from excess insurance are direct liabilities of the participating members. The ultimate liability to the District resulting from claims not covered by the pool is not recently determinable. Management is of the opinion that the final outcome of such claims, of any, will not have a material adverse effect on the District’s financial statements.

Workers Compensation

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

Health Insurance

The District partially self-insured for employee health coverage in prior years. All potential claims from that coverage have now been settled. The District currently carries commercial insurance for employee health coverage with risk of loss transferred to the carrier. The District funds estimated claims on a monthly basis and receives partial benefit for unused amounts upon year end settlement. The District is not exposed beyond the monthly claims submission.

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

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 and are subject to the various rules and regulations of the grantor agencies. Expenditures financed by grants are subject to audit and adjustment by the appropriate grantor agency. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. In the opinion of the District, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

TABOR Amendment - In November 1992, Colorado voters passed the TABOR Amendment (Amendment 1) to the State Constitution which limits state and local government tax powers and imposes spending limitations. The District is subject to the TABOR Amendment. In the November 1996 election, the District’s electorate allowed the District to collect, retain and expand all revenues collected, notwithstanding the limits of the Amendment. The TABOR Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment. The District has recorded a \$87,000 reserve in the General Fund to fully fund its 3% emergency reserve required by TABOR.

The District has either committed or assigned other amounts in the financial statements based on the funds underlying purpose.

NOTE 12: INTERFUND ACTIVITY

The District has recorded the following routine operating transfers through June 30, 2022:

	Transfers In (Out)
<u>General Fund</u>	
Transfers to Pupil Activity Fund	\$ (5,000)
Transfers to Capital Reserve Fund	<u>(15,200)</u>
Net General Fund	(20,200)
 <u>Pupil Activity Fund</u>	
Transfers From General Fund	5,000
<u>Capital Reserve Fund</u>	
Transfers From General Fund	<u>15,200</u>
Net Transfers	<u>\$ -</u>

NOTES TO FINANCIAL STATEMENTS

June 30, 2022

NOTE 12: INTERFUND ACTIVITY (Continued)

The District has recorded the following internal balances as of the year ended June 30, 2022:

	<u>Interfund</u>	
	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 70,354	\$ -
Food Service Fund	-	66,134
Pupil Activity Fund	-	4,220
Balance	<u>\$ 70,354</u>	<u>\$ 70,354</u>

NOTE 13: BEST GRANT/FACILITY IMPROVEMENTS

The District received a BEST grant through the Colorado Department of Education for facility improvements that commenced during fiscal year 2013 with the District providing an upfront match payment held in escrow of \$2,851,230. The State is funding their portion of this program, \$14,170,935, through Certificate of Participation issuances. The State coordinated the payment to the contractors with no funding flowing through the District other than for reimbursable costs that the District incurs. The District will not receive clear title to the improvements until the State has repaid the certificates. At that point, the District will record a capital asset and related accumulated depreciation for the cost of the BEST improvements, along with offsetting reduction of the outstanding long-term grant receivable.

The improvements completed by the BEST grant and local contribution totaled \$16,693,756 and have a depreciated value of \$14,356,361 as of June 30, 2022. The remaining value of the State’s contribution, which has been booked as a long-term grant receivable in the governmental activities, was \$11,951,895 as of June 30, 2022. As part of the BEST grant agreement, the District agreed to fund a capital replacement reserve in the amount of \$100 per funded pupil based on the annual October student count, beginning with the June 30, 2016 fiscal year. This reserve balance as of June 30, 2022 was \$83,700.

NOTE 14: DEFICIT UNRESTRICTED NET POSTION

The Governmental Activities has a deficit unrestricted net position of \$(530,881), primarily due to the PERA net pension liability of \$2,398,288 and net OPEB liability of \$116,030, further described in Notes 7 and 9. As the District has no control over pension and OPEB benefits or contribution rates, we expect this deficit to continue going forward.

