

cPa DIXON, WALLER & CO., INC.

ALAMOSA SCHOOL

DISTRICT RE-11J

ALAMOSA, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2023

DIXON, WALLER & CO., INC.

TABLE OF CONTENTS

ALAMOSA SCHOOL DISTRICT RE-11J

FINANCIAL STATEMENTS

JUNE 30, 2023

	<u>Page</u>
Title Page	
Table of Contents	
Roster of Officials	
<u>FINANCIAL SECTION:</u>	
Independent Auditor’s Report	1-3
Management’s Discussion and Analysis.....	i-vii
<u>BASIC FINANCIAL STATEMENTS:</u>	
Government Wide Financial Statements:	
Statement of Net Position	4
Statement of Activities.....	5
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	6-7
Reconciliation of Governmental Funds Balance Sheet to Statement of Net Position.....	8
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	9-10
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	11

Fund Financial Statements (Continued):

Notes to Basic Financial Statements 12-46

REQUIRED SUPPLEMENTARY INFORMATION:

Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual – Major Funds: General and Special Revenue

General Fund..... 47-50
Designated Purpose Grants – Special Revenue Fund 51

Pension Trend Data:

Schedule of Proportionate Share of Net Pension Liability..... 52
Schedule of District Contributions - Pension..... 53

Other Post Employment Benefits (OPEB) Trend Data:

Schedule of Proportionate Share of Net OPEB Liability..... 54
Schedule of District Contributions – OPEB..... 55

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES:

Schedules of Revenues, Expenditures and Changes in Fund Balances Budget (GAAP Basis) and Actual:

Bond Redemption – Debt Service Fund..... 56
Capital Reserve - Capital Projects Fund 57
Combining Balance Sheet – Nonmajor Governmental Funds..... 58
Combining Statement of Revenues, Expenditures and Changes
In Fund Balances – Nonmajor Governmental Funds..... 59
Food Service – Special Revenue Fund..... 60
Student Activity – Special Revenue Fund..... 61

STATE REQUIRED SCHEDULES:

Auditor’s Integrity Report (Revenues, Expenditures, and Fund Balance by Fund)..... 62
Bolded Balance Sheet 63-65

	<u>Page</u>
<u>SINGLE AUDIT SECTION:</u>	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	66-67
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by Uniform Guidance.....	68-70
Schedule of Findings and Questioned Costs.....	71-72
Summary Schedule of Prior Audit Findings.....	73
Schedule of Expenditures of Federal Awards.....	74
Notes of Schedule of Expenditures of Federal Award.....	75

ALAMOSA SCHOOL DISTRICT RE-11J
ROSTER OF SCHOOL OFFICIALS
June 30, 2023

BOARD OF EDUCATION

Heidi Richardson	President
Andria Gay	Vice President
Amanda Wilkinson	Secretary
Louella Lenberg	Assistant Secretary
Alan Colvin	Treasurer
Gloria Solis	Member
Michael Mumper	Assistant Secretary

SCHOOL OFFICIALS

Dr. Diana Jones	Superintendent
-----------------	----------------

FINANCIAL SECTION

164 E. MAIN
TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT

Board of Education
Alamosa School District RE-11J
Alamosa, Colorado 81101

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Alamosa School District RE-11J, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Alamosa School District RE-11J'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 Alamosa School District RE-11J, as of June 30, 2023, 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 Opinions

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 the Financial Statements section of our report. We are required to be independent of Alamosa School District RE-11J, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 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 Alamosa School District RE-11J'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.

Auditor's Responsibilities 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 opinion. 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 a 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 Alamosa School District RE-11J'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 about Alamosa School District RE-11J'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and post employment benefits trend data be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 an opinion on the financial statements that collectively comprise Alamosa School District RE-11J's basic financial statements. The accompanying combining and individual fund financial statements, other schedules, state required schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 combining and individual fund financial statements, other schedules, state required schedules, and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2024, on our consideration of Alamosa School District RE-11J's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Alamosa School District RE-11J's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Alamosa School District RE-11J's internal control over financial reporting and compliance.


January 23, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

Management's Discussion and Analysis

Alamosa School District RE11J encompasses approximately 315 square miles in Alamosa and Conejos Counties, located in the south-central region of Colorado. The District serves the municipality of Alamosa as well as the entire Southern half of the Alamosa County and a small portion of Northern Conejos County. The District serves an enrollment of 2,188 K-12 students.

This management's discussion and analysis of the Alamosa School District RE11J's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the District's financial performance as a whole; it should be read in conjunction with the basic financial statements and note to enhance the reader's understanding of the District's overall financial performance.

Financial Highlights

Key financial highlights for the fiscal year ended June 30, 2023 are as follows:

The District's overall net position at the end of fiscal year 22-23 was \$20,998,090. The change in net position of \$5,440,065 represents the total net change over June 30, 2022 net position of \$15,558,027. Net pension and OPEB liabilities of \$37,808,717, along with associated deferred flow, are not recorded at the fund level.

Total District revenue was \$36,949,901. General Revenues of \$23,894,126 include taxes, grants, equalization, general interest and other revenues not restricted to specific programs. Program specific revenues in the form of charges for services and sales and program specific grants and contributions total \$13,055,775.

Total District expenditures were \$31,716,336 for the year ended June 30, 2023.

The District's net capital assets were \$43,278,879.

Using the Basic Financial Statements

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Alamosa School District RE11J as a financial whole, or as an entire operating activity. The statement of net position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds with all other non-major funds presented in total in a single column. For the Alamosa School District RE11J, the General Fund is the most significant fund. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the reporting entity.

This is the fourteenth year the School District has prepared financial statements following GASB Statement 34. In this year's financial statements, comparisons to the fiscal year 2022 information are presented alongside the fiscal year 2023 information to enable the reader to draw further conclusions about the District's financial status. The following schedules present condensed financial information for 2023 compared to 2022.

Fund financial reports provide detailed information about the District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, the fund statements focus on the School District's most

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

significant funds. The District's major governmental funds include the General Fund, the Capital Reserve Funds, the Designated Purpose Grant Fund, and the Bond Redemption Fund. Other governmental funds that are aggregated on the governmental fund financial statements include the Food Service Fund and Student Athletics Fund. Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance related legal requirements established by external parties or governmental statutes or regulations.

Governmental Funds - The District's activities are reported in governmental funds, which focus on how monies flow into and out of those funds and the balances left at fiscal yearend for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial position that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs. The relationship, or difference, between governmental activities reported in the statement of net position and the statement of activities and the governmental funds is reconciled in the financial statements.

Fiduciary Funds - The Pupil Activity Fund is used to account for position held for the various clubs and organizations sponsored by the District.

The statement of net position and activities include all assets, liabilities and deferred flows using the accrual basis of accounting similar to the accounting system used by most private sector companies. This basis of accounting considers the current year's revenues and expenses regardless of when cash was received or paid.

The two statements report the District's net position and changes in that position. This change in net position is important because it identifies whether the financial position of the District has improved or diminished for the District as a whole. The cause of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws, enrollment levels, statutorily required reserves, facility conditions, required educational programs and other factors.

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

STATEMENT OF NET POSITION

The perspective of the statement of net position is of the District as a whole. Following is a summary of the District's net position for the fiscal year ended June 2023.

(In Thousands)	Governmental Activities	
	2023	2022
Assets:		
Current and Other Assets	\$22,271	\$ 21,133
Capital Assets, Net	43,279	38,415
	65,550	59,548
 Deferred Outflows:	 7,794	 6,208
 Liabilities:		
Current and Other Liabilities	8,357	6,096
Short-term Liabilities	1,507	1,415
Long-term Liabilities	4,658	6,215
Net Pension Liability	32,664	23,474
Net Other Post Emp Liability	1,113	1,136
Unamortized Bond Premium	16	44
	48,315	38,380
 Deferred Inflows:	 4,032	 11,817
 Net Position:		
Net Investment in Capital Assets		
Net of Related Debt	37,114	30,785
Restricted	6,062	2,099
Unrestricted	(22,178)	(17,326)
Total Net Position	\$20,998	\$ 15,558

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

STATEMENT OF ACTIVITIES

The Statement of activities reflects the cost of program services and the changes for services and sales, grants, and contributions offsetting those services. The following detail reflects the total cost of services supported by program revenues and general property taxes, unrestricted state entitlements, and other general revenue, resulting in the overall change in net position for the fiscal year 2023.

(In Thousands)	Governmental Activities	
	<u>2023</u>	<u>2022</u>
Revenues		
Property Taxes	\$ 6,029	\$ 5,667
Specific Ownership Taxes	803	776
Equalization	16,573	15,728
Earnings on Investments	144	20
Other Local Services	345	144
Charges for Services	58	65
Operating Grants and Contributions	6,337	7,645
Capital Grants and Contributions	6,660	440
Changes in Pension, OPEB	207	9,758
Total Revenues	<u>37,156</u>	<u>40,243</u>
Expenditures:		
Instructional Services	17,667	15,781
Supporting Services:		
Students	3,664	3,995
Instructional Staff	483	469
District Administration	727	635
School Administration	1,648	1,415
Business	599	473
Operations & Maintenance	2,475	1,691
Transportation	907	1,051
Food Service	1,525	1,216
Central	1,715	901
Interest	136	242
Capital Outlay	170	496
Total Expenditures	<u>31,716</u>	<u>28,365</u>
Change in Net Position	<u>\$ 5,440</u>	<u>\$ 11,878</u>

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

GENERAL FUND BUDGETING HIGHLIGHTS

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

During the course of fiscal year 2023, the District amended its General Fund budget as needed. The District uses a line-item based budget. The budgeting systems are designed to tightly control line-item expenditures, but provide flexibility for overall budgetary management.

For the General Fund, actual revenues of \$23,301,676 were less than the final budgeted revenues of \$26,612,810.

SCHEDULE OF FUNCTIONAL EXPENDITURES

(In Thousands)	Governmental Activities by Major Function- Cost of Services			
	Year Ended June 30, 2023		Year Ended June 30, 2022	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instructional Services	\$ 17,667	\$ 15,620	\$ 15,781	\$ 14,030
Supporting Services:				
Students	3,664	1,537	3,995	654
Instructional Staff	482	395	469	361
District Administration	728	697	635	626
School Administration	1,648	1,580	1,415	1,389
Business	599	584	473	468
Oper. & Maint. of Facilities	2,475	1,937	1,691	1,627
Transportation	907	627	1,051	627
Central	1,525	1,409	901	883
Food Service	1,715	74	1,217	(746)
Capital Outlay	170	(5,936)	495	54
Interest	136	136	242	242
Total Expenditures	\$ 31,716	\$ 18,660	\$ 28,365	\$ 20,215

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

STATEMENT OF CAPITAL ASSETS

At the end of 2023, the District had a total of \$43,278,879 invested in capital assets. The following reflects the balances of fiscal year 2023 compared to fiscal year 2022.

