

cPa DIXON, WALLER & CO., INC.

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BRANSON SCHOOL DISTRICT RE-82

BRANSON, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2023

DIXON, WALLER & CO., INC.

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BRANSON SCHOOL DISTRICT RE-82

FINANCIAL STATEMENTS

JUNE 30, 2023

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BRANSON SCHOOL DISTRICT NUMBER RE-82  
ROSTER OF SCHOOL OFFICIALS  
June 30, 2023

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BOARD OF EDUCATION

Jerry Winford	President
Carlyn Pickard	Vice-President
Brad Doherty	Secretary
Christine Loudon	Treasurer

SCHOOL OFFICIALS

Mrs. Jamie Odum	Superintendent
Marlene Brown	Business Manager

FINANCIAL SECTION

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

INDEPENDENT AUDITOR'S REPORT

Board of Education  
Branson School District Number RE-82  
Branson, Colorado 81027

**Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Branson School District Number RE-82, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Branson School District Number RE-82's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Branson School District Number RE-82, as of June 30, 2023, and the respective changes in financial position 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 the Branson School District Number RE-82, 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 the 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 the Branson School District Number RE-82'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 the Branson School District Number RE-82'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 the Branson School District Number RE-82'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 the Branson School District Number RE-82's basic financial statements. The accompanying combining and individual fund financial statements, other schedules, and state required schedules 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, and state required schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



November 3, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

This section of the Branson School District RE-82's annual financial report offers readers of the District's financial statements its discussion and analysis of the District's financial performance during the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information furnished in the District's financial statements, which immediately follow this section.

***Financial Highlights***

The District's financial position increased over the course of the 2023 fiscal year. The assets of the District were less than its liabilities at the close of the fiscal year by \$691,210. The district increased the ending net position by \$312,965.

State equalization payments account for 69% of all revenue. Local property taxes, specific ownership taxes, investments and other local and federal sources account for 31%.

The District had \$4,895,930. in expenses related to governmental activities; \$825,940 of these expenses was offset by program specific charges for services, grants, and contributions. General revenues of \$4,382,955 were adequate to provide for these programs.

The general fund had \$4,904,066 in revenues and \$4,461,616 in expenditures and transfers. The fund balance increased by \$442,450 from July 1, 2022, to June 30, 2023.

***Overview of the Financial Statements***

This discussion and analysis serves as an introduction to Branson School District RE-82's basic financial statements. The basic financial statements consist of three parts – management's discussion and analysis (this section), the basic financial statements and required supplementary information.

The basic financial statements include two kinds of statements that present different views of the District. The basic financial statements are government-wide financial statements that provide both long-term and short-term information about the District's overall financial status.

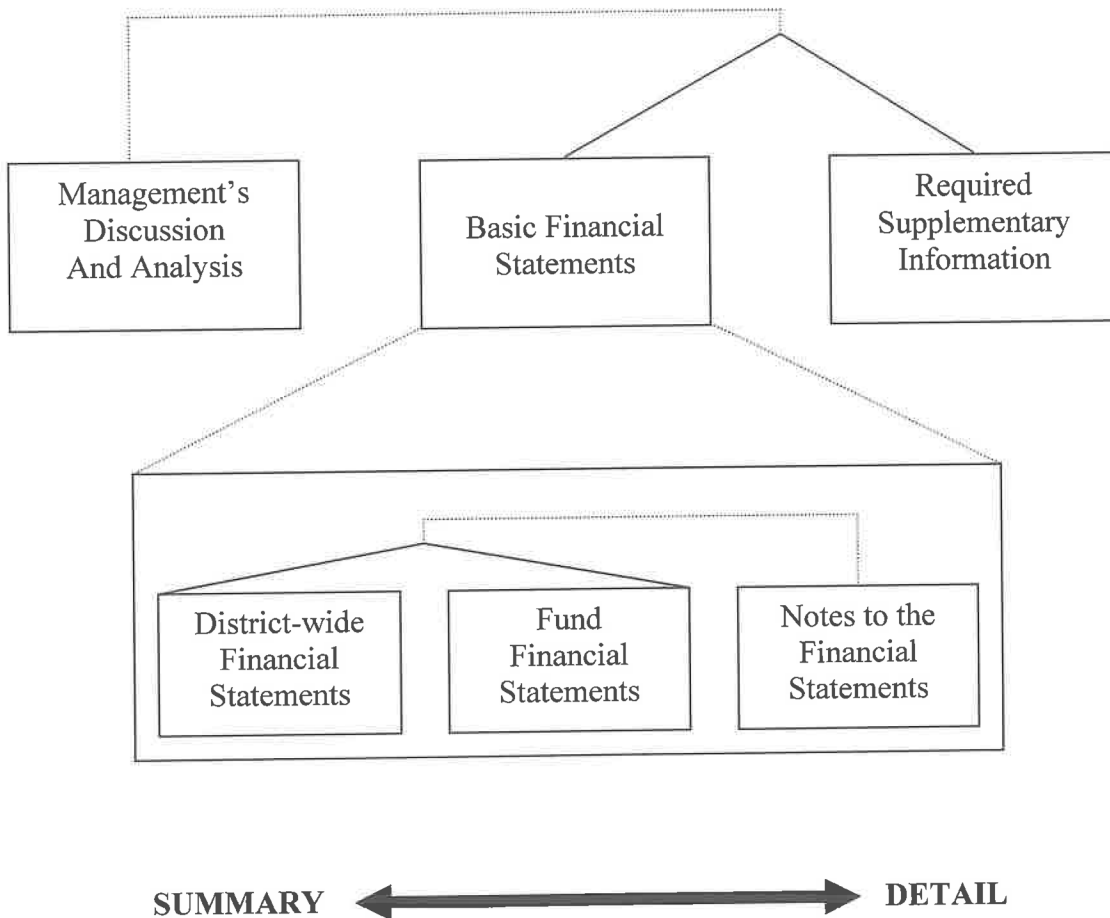
The remaining statements are fund financial statements that focus on individual parts of the District government, reporting the District's operations in more detail than the government-wide statements.

- The governmental funds statements tell how general government services were financed in the short-term as well as what remains for future spending.
- Proprietary fund statements offer short- and long-term financial information about the activities that the district operates like businesses, i.e. food service.
- Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others.

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplemental information that further explains and supports the financial statements. Detailed in the following diagram are how the various parts of this annual report are arranged and related to one another.

**Table 1**  
**Organization of Branson School District RE-82's Annual Financial Report**



Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

Table 2 displayed on the following page summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the two types of financial statements, district-wide and fund, found in the basic financial statements.