REQUIRED SUPPLEMENTARY INFORMATION
Pension and OPEB Schedules (Unaudited)

HI-PLAINS SCHOOL DISTRICT R-23
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION ASSET (LIABILITY)
PERA Pension Plan
Last 10 Fiscal Years⁽¹⁾

<u>Fiscal Year</u>	<u>District's proportion of the net pension asset (liability)</u>	<u>District's proportionate share of the net pension asset (liability)</u>	<u>Non-employer contributing entity's total proportionate share of the net pension asset (liability)</u>	<u>Total proportionate share associated with District</u>	<u>District's covered payroll</u>	<u>District's proportionate share of the net pension asset (liability) as a percentage of covered payroll</u>	<u>Plan fiduciary net position as a percentage of the total pension liability</u>
June 30, 2014	0.022350%	\$ (2,850,778)	\$ -	\$ (5,858,691)	\$ 875,262	325.71%	64.07%
June 30, 2015	0.021849%	\$ (2,961,236)	\$ -	\$ (6,052,130)	\$ 890,212	332.64%	62.84%
June 30, 2016	0.022409%	\$ (3,427,228)	\$ -	\$ (6,641,568)	\$ 954,104	359.21%	59.16%
June 30, 2017	0.023209%	\$ (6,910,178)	\$ -	\$ (12,103,721)	\$ 1,027,531	672.50%	43.13%
June 30, 2018	0.021533%	\$ (6,962,938)	\$ -	\$ (12,212,320)	\$ 979,662	701.00%	43.96%
June 30, 2019	0.017119%	\$ (3,031,227)	\$ (364,621)	\$ (6,827,280)	\$ 941,108	322.09%	57.01%
June 30, 2020	0.016235%	\$ (2,425,526)	\$ (273,018)	\$ (2,698,544)	\$ 947,936	255.87%	64.52%
June 30, 2021	0.018926%	\$ (2,861,294)	\$ -	\$ (2,861,294)	\$ 1,025,268	279.08%	66.99%
June 30, 2022	0.020609%	\$ (2,398,288)	\$ -	\$ (2,398,288)	\$ -	#DIV/0!	74.86%

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

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

See the accompanying Independent Auditors' Report.

HI-PLAINS SCHOOL DISTRICT R-23
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
PERA Pension Plan
Last 10 Fiscal Years ⁽¹⁾

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Actual contributions</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
June 30, 2014	\$ 139,927	\$ (139,927)	\$ -	\$ 875,262	15.99%
June 30, 2015	\$ 150,385	\$ (150,385)	\$ -	\$ 890,212	16.89%
June 30, 2016	\$ 169,238	\$ (169,238)	\$ -	\$ 954,104	17.74%
June 30, 2017	\$ 188,852	\$ (188,852)	\$ -	\$ 1,027,531	18.38%
June 30, 2018	\$ 185,048	\$ (185,048)	\$ -	\$ 979,662	18.89%
June 30, 2019	\$ 180,034	\$ (180,034)	\$ -	\$ 941,108	19.13%
June 30, 2020	\$ 183,710	\$ (183,710)	\$ -	\$ 947,936	19.38%
June 30, 2021	\$ 198,697	\$ (198,697)	\$ -	\$ 1,025,268	19.38%
June 30, 2022	\$ 256,048	\$ (256,048)	\$ -	\$ 1,287,968	19.88%

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

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

See the accompanying Independent Auditors' Report.