	<u>2023</u>	<u>2022</u>
Non Depreciable Assets:		
Land	\$ 1,159,044	\$ 1,159,044
Construction in Progress	6,206,488	68,700
Total Non-Depreciable Assets	<u>7,365,532</u>	<u>1,227,744</u>
Depreciable Assets:		
Building and Site Improvements	66,104,692	65,763,896
Vehicles	2,456,937	2,979,741
Equipment	1,701,108	1,270,089
Food Service	1,147,900	1,121,426
Total Depreciable Assets	<u>71,410,637</u>	<u>71,135,152</u>
Less Accumulated Depreciation:		
Buildings and Site Improvements	31,953,436	29,808,984
Vehicles	1,307,911	1,958,646
Equipment	1,119,648	1,069,560
Food Service	1,116,295	1,110,533
Total Depreciation	<u>35,497,290</u>	<u>33,947,723</u>
Total Capital Assets Being Depreciated, Net	<u>35,913,347</u>	<u>37,187,429</u>
Total Capital Assets, Net	<u>\$ 43,278,879</u>	<u>\$ 38,415,173</u>

STATEMENT OF LONG TERM DEBT

The District's long term debt as of June 30, 2023 was \$6,165,066. This total includes outstanding general obligations bonds for the capital construction projects as well as long term liabilities for compensated absences and early retirement incentives.

Outstanding General Obligation Bonds:

\$5,375,006 of the outstanding bond obligation is the Series 2009 and 2009B for the two elementary schools BEST capital construction project. The final payment is expected in fiscal year 2030. As part of the requirements for the BEST Capital Construction, the District will reserve \$120,000 per year for 10 years to fully fund the maintenance requirement.

\$790,000 of the outstanding bond obligation is the Series 2013A and 2013B for the high school sports complex and AgEd building. The final payment is expected in fiscal year 2024.

ALAMOSA SCHOOL DISTRICT RE11J
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

The outstanding bond balance is \$6,165,066 at June 30, 2023.

The District has a long-term liability for the following:

Compensated Absences	\$195,715
Early Retirement Incentive	\$445,551

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our residents, customers, taxpayers, investors, and creditors with a general overview of the District's accountability for the money it receives. If you have any questions regarding this report or need additional information, please contact the:

Alamosa School District RE11J
209 Victoria Street
Alamosa, CO 81101
Tel: 719-587-1600
Fax: 719-587-1712
Website www.alamosaschools.org

BASIC FINANCIAL STATEMENTS

ALAMOSA SCHOOL DISTRICT RE 11J
STATEMENT OF NET POSITION
June 30, 2023

	Governmental Activities	Total
<u>ASSETS</u>		
Cash and Equivalents	10,929,050	10,929,050
Investments	4,616,084	4,616,084
Accounts Receivable	5,184,085	5,184,085
Accrued Revenue	1,154,035	1,154,035
Property Taxes Receivable	356,000	356,000
Inventories	31,719	31,719
Capital Assets	78,776,169	78,776,169
Accumulated Depreciation	(35,497,290)	(35,497,290)
<u>Total Assets</u>	<u>65,549,852</u>	<u>65,549,852</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pension	7,546,303	7,546,303
Other Post Employment Benefits	248,635	248,635
<u>Total Deferred Outflows of Resources</u>	<u>7,794,938</u>	<u>7,794,938</u>
<u>LIABILITIES</u>		
Accounts Payable	971,753	971,753
Accrued Salaries and Benefits	2,820,142	2,820,142
Grant Amounts Received in Advance	3,908,009	3,908,009
Accrued Interest Payable	15,334	15,334
Other Liabilities	-	-
NonCurrent Liabilities:		
Compensated Absences	195,715	195,715
Retirement Incentive Payable Due Within One Year	17,322	17,322
Retirement Incentive Payable Due in More Than One Year	428,229	428,229
Bond Payments Due Within One Year	1,507,348	1,507,348
Bond Payments Due in More Than One Year	4,657,718	4,657,718
Net Pension Liability	32,663,958	32,663,958
Net Other Post Employment Benefits Liability	1,112,911	1,112,911
Unamortized Bond Premium	16,413	16,413
<u>Total Liabilities</u>	<u>48,314,852</u>	<u>48,314,852</u>
<u>DEFERRED INFLOW OF RESOURCES</u>		
Pension	3,601,490	3,601,490
Other Post Employment Benefits	430,358	430,358
<u>Total Deferred Inflows</u>	<u>4,031,848</u>	<u>4,031,848</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	37,113,813	37,113,813
Restricted for:		
TABOR Reserve	888,000	888,000
Maintenance Reserve – BEST Grant	1,200,000	1,200,000
Preschool	-	-
Food Service	2,032,361	2,032,361
Debt Service	1,941,847	1,941,847
Unrestricted	(22,177,931)	(22,177,931)
<u>TOTAL NET POSITION</u>	<u>20,998,090</u>	<u>20,998,090</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2023

		Program Revenues			Net (Expenses) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants & Contributions	Capital Grants and Contributions	Primary Government	
					Governmental Activities	Total
FUNCTIONS						
Instructional Services	17,666,724	43,406	2,003,022	-	(15,620,296)	(15,620,296)
Supporting Services:						
Students	3,664,935	-	2,128,167	-	(1,536,768)	(1,536,768)
Instructional Staff	483,099	-	88,461	-	(394,638)	(394,638)
District Administration	727,537	-	30,419	-	(697,118)	(697,118)
School Administration	1,647,515	-	67,749	-	(1,579,766)	(1,579,766)
Business	598,946	-	15,039	-	(583,907)	(583,907)
Operation & Maintenance of Facilities	2,474,680	-	101,378	436,019	(1,937,283)	(1,937,283)
Transportation	907,330	-	161,352	119,094	(626,884)	(626,884)
Central Support	1,525,015	-	115,974	-	(1,409,041)	(1,409,041)
Food Service	1,714,739	15,433	1,625,128	-	(74,178)	(74,178)
Other Support	-	-	-	-	-	-
Capital Outlay	169,593	-	-	6,105,134	5,935,541	5,935,541
Interest on Long-Term Debt	136,223	-	-	-	(136,223)	(136,223)
Total Governmental Activities	31,716,336	58,839	6,336,689	6,660,247	(18,660,561)	(18,660,561)
Total School District	31,716,336	58,839	6,336,689	6,660,247	(18,660,561)	(18,660,561)
		General Revenues				
		Property Taxes Levied for General Purposes			6,029,252	6,029,252
		Specific Ownership Taxes			802,906	802,906
		Equalization			16,573,033	16,573,033
		Earnings on Investments			144,030	144,030
		Other Revenues			344,905	344,905
		Changes in Pension, OPEB liabilities and Related Deferrals			206,500	206,500
		Total General Revenues and Transfers			24,100,626	24,100,626
		Change in Net Position			5,440,065	5,440,065
		Net Position, Beginning			15,558,025	15,558,025
		Net Position, Ending			20,998,090	20,998,090

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

ALAMOSA SCHOOL DISTRICT RE-11J
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2023

	<u>General</u>	<u>Capital Reserve Capital Projects</u>	<u>Designated Purpose Grants</u>
<u>ASSETS</u>			
Cash and Equivalents	4,171,417	1,225,438	3,365,669
Investments	975,494	-	-
Accounts Receivable	-	4,959,763	-
Accrued Revenue	-	-	1,154,035
Due from Other Funds	3,646,724	-	1,267,040
Property Taxes Receivable	231,000	-	-
Inventories	-	-	-
<u>Total Assets</u>	<u>9,024,635</u>	<u>6,185,201</u>	<u>5,786,744</u>
<u>LIABILITIES:</u>			
Accounts Payable	258,033	551,307	154,861
Accrued Salaries and Benefits	2,420,631	-	286,251
Due to Other Funds	720,133	1,157,238	1,437,623
Other Liabilities	17,322	-	-
Grant Amounts Received in Advance	-	-	<u>3,908,009</u>
<u>Total Liabilities</u>	<u>3,416,119</u>	<u>1,708,545</u>	<u>5,786,744</u>
<u>DEFERRED INFLOW OF RESOURCES</u>			
Property Tax	<u>57,298</u>	-	-
<u>FUND BALANCES:</u>			
Nonspendable:			
Inventories	-	-	-
Restricted:			
Emergencies	888,000	-	-
Debt Service	-	-	-
Preschool	-	-	-
Maintenance Reserve – BEST Grant	1,200,000	-	-
Food Service	-	-	-
Committed:			
Insurance	8,796	-	-
Capital Outlay	-	4,476,656	-
Assigned:			
Student Activities	-	-	-
Unassigned:			
<u>Total Fund Balances</u>	<u>3,454,422</u>	<u>-</u>	<u>-</u>
<u>Total Fund Balances</u>	<u>5,551,218</u>	<u>4,476,656</u>	<u>-</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u>			
	<u>9,024,635</u>	<u>6,185,201</u>	<u>5,786,744</u>

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

<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
18,790	2,147,736	10,929,050
3,640,590	-	4,616,084
-	224,322	5,184,085
-	-	1,154,035
-	720,133	5,633,897
125,000	-	356,000
-	31,719	31,719
<u>3,784,380</u>	<u>3,123,910</u>	<u>27,904,870</u>
-	7,552	971,753
-	113,260	2,820,142
1,782,965	535,938	5,633,897
-	-	17,322
-	-	<u>3,908,009</u>
<u>1,782,965</u>	<u>656,750</u>	<u>13,351,123</u>
<u>59,568</u>	<u>-</u>	<u>116,866</u>
-	31,719	31,719
-	-	888,000
1,941,847	-	1,941,847
-	-	-
-	-	1,200,000
-	2,032,361	2,032,361
-	-	8,796
-	-	4,476,656
-	403,080	403,080
-	-	<u>3,454,422</u>
<u>1,941,847</u>	<u>2,467,160</u>	<u>14,436,881</u>
<u>3,784,380</u>	<u>3,123,910</u>	<u>27,904,870</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2023