**Table 2**  
**Major Features of the District-Wide and Fund Financial Statements**

	District-wide Statements	Fund Financial Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the District operates similar to private businesses: nutritional services	Instances in which the District administers resources on behalf of someone else, such as scholarship programs and student activities monies
Required Financial Statements	Statement of net position Statement of Activities	Balance Sheet  Statement of revenues, expenditures, and changes in fund balances	Statement of net position Statement of revenues, expenses, and changes in fund net position  Statement of cash flows	Statement of fiduciary net position Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

***Government-wide Statements***

The government-wide statements are designed to provide readers a broad overview of Branson School District RE-82's finances, in a manner similar to a private-sector business.

The statement of net position includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid. The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Branson School District RE-82 is improving or deteriorating. To assess the District's overall health, you need to consider additional non-financial factors such as the condition of school building and other facilities.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow in future fiscal periods.

Both of the district-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). Included in governmental activities are most of the District's basic services such as regular and special education, transportation, maintenance and operations, and administration. The only services accounted for as business-type activities are the District's nutritional services.

The basic district-wide financial statements can be found on pages 3 and 4 of this report.

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

***Fund Financial Statements***

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds, not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs. Some funds are required by state law. Other funds control and manage money for particular purposes (such as federal grants). The District's funds are divided into two categories: governmental funds and fiduciary funds.



- *Governmental funds:* Most of the District's basic services are included in governmental funds, which generally focus on (1) inflows and outflows of cash and other financial assets and (2) balances remaining at year-end which are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine financial resources that may be available in the near term to finance the District's programs. Because this information does not encompass the long-term focus of the district-wide statements, a reconciling schedule is included on the governmental funds statements explaining the relationship (or difference) between them.

Branson School District RE-82 maintains five governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund. Capital reserve capital projects fund, the grants special revenue fund and the food services special revenue fund are included in the combining and individual fund statements and other schedule section of the report. Included in the required supplementary information section is budget-to-actual information for all governmental funds as required by state law.

The basic governmental fund financial statements can be found on pages 5-8 of this report.

- *Fiduciary funds:* Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The District is responsible for ensuring the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use these assets to finance its operations.

The District currently has no fiduciary funds.

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

***Notes to the Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the district-wide and fund financial statements. The notes to the financial statements can be found on pages 9-38 of this report.

***Other Information***

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*. This includes budget-to-actual information for all funds as dictated by state law.

***FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE***

This section will explain the differences between the current and prior year's assets, liabilities, and changes in net position.

Table 3 provides a summary of the District's net position as of June 30, 2022 and 2023.

**Table 3**  
**Branson School District RE-82**  
**Condensed Statement of Net Position as of June 30, 2023**

Table 1:

**NET POSITION**

	2023		2022	
	<b>Governmental Activities</b>	<b>Total</b>	<b>Governmental Activities</b>	<b>Total</b>
<b>ASSETS</b>				
Current and Other Assets	3,651,732	3,651,732	3,190,817	3,190,817
Capital Assets - Net	1,684,467	1,684,467	1,743,406	1,743,406
Deferred Outflows	<u>1,363,552</u>	<u>1,363,552</u>	<u>1,244,554</u>	<u>1,244,554</u>
Total Assets and Flows	<u>6,699,751</u>	<u>6,699,751</u>	<u>6,178,777</u>	<u>6,178,777</u>
<b>LIABILITIES</b>				
Current and Other Liabilities	575,674	575,674	459,643	459,643
Long Term Liabilities	5,821,410	5,821,410	4,516,879	4,516,879
Deferred Inflows	<u>993,877</u>	<u>993,877</u>	<u>2,206,520</u>	<u>2,206,520</u>
Total Liabilities and Flows	<u>7,390,961</u>	<u>7,390,961</u>	<u>7,183,042</u>	<u>7,183,042</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	1,684,467	1,684,467	1,743,406	1,743,406
Restricted for:				
Labor Reserve	149,000	149,000	149,800	149,800
Preschool	-	-	-	-
Food Service	7,996	7,996	38,494	38,494
Debt	-	-	-	-
Capital Outlay	-	-	-	-
Unrestricted	<u>(2,532,673)</u>	<u>(2,532,673)</u>	<u>(2,935,875)</u>	<u>(2,935,875)</u>
	<u>(691,210)</u>	<u>(691,210)</u>	<u>(1,004,175)</u>	<u>(1,004,175)</u>

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

The *statement of net position* reports all financial and capital resources. The statement presents assets and liabilities in order of relative liquidity. All liabilities reported are current as of June 30, 2023, consisting of accounts payable and accrued salaries and benefits. The difference between the district's assets and liabilities is its **net position**.

**Changes in Net Position**

This section shows a condensed financial comparison of revenue and expenses. Readers will note that the greatest change in this statement is accumulated depreciation

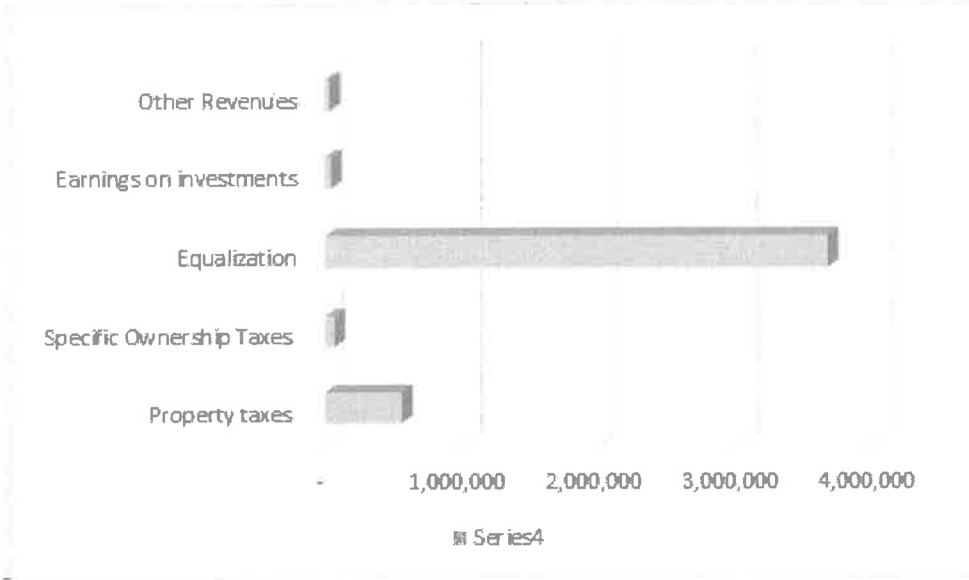
**Table 4**  
**Branson School District RE-82**