HI-PLAINS SCHOOL DISTRICT R-23
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET OPEB ASSET (LIABILITY)
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾

Fiscal Year Ended	District's proportion of the net OPEB asset (liability)	District's proportionate share of the net OPEB asset (liability)	District's covered payroll	District's proportionate share of the net OPEB asset (liability) as a percentage of covered payroll	Plan fiduciary net position as a percentage of the total pension liability
June 30, 2017	0.013192%	\$ (171,041)	\$ 1,027,531	16.65%	16.70%
June 30, 2018	0.012235%	\$ (159,004)	\$ 979,662	16.23%	17.53%
June 30, 2019	0.011127%	\$ (151,391)	\$ 941,108	16.09%	17.03%
June 30, 2020	0.010610%	\$ (119,253)	\$ 947,936	12.58%	24.49%
June 30, 2021	0.010948%	\$ (104,026)	\$ 1,025,268	10.15%	32.78%
June 30, 2022	0.013456%	\$ (116,030)	\$ 1,287,968	9.01%	39.40%

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

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

See the accompanying Independent Auditors' Report.

HI-PLAINS SCHOOL DISTRICT R-23
SCHEDULE OF DISTRICT'S CONTRIBUTIONS - OPEB
PERA Health Care Trust Fund
Last 10 Fiscal Years⁽¹⁾

<u>Fiscal Year</u>	<u>Contractually required contributions</u>	<u>Actual contributions</u>	<u>Contribution deficiency (excess)</u>	<u>District's covered payroll</u>	<u>Contributions as a percentage of covered payroll</u>
June 30, 2017	\$ 10,481	\$ (10,481)	\$ -	\$ 1,027,531	1.02%
June 30, 2018	\$ 9,993	\$ (9,993)	\$ -	\$ 979,662	1.02%
June 30, 2019	\$ 9,599	\$ (9,599)	\$ -	\$ 941,108	1.02%
June 30, 2020	\$ 9,669	\$ (9,669)	\$ -	\$ 947,936	1.02%
June 30, 2021	\$ 10,458	\$ (10,458)	\$ -	\$ 1,025,268	1.02%
June 30, 2022	\$ 13,137	\$ (13,137)	\$ -	\$ 1,287,968	1.02%

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

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

See the accompanying Independent Auditors' Report.

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BUDGETARY COMPARISON SCHEDULES
(Required Supplementary Information)

HI-PLAINS SCHOOL DISTRICT R-23
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	2022				
	Original	Final	Actual	Variance	2021
	Budget	Budget		with Final	Actual
REVENUES					
Local Sources					
Property Taxes	\$ 754,678	\$ 791,032	874,643	\$ 83,611	\$ 867,484
Specific Ownership Taxes	82,457	85,067	81,095	(3,972)	84,880
Delinquent Taxes	2,500	3,500	3,589	89	9,403
Other Taxes	-	-	-	-	99
Tuition From Individuals	3,000	3,000	-	(3,000)	50
Investment Earnings	1,500	16,987	3,109	(13,878)	10,823
Rent Revenue	-	-	400	400	-
Donations	-	24,200	24,200	-	7,997
Sale of Fixed Asser/ Insurance Proceeds	-	-	-	-	1,500
Overhead Cost Revenue	-	-	2,265	2,265	2,736
Other Local	4,000	4,000	26,888	22,888	9,625
Total Local Sources	<u>848,135</u>	<u>927,786</u>	<u>1,016,189</u>	<u>88,403</u>	<u>994,597</u>
Intermediate Sources					
Mineral Leases	12	7	7	-	12
State Sources					
State Share (Equalization)	1,187,918	1,287,407	1,305,946	18,539	1,124,594
State Transportation	32,000	32,158	32,854	696	33,485
State Grants from CDE					
State ELPA Prof Dev and Student Support	-	-	-	-	359
State ELPA	-	366	366	-	320
State Grants to Libraries	-	-	4,500	4,500	3,500
Small Rural Schools Additional Funding	54,858	54,859	54,859	-	38,741
Additional As- Risk Funding	-	-	1,036	1,036	910
Kindergarten Facility Grant	-	-	-	-	1,861
READ Act	-	-	-	-	3,205
One-Time At-Risk Mitigation Grant	-	-	26,712	26,712	-
State Grants from Other Agencies					
State Vocational Education	2,500	800	735	(65)	2,049
State PERA Contribution	-	-	28,084	28,084	-
Other Agency State Grants	-	-	16,217	16,217	1,000
State Grants Provided through BOCES	5,000	20,083	47,121	27,038	56,949
Total State Sources	<u>1,282,276</u>	<u>1,395,673</u>	<u>1,518,430</u>	<u>122,757</u>	<u>1,266,973</u>
Federal Sources					
Federal Grants from CDE					
Coronavirus Relief Fund	-	-	-	-	173,200
Ed Stab Fd - Elem Sec Emer Relief Formula II	280,127	280,127	153,644	(126,483)	-
Ed Stab Fd - Elem Sec Emer Relief Formula II	102,063	102,063	95,709	(6,354)	91,388
P-EBT Grant	-	614	-	(614)	-
Coronaovirus Relief Fund At-Risk	-	-	-	-	6,078
Direct Federal Revenue					
NCLB, Title VI, Part B, Sub-Part I: REAP: Rural Ed	13,500	13,317	-	(13,317)	20,160
Federal Provided through BOCES	83,837	84,037	84,510	473	60,456
Total Federal Sources	<u>479,527</u>	<u>480,158</u>	<u>333,863</u>	<u>(146,295)</u>	<u>351,282</u>
TOTAL REVENUES	<u>2,609,950</u>	<u>2,803,624</u>	<u>2,868,489</u>	<u>64,865</u>	<u>2,612,864</u>