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

<u>Total Fund Balance – Governmental Funds</u>	14,436,881
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$78,776,169 and the accumulated depreciation is \$35,497,290.	43,278,879
Property tax revenue is recognized when earned (claim to resources established) rather than when “available” in the entity wide financial statements.	116,866
Interest is recognized when paid in the funds. This is accrued interest payable to year end.	(15,334)
Premiums received on bonds issued are recorded as revenues in the governmental funds. They are capitalized and amortized in the entity wide financial statements. This is an unamortized premium.	(16,413)
Long-term liabilities, including certificates of participation, general obligation bonds and capital leases are not due and payable in the current period and therefore are not reported in the funds.	(6,165,066)
The long-term portion of retirement incentive is not recorded in the funds	(428,229)
Compensated absences are not reported as a liability in the funds.	(195,715)
Net pension and other post employment benefits liabilities, along with associated deferred flows, are not recorded at the fund level:	
Net Pension Liability	(32,663,958)
Net Other Post Employment Benefits Liability	(1,112,911)
Deferred Outflows	7,794,938
Deferred Inflows	(4,031,848)
<u>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</u>	<u>20,998,090</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2023

	<u>General</u>	<u>Capital Reserve Capital Projects</u>	<u>Designated Purpose Grants</u>
<u>REVENUES</u>			
Property Taxes	4,267,779	-	-
Specific Ownership Taxes	802,906	-	-
Earnings on Investments	46,479	3,527	-
Other Local Sources	297,240	-	213,432
State Aid	17,842,854	4,959,763	1,005,285
Federal Aid	-	-	<u>3,531,540</u>
<u>Total Revenues</u>	<u>23,257,258</u>	<u>4,963,290</u>	<u>4,750,257</u>
<u>EXPENDITURES</u>			
Current:			
Instructional Services	13,595,618	-	1,160,481
Supporting Services:			
Students	1,549,034	-	1,674,573
Instructional Staff	407,671	-	75,428
District Administration	719,487	-	8,050
School Administration	1,647,515	-	-
Business	598,946	-	-
Operation & Maintenance of Facilities	2,429,870	-	475,299
Transportation	767,471	-	119,094
Food Service	-	-	-
Central	1,586,064	-	91,961
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Capital Outlay	-	5,502,806	1,145,371
<u>Total Expenditures</u>	<u>23,301,676</u>	<u>5,502,806</u>	<u>4,750,257</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(44,418)</u>	<u>(539,516)</u>	<u>-</u>
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	(2,313,988)	1,713,988	-
<u>Total Other Financing Sources (Uses)</u>	<u>(2,313,988)</u>	<u>1,713,988</u>	<u>-</u>
<u>NET CHANGE IN FUND BALANCES</u>	<u>(2,358,406)</u>	<u>1,174,472</u>	<u>-</u>
<u>FUND BALANCES – BEGINNING</u>	<u>7,909,624</u>	<u>3,302,184</u>	<u>-</u>
<u>FUND BALANCES – ENDING</u>	<u>5,551,218</u>	<u>4,476,656</u>	<u>-</u>

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

<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
1,725,759	-	5,993,538
-	-	802,906
92,073	1,951	144,030
53,648	450,806	1,015,126
-	7,794	23,815,696
-	<u>1,617,962</u>	<u>5,149,502</u>
<u>1,871,480</u>	<u>2,078,513</u>	<u>36,920,798</u>
-	706,643	15,462,742
-	441,328	3,664,935
-	-	483,099
-	-	727,537
-	-	1,647,515
-	-	598,946
-	-	2,905,169
-	-	886,565
-	1,735,451	1,735,451
-	-	1,678,025
1,464,934	-	1,464,934
175,375	-	175,375
-	-	<u>6,648,177</u>
<u>1,640,309</u>	<u>2,883,422</u>	<u>38,078,470</u>
<u>231,171</u>	<u>(804,909)</u>	<u>(1,157,672)</u>
-	<u>600,000</u>	-
-	<u>600,000</u>	-
231,171	(204,909)	(1,157,672)
<u>1,710,676</u>	<u>2,672,069</u>	<u>15,594,553</u>
<u>1,941,847</u>	<u>2,467,160</u>	<u>14,436,881</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 For the Year Ended June 30, 2023

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

Net Change in Fund Balances – Total Governmental Funds (1,157,672)

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

Capital Outlays more than \$5,000	7,213,181	
Depreciation Expense	(2,342,864)	
Loss on Disposition of Assets	<u>(6,611)</u>	4,863,706

Property tax revenues are not recognized for amounts levied and due but not “available” at year end and are reported as deferred inflows in the governmental funds. They are, however, recorded as revenues in the statement of activities. 35,714

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

Repayment of Debt Principal	1,464,934	
Interest Expense	11,610	
Amortization - Premium	<u>27,542</u>	1,504,086

In the statement of activities compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amount paid). During the year, compensated absences changed by this amount. (16,877)

Early retirement incentives are accrued in their entirety in the entity wide financial statements. The current amount is accrued in the fund financial statements. This represents the difference in two amounts. 4,608

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

Pension Cost	58,179	
Other Post Employment Benefits Cost	<u>148,321</u>	<u>206,500</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES 5,440,065

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

NOTES TO BASIC FINANCIAL STATEMENTS

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Alamosa School District RE-11J (the District) conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

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

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Alamosa School District RE-11J. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A. Reporting Entity

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting

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

• Major Governmental Funds

1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
2. Bond Redemption Debt Service Fund – used to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.
3. Capital Reserve Capital Projects Fund – used to account for General Fund transfers and other revenue sources assigned for capital expenditures.
4. Designated Purpose Grants – Special Revenue Fund – used to account for restricted state and federal grants including, but not limited to, Every Student Succeeds Act programs which must be expended as designated by the grantor agency.

E. Cash and Investments

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Receivables

Property taxes levied in 2022 but uncollected in 2023 are identified as property taxes receivable. Amounts of property taxes that are not available at June 30, 2023 are recorded as deferred inflows, and are presented net of an allowance for uncollectible taxes. Program grants are recorded as receivables and revenues at the time reimbursable project costs are incurred.

G. Inventories

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

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

H. Capital Assets

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

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

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-40 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition.

I. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Deferred Outflows / Inflows of Resources (continued)

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

J. Long-Term Obligations

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

K. Constitutional Amendment

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

In November of 1998 the registered voters approved a ballot resolution authorizing Alamosa School District RE-11J to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased without the consent of the voters.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2023 the District reserved \$888,000 for this purpose.

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

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2022 property tax calendar for Alamosa and Conejos Counties was as follows:

Levy Date	December 22, 2022
Lien Date	January 1, 2023
Tax Bills Mailed	January 1, 2023
First Installment Due	February 28, 2023
Second Installment Due	June 15, 2023
If Paid in Full, Due	April 30, 2023
Tax Sale – 2021 Delinquent Property Taxes	October 25, 2022

M. Accumulated Staff Leave

District policy allows for the accumulation of staff leave. Staff eligible for retirement under the Public Employees Retirement Association (PERA) statutes are paid an amount of money equal to their number of unused leave days times the substitute rate of pay per day when there is a separation from service. Maximum reimbursable days may not exceed 72.

Compensated absences are reported as non-current liabilities in the government-wide financial statements. As of June 30, 2023, the District has recorded an estimated liability of \$195,715 relating to accrued sick leave payable.

A summary of changes in compensated absences is as follows:

	<u>Balance</u>		<u>Deletions</u>	<u>Balance</u>
	<u>July 1, 2022</u>	<u>Additions</u>		<u>June 30, 2023</u>
Accumulated Sick Leave	<u>178,838</u>	<u>16,877</u>	<u>-</u>	<u>195,715</u>

N. Use of Estimates

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

O. Interest Expense

All interest expense has been reported as unallocated in the Government-wide financial statements.

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. GASB Statement No. 54

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

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

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

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

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

Assigned Fund Balance Policy:

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

Order of Fund Balance Spending Policy

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. GASB Statement No. 54 (Continued)

Fund Balance Classification by Fund:

	General Fund	Capital Reserve Capital Projects Fund	Bond Redemption Fund	Student Activity Fund	Food Service Fund	Total Governmental Funds
<u>Nonspendable:</u>						
Inventories	-	-	-	-	31,719	31,719
<u>Restricted:</u>						
Emergencies	888,000	-	-	-	-	888,000
Debt Service	-	-	1,941,847	-	-	1,941,847
Preschool	-	-	-	-	-	-
Maintenance Reserve – BEST Grant	1,200,000	-	-	-	-	1,200,000
Food Service	-	-	-	-	2,032,361	2,032,361
<u>Committed:</u>						
Insurance	8,796	-	-	-	-	8,796
Capital Outlay	-	4,476,656	-	-	-	4,476,656
<u>Assigned:</u>						
Student Activities	-	-	-	403,080	-	403,080
<u>Unassigned</u>						
	<u>3,454,422</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,454,422</u>
<u>Total Fund</u>						
<u>Balances</u>	<u>5,551,218</u>	<u>4,476,656</u>	<u>1,941,847</u>	<u>403,080</u>	<u>2,064,080</u>	<u>14,436,881</u>

Q. 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, and June 30, 2023, are estimated to be \$2,820,142. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the various funds.

R. Recently Adopted Accounting Pronouncements

On July 1, 2022 Alamosa School District RE-11J adopted GASB 96, Subscription-Based Information Technology Arrangements. The District will comply with GASB 96 on any long term subscription-based information technology arrangements that are individually or aggregately material to the financial statements.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements. However, certain items having no effect on measurement and basis were eliminated from the government fund statements during the consolidation of governmental activities.

	Items Eliminated	
	Due From Other Funds	Due To Other Funds
General Fund	3,646,724	720,133
Designated Purpose Grant Fund	1,267,040	1,437,623
Student Activity Fund	-	535,938
Food Service	720,133	-
Capital Reserve-Capital Project	-	1,157,238
Debt Service	-	1,782,965
	<u>5,633,897</u>	<u>5,633,897</u>
	Transfers In	Transfers Out
General Fund	-	2,313,988
School Activity Fund	600,000	-
Capital Reserve Capital Project Fund	1,713,988	-
	<u>2,313,988</u>	<u>2,313,988</u>

NOTE 3 BUDGETARY INFORMATION

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 3 BUDGETARY INFORMATION (Continued)

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

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

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

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

NOTE 4 CASH AND INVESTMENTS

Deposits

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

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 4 CASH AND INVESTMENTS (Continued)

At June 30, 2023, the District's bank balance and corresponding carrying balance were as follows:

	Carrying Balance	Bank Balance
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	10,525,171	15,676,044
Cash with County Treasurer	153,879	-
<u>Total Cash and Deposits</u>	<u>10,929,050</u>	<u>15,926,044</u>

As presented above, deposits with a bank balance of \$15,676,044 and a carrying balance of \$10,525,171 as of June 30, 2023 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

Investments

At June 30, 2023, the District had the following investments:

	<u>Investment</u>	<u>Maturity</u>	<u>Value</u>
COLOTRUST	State Pool	Under 60 Day Average	4,616,084

Interest Rate Risk – The District does not have a formal investment policy that limits investment maturities for managing possible fair value losses due to increasing interest rates.