**Condensed Statement of Changes in Net Position as of June 30, 2023**

Table 2: Changes in Net Position	2023		2022	
	Governmental		Governmental	
	Activities	Total	Activities	Total
<b>Revenues</b>				
Charges for Services	94,007	94,007	73,609	73,609
Operating Grants and Contributions	731,933	731,933	872,580	872,580
Capital Grants and Contributions	-	-	119,199	119,199
Property taxes	561,276	561,276	536,211	536,211
Specific Ownership Taxes	71,907	71,907	65,871	65,871
Equalization	3,659,955	3,659,955	3,820,694	3,820,694
Earnings on investments	49,184	49,184	10,668	10,668
Other Revenues	40,633	40,633	53,251	53,251
Transfers	-	-	-	-
<b>TOTAL REVENUES</b>	<b>5,208,895</b>	<b>5,208,895</b>	<b>5,552,083</b>	<b>5,552,083</b>
<b>Expenses</b>				
Instructional services	3,264,281	3,264,281	3,709,831	3,709,831
Students	248,548	248,548	227,491	227,491
Instructional staff	55,480	55,480	94,427	94,427
District administration	168,609	168,609	118,814	118,814
School administration	299,277	299,277	341,841	341,841
Business	130,455	130,455	106,968	106,968
Operation and maintenance of facilities	227,618	227,618	64,013	64,013
Transportation	177,898	177,898	153,680	153,680
Central	207,868	207,868	199,083	199,083
Facility	8,143	8,143	196,801	196,801
Capital outlay	-	-	-	-
Interest on Long Term Liabilities	-	-	-	-
Food Service	134,863	134,863	135,127	135,127
Pension and OPEB Changes	(27,110)	(27,110)	(1,690,266)	(1,690,266)
<b>TOTAL EXPENSES</b>	<b>4,895,930</b>	<b>4,895,930</b>	<b>3,657,810</b>	<b>3,657,810</b>
<b>Increase (Decrease in Net Position)</b>	<b>312,965</b>	<b>312,965</b>	<b>1,894,273</b>	<b>1,894,273</b>

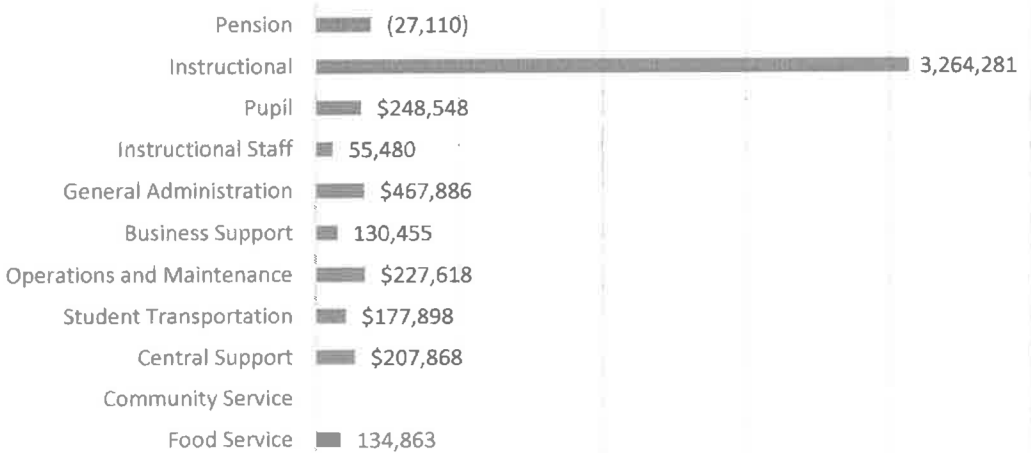
Branson School District RE-82  
 Management's Discussion and Analysis  
 For The Fiscal Year Ended June 30, 2023

**Table 5**  
**Branson School District RE-82**  
**Total Revenues FYE 2023**



Property taxes	561,276
Specific Ownership Taxes	71,907
Equalization	3,659,955
Earnings on investments	49,184
Other Revenues	40,633

**Table 6**  
**Branson School District RE-82 Total Expenditures FYE 2023**



Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

**Governmental Activities**

The primary source of operating revenue for school districts comes from the School Finance Act of 1994. Under this act, the District receives \$9,004.43 per funded student and \$8,685.66 per online student. In FY 2022-2023, the funded pupil count was 79 FTE. The online pupil count was 397. Funding for the School Finance Act comes from property taxes, specific ownership taxes and state equalization. The District received approximately 8 percent of its funding from state equalization and 12 percent from local property taxes and specific ownership taxes.

The statement of activities provides the cost of program services and the related charges for services and grants offsetting those costs. Table 7 reflects each programs net cost (total cost less fees generated by the programs and intergovernmental aid provided for specific programs).

**Table 7**  
**Branson School District RE-82**  
**Net Cost of Governmental Activities FY 2022-2023**

**Table - 3 Governmental Activities by Major Function**

	2023		2022	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instructional services	3264281	(2,647,993)	3709831	(2,820,011)
Students	248,548	(179,711)	227,491	(169,703)
Instructional staff	55480	(53,326)	94427	(94,427)
District administration	168609	(163,797)	118814	(118,814)
School administration	299,277	(290,434)	341,841	(341,841)
Business	130,455	(124,879)	106,968	(106,968)
Operation and maintenance of facilities	227,618	(204,680)	64,013	(54,639)
Transportation	177,898	(153,492)	153,680	(132,303)
Central	207,868	(201,981)	199,083	(199,083)
Facility	8,143	(8,143)	196,801	(196,801)
Capital outlay				
Interest on Long Term Liabilities				
Food Service	134,863	(68,664)	135,127	(48,098)
Pension and OPEB Changes	(27,110)	27,110	(1,690,266)	1,690,266
Total	4,895,930	(4,069,990)	3,657,810	(2,592,422)

Branson School District RE-82  
 Management's Discussion and Analysis  
 For The Fiscal Year Ended June 30, 2023

**Table 8**  
**Branson School District RE-82**  
**Condensed Statement of Changes in Capital Assets**  
**Governmental Activities**

Table 4: Capital Assets ( Net of Depreciation )

	Governmental <u>2022-2023</u>	Governmental <u>2021-2022</u>
Land & Sites	40,800	40,800
Buildings & Improvements	1,425,941	1,500,387
Equipment & Vehicles	217,726	202,219
Total Capital Assets	<u>1,684,467</u>	<u>1,743,406</u>

Business Activities – Food Service Proprietary Fund

***FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS***

***Governmental Funds***

The focus of the District's governmental funds report is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. Unreserved fund balance may serve as a useful measure of the District's net resources available for spending at the end of the fiscal year.