See the accompanying Independent Auditors' Report

(Continued)

HI-PLAINS SCHOOL DISTRICT R-23
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 General Fund
 For the Year Ended June 30, 2022
 (With Comparative Totals for the Year Ended June 30, 2021)

	2022				2021 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES					
Instruction					
Salaries	737,713	750,249	833,137	(82,888)	769,728
Benefits	260,017	256,006	271,592	(15,586)	266,739
PS-Professional	2,200	3,500	350	3,150	976
PS-Other	27,505	39,555	38,542	1,013	46,803
Supplies	39,518	21,621	22,636	(1,015)	47,227
Property	1,000	10,408	9,755	653	13,133
Total Instruction	<u>1,067,953</u>	<u>1,081,339</u>	<u>1,176,012</u>	<u>(94,673)</u>	<u>1,144,606</u>
Supporting Services					
Pupil Support					
Salaries	29,670	31,925	33,054	(1,129)	24,459
Benefits	18,643	12,637	9,761	2,876	9,902
PS-Other	38,100	38,100	30,347	7,753	35,659
Supplies	400	400	205	195	469
Total Pupil Support	<u>86,813</u>	<u>83,062</u>	<u>73,367</u>	<u>9,695</u>	<u>70,489</u>
Staff Support					
Salaries	4,750	4,750	7,623	(2,873)	6,218
Benefits	1,062	1,062	1,367	(305)	1,390
PS- Professional	1,600	1,600	-	1,600	3,516
PS-Other	-	1,331	1,468	(137)	909
Supplies	150	7,650	8,678	(1,028)	5,211
Other Expenses	50	50	54	(4)	27
Total Staff Support	<u>7,612</u>	<u>16,443</u>	<u>19,190</u>	<u>(2,747)</u>	<u>17,271</u>
General Administration					
Salaries	130,180	132,886	135,709	(2,823)	77,675
Benefits	41,068	41,068	37,053	4,015	24,376
PS- Professional	29,500	44,500	44,977	(477)	34,191
PS- Property	20,804	22,100	16,831	5,269	18,831
PS-Other	5,883	8,883	8,995	(112)	5,403
Supplies	23,000	27,500	32,621	(5,121)	32,921
Property	1,000	500	2,055	(1,555)	25,018
Other Expenses	8,900	9,500	10,068	(568)	13,529
Total General Administration	<u>260,335</u>	<u>286,937</u>	<u>288,309</u>	<u>(1,372)</u>	<u>231,944</u>
School Administration					
Salaries	75,000	75,000	74,263	737	47,612
Benefits	22,769	22,769	19,961	2,808	12,564
PS-Other	1,250	1,250	715	535	532
Total School Administration	<u>99,019</u>	<u>99,019</u>	<u>94,939</u>	<u>4,080</u>	<u>60,708</u>