Credit Risk – State Law limits the type of investments allowable. The investment of COLOTRUST is rated AAAM by Standard and Poor's.

Concentration of Credit Risk – the District has no policy restricting the amount that can be invested in any issuer.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The District has no fair value measurements as of June 30, 2023:

- COLOTRUST – Investments in this external investment pool are reported at \$1 net asset value per share and are not subject to fair value measurement. The investment is reported at cost.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 5 CAPITAL ASSETS

A summary of changes in capital assets is as follows:

<u>Governmental Activities</u>	<u>Balance</u> <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Adjustment</u>	<u>Balance</u> <u>June 30, 2023</u>
<u>Non-Depreciable Assets:</u>					
Land	1,159,044	-	-	-	1,159,044
Construction in Progress	<u>68,700</u>	<u>6,137,788</u>	<u>-</u>	<u>-</u>	<u>6,206,488</u>
Total Non-Depreciable Assets	<u>1,227,744</u>	<u>6,137,788</u>	<u>-</u>	<u>-</u>	<u>7,365,532</u>
<u>Depreciable Assets:</u>					
Buildings & Site Improvements	65,763,896	340,796	-	-	66,104,692
Vehicles	2,979,741	272,104	794,908	-	2,456,937
Equipment	1,270,089	436,019	5,000	-	1,701,108
Food Service	<u>1,121,426</u>	<u>26,474</u>	<u>-</u>	<u>-</u>	<u>1,147,900</u>
Total Depreciable Assets	<u>71,135,152</u>	<u>1,075,393</u>	<u>799,908</u>	<u>-</u>	<u>71,410,637</u>
<u>Less Accumulated</u> <u>Depreciation for:</u>					
Building & Site Improvements	29,808,984	2,144,452	-	-	31,953,436
Vehicles	1,958,646	137,562	788,297	-	1,307,911
Equipment	1,069,560	55,088	5,000	-	1,119,648
Food Service	<u>1,110,533</u>	<u>5,762</u>	<u>-</u>	<u>-</u>	<u>1,116,295</u>
Total Accumulated Depreciation	<u>33,947,723</u>	<u>2,342,864</u>	<u>793,297</u>	<u>-</u>	<u>35,497,290</u>
Total Capital Assets Being Depreciated, Net	<u>37,187,429</u>	<u>(1,267,471)</u>	<u>6,611</u>	<u>-</u>	<u>35,913,347</u>
<u>Governmental Activities</u> <u>Capital Assets, Net</u>	<u>38,415,173</u>	<u>4,870,317</u>	<u>6,611</u>	<u>-</u>	<u>43,278,879</u>

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

<u>Governmental Activities:</u>	
Instruction	2,191,713
Operations and Maintenance	5,530
Transportation	139,859
Food Service	<u>5,762</u>
Total Depreciation Expense – Governmental Activities	<u>2,342,864</u>

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 6 INTERFUND ACTIVITY

Fund	Due From <u>Other Funds</u>	Due To <u>Other Funds</u>
General	3,646,724	720,133
Designated Purpose Grant Fund	1,267,040	1,437,623
Student Activity Fund	-	535,938
Food Service	720,133	-
Capital Reserve-Capital Project	-	1,157,238
Debt Service	-	1,782,965
	<u>5,633,897</u>	<u>5,633,897</u>
	Transfers From <u>Other Funds</u>	Transfers To <u>Other Funds</u>
General	-	2,313,988
Student Activity	600,000	-
Capital Reserve – Capital Project	1,713,988	-
	<u>2,313,988</u>	<u>2,313,988</u>

Due to and from funds are created by cash flow requirements. All are expected to be repaid within one year. Transfers were made to fund operations.

NOTE 7 LONG-TERM DEBT

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

	Balance at <u>7-1-2022</u>	<u>Additions</u>	<u>Retirements</u>	Balance at <u>6-30-2023</u>	Current <u>Portion</u>
G.O. Bond Series 2009 B	785,000	-	80,000	705,000	85,000
G.O. Matching Bonds 2009	5,290,000	-	619,934	4,670,066	632,348
G.O. Bonds 2013 A	1,555,000	-	765,000	790,000	790,000
<u>Total</u>	<u>7,630,000</u>	<u>-</u>	<u>1,464,934</u>	<u>6,165,066</u>	

Long-Term Debt as of June 30, 2023, is comprised of the following:

Series 2009 Matching Money Bonds, Series 2009 B General Obligation Bonds

These general obligation debts were issued August 12, 2009 and November 17, 2009, respectively, for the purpose of constructing District Facilities. The Series 2009 Matching Money Bonds of \$10,484,032 were used to match \$24,948,623 in State of Colorado – BEST Program funds as required under the State of Colorado Building Excellent Schools Today Qualified School Construction Program. In addition to the series 2009 Matching Money Bonds and the BEST program funds, the District will use \$1,515,000 of Series 2009 B General Obligation Bonds to do the building project. The Series 2009 Matching Money Bonds were issued at an interest rate 4.135204%. The interest rates on the Series 2009 B General Obligation Bonds range from 4.5% to 5.4%. Series 2009 B G.O. Bonds have an optional call date of December 1, 2019 at 100%. During 2023, a repayment amendment to decrease the interest rate to 1.77% based on a redemption option was exercised. The updated payment schedule is presented below.

At the completion of construction, the District will fund \$120,000 per year for 10 years to fully fund the maintenance reserve requirement of the BEST Grant agreement.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 7 LONG-TERM DEBT

	Series 2009		Series 2009 B	
	<u>Matching Money Bonds</u>		<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	632,348	77,150	85,000	35,775
2025	643,949	65,842	90,000	31,050
2026	654,721	54,336	95,000	26,055
2027	664,650	42,646	100,000	20,790
2028	678,722	30,744	105,000	15,255
2029	691,802	18,602	110,000	9,450
2030	<u>703,874</u>	<u>6,236</u>	<u>120,000</u>	<u>3,240</u>
Total	<u>4,670,066</u>	<u>295,556</u>	<u>705,000</u>	<u>141,615</u>

General Obligation Series 2013
 General Obligation Refunding Series 2013
Capital Appreciation Bonds 2013

On March 20, 2013, the District issued \$4,990,000 in General Obligation Bonds bearing interest rates ranging from 2.0% to 4.0% (at a premium of \$823,063), \$1,555,000 in General Obligation Refunding Bonds to advance refund \$1,680,000 of 2003 General Obligation Refunding Bonds with an average interest rate of 3.33%, and \$212,285 of Capital Appreciation Bonds.

Refunding proceeds of \$1,767,285 were deposited with an escrow agent to provide debt service payments of \$1,680,000 in principal and \$137,514 in interest on the 2003 Series Bonds. As a result, \$855,000 of 2003 Bonds are outstanding but considered to be defeased at June 30, 2018.

The District completed the advance refunding to reduce the total debt service payments over the next 3 years by \$23,539 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of approximately \$22,000.

As a result of the difference between the reacquisition price and the carrying amount of the old debt (including unamortized premium), a deferred refunding was recorded in the amount of \$88,119. It was amortized against interest costs of the 2013 Refunding Series.

Below is a schedule of the remaining debt service requirements to maturity:

<u>2013 G.O. Issue</u>		
<u>Year</u>	<u>Principal</u>	<u>Interest</u>
2024	<u>790,000</u>	<u>15,800</u>

Early Retirement Bonuses Payable

A bonus is paid by the District to retirees meeting the requirements outlined in policy regarding age (50) and years of service (15). The bonus is paid in equal annual installments over five years beginning no later than the July or January immediately following retirement. The bonus is calculated as a percentage of salary as listed in the salary schedule. Percentages range from 40% to 75%. Amounts due within 60 days of year end are included in the General Fund as a liability.

The changes in the bonuses payable follow:

<u>Balance at 7-1-2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance at 6-30-2023</u>
<u>458,630</u>	<u>-</u>	<u>13,079</u>	<u>445,551</u>

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 8

PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Alamosa School District RE-11J 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 Alamosa School District RE-11J 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 annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2022. 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% and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100% 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% 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.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

In all cases the service retirement benefit is limited to 100% of highest average salary and 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% or 100% 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.

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. 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, 2023: Eligible employees of, Alamosa School District RE-11J 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 11.00% of their PERA-includable salary during the period of July 1, 2022 through June 30, 2023. Employer contribution requirements are summarized in the table below.

	July 1, 2022 Through June 30, 2023
Employer contribution rate	11.40%
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	10.38%
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	20.38%

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

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Alamosa School District RE-11J is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Alamosa School District RE-11J were \$2,983,832 for the year ended June 30, 2023.

For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SCHDTF and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute a \$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. House Bill (HB) 22-1029, instructed the State treasurer to issue an additional direct distribution to PERA in the amount of \$380 million (actual dollars), upon enactment. The July 1, 2023, payment is reduced by \$190 million (actual dollars) to \$35 million (actual dollars). The July 1, 2024, payment will not be reduced due to PERA's negative investment return in 2022. Senate Bill (SB) 23-056, enacted June 2, 2023, requires an additional direct distribution of approximately \$14.5 million (actual dollars), for a total of approximately \$49.5 million (actual dollars) to be contributed July 1, 2023.