**General Fund**

The General Fund is the major operating fund of the District, providing the majority of the resources for the educational and support programs. The Board of Education approves a budget in June based on enrollment projections for the following school year. In January of 2023, the Board of Education approved a revised issuance of the budget. The primary reasons for the revision were a more precise student enrollment count and an updated beginning fund balance figure.

Actual revenues for the General Fund totaled \$4,904,066 which was \$ 8,090 more than the final budget primarily due to an increase of revenue from state sources, property tax, local grants and other local funding. The actual expenditures of \$4,461,616 were below budget by \$2,930,263 primarily due to tightened expenditures overall and increase Online enrollment due to COVID. The fund balance as of June 30, 2023, is \$ 2,979,325.

Branson School District RE-82  
Management's Discussion and Analysis  
For The Fiscal Year Ended June 30, 2023

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

At the time these financial statements were prepared and audited, the District was aware of the following existing circumstances that could significantly affect its financial health in the future:

- Lower enrollment in the district will result in dramatically lower revenues.
- Increased investment in instruction per student will increase expenditures.

### ***CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT***

This financial report is designed to provide the District's citizens, taxpayers, customer, and investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Superintendent or Business Manager, Branson RE-82, 101 Saddlerock Drive, Branson, CO 81027

Respectfully submitted,

Jamie Odum, Superintendent

BASIC FINANCIAL STATEMENTS

BRANSON SCHOOL DISTRICT NUMBER RE-82  
STATEMENT OF NET POSITION  
June 30, 2023

	<u>Governmental</u>	<u>Total</u>
<u>ASSETS</u>	<u>Activities</u>	
Cash & Equivalents	3,602,327	3,602,327
Accounts Receivable	-	-
Grants Receivable	41,184	41,184
Property Taxes Receivable	5,500	5,500
Prepaid Assets	-	-
Inventories	2,721	2,721
Capital Assets	3,976,963	3,976,963
Accumulated Depreciation	<u>(2,292,496)</u>	<u>(2,292,496)</u>
<u>Total Assets</u>	<u>5,336,199</u>	<u>5,336,199</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pension	1,326,959	1,326,959
Other Post Employment Benefits	<u>36,593</u>	<u>36,593</u>
<u>Total Deferred Outflow of Resources</u>	<u>1,363,552</u>	<u>1,363,552</u>
 <u>LIABILITIES</u>		
Accounts Payable	109,659	109,659
Accrued Salaries	390,101	390,101
Accrued Interest Payable	-	-
Compensated Absences	-	-
Unearned Revenue	75,914	75,914
Net Pension Liability	5,629,565	5,629,565
Net OPEB Liability	<u>191,845</u>	<u>191,845</u>
<u>Total Liabilities</u>	<u>6,397,084</u>	<u>6,397,084</u>
 <u>DEFERRED INFLOW OF RESOURCES</u>		
Pension	919,791	919,791
Other PostEmployment Benefits	<u>74,086</u>	<u>74,086</u>
<u>Total Deferred Inflow of Resources</u>	<u>993,877</u>	<u>993,877</u>
 <u>NET POSITION</u>		
Net Investment in Capital Assets	1,684,467	1,684,467
Restricted for:		
TABOR Reserve	149,000	149,000
Preschool	-	-
Food Service	7,996	7,996
Debt	-	-
Capital Outlay	-	-
Unrestricted	<u>(2,532,673)</u>	<u>(2,532,673)</u>
<u>Total Net Position</u>	<u>(691,210)</u>	<u>(691,210)</u>

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



## BRANSON SCHOOL DISTRICT NUMBER RE-82

## BALANCE SHEET

## GOVERNMENTAL FUNDS

June 30, 2023

	<u>General Fund</u>	<u>Designated Purpose Grant Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>				
Cash and Equivalents	3,445,783	49,383	107,161	3,602,327
Accounts Receivable	-	-	-	-
Grants Receivable	19,821	18,478	2,885	41,184
Due From Other Funds	2,233	-	-	2,233
Property Taxes Receivable	5,500	-	-	5,500
Prepaid Assets	-	-	-	-
Inventories	-	-	2,721	2,721
<u>Total Assets</u>	<u>3,473,337</u>	<u>67,861</u>	<u>112,767</u>	<u>3,653,965</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>				
	-	-	-	-
<u>LIABILITIES AND FUND BALANCES:</u>				
Liabilities:				
Accounts Payable	103,301	-	6,358	109,659
Accrued Salaries	353,912	23,013	13,176	390,101
Due To Other Funds	-	2,233	-	2,233
Interest Payable	-	-	-	-
Unearned Revenue	33,299	42,615	-	75,914
<u>Total Liabilities</u>	<u>490,512</u>	<u>67,861</u>	<u>19,534</u>	<u>577,907</u>
<u>DEFERRED INFLOW OF RESOURCES</u>				
Property Taxes	3,500	-	-	3,500
<u>FUND BALANCES:</u>				
Nonspendable:				
Inventories	-	-	2,721	2,721
Restricted for:				
Emergencies	149,000	-	-	149,000
Food Service	-	-	7,996	7,996
Committed for:				
Capital Outlay	-	-	31,963	31,963
Assigned for:				
Student Activities	-	-	50,553	50,553
Unassigned	2,830,325	-	-	2,830,325
<u>Total Fund Balances</u>	<u>2,979,325</u>	<u>-</u>	<u>93,233</u>	<u>3,072,558</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u>				
	<u>3,473,337</u>	<u>67,861</u>	<u>112,767</u>	<u>3,653,965</u>

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET POSITION  
June 30, 2023

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

<u>Total Fund Balance – Governmental Funds</u>	3,072,558
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$3,976,963 and the accumulated depreciation is \$2,292,496.	1,684,467
Property tax revenue is recognized when earned (claim to resources established) rather than when “available”. All of the deferred property tax revenue is not available	3,500
Net pension and other post employment benefits liabilities, along with associated deferred flow, are not recorded at the fund level:	
Net Pension Liability	(5,629,565)
Net Other Post Employment Benefits Liability	(191,845)
Deferred Outflows	1,363,552
Deferred Inflows	<u>(993,877)</u>
 <u>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</u>	 <u>(691,210)</u>

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES – GOVERNMENTAL FUNDS  
Fiscal Year Ended June 30, 2023