See the accompanying Independent Auditors' Report

(Continued)

HI-PLAINS SCHOOL DISTRICT R-23
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	2022				2021 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
(Continued)					
EXPENDITURES (Continued)					
Supporting Services (Continued)					
Business Services					
Salaries	43,404	43,404	48,103	(4,699)	41,727
Benefits	13,989	13,989	14,755	(766)	13,670
PS- Professional	1,000	1,000	2,201	(1,201)	2,263
PS-Other	19,995	21,495	22,768	(1,273)	22,636
Other Expenses	250	250	250	-	250
Total Business Services	<u>78,638</u>	<u>80,138</u>	<u>88,077</u>	<u>(7,939)</u>	<u>80,546</u>
Operations and Maintenance					
Salaries	80,000	80,000	111,450	(31,450)	63,033
Benefits	24,442	24,442	32,392	(7,950)	21,933
PS- Professional	5,250	6,000	4,445	1,555	4,031
PS- Property	23,500	29,500	35,079	(5,579)	20,491
PS-Other	191,759	191,831	191,897	(66)	189,281
Supplies	70,500	72,000	80,240	(8,240)	71,454
Property	1,000	13,200	15,210	(2,010)	9,407
Total Operations and Maintenance	<u>396,451</u>	<u>416,973</u>	<u>470,713</u>	<u>(53,740)</u>	<u>379,630</u>
Transportation					
Salaries	71,200	76,773	94,330	(17,557)	78,071
Benefits	16,838	18,420	23,098	(4,678)	21,037
PS- Professional	4,800	4,800	4,706	94	4,054
PS-Other	9,778	9,778	9,275	503	9,740
Supplies	43,000	43,000	38,363	4,637	25,145
Property	94,000	95,769	95,544	225	-
Total Transportation	<u>239,616</u>	<u>248,540</u>	<u>265,316</u>	<u>(16,776)</u>	<u>138,047</u>
Risk Management					
PS-Other	21,400	22,834	20,598	2,236	22,608
Total Supporting Services	<u>1,189,884</u>	<u>1,253,946</u>	<u>1,320,509</u>	<u>(66,563)</u>	<u>1,001,243</u>
Facilities/Capital Outlay					
Buildings	-	-	-	-	9,984
Debt Service					
Interest	-	-	404	(404)	694
Principal	-	-	3,600	(3,600)	3,390
Total Debt Service	-	-	4,004	(4,004)	4,084
TOTAL EXPENDITURES	<u>2,257,837</u>	<u>2,335,285</u>	<u>2,500,525</u>	<u>(165,240)</u>	<u>2,159,917</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	352,113	468,339	367,964	(100,375)	452,947
OTHER FINANCING SOURCES (USES)					
Transfers	(55,200)	(60,200)	(20,200)	40,000	(25,936)
CHANGE IN FUND BALANCE	296,913	408,139	347,764	(60,375)	427,011
BEGINNING FUND BALANCE	-	-	1,826,577	1,826,577	1,399,566
ENDING FUND BALANCE	<u>\$ 296,913</u>	<u>\$ 408,139</u>	<u>\$ 2,174,341</u>	<u>\$ 1,766,202</u>	<u>\$ 1,826,577</u>

See accompanying Independent Auditors' Report.