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

The net pension liability for the SCHDTF was measured as of December 31, 2022, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the TPL to December 31, 2022. The Alamosa School District RE-11J proportion of the net pension liability was based on Alamosa School District RE-11J contributions to the SCHDTF for the calendar year 2022 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At June 30, 2023, the Alamosa School District RE-11J reported a liability of \$32,663,958 for its proportionate share of the net pension liability that reflected an increase for support from the State as a nonemployer contributing entity. The amount recognized by the Alamosa School District RE-11J 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 Alamosa School District RE-11J were as follows:

Alamosa School District RE-11J proportionate share of the net pension liability	\$ 32,663,958
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Alamosa School District RE-11J	\$ 9,518,606
Total	\$ 42,182,564

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

At December 31, 2022, the Alamosa School District RE-11J proportion was 0.179%, which was a decrease of 0.022% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Alamosa School District RE-11J recognized pension income of \$58,179 and revenue of \$811,691 for support from the State as a nonemployer contributing entity. At June 30, 2023, the Alamosa School District RE-11J reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	309,129	-
Changes of assumptions or other inputs	578,585	-
Net difference between projected and actual earnings on pension plan investments	4,387,973	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	738,299	(3,601,490)
Contributions subsequent to the measurement date	1,532,317	N/A
Total	7,546,303	(3,601,490)

\$1,532,317 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, 2024. 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, 2023	
2024	(813,958)
2025	(591,808)
2026	1,265,973
2027	2,552,289
2028	-
Thereafter	-

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

Actuarial assumptions. The TPL in the December 31, 2021, 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 increases, including wage inflation	3.40% –11.00%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.00%
PERA benefit structure hired after 12/31/06*	Financed by the AIR

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

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

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

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

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

The actuarial assumptions used in the December 31, 2021, 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.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. 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% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation, and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

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

Note: 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%.

Discount rate. The discount rate used to measure the TPL was 7.25%. 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%.
- 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 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 8 PENSION PLAN (Continued)

- 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 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- HB 22-1029, effective upon enactment in 2022, required the State treasurer to issue, in addition to the regularly scheduled \$225 million (actual dollars) direct distribution, a warrant to PERA in the amount of \$380 million (actual dollars). The July 1, 2023, direct distribution is reduced by \$190 million (actual dollars) to \$35 million (actual dollars). The July 1, 2024, direct distribution will not be reduced from \$225 million (actual dollars) due to PERA's negative investment return in 2022.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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% on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

Sensitivity of the Alamosa School District RE-11J 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%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension	42,745,888	32,663,958	24,244,518

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

Defined Contribution Pension Plans

Voluntary Investment Program (PERAPlus 401(k) Plan)

Plan Description – Employees of the Alamosa School District RE-11J that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program (PERAPlus 401(k) Plan, 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 ACFR which includes additional information on the PERAPlus 401(k) Plan. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The PERAPlus 401(k) Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2023, program members contributed \$70,868.

NOTE 9 OTHER POST EMPLOYMENT BENEFITS

Defined Benefit Other Post Employment Benefit (OPEB) Plan

Summary of Significant Accounting Policies

OPEB. Alamosa School District RE-11J 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 Alamosa School District RE-11J 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, and 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 by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9

OTHER POST EMPLOYMENT BENEFITS (Continued)

Enrollment in the PERACare health benefits program 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% 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 service-based subsidy, in each case, is for retirees with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The retiree pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9 **OTHER POST EMPLOYMENT BENEFITS (Continued)**

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Alamosa School District RE-11J is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Alamosa School District RE-11J were \$149,260 for the year ended June 30, 2023.

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

At June 30, 2023, the Alamosa School District RE-11J reported a liability of \$1,112,911 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2022, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the TOL to December 31, 2022. The Alamosa School District RE-11J proportion of the net OPEB liability was based on Alamosa School District RE-11J contributions to the HCTF for the calendar year 2022 relative to the total contributions of participating employers to the HCTF.

At December 31, 2022, the Alamosa School District RE-11J proportion was 0.136%, which was an increase of 0.004% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Alamosa School District RE-11J recognized OPEB income of \$148,321. At June 30, 2023, the Alamosa School District RE-11J reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	144	(269,139)
Changes of assumptions or other inputs	17,887	(122,831)
Net difference between projected and actual earnings on OPEB plan investments	67,975	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	86,019	(38,388)
Contributions subsequent to the measurement date	76,610	N/A
Total	248,635	(430,358)

\$76,610 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, 2024. 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, 2023	
2024	(107,656)
2025	(101,327)
2026	(36,798)
2027	10,663
2028	(18,662)
Thereafter	(4,553)

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

Actuarial assumptions. The TOL in the December 31, 2021 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

	State Division	School Division	Local Government Division	Judicial Division
Actuarial cost method			Entry age	
Price inflation			2.30%	
Real wage growth			0.70%	
Wage inflation			3.00%	
Salary increases, including wage inflation				
Members other than State Troopers	3.30%-10.90%	3.40% -11.00%	3.20%-11.30%	2.80%-5.30%
State Troopers	3.20%-12.40%	N/A	3.20%-12.40%	N/A
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation			7.25%	
Discount rate			7.25%	
Health care cost trend rates				
PERA benefit structure:				
Service-based premium subsidy			0.00%	
PERACare Medicare plans			6.50% in 2022, gradually decreasing to 4.50% in 2030	
Medicare Part A premiums			3.75% in 2022, gradually increasing to 4.50% in 2029	
DPS benefit structure:				
Service-based premium subsidy			0.00 %	
PERACare Medicare plans			N/A	
Medicare Part A premiums			N/A	

The TOL for the HCTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, allowable under C.R.S. § 24-51-313, of Tri-County Health Department (TriCounty Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the FNP as of the December 31, 2022, measurement date.

Beginning January 1, 2022, the per capita health care costs are developed by plan option; based on 2022 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

<u>Age-Related Morbidity Assumptions</u>		
Participant	Annual Increase	Annual Increase
Age	(Male)	(Female)
65-69	3.0%	1.5%
70	2.9%	1.6%
71	1.6%	1.4%
72	1.4%	1.5%
73	1.5%	1.6%
74	1.5%	1.5%
75	1.5%	1.4%
76	1.5%	1.5%
77	1.5%	1.5%
78	1.5%	1.6%
79	1.5%	1.5%
80	1.4%	1.5%
81 and older	0.0%	0.0%

Sample	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO(Kaiser) with Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
Age	Male	Female	Male	Female	Male	Female
65	\$1,704	\$1,450	\$583	\$496	\$1,923	\$1,634
70	\$1,976	\$1,561	\$676	\$534	\$2,229	\$1,761
75	\$2,128	\$1,681	\$728	\$575	\$2,401	\$1,896

Sample	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO(Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
Age	Male	Female	Male	Female	Male	Female
65	\$6,514	\$5,542	\$4,227	\$3,596	\$6,752	\$5,739
70	\$7,553	\$5,966	\$4,901	\$3,872	\$7,826	\$6,185
75	\$8,134	\$6,425	\$5,278	\$4,169	\$8,433	\$6,657

The 2022 Medicare Part A premium is \$499 (actual dollars) per month.

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

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2021, 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.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

The PERA benefit structure health care cost trend rates used to measure the TOL are summarized in the table below:

Year	PERACare Medicare Plans	Medicare Part A Premiums
2022	6.50%	3.75%
2023	6.25%	4.00%
2024	6.00%	4.00%
2025	5.75%	4.00%
2026	5.50%	4.25%
2027	5.25%	4.25%
2028	5.00%	4.25%
2029	4.75%	4.50%
2030+	4.50%	4.50%

Mortality assumptions used in the December 31, 2021, valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the HCTF, but developed on a headcount-weighted basis. 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.

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

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

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

- **Males:** 112% of the rates prior to age 80 and 94% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 83% of the rates prior to age 80 and 106% 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% of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105% 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% of the rates for all ages with generational projection using scale MP-2019.

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

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

- Per capita health care costs in effect as of the December 31, 2021, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits have been updated to reflect costs for the 2022 plan year.
- The December 31, 2021, valuation utilizes premium information as of January 1, 2022, as the initial per capita health care cost. As of that date, PERACare health benefits administration is performed by UnitedHealthcare. In that transition, the costs for the Medicare Advantage Option #2 decreased to a level that is lower than the maximum possible service-related subsidy as described in the plan provisions.
- The health care cost trend rates applicable to health care premiums were revised to reflect the then current expectation of future increases in those premiums. Medicare Part A premiums continued with the prior valuation trend pattern.

ALAMOSA SCHOOL DISTRICT RE-11J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

Effective for the December 31, 2022, measurement date, the timing of the retirement decrement was adjusted to middle-of-year within the valuation programming used to determine the TOL, reflecting a recommendation from the 2022 actuarial audit report, dated October 14, 2022, summarizing the results of the actuarial audit performed on the December 31, 2021, actuarial valuation.

The actuarial assumptions used in the December 31, 2021, 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 at least every five years for PERA. 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.

As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

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

Note: 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%.

Sensitivity of the Alamosa School District RE-11J 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:

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate*	5.25%	6.25%	7.25%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	3.00%	4.00%	5.00%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$1,081,411	\$1,112,911	\$1,147,187

*For the January 1, 2023, plan year.

Discount rate. The discount rate used to measure the TOL was 7.25%. 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, 2022, 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%.
- 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 be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on OPEB plan investments was applied to all periods of projected benefit payments to determine the TOL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

Sensitivity of the Alamosa School District RE-11J 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%, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.25%) or one-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	1,290,194	1,112,911	961,278

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

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 10 JOINT VENTURE

Not reflected in the accompanying financial statements is the District's participation in the San Luis Valley Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district.

The District has one member on the Board. This Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is not determinable at June 30, 2023. The joint venture summary audited financial information as of June 30, 2022, is as follows:

Assets and Deferred Outflows	4,988,930
Liabilities and Deferred Inflows	<u>10,028,970</u>
Net Position	<u>(5,040,040)</u>
Revenues	5,145,567
Expenses	<u>2,750,886</u>
Change in Net Position	<u>2,394,681</u>

The BOCES is not included as a component unit of the District as the financial responsibility is minimal, there is no financial interdependency, the District does not have the ability to significantly influence the operations of the BOCES and the District is not accountable for fiscal matters of the BOCES. The BOCES is audited annually, and a financial statement is filed with the Colorado State Auditor's Office.

NOTE 11 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (CSDSIP)

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, and other coverage. The Board of Directors is composed of nine persons; all of whom are appointed by the Board of Directors of CSDSIP. The Pool is managed by an executive director chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 11 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (continued)

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

The District's share in the Pool is not determinable from current information, but is estimated to be less than 1%. The District's share, if calculated, would not be material to the Pool's financial information at June 30, 2023.