	<u>General Fund</u>	<u>Designated Purpose Grant Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES:</b>				
Property Taxes	565,776	-	-	565,776
Specific Ownership Taxes	71,907	-	-	71,907
Earnings on Investments	49,184	-	-	49,184
Other Local Sources	82,420	-	75,143	157,563
State Aid	4,128,749	-	819	4,129,568
Federal Aid	6,030	182,356	51,011	239,397
<u>Total Revenues</u>	<u>4,904,066</u>	<u>182,356</u>	<u>126,973</u>	<u>5,213,395</u>
<b>EXPENDITURES:</b>				
Current:				
Instructional Services	2,980,039	182,356	-	3,162,395
Supporting Services:				
Students	198,522	-	50,026	248,548
Instructional Staff	55,480	-	-	55,480
District Administration	159,224	-	-	159,224
School Administration	299,277	-	-	299,277
Business	130,455	-	-	130,455
Operation and Maintenance	236,342	-	26,127	262,469
Transportation	186,266	-	-	186,266
Central Support	207,868	-	-	207,868
Facilities	8,143	-	-	8,143
Food Service	-	-	143,976	143,976
Capital Outlay	-	-	-	-
<u>Total Expenditures</u>	<u>4,461,616</u>	<u>182,356</u>	<u>220,129</u>	<u>4,864,101</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>				
	442,450	-	(93,156)	349,294
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating Transfers In(Out)	(100,000)	-	100,000	-
<u>Total Other Financing Sources (Uses)</u>	<u>(100,000)</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	342,450	-	6,844	349,294
<b>FUND BALANCES, Beginning</b>	2,636,875	-	86,389	2,723,264
<b>FUND BALANCES, Ending</b>	<u>2,979,325</u>	<u>-</u>	<u>93,233</u>	<u>3,072,558</u>

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
Fiscal Year Ended June 30, 2023

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

Net Change in Fund Balances – Total Governmental Funds 349,294

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.

	104,447	
Capital Outlays More Than \$5,000		
Depreciation Expense	<u>(163,386)</u>	(58,939)

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

(4,500)

The statement of activities reports changes in net pension and net OPEB balances which is not reported in the fund financial statements.

	2,829	
Pension		
Other Post Employment Benefits	<u>24,281</u>	

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES 312,965

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

NOTES TO BASIC FINANCIAL STATEMENTS

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Branson School District Number RE-82 of Las Animas County was reorganized by a vote of qualified electorate in 1958, under the provisions of the Colorado School Organization Act of 1957.

The District operates under an elected Board of Education with five members and provides educational services to approximately 500 students.

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Branson School District Number RE-82. 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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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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 and proprietary funds. Major individual governmental funds (General Fund and Governmental Designated Purpose Grant Fund) 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 unassigned fund balance as a measure of available spendable resources. This means that only current liabilities are generally included on their balance sheets.

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

*Fiduciary funds* are used to account for assets held by the District in a trustee or agency capacity for others that cannot be used to support the Districts own programs.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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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 Fund

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.      Governmental Designated Purpose Grant Fund – this fund provides a separate accounting for federal and state grant funded programs.

E.      Cash and Investments

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

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F.      Receivables

Property taxes levied in 2022 but not yet available in 2023 are identified as property taxes receivable and deferred inflows at June 30, 2023, and are presented net of an allowance for uncollectible taxes.

G.      Inventories

Materials and supplies inventories are stated at cost. Inventories recorded in the Food Services Fund consist of purchased and donated commodities. 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 and any remaining depreciation is recorded in the year of disposition.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I.      Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities. The District records long-term debt of governmental funds at the face value. The District does not have a material liability for compensated absences payable at June 30, 2023.

J.      Constitutional Amendment

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

On November 4, 1997 the registered voters approved a ballot resolution authorizing Branson School District Number RE-82 to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased or any new tax be imposed.

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's required TABOR Reserve was \$149,000.

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

K.      Property Taxes

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

Levy Date	December 15, 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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L.        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.

M.        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.

BRANSON SCHOOL DISTRICT NUMBER RE  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 2023

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

M.     GASB Statement No. 54 (Continued)

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.

Fund Balance Classification by Fund:

	<u>General Fund</u>	<u>Food Service Fund</u>	<u>Capital Reserve Capital Projects Fund</u>	<u>Designated Grants</u>	<u>Student Activity</u>	<u>Total Governmental Funds</u>
<b><u>Nonspendable</u></b>						
Inventories	-	2,721	-	-	-	2,721
<b><u>Restricted</u></b>						
Emergencies	149,000	-	-	-	-	149,000
Food Service	-	7,996	-	-	-	7,996
<b><u>Committed</u></b>						
Capital Outlay	-	-	31,963	-	-	31,963
<b><u>Assigned</u></b>						
Student Activity	-	-	-	-	50,553	50,553
<b><u>Unassigned</u></b>	<u>2,830,325</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,830,325</u>
<b><u>Total Fund Balances</u></b>	<u>2,979,325</u>	<u>10,717</u>	<u>31,963</u>	<u>-</u>	<u>50,553</u>	<u>3,072,558</u>

N.     Deferred Outflows/Inflows of Resources

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

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

O.     GASB 96

On July 1, 2022 Branson School District Number RE-82 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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 2      RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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.

Certain items having no effect on measurement and basis were eliminated from the government fund statements during the consolidation of governmental activities. The items which we eliminated are as follows:

Governmental Funds – Interfund Transfers	\$ 100,000
Governmental Funds – Interfund Receivables/Payables	\$ 2,233

NOTE 3      BUDGETARY INFORMATION

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

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

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 3      BUDGETARY INFORMATION (Continued)

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

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

NOTE 4      CASH AND EQUIVALENTS

Deposits

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

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

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	2,509,339	2,507,338
Cash with County Treasurer	-	-
COLO Trust	842,780	-
Cash on Hand	208	-
<u>Total Cash and Deposits</u>	<u>3,602,327</u>	<u>2,757,338</u>

Deposits with a bank balance of \$2,507,338 and a carrying balance of \$2,509,339 as of June 30, 2023 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
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 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>Additions</u>	<u>Deletions</u>	<u>Adjustments</u>	<u>Balance</u> <u>June 30, 2023</u>
<u>Non-Depreciable Assets:</u>					
Land	40,800	-	-	-	40,800
Construction in Progress	<u>45,850</u>	-	-	(45,850)	-
<u>Total Non-Depreciable Assets</u>	<u>86,650</u>	-	-	(45,850)	<u>40,800</u>
<u>Depreciable Assets:</u>					
Buildings & Site Improvements	2,776,700	36,825	-	45,850	2,859,375
Equipment & Vehicles	978,720	56,990	-	-	1,035,710
Food Service Equipment	<u>30,446</u>	<u>10,632</u>	-	-	<u>41,078</u>
<u>Total Depreciable Assets</u>	<u>3,785,866</u>	<u>104,447</u>	-	<u>45,850</u>	<u>3,936,163</u>
<u>Less Accumulated</u>					
<u>Depreciation for:</u>					
Building & Site Improvements	1,322,163	111,271	-	-	1,433,434
Equipment & Vehicles	776,501	50,596	-	-	827,097
Food Service Equipment	<u>30,446</u>	<u>1,519</u>	-	-	<u>31,965</u>
<u>Total Accumulated</u>					
<u>Depreciation</u>	<u>2,129,110</u>	<u>163,386</u>	-	-	<u>2,292,496</u>
<u>Total Capital Assets, Net</u>	<u>1,743,406</u>	<u>(58,939)</u>	-	-	<u>1,684,467</u>