OTHER SUPPLEMENTARY INFORMATION

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SPECIAL REVENUE FUNDS

Special Revenue Funds – These funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) that are restricted to expenditures for specified purposes:

The District reports the following Special Revenue Funds:

Food Service Fund – Accounts for District’s food service operations

Pupil Activity Fund – Accounts for the District’s pupil activities

HI-PLAINS SCHOOL DISTRICT R-23
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Food Service Fund
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	2022				
	Original Budget	Final Budget	Actual	Variance with Final Budget	2021 Actual
REVENUES					
Local Sources					
Investment Earnings	\$ 50	\$ 88	\$ 103	\$ 15	\$ 94
Food Service Revenue	22,500	14,500	3,319	(11,181)	17,351
Donations	-	-	2,000	2,000	-
Total Local Sources	<u>22,550</u>	<u>16,588</u>	<u>5,723</u>	<u>(10,865)</u>	<u>17,445</u>
State Sources					
State Grants from CDE					
State Matching Child Nutrition	500	500	579	79	582
Start Smart Nutrition	500	500	-	(500)	-
School Lunch Protection	750	750	-	(750)	-
State Grants from Other Agencies					
State PERA Contribution	-	-	1,269	1,269	-
Other Agency State Grants	-	573	573	-	134
Total State Sources	<u>1,750</u>	<u>2,323</u>	<u>2,421</u>	<u>98</u>	<u>716</u>
Federal Sources					
Federal Grants from CDE					
School Breakfast Program	13,000	-	-	-	-
National School Lunch Program	24,000	-	10,435	10,435	(12,154)
Summer Food Service Program for Children	-	-	-	-	104,236
P-EBT Grant	-	-	614	614	-
Seamless Summer Option - Breakfast	-	16,000	34,530	18,530	-
Seamless Summer Option - Lunch	-	28,700	64,359	35,659	-
Supply Chain Assistance	-	-	7,270	7,270	-
Federal Grants from Other State Agencies					
National School Lunch Program- Commodities	4,000	4,000	7,130	3,130	4,980
Total Federal Sources	<u>41,000</u>	<u>48,700</u>	<u>124,338</u>	<u>75,638</u>	<u>97,062</u>
TOTAL REVENUES	<u>65,300</u>	<u>67,611</u>	<u>132,482</u>	<u>64,871</u>	<u>115,223</u>
EXPENDITURES					
Supporting Services					
Food Service					
Salaries	50,000	52,255	60,439	(8,184)	50,685
Benefits	23,756	22,740	20,124	2,616	20,612
PS- Professional	500	500	110	390	513
PS- Property	500	500	384	116	626
PS-Other	500	500	1,080	(580)	-
Supplies	5,100	7,200	6,671	529	3,868
Food	47,500	65,500	64,925	575	45,491
Commodities	4,000	4,000	7,130	(3,130)	4,980
Property	500	500	553	(53)	355
Other Expenses	150	150	164	(14)	52
TOTAL EXPENDITURES	<u>132,506</u>	<u>153,845</u>	<u>161,580</u>	<u>(7,735)</u>	<u>127,182</u>
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	(67,206)	(86,234)	(29,098)	57,136	(11,959)
OTHER FINANCING SOURCES (USES)					
Transfers	40,000	40,000	-	(40,000)	10,736
CHANGE IN FUND BALANCE	(27,206)	(46,234)	(29,098)	17,136	(1,223)
BEGINNING FUND BALANCE	-	-	41,238	41,238	42,461
ENDING FUND BALANCE	<u>\$ (27,206)</u>	<u>\$ (46,234)</u>	<u>\$ 12,140</u>	<u>\$ 58,374</u>	<u>\$ 41,238</u>

See accompanying Independent Auditors' Report.