An audited summary of the Colorado School District's Pool financial information for the year ended June 30, 2022 (latest information available) follows:

Total Assets	<u>77,006,177</u>
Total Liabilities	<u>41,993,151</u>
Total Equity	<u>35,013,026</u>
Revenue	32,943,304
Underwriting Expenses	<u>36,961,713</u>
Underwriting Gain (Loss)	<u>(4,018,409)</u>
Net Investment Income	568,666
Other Income	<u>19,428</u>
Net Income (Loss) Before Dividend	<u>(3,430,315)</u>
Dividend	<u>-</u>
Net Income	<u>(3,430,315)</u>
Transfer of Capital Contributions	-
Change in Non Admitted Assets	<u>-</u>
Capital Contributions from Members	<u>-</u>
Unassigned Surplus	<u>35,013,026</u>

NOTE 12 RISK MANAGEMENT

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

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

NOTE 13 SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

Claims and Judgments - The District participates in a number of federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2023, significant amounts of grant expenditures have not been audited by the grantor but the District believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the District.

ALAMOSA SCHOOL DISTRICT RE-11J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 14 BUDGET DISCLOSURES

The following funds had expenditures in excess of amounts budgeted for the year ended June 30, 2023:

Capital Reserve Capital Projects	\$ 486,134
Food Service	\$ 330,855
Student Activity	\$ 75,577

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

OPEB TREND DATA

MAJOR FUNDS

General Fund

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

Designated Purpose Grant Funds

The Designated Purpose Grant Fund is provided to maintain a separate accounting for federal and state grant programs normally having a different fiscal period than that of the District.

ALAMOSA SCHOOL DISTRICT RE-11J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2023

<u>REVENUES</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Local Sources</u>				
Property Taxes	4,246,838	4,246,838	4,267,779	20,941
Specific Ownership Taxes	506,486	506,486	802,906	296,420
Earnings on Investments	-	-	46,479	46,479
Delinquent Taxes & Interest	-	-	256,669	256,669
Other	21,000	21,000	40,571	19,571
<u>State Sources</u>				
Equalization	16,613,171	16,613,171	16,573,033	(40,138)
Transportation	40,000	40,000	129,619	89,619
Vocational Education	-	-	82,917	82,917
Other	241,248	241,248	1,057,285	816,037
<u>Federal Sources</u>				
Designated Purpose Grants	-	-	-	-
Other	-	-	-	-
<u>TOTAL REVENUES</u>	<u>21,668,743</u>	<u>21,668,743</u>	<u>23,257,258</u>	<u>1,588,515</u>
<u>EXPENDITURES</u>				
<u>INSTRUCTION</u>				
Salaries	9,162,284	9,162,284	8,632,734	529,550
Employee Benefits	2,928,825	2,928,825	3,416,570	(487,745)
Purchased Services - Professional	1,165,815	1,165,815	994,436	171,379
Purchased Services – Property	700	700	-	700
Purchased Services – Other	155,500	155,500	99,591	55,909
Supplies and Materials	496,250	496,250	277,555	218,695
Property	787,637	787,637	44,578	743,059
Other Objects	197,469	197,469	130,154	67,315
<u>Total Instruction</u>	<u>14,894,480</u>	<u>14,894,480</u>	<u>13,595,618</u>	<u>1,298,862</u>
<u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries	914,188	914,188	1,121,078	(206,890)
Employee Benefits	364,121	364,121	427,301	(63,180)
Purchased Services – Professional	3,000	3,000	-	3,000
Purchased Services – Property	-	-	-	-
Purchased Services – Other	3,200	3,200	65	3,135
Supplies and Materials	7,400	7,400	-	7,400
Property	-	-	590	(590)
Other Objects	-	-	-	-
<u>Total Student Supporting Services</u>	<u>1,291,909</u>	<u>1,291,909</u>	<u>1,549,034</u>	<u>(257,125)</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>SUPPORTING SERVICES (Continued)</u>				
<u>Instructional Staff</u>				
Salaries	202,143	202,143	218,779	(16,636)
Employee Benefits	86,992	86,992	88,740	(1,748)
Purchased Services – Professional	100,000	100,000	7,705	92,295
Purchased Services – Property	400	400	369	31
Purchased Services – Other	84,400	84,400	80,890	3,510
Supplies and Materials	25,200	25,200	10,134	15,066
Property	3,000	3,000	1,054	1,946
<u>Total Instructional Staff</u>	<u>502,135</u>	<u>502,135</u>	<u>407,671</u>	<u>94,464</u>
<u>General Administration</u>				
Salaries	316,856	316,856	375,485	(58,629)
Employee Benefits	96,859	96,859	137,326	(40,467)
Purchased Services – Professional	149,600	149,600	82,292	67,308
Purchased Services – Other	51,200	51,200	99,739	(48,539)
Supplies and Materials	14,400	14,400	9,680	4,720
Property	1,200	1,200	-	1,200
Other Objects	21,000	21,000	14,965	6,035
<u>Total General Administration</u>	<u>651,115</u>	<u>651,115</u>	<u>719,487</u>	<u>(68,372)</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	1,135,834	1,135,834	1,137,230	(1,396)
Employee Benefits	435,437	435,437	436,468	(1,031)
Purchased Services – Professional	-	-	-	-
Purchased Services – Property	-	-	-	-
Purchased Services – Other	34,475	34,475	30,874	3,601
Supplies and Materials	18,700	18,700	29,795	(11,095)
Property	4,400	4,400	13,148	(8,748)
<u>Total School Administration</u>	<u>1,628,846</u>	<u>1,628,846</u>	<u>1,647,515</u>	<u>(18,669)</u>
<u>Business Services</u>				
Salaries	240,548	240,548	252,453	(11,905)
Employee Benefits	101,170	101,170	97,403	3,767
Purchased Services – Professional	2,000	2,000	506	1,494
Purchased Services – Property	10,800	10,800	2,860	7,940
Purchased Services – Other	182,600	182,600	237,494	(54,894)
Supplies and Materials	12,000	12,000	4,597	7,403
Property	-	-	397	(397)
Other Objects	1,200	1,200	3,236	(2,036)
<u>Total Business Services</u>	<u>550,318</u>	<u>550,318</u>	<u>598,946</u>	<u>(48,628)</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>SUPPORTING SERVICES (Continued)</u>				
<u>Operations and Maintenance</u>				
Salaries	963,755	963,755	1,042,369	(78,614)
Employee Benefits	359,158	359,158	420,319	(61,161)
Purchased Services – Professional	-	-	-	-
Purchased Services – Property	278,900	278,900	241,797	37,103
Purchased Services – Other	97,200	97,200	56,401	40,799
Supplies and Materials	634,950	634,950	651,627	(16,677)
Property	7,000	7,000	17,357	(10,357)
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>2,340,963</u>	<u>2,340,963</u>	<u>2,429,870</u>	<u>(88,907)</u>
<u>Student Transportation</u>				
Salaries	609,565	609,565	457,313	152,252
Employee Benefits	301,635	301,635	169,519	132,116
Purchased Services – Professional	25,000	25,000	30,220	(5,220)
Purchased Services – Property	5,250	5,250	729	4,521
Purchased Services – Other	11,300	11,300	17,517	(6,217)
Supplies and Materials	217,700	217,700	91,031	126,669
Property	13,000	13,000	1,142	11,858
Other Objects	-	-	-	-
<u>Total Student Transportation</u>	<u>1,183,450</u>	<u>1,183,450</u>	<u>767,471</u>	<u>415,979</u>
<u>Central Support</u>				
Salaries	523,551	523,551	403,087	120,464
Employee Benefits	199,951	199,951	179,189	20,762
Purchased Services – Professional	676,955	676,955	564,906	112,049
Purchased Services – Property	250,000	250,000	276,524	(26,524)
Purchased Services – Other	885,000	885,000	32,675	852,325
Supplies and Materials	12,000	12,000	23,166	(11,166)
Property	53,400	53,400	106,517	(53,117)
Other Objects	-	-	-	-
<u>Total Central Support</u>	<u>2,600,857</u>	<u>2,600,857</u>	<u>1,586,064</u>	<u>1,014,793</u>
<u>Facilities Acquisition and Construction</u>				
Purchased Services – Property	-	-	-	-
Property	-	-	-	-
<u>Total Facilities Acquisition and Construction</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL SUPPORTING SERVICES</u>	<u>10,749,593</u>	<u>10,749,593</u>	<u>9,706,058</u>	<u>1,043,535</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance - Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Debt Service</u>				
Principal	-	-	-	-
Interest	-	-	-	-
<u>Total Debt Service</u>	-	-	-	-
 <u>APPROPRIATED RESERVES</u>	 968,737	 968,737	 -	 968,737
 <u>TOTAL EXPENDITURES</u>	 26,612,810	 26,612,810	 23,301,676	 3,311,134
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (4,944,067)	 (4,944,067)	 (44,418)	
 <u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	(2,927,202)	(2,927,202)	(2,313,988)	613,214
<u>Total Other Financing Sources (Uses)</u>	(2,927,202)	(2,927,202)	(2,313,988)	613,214
 <u>REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	 (7,871,269)	 (7,871,269)	 (2,358,406)	
 <u>FUND BALANCE, July 1</u>	 7,871,269	 7,871,269	 7,909,624	
 <u>FUND BALANCE, June 30</u>	 -	 -	 5,551,218	

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

ALAMOSA SCHOOL DISTRICT RE-11J
DESIGNATED PURPOSE GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance -
	<u>Original</u>	<u>Budget</u>		Favorable (Unfavorable)
<u>Revenues</u>				
Local Sources			213,432	213,432
State Sources			1,005,285	1,005,285
Federal Sources			<u>3,531,540</u>	<u>3,531,540</u>
<u>Total Revenues</u>	<u>10,403,537</u>	<u>10,403,537</u>	<u>4,750,257</u>	<u>(5,653,280)</u>
<u>Expenditures</u>				
Instruction:				
Salaries	939,279	939,279	500,514	438,765
Employee Benefits	333,593	333,593	158,017	175,576
Purchased Services – Professional	477,935	477,935	133,956	343,979
Purchased Services – Property	-	-	-	-
Purchased Services – Other	34,473	34,473	26,056	8,417
Supplies and Material	245,285	245,285	153,498	91,787
Property	308,502	308,502	178,948	129,554
Other Objects	28,252	28,252	9,492	18,760
Pupil Support	4,505,877	4,505,877	1,674,573	2,831,304
Staff Support	275,875	275,875	75,428	200,447
General Administration	1,026	1,026	8,050	(7,024)
School Administration	59,000	59,000	-	59,000
Operations and Maintenance	510,586	510,586	475,299	35,287
Central Support	256,243	256,243	91,961	164,282
Transportation	15,000	15,000	119,094	(104,094)
Building Improvement	2,412,611	2,412,611	1,145,371	1,267,240
Appropriated Reserves	-	-	-	-
<u>Total Expenditures</u>	<u>10,403,537</u>	<u>10,403,537</u>	<u>4,750,257</u>	<u>5,653,280</u>
<u>Revenues Over (Under) Expenditures</u>	-	-	-	-
<u>FUND BALANCE, July 1</u>	-	-	-	-
<u>FUND BALANCE, June 30</u>	-	-	-	-