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

Governmental Activities:

Instruction	101,886
General Administration	9,385
Operations and Maintenance	1,974
Transportation	48,622
Food Services	<u>1,519</u>
<u>Total Depreciation Expense –Governmental Activities</u>	<u>163,386</u>

NOTE 6      PENSION PLAN

**Defined Benefit Pension Plan**

**Summary of Significant Accounting Policies**

Pensions. Branson School District Number RE-82 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 Branson School District Number RE-82 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](http://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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
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NOTE 6      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, Branson School District Number RE-82 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%
<b>Total employer contribution rate to the SCHDTF</b>	<b>20.38%</b>

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

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 6      PENSION PLAN (Continued)

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Branson School District Number RE-82 is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Branson School District Number RE-82 were \$496,591 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 Branson School District Number RE-82 proportion of the net pension liability was based on Branson School District Number RE-82 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 Branson School District Number RE-82 reported a liability of \$5,629,565 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 Branson School District Number RE-82 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 Branson School District Number RE-82 were as follows:

Branson School District Number RE-82 proportionate share of the net pension liability	\$5,629,565
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Branson School District Number RE-82	\$1,640,512
Total	\$7,270,077

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 6      PENSION PLAN (Continued)

At December 31, 2022, the Branson School District Number RE-82 proportion was 0.03%, which was a decrease of 0.006% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Branson School District Number RE-82 recognized pension income of \$2,829 and revenue of \$139,893 for support from the State as a nonemployer contributing entity. At June 30, 2023, the Branson School District Number RE-82 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	53,278	-
Changes of assumptions or other inputs	99,718	-
Net difference between projected and actual earnings on pension plan investments	756,258	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	167,591	(919,791)
Contributions subsequent to the measurement date	250,114	N/A
Total	1,326,959	(919,791)

\$250,114 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	(248,991)
2025	(217,054)
2026	183,577
2027	439,522
2028	-
Thereafter	-

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 6      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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 6      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%
<b>Total</b>	<b>100.00%</b>	

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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2023

NOTE 6      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 Branson School District Number RE-82 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:

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 6      PENSION PLAN (Continued)

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension	7,367,165	5,629,565	4,178,492

*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](http://www.copera.org/investments/pera-financial-reports).

**Defined Contribution Pension Plans**

Voluntary Investment Program (PERAPlus 401(k) Plan)

*Plan Description* – Employees of the Branson School District Number RE-82 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](http://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 \$9,100.

NOTE 7      OTHER POST EMPLOYMENT BENEFITS

**Defined Benefit Other Post Employment Benefit (OPEB) Plan**

**Summary of Significant Accounting Policies**

*OPEB.* Branson School District Number RE-82 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 Branson School District Number RE-82 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](http://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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
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NOTE 7      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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
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**NOTE 7**      OTHER POST EMPLOYMENT BENEFITS (Continued)

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Branson School District Number RE-82 is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Branson School District Number RE-82 were \$24,854 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 Branson School District Number RE-82 reported a liability of \$191,845 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 Branson School District Number RE-82 proportion of the net OPEB liability was based on Branson School District Number RE-82 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 Branson School District Number RE-82 proportion was 0.0235%, which was a decrease of 0.0007% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Branson School District Number RE-82 recognized OPEB income of \$24,281. At June 30, 2023, the Branson School District Number RE-82 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	25	(46,394)
Changes of assumptions or other inputs	3,083	(21,174)
Net difference between projected and actual earnings on OPEB plan investments	11,718	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	9,249	(6,518)
Contributions subsequent to the measurement date	12,518	N/A
Total	36,593	(74,086)

\$12,518 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	(15,946)
2025	(16,662)
2026	(8,462)
2027	(1,482)
2028	(6,030)
Thereafter	(1,429)

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 7      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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

**NOTE 7**      **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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 7      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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 7      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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 7      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%
<b>Total</b>	<b>100.00%</b>	

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 Branson School District Number RE-82 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:

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

**NOTE 7**      **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	\$186,415	\$191,845	\$165,706

\*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 Branson School District Number RE-82 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	\$222,405	\$191,845	\$165,706

*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](http://www.copera.org/investments/pera-financial-reports).

BRANSON SCHOOL DISTRICT NUMBER RE-82  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 8      LITIGATION

None.

NOTE 9      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.

NOTE 10      JOINT VENTURES

South Central Board of Cooperative Educational Services (BOCES)

Not reflected in the accompanying financial statements is the District's participation in the South Central 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. The 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:

Total Assets	2,859,392
Deferred Outflows	383,852
Total Liabilities	3,841,008
Deferred Inflows	<u>1,973,790</u>
Net Position	<u>(2,571,554)</u>
Total Revenues (GAAP Basis)	5,068,949
Total Expenditures (GAAP Basis)	<u>3,187,843</u>
Excess (Deficiency)	<u>1,881,106</u>

The B.O.C.E.S. has no long term debt.

The equity interest of each member District is not known, nor is the change in such interest. The equity interest will be determined only at the disbanding of the B.O.C.E.S.

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.

BRANSON SCHOOL DISTRICT NUMBER RE-82  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

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NOTE 11    INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Purpose</u>	<u>Repayment Period</u>
General Fund	2,233	-	-	100,000	Operations	Within 3 Months
Capital Reserve – Capital Projects	-	2,233	50,000	-	Operations	Within 3 Months
Designated Purpose – Grant Fund	-	-	-	-	Operations	Within 3 Months
Food Service Fund	<u>-</u>	<u>-</u>	<u>50,000</u>	<u>-</u>	Operations	Within 3 Months
	<u>2,233</u>	<u>2,233</u>	<u>100,000</u>	<u>100,000</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.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

OPEB TREND DATA

## MAJOR GOVERNMENTAL 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.

### Governmental Designated Purpose Grant Fund

This fund is provided to maintain a separate accounting for federal and state grant funded programs.