HI-PLAINS SCHOOL DISTRICT R-23
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
Pupil Activity Fund
For the Year Ended June 30, 2022
(With Comparative Totals for the Year Ended June 30, 2021)

	2022				2021
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Investment Earnings	\$ -	\$ 15	\$ 12	\$ (3)	\$ 15
Pupil Activity Revenues	59,800	70,440	102,339	31,899	55,857
Total Local Sources	<u>59,800</u>	<u>70,455</u>	<u>102,351</u>	<u>31,896</u>	<u>55,872</u>
EXPENDITURES					
Instruction					
Benefits	-	-	21	(21)	-
PS-Professional	9,000	9,500	11,487	(1,987)	5,721
PS-Property	-	-	-	-	325
PS-Other	2,000	2,000	3,871	(1,871)	1,739
Supplies	52,000	52,000	82,206	(30,206)	52,763
Other Expenses	7,000	7,000	1,682	5,318	230
TOTAL EXPENDITURES	<u>70,000</u>	<u>70,500</u>	<u>99,267</u>	<u>(28,767)</u>	<u>60,778</u>
OTHER FINANCING SOURCES (USES)					
Transfers	-	5,000	5,000	-	-
CHANGE IN FUND BALANCE	(10,200)	4,955	8,084	3,129	(4,906)
BEGINNING FUND BALANCE	-	-	42,946	42,946	47,852
ENDING FUND BALANCE	<u>\$ (10,200)</u>	<u>\$ 4,955</u>	<u>\$ 51,030</u>	<u>\$ 46,075</u>	<u>\$ 42,946</u>

See accompanying Independent Auditors' Report.

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DEBT SERVICE FUND

Debt Service Funds These funds are used to account for the repayment of the District's general obligation indebtedness.

The District has the following debt service fund:

Bond Redemption Fund

HI-PLAINS SCHOOL DISTRICT R-23
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Bond Redemption Fund
 For the Year Ended June 30, 2022
 (With Comparative Totals for the Year Ended June 30, 2021)

	2022				2021 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Property Taxes	\$ 196,000	\$ 196,000	\$ 203,153	\$ 7,153	\$ 207,996
Specific Ownership Taxes	15,000	15,000	19,098	4,098	20,580
Delinquent Taxes	-	1,000	858	(142)	2,258
Other Taxes	-	-	-	-	24
Investment Earnings	800	770	806	36	783
TOTAL REVENUES	<u>211,800</u>	<u>212,770</u>	<u>223,915</u>	<u>11,145</u>	<u>231,641</u>
EXPENDITURES					
Debt Service					
Interest	37,800	58,315	56,686	1,629	60,765
Principal	158,200	137,685	137,685	-	133,667
TOTAL EXPENDITURES	<u>196,000</u>	<u>196,000</u>	<u>194,371</u>	<u>1,629</u>	<u>194,432</u>
CHANGE IN FUND BALANCE	15,800	16,770	29,544	12,774	37,209
BEGINNING FUND BALANCE	-	-	386,170	386,170	348,961
ENDING FUND BALANCE	<u>\$ 15,800</u>	<u>\$ 16,770</u>	<u>\$ 415,714</u>	<u>\$ 398,944</u>	<u>\$ 386,170</u>

See accompanying Independent Auditors' Report.

CAPITAL PROJECTS FUND

Capital Reserve Project Fund - This fund accounts for the District's routine capital projects.

HI-PLAINS SCHOOL DISTRICT R-23
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual
 Capital Reserve Project Fund
 For the Year Ended June 30, 2022
 (With Comparative Totals for the Year Ended June 30, 2021)

	2022				2021 Actual
	Original Budget	Final Budget	Actual	Variance with Final Budget	
REVENUES					
Local Sources					
Investment Earnings	\$ 120	\$ 220	\$ 143	\$ (77)	\$ 131
EXPENDITURES					
Facilities/Capital Outlay					
PS- Professional	-	-	-	-	-
PS- Property	-	5,000	4,390	610	5,373
REVENUES IN EXCESS (DEFICIENCY) OF EXPENDITURES	120	(4,780)	(4,247)	533	(5,242)
OTHER FINANCING SOURCES (USES)					
Transfers	15,200	15,200	15,200	-	15,200
CHANGE IN FUND BALANCE	15,320	10,420	10,953	533	9,958
BEGINNING FUND BALANCE	-	-	96,649	96,649	86,691
ENDING FUND BALANCE	\$ 15,320	\$ 10,420	\$ 107,602	\$ 97,182	\$ 96,649

See accompanying Independent Auditors' Report.