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

ALAMOSA SCHOOL DISTRICT RE-11J
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY
 For The Last 10 Fiscal Years (As Available)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
District's proportion of the net pension liability (asset)	0.1793%	0.2017%	0.2192%	0.1984%	0.2060%	0.2355%	0.2334%	0.2277%	0.2198%	0.2220%
District's proportionate share of the net pension liability (asset)	\$32,663,958	\$23,474,588	\$33,141,348	\$29,645,208	\$36,477,112	\$76,143,766	\$69,498,143	\$34,828,766	\$29,789,453	\$28,316,956
State's proportionate share of the net pension liability associated with the District**	\$9,518,606	\$2,691,062	-	\$3,760,112	\$4,987,739	-	-	-	-	-
District's covered payroll	\$14,633,295	\$12,995,675	\$12,088,273	\$11,857,706	\$11,470,474	\$11,027,725	\$10,702,862	\$10,146,019	\$9,652,086	\$8,928,288
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	223%	181%	274%	250%	318%	690%	649%	343%	309%	317%
Plan fiduciary net position as a percentage of the total pension liability	61.79%	74.86%	66.99%	64.52%	57.01%	43.96%	43.13%	59.16%	62.80%	64.06%

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

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

ALAMOSA SCHOOL DISTRICT RE-11J
 SCHEDULE OF DISTRICT CONTRIBUTIONS - PENSION
 For The Last 10 Fiscal Years (As Available)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contributions	\$ 2,983,832	\$ 2,584,088	\$ 2,404,095	\$ 2,298,026	\$ 2,194,304	\$ 2,082,562	\$ 1,967,677	\$ 1,800,087	\$ 1,630,886	\$ 1,427,296
Contributions in relation to the contractually required contributions	<u>\$(2,983,832)</u>	<u>\$(2,584,088)</u>	<u>\$(2,404,095)</u>	<u>\$(2,298,026)</u>	<u>\$(2,194,304)</u>	<u>\$(2,082,562)</u>	<u>\$(1,967,677)</u>	<u>\$(1,800,087)</u>	<u>\$(1,630,886)</u>	<u>\$(1,427,296)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$14,633,295	\$12,995,675	\$12,088,273	\$11,857,706	\$11,470,474	\$11,027,725	\$10,702,862	\$10,146,019	\$ 9,652,086	\$ 8,928,288
Contributions as a percentage of covered payroll	20.38%	19.88%	19.88%	19.38%	19.13%	18.88%	18.38%	17.74%	16.90%	15.99%

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

ALAMOSA SCHOOL DISTRICT RE-11J
 SCHEDULE OF PROPORTIONATE SHARE OF NET OTHER POST EMPLOYMENT BENEFIT LIABILITY
 For The Last 10 Fiscal Years (As Available)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's proportion of the net OPEB liability (asset)	0.1363%	0.1317%	0.1268%	0.1297%	0.1339%	0.1338%	0.1327%	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$1,112,911	\$1,136,174	\$1,204,970	\$1,457,593	\$1,821,809	\$1,738,820	\$1,720,223	-	-	-
District's covered payroll	\$14,633,295	\$12,995,675	\$12,088,273	\$11,857,706	\$11,470,474	\$11,027,725	\$10,702,862	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	7.60%	11.44%	9.96%	12.29%	15.88%	15.77%	16.07%	-	-	-
Plan fiduciary net position as a percentage of the total OPEB liability	38.57%	39.40%	32.78%	24.49%	17.03%	17.53%	16.72%	-	-	-

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

ALAMOSA SCHOOL DISTRICT RE-11J
 SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
 For The Last 10 Fiscal Years (As Available)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contributions	\$ 149,260	\$ 132,566	\$ 123,300	\$ 120,948	\$ 116,998	\$ 112,483	\$ 109,169	-	-	-
Contributions in relation to the contractually required contributions	<u>\$(149,260)</u>	<u>\$(132,566)</u>	<u>\$(123,300)</u>	<u>\$(120,948)</u>	<u>\$(116,998)</u>	<u>\$(112,483)</u>	<u>\$(109,169)</u>	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-
District's covered payroll	\$14,633,295	\$12,995,675	\$12,088,273	\$11,857,706	\$11,470,474	\$11,027,725	\$10,702,862	-	-	-
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	-	-	-

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES

Bond Redemption Debt Service Fund

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

Capital Reserve – Capital Projects Fund

Capital Projects Fund – used to account for the acquisition of sites, buildings, equipment and vehicles.

NON MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds account for revenues that are legally restricted to expenditures for specified purposes.

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

Student Activity Fund – This fund is used to account for the costs associated with school athletics programs, other co-curricular instruction and student support activities for clubs and organizations.

ALAMOSA SCHOOL DISTRICT RE-11J
 BOND REDEMPTION - DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	Variance - Favorable (Unfavorable)
<u>REVENUES</u>			
Property Tax	1,524,667	1,725,759	201,092
Earnings on Investments	4,500	92,073	87,573
Other Local	-	53,648	53,648
<u>Total Revenues</u>	<u>1,529,167</u>	<u>1,871,480</u>	<u>342,313</u>
<u>EXPENDITURES</u>			
Debt Service:			
Principal	1,384,934	1,464,934	(80,000)
Interest	135,145	175,375	(40,230)
Other	-	-	-
Appropriated Reserves	<u>1,524,021</u>	-	<u>1,524,021</u>
<u>Total Expenditures</u>	<u>3,044,100</u>	<u>1,640,309</u>	<u>1,403,791</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(1,514,933)	231,171	
<u>FUND BALANCES, July 1</u>	<u>1,514,933</u>	<u>1,710,676</u>	
<u>FUND BALANCES, June 30</u>	<u>-</u>	<u>1,941,847</u>	

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

ALAMOSA SCHOOL DISTRICT RE-11J
 CAPITAL RESERVE CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES:</u>			
Earnings on Investments	500	3,527	3,027
State Grants	-	<u>4,959,763</u>	<u>4,959,763</u>
<u>Total Revenues</u>	<u>500</u>	<u>4,963,290</u>	<u>4,962,790</u>
<u>EXPENDITURES:</u>			
Land and Sites	-	-	-
Building and Improvements	4,697,672	5,476,356	(778,684)
Equipment:			
Transportation Equipment	319,000	-	319,000
Other Equipment	-	26,450	(26,450)
Other	-	-	-
Appropriated Reserves	-	-	-
<u>Total Expenditures</u>	<u>5,016,672</u>	<u>5,502,806</u>	<u>(486,134)</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(5,016,172)	(539,516)	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>1,713,988</u>	<u>1,713,988</u>	<u>-</u>
<u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	(3,302,184)	1,174,472	
<u>FUND BALANCES, July 1</u>	<u>3,302,184</u>	<u>3,302,184</u>	
<u>FUND BALANCES, June 30</u>	<u>-</u>	<u>4,476,656</u>	

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

ALAMOSA SCHOOL DISTRICT RE-11J
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2023

	<u>Special Revenue Funds</u>		<u>Total Non-Major Governmental Funds</u>
	<u>Food Service</u>	<u>Student Activity</u>	
<u>ASSETS</u>			
Cash and Equivalents	1,204,077	943,659	2,147,736
Investments	-	-	-
Accounts Receivable	224,322	-	224,322
Accrued Revenue	-	-	-
Due from Other Funds	720,133	-	720,133
Inventories	31,719	-	31,719
Receivables – Other	-	-	-
<u>Total Assets</u>	<u>2,180,251</u>	<u>943,659</u>	<u>3,123,910</u>
 <u>LIABILITIES AND FUND BALANCES</u>			
<u>Liabilities:</u>			
Accounts Payable	2,911	4,641	7,552
Accrued Salaries	113,260	-	113,260
Due to Other Funds	-	535,938	535,938
Deposits Held	-	-	-
<u>Total Liabilities</u>	<u>116,171</u>	<u>540,579</u>	<u>656,750</u>
 <u>Fund Balances:</u>			
Nonspendable:			
Inventories	31,719	-	31,719
Restricted:			
Food Service	2,032,361	-	2,032,361
Assigned:			
Student Activities	-	403,080	403,080
Unassigned	-	-	-
<u>Total Fund Balances</u>	<u>2,064,080</u>	<u>403,080</u>	<u>2,467,160</u>
 <u>TOTAL LIABILITIES & FUND BALANCES</u>			
	<u>2,180,251</u>	<u>943,659</u>	<u>3,123,910</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2023

	<u>Special Revenue Funds</u>		<u>Total</u>
	<u>Food</u>	<u>Student</u>	<u>Non-Major</u>
	<u>Service</u>	<u>Activity</u>	<u>Governmental</u>
			<u>Funds</u>
<u>REVENUES:</u>			
Local Sources:			
Earnings on Investments	1,688	263	1,951
Fees and Charges	15,433	43,406	58,839
Other	-	391,967	391,967
State Aid	7,794	-	7,794
Federal Aid	<u>1,617,962</u>	<u>-</u>	<u>1,617,962</u>
<u>Total Revenues</u>	<u>1,642,877</u>	<u>435,636</u>	<u>2,078,513</u>
 <u>EXPENDITURES:</u>			
Current:			
Instructional Services	-	706,643	706,643
Supporting Services:			
Students	-	441,328	441,328
Instructional Staff	-	-	-
District Administration	-	-	-
School Administration	-	-	-
Business	-	-	-
Operation & Maintenance of Facilities	-	-	-
Transportation	-	-	-
Food Service	1,735,451	-	1,735,451
Debt Service	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Expenditures</u>	<u>1,735,451</u>	<u>1,147,971</u>	<u>2,883,422</u>
 <u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	 (92,574)	 (712,335)	 (804,909)
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>-</u>	<u>600,000</u>	<u>600,000</u>
 <u>NET CHANGE IN FUND BALANCES</u>	 (92,574)	 (112,335)	 (204,909)
 <u>FUND BALANCES, Beginning</u>	 <u>2,156,654</u>	 <u>515,415</u>	 <u>2,672,069</u>
 <u>FUND BALANCES, Ending</u>	 <u>2,064,080</u>	 <u>403,080</u>	 <u>2,467,160</u>