BRANSON SCHOOL DISTRICT RE-82  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
Fiscal Year Ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget- Favorable (Unfavorable)
	Original	Final		
<u>REVENUES</u>				
<u>Local Sources</u>				
Property Taxes	557,503	561,304	565,776	4,472
Specific Ownership Taxes	42,449	48,060	71,907	23,847
Earnings on Investments	9,000	20,000	49,184	29,184
Delinquent Taxes & Interest	600	600	470	(130)
Other	37,000	52,720	81,950	29,230
<u>Total Local Revenues</u>	<u>646,552</u>	<u>682,684</u>	<u>769,287</u>	<u>86,603</u>
<u>State Sources</u>				
Equalization	3,861,179	3,629,088	3,659,955	30,867
Transportation	20,000	22,000	23,018	1,018
Vocational Education	25,000	54,000	54,196	196
Other	261,132	376,149	391,580	15,431
<u>Total State Sources</u>	<u>4,167,311</u>	<u>4,081,237</u>	<u>4,128,749</u>	<u>47,512</u>
<u>Federal Sources</u>				
Other	-	10,583	6,030	(4,553)
<u>Total Federal Sources</u>	<u>-</u>	<u>10,583</u>	<u>6,030</u>	<u>(4,553)</u>
<u>TOTAL REVENUES</u>	<u>4,813,863</u>	<u>4,774,504</u>	<u>4,904,066</u>	<u>129,562</u>
 <u>EXPENDITURES</u>				
<u>Instruction</u>				
<u>Regular Programs</u>				
Salaries	2,586,300	2,016,050	1,750,568	265,482
Employee Benefits	645,500	526,306	524,023	2,283
Purchase Services-Professional	30,000	50,500	34,893	15,607
Purchase Services – Property	16,000	35,000	13,337	21,663
Purchase Services – Other	251,600	244,848	169,113	75,735
Supplies & Materials	333,100	403,831	297,299	106,532
Property	26,000	175,000	187,975	(12,975)
Other Objects	2,000	4,995	2,831	2,164
<u>Total Instruction</u>	<u>3,890,500</u>	<u>3,456,530</u>	<u>2,980,039</u>	<u>476,491</u>

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

BRANSON SCHOOL DISTRICT RE-82  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>EXPENDITURES</u>				
<u>SUPPORTING SERVICES</u>				
<u>Student Support Services</u>				
Salaries	148,000	253,000	142,442	110,558
Employee Benefits	37,500	59,155	48,783	10,372
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	3,000	1,900	1,920	(20)
Supplies and Materials	1,000	7,000	5,377	1,623
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Student Support Services</u>	<u>189,500</u>	<u>321,055</u>	<u>198,522</u>	<u>122,533</u>
<u>Instructional Staff</u>				
Salaries	58,000	39,000	38,050	950
Employee Benefits	16,800	11,240	11,982	(742)
Purchased Services-Professional	1,000	1,000	-	1,000
Purchased Services-Property	-	-	-	-
Purchased Services-Other	3,000	5,000	-	5,000
Supplies and Materials	9,500	6,500	5,448	1,052
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Instructional Staff</u>	<u>88,300</u>	<u>62,740</u>	<u>55,480</u>	<u>7,260</u>
<u>General Administration</u>				
Salaries	145,000	85,000	85,000	-
Employee Benefits	36,000	42,240	32,609	9,631
Purchased Services – Professional	5,000	15,000	11,558	3,442
Purchased Services – Property	4,000	11,000	5,980	5,020
Purchased Services – Other	13,000	22,000	21,389	611
Supplies and Materials	1,500	5,000	2,688	2,312
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total General Administration</u>	<u>204,500</u>	<u>180,240</u>	<u>159,224</u>	<u>21,016</u>

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

BRANSON SCHOOL DISTRICT RE-82  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Support Services (Continued)</u>				
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	225,000	161,100	156,206	4,894
Employee Benefits	57,000	38,419	44,899	(6,480)
Purchased Services-Professional	23,000	16,000	15,611	389
Purchased Services-Property	5,000	7,000	4,610	2,390
Purchased Services-Other	70,000	80,500	69,609	10,891
Supplies and Materials	20,000	25,000	7,893	17,107
Property	2,000	-	-	-
Other Objects	7,000	3,000	449	2,551
<u>Total School Administration</u>	<u>409,000</u>	<u>331,019</u>	<u>299,277</u>	<u>31,742</u>
 <u>Business Services</u>				
Salaries	100,000	100,000	98,500	1,500
Employee Benefits	28,000	28,300	31,910	(3,610)
Purchased Services-Professional	-	1,000	45	955
Purchased Services-Property	-	-	-	-
Purchased Services-Other	1,000	-	-	-
Supplies and Materials	-	-	-	-
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Business Services</u>	<u>129,000</u>	<u>129,300</u>	<u>130,455</u>	<u>(1,155)</u>
 <u>Operations and Maintenance</u>				
Salaries	75,000	75,000	71,965	3,035
Employee Benefits	22,000	23,100	25,792	(2,692)
Purchased Services-Professional	10,575	10,575	271	10,304
Purchased Services-Property	110,530	230,500	25,490	205,010
Purchased Services-Other	45,000	43,500	38,810	4,690
Supplies and Materials	100,000	202,530	74,014	128,516
Property	10,000	-	-	-
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>373,105</u>	<u>585,205</u>	<u>236,342</u>	<u>348,863</u>

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

BRANSON SCHOOL DISTRICT RE-82  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Support Services (Continued)</u>				
<u>Student Transportation</u>				
Salaries	30,000	35,000	24,524	10,476
Employee Benefits	6,465	9,530	7,311	2,219
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	-	-	-	-
Purchased Services-Other	70,000	53,000	45,615	7,385
Supplies and Materials	32,000	49,470	51,826	(2,356)
Property	-	80,000	56,990	23,010
Other Objects	-	-	-	-
<u>Total Student Transportation</u>	<u>138,465</u>	<u>227,000</u>	<u>186,266</u>	<u>40,734</u>
<u>Central Support</u>				
Salaries	105,000	105,000	104,000	1,000
Employee Benefits	33,000	37,125	34,400	2,725
Purchased Services-Professional	3,000	-	-	-
Purchased Services-Other	61,000	104,500	69,468	35,032
<u>Total Central Support</u>	<u>202,000</u>	<u>246,625</u>	<u>207,868</u>	<u>38,757</u>
<u>Facility</u>				
Property	-	10,000	8,143	1,857
<u>Total Facility</u>	<u>-</u>	<u>10,000</u>	<u>8,143</u>	<u>1,857</u>
<u>Total Supporting Services</u>	<u>1,733,870</u>	<u>2,093,184</u>	<u>1,481,577</u>	<u>611,607</u>
<u>Appropriated Reserves</u>	<u>1,139,493</u>	<u>1,810,665</u>	<u>-</u>	<u>1,810,665</u>
<u>TOTAL EXPENDITURES</u>	<u>6,763,863</u>	<u>7,360,379</u>	<u>4,461,616</u>	<u>2,898,763</u>
<u>Revenues Over (Under) Expenditures</u>	<u>(1,950,000)</u>	<u>(2,585,875)</u>	<u>442,450</u>	
<u>Other Financing Sources (Uses)</u>				
Transfers	(50,000)	(100,000)	(100,000)	-
<u>Total Other Financing Sources (Uses)</u>	<u>(50,000)</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
<u>Revenues Over (Under) Expenditures and Other Financing Sources (Uses)</u>	<u>(2,000,000)</u>	<u>(2,685,875)</u>	<u>342,450</u>	
<u>Fund Balance, July 1</u>	<u>2,000,000</u>	<u>2,685,875</u>	<u>2,636,875</u>	
<u>Fund Balance, June 30</u>	<u>-</u>	<u>-</u>	<u>2,979,325</u>	