STATE COMPLIANCE

This report includes information required by the Colorado Department of Education.



Colorado Department of Education
Auditors Integrity Report
 District: 1460 - Hi-Plains R-23
 Fiscal Year 2021-22
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	-	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental							
10 General Fund	1,823,786		2,802,985		2,452,430		2,174,341
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	2,791		45,303		48,094		0
Sub- Total	1,826,577		2,848,288		2,500,524		2,174,341
11 Charter School Fund	0		0		0		0
20,26-29 Special Revenue Fund	0		0		0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0		0		0
07 Total Program Reserve Fund	0		0		0		0
21 Food Service Spec Revenue Fund	41,238		132,483		161,578		12,143
22 Govt Designated-Purpose Grants Fund	0		0		0		0
23 Pupil Activity Special Revenue Fund	42,946		107,352		99,267		51,030
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	386,170		223,915		194,371		415,714
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	96,649		15,343		4,390		107,602
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
Totals	2,393,580		3,327,380		2,960,130		2,760,830
Proprietary							
50 Other Enterprise Funds	0		0		0		0
64 (63) Risk-Related Activity Fund	0		0		0		0
60,65-69 Other Internal Service Funds	0		0		0		0
Totals	0		0		0		0
Fiduciary							
70 Other Trust and Agency Funds	0		0		0		0
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Pupil Activity Agency Fund	0		0		0		0
79 GASB 34:Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
Totals	0		0		0		0

FINAL



Colorado Department of Education
Bolded Balance Sheet Report

District: 1460 - Hi-Plains R-23
 Fiscal Year 2021-22

Colorado School District/BOCES

ASSETS	Governmental							Proprietary					Fiduciary			
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Cash and Investments (8100-8104,8111)	2,186,503	0	0	55,251	0	0	73,167	401,027	107,602	0	0	0	0	0	0	2,823,550
Cash with Fiscal Agent (8105)	13,412	0	0	0	0	0	0	3,121	0	0	0	0	0	0	0	16,533
Taxes Receivable (8121,8122)	49,769	0	0	0	0	0	0	11,566	0	0	0	0	0	0	0	61,335
Interfund Loans Receivable (8131,8132)	70,354	0	0	0	0	0	0	0	0	0	0	0	0	0	0	70,354
Grants Accounts Receivable (8142)	10,262	0	0	0	0	0	7,782	0	0	0	0	0	0	0	0	18,044
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	4,586	0	0	0	0	0	0	0	0	4,586
Inventories (8171,8172,8173)	0	0	0	0	0	0	6,419	0	0	0	0	0	0	0	0	6,419
Prepaid Expenses 8181,8182)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	2,330,300	0	0	55,251	0	0	91,954	415,714	107,602	0	0	0	0	0	0	3,000,820

See accompanying Independent Auditors' Report.

	Governmental										Proprietary					Fiduciary
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
LIABILITIES & FUND EQUITY																
Interfund Payables (7401,7402)	0	0	0	4,220	0	0	66,134	0	0	0	0	0	0	0	0	70,354
Other Payables (7421-7423)	6,690	0	0	0	0	0	80	0	0	0	0	0	0	0	0	6,770
Accrued Expenses (7461)	150,491	0	0	0	0	0	9,945	0	0	0	0	0	0	0	0	160,436
Payroll Ded. and Withholdings (7471-7473)	-1,223	0	0	0	0	0	-125	0	0	0	0	0	0	0	0	-1,348
Unearned Revenue (7481)	0	0	0	0	0	0	3,777	0	0	0	0	0	0	0	0	3,777
Grants Deferred Revenue (7482)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Liabilities	155,959	0	0	4,220	0	0	79,810	0	0	0	0	0	0	0	0	239,990