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

ALAMOSA SCHOOL DISTRICT RE-11J
 FOOD SERVICE – SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	-	2,072	2,072
Earnings on Investments	1,200	1,688	1,688
Other	-	13,361	12,161
<u>State Sources</u>			
School Lunches and Breakfast	-	7,794	7,794
<u>Federal Sources</u>			
School Lunches and Breakfast	-	1,539,871	1,539,871
Commodities	-	78,091	78,091
<u>Total Revenues</u>	<u>1,200</u>	<u>1,642,877</u>	<u>1,641,677</u>
<u>EXPENDITURES</u>			
Salaries	486,405	531,913	(45,508)
Employee Benefits	221,395	219,623	1,772
Purchased Services – Professional	-	-	-
Purchased Services – Property	25,000	44,051	(19,051)
Purchased Services - Other	3,000	1,730	1,270
Food Purchases	276,807	620,818	(344,011)
Capital Outlay	353,751	199,891	153,860
Commodities	9,600	78,091	(68,491)
Non-Food Supplies	28,638	39,334	(10,696)
Other	-	-	-
Appropriated Reserves	-	-	-
<u>Total Expenditures</u>	<u>1,404,596</u>	<u>1,735,451</u>	<u>(330,855)</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(1,403,396)	(92,574)	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	-	-	-
<u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	(1,403,396)	(92,574)	
<u>FUND BALANCE, July 1</u>	<u>1,403,396</u>	<u>2,156,654</u>	
<u>FUND BALANCE, June 30</u>	<u>-</u>	<u>2,064,080</u>	

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

ALAMOSA SCHOOL DISTRICT RE-11J
 STUDENT ACTIVITY - SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
Earnings on Investments	-	263	263
Other Local	<u>392,550</u>	<u>435,373</u>	<u>42,823</u>
<u>Total Revenues</u>	<u>392,550</u>	<u>435,636</u>	<u>43,086</u>
 <u>EXPENDITURES:</u>			
Instruction	612,760	706,643	(93,883)
Student Support	<u>459,634</u>	<u>441,328</u>	<u>18,306</u>
<u>Total Expenditures</u>	<u>1,072,394</u>	<u>1,147,971</u>	<u>(75,577)</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	(679,844)	(712,335)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>600,000</u>	<u>600,000</u>	<u>-</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER SOURCES (USES)</u>	(79,844)	(112,335)	
 <u>FUND BALANCE, July 1</u>	<u>79,844</u>	<u>515,415</u>	
 <u>FUND BALANCE, June 30</u>	<u>-</u>	<u>403,080</u>	

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

STATE REQUIRED SCHEDULES

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

Bolded Balance Sheet



Colorado Department of Education
Auditors Integrity Report
 District: 0100 - Alamosa RE-11
 Fiscal Year 2022-23
 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	7,871,270		19,786,793		22,115,642		5,542,422
16 Park Mgmt Sub-Fund of General Fund	38,355		295,555		325,115		8,796
19 Colorado Preschool Program Fund	0		860,921		860,921		0
Sub-Total	7,909,626		20,943,270		23,301,678		5,551,218
11 Charter Schools 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	2,156,655		1,542,878		1,735,451		2,064,082
22 Govt Designated-Purpose Grants Fund	0		4,750,357		4,750,357		0
23 Pupil Activity Special Revenue Fund	515,415		1,035,636		1,147,971		403,080
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	1,710,676		1,871,485		1,640,309		1,941,847
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	3,302,184		6,677,278		5,502,806		4,476,655
46 Supplemental Cap Const. Tech. Main Fund	0		0		0		0
Totals	15,594,555		36,970,757		38,078,471		14,936,882
Proprietary							
50 Other Enterprise Funds	0		0		0		0
60 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 Funds	0		0		0		0
73 Agency fund	0		0		0		0
74 Pupil Activity Agency Fund	0		0		0		0
75 6450 34 Permanent Fund	0		0		0		0
65 Foundations	0		0		0		0
Totals	0		0		0		0
FINAL							



Colorado Department of Education

Bolded Balance Sheet Report

District: 0100 - Alamosa RE-11J

Fiscal Year 2022-23

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)	4,901,571	0	110,250	4,309,329	0	0	1,204,201	3,640,590	1,225,438	0	0	0	0	0	0	15,391,380
Cash with Fiscal Agent (8105)	135,089	0	0	0	0	0	0	18,790	0	0	0	0	0	0	0	153,879
Taxes Receivable (8121,8122)	231,000	0	0	0	0	0	0	125,000	0	0	0	0	0	0	0	356,000
Interfund Loans Receivable (8131,8132)	3,646,724	0	0	1,257,040	0	0	720,133	0	0	0	0	0	0	0	0	5,633,897
Intergovernmental Accounts Rec (8141)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Accounts Receivable (8142)	0	0	0	1,154,035	0	0	224,322	0	4,959,763	0	0	0	0	0	0	6,338,120
Inventories (8171,8172,8173)	0	0	0	0	0	0	31,719	0	0	0	0	0	0	0	0	31,719
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	8,914,385	0	110,250	6,730,404	0	0	2,180,376	3,784,380	6,185,201	0	0	0	0	0	0	27,904,996

Fiduciary

Proprietary

Governmental

LIABILITIES & FUND EQUITY

LIABILITIES

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Interfund Payables (7401,7402)	720,133	0	0	1,973,561	0	0	0	1,782,965	1,157,238	0	0	0	0	0	0	5,633,897
Other Payables (7421-7423)	147,783	0	110,250	154,322	0	0	3,035	0	346,345	0	0	0	0	0	0	761,735
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	204,962	0	0	0	0	0	0	204,962
Accrued Expenses (7461)	2,420,631	0	0	286,251	0	0	112,280	0	0	0	0	0	0	0	0	2,819,162
Payroll Ded. and Withholdings (7471-7473)	0	0	0	5,180	0	0	980	0	0	0	0	0	0	0	0	6,160
Unearned Revenue (7481)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Deferred Revenue (7482)	0	0	0	3,908,009	0	0	0	0	0	0	0	0	0	0	0	3,908,009
Other Current Liabilities (7491,7492,7499)	17,322	0	0	0	0	0	0	0	0	0	0	0	0	0	0	17,322
Deferred Inflow (7800)	57,298	0	0	0	0	0	0	59,568	0	0	0	0	0	0	0	115,866
Total Liabilities	3,363,167	0	110,250	6,327,323	0	0	116,294	1,842,533	1,708,546	0	0	0	0	0	0	13,468,114

Governmental Proprietary Fiduciary

FUND EQUITY	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Non-spendable Fund Balance 6710	0	0	0	0	0	0	31,719	0	0	0	0	0	0	0	0	31,719
Restricted Fund Balance 6720	0	0	0	0	0	0	2,032,362	1,941,847	0	0	0	0	0	0	0	3,974,209
TABOR 3% Emergency Reserve 6721	888,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	888,000
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
BEST Capital Reserve 6727	1,200,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	1,200,000
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	8,796	0	0	0	0	0	0	0	4,476,655	0	0	0	0	0	0	4,485,451
Assigned Fund Balance 6760	0	0	0	403,080	0	0	0	0	0	0	0	0	0	0	0	403,080
Unassigned Fund Balance 6770	3,454,422	0	0	0	0	0	0	0	0	0	0	0	0	0	0	3,454,422
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	5,551,218	0	0	403,080	0	0	2,064,082	1,941,847	4,476,655	0	0	0	0	0	0	14,436,882

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
8,914,385	0	110,250	6,730,404	0	0	2,180,376	3,784,380	6,185,201	0	0	0	0	0	0	27,904,996
Total Liabilities & Fund Equity															

General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
For Each Fund Type: Do Assets=Liability+Fund Equity														

SINGLE AUDIT SECTION

164 E. MAIN
TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT
ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Education
Alamosa School District RE-11J
Alamosa, Colorado 81101

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Alamosa School District RE-11J as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Alamosa School District RE-11J's basic financial statements, and have issued our report thereon dated January 23, 2024.

Report On Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Alamosa School District RE-11J's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Alamosa School District RE-11J's internal control. Accordingly, we do not express an opinion on the effectiveness of the Alamosa School District RE-11J's internal control.

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

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

Report On Compliance And Other Matters

As part of obtaining reasonable assurance about whether Alamosa School District RE-11J's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose Of This Report

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

Diipon, Waller & Co., Inc.
January 23, 2024

164 E. MAIN
TRINIDAD, COLORADO 81082
(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE

To the Board of Education
Alamosa School District RE-11J
Alamosa, Colorado 81101

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Alamosa School District RE-11J's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Alamosa School District RE-11J's major federal programs for the year ended June 30, 2023. Alamosa School District RE-11J's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Alamosa School District RE-11J complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Alamosa School District RE-11J and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Alamosa School District RE-11J's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Alamosa School District RE-11J's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Alamosa School District RE-11J's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Alamosa School District RE-11J's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Alamosa School District RE-11J's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Alamosa School District RE-11J's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Alamosa School District RE-11J's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

Ligon, Waller & Co., Inc.

January 23, 2024

ALAMOSA SCHOOL DISTRICT RE-11J
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2023

SECTION I - SUMMARY OF AUDITOR'S RESULTS:

FINANCIAL STATEMENTS

Auditor's Report

An unmodified report has been issued on the financial statements of Alamosa School District RE-11J.

Internal Control Over Financial Reporting

No significant deficiencies or material weaknesses were identified.

Noncompliance Material to Financial Statements

No instances of noncompliance in amounts material to the financial statements of Alamosa School District RE-11J were disclosed by the audit.

FEDERAL AWARDS

Internal Control Over Major Programs

No significant deficiencies or material weaknesses were identified.

Auditor's Report on Compliance for Major Programs

An unmodified report has been issued on Alamosa School District RE-11J's compliance for major programs.

Audit Findings

No audit findings requiring disclosure in accordance with 2 CFR Section 200.516(a) were disclosed by the audit.

Major Programs

Education Stabilization Fund	84.425U
Title I Grants	84.010

Dollar Threshold to Distinguish Type A and Type B Programs

\$750,000.

Qualification as Low-Risk Auditee

The Alamosa School District RE-11J qualified as a low-risk auditee for fiscal year ended June 30, 2023.