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

BRANSON SCHOOL DISTRICT RE-82  
DESIGNATED PURPOSE GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>REVENUES</u>				
Local Sources	-	-	-	-
State Sources	-	-	-	-
Federal Sources	<u>185,156</u>	<u>185,156</u>	<u>182,356</u>	<u>(2,800)</u>
<u>Total Revenues</u>	<u>185,156</u>	<u>185,156</u>	<u>182,356</u>	<u>(2,800)</u>
<u>EXPENDITURES</u>				
Salaries	108,500	108,500	111,063	(2,563)
Employee Benefits	29,384	29,384	26,793	2,591
Purchased Services-Professional	5,322	5,322	5,495	(173)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	3,805	3,805	1,862	1,943
Supplies and Materials	1,320	1,320	318	1,002
Property	36,825	36,825	36,825	-
Other Objects	-	-	-	-
<u>Total Expenditures</u>	<u>185,156</u>	<u>185,156</u>	<u>182,356</u>	<u>2,800</u>
<u>Revenues Over (Under) Expenditures</u>	-	-	-	
<u>Other Financing Sources (Uses)</u>				
Transfers	-	-	-	
<u>Total Other Financing Sources (Uses)</u>	-	-	-	
<u>Revenues Over (Under) Expenditures And Other Financing Sources (Uses)</u>	-	-	-	
<u>FUND BALANCE, July 1</u>	-	-	-	
<u>FUND BALANCE, June 30</u>	-	-	-	

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

BRANSON SCHOOL DISTRICT RE-82  
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION 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>
Plan Measurement Date	12-31-22	12-31-21	12-31-20	12-31-19	12-31-18	12-31-17	12-31-16	12-31-15	12-31-14	12-31-13
District's proportion of the net pension liability (asset)	0.031%	0.037%	0.0409%	0.0362%	0.0354%	0.0390%	0.0383%	0.0391%	0.0410%	0.0416%
District's proportionate share of the net pension liability (asset)	\$5,629,565	\$4,308,436	\$6,188,631	\$5,409,233	\$6,270,925	\$12,608,274	\$11,402,110	\$5,974,140	\$5,551,919	\$5,308,026
State's proportionate share of the net pension liability associated with the District**	\$1,640,512	\$493,907	-	\$686,092	\$857,462	-	-	-	-	-
District's covered payroll	\$2,436,660	\$2,356,256	\$2,236,085	\$2,163,080	\$2,063,124	\$1,838,513	\$1,779,964	\$1,677,697	\$1,710,570	\$1,696,375
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	231%	183%	277%	250%	304%	686%	641%	356%	325%	313%
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%	59.2%	62.80%	64.06%

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

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

BRANSON SCHOOL DISTRICT RE-82  
 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	\$ 496,591	\$ 468,424	\$ 444,534	\$ 418,909	\$ 394,676	\$ 347,191	\$ 327,184	\$ 297,725	\$ 288,778	\$ 273,157
Contributions in relation to the contractually required contributions	<u>\$ (496,591)</u>	<u>\$ (468,424)</u>	<u>\$ (444,534)</u>	<u>\$ (418,909)</u>	<u>\$ (394,676)</u>	<u>\$ (347,191)</u>	<u>\$ (327,184)</u>	<u>\$ (297,725)</u>	<u>\$ (288,778)</u>	<u>\$ (273,157)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$2,436,660	\$2,356,256	\$2,236,085	\$2,163,080	\$2,063,124	\$1,838,513	\$1,779,964	\$1,677,697	\$1,710,570	\$1,696,375
Contributions as a percentage of covered payroll	20.38%	19.88%	19.88%	19.38%	19.13%	18.88%	18.38%	17.75%	16.88%	16.10%

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

BRANSON SCHOOL DISTRICT RE-82  
 SCHEDULE OF PROPORTIONATE SHARE OF NET OTHER POST EMPLOYMENT BENEFIT (OPEB) 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)	0.0235%	0.0242%	0.0237%	0.0237%	0.0230%	0.0222%	0.0218%	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$191,845	\$208,443	\$224,937	\$265,960	\$313,194	\$287,919	\$282,226	-	-	-
District's covered payroll	\$2,436,660	\$2,356,256	\$2,236,085	\$2,163,080	\$2,063,124	\$1,838,513	\$1,779,964	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	7.87%	8.84%	10.06%	12.30%	15.18%	15.66%	15.86%	-	-	-
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.

BRANSON SCHOOL DISTRICT RE-82  
 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	\$ 24,854	\$ 24,034	\$ 22,808	\$ 22,063	\$ 21,044	\$ 18,753	\$ 18,156	-	-	-
Contributions in relation to the contractually required contributions	<u>\$(24,854)</u>	<u>\$(24,034)</u>	<u>\$(22,808)</u>	<u>\$(22,063)</u>	<u>\$(21,044)</u>	<u>\$(18,753)</u>	<u>\$(18,156)</u>	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-
District's covered payroll	\$2,436,660	\$2,356,256	\$2,236,085	\$2,163,080	\$2,063,124	\$1,838,513	\$1,779,964	-	-	-
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

### Special Revenue Fund

The Special Revenue Fund accounts for revenues that are legally restricted to expenditure for specific purposes.

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

Student Activity – The fund accounts for the financial activities of student clubs and activities.

### Capital Project Funds

Capital Reserve Capital Project Fund – This fund accounts for the acquisition of sites, buildings, equipment and vehicles.

BRANSON SCHOOL DISTRICT RE-82  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2023

	<u>Capital Reserve Capital Projects</u>	<u>Special Revenue Funds Student Activity</u>	<u>Food Service</u>	<u>Total Non-Major Governmental Funds</u>
<u>ASSETS</u>				
Cash and Equivalents	38,321	50,553	18,287	107,161
Accounts Receivable	-	-	-	-
Grants Receivable	-	-	2,885	2,885
Due From Other Funds	-	-	-	-
Property Taxes Receivable	-	-	-	-
Inventories	-	-	2,721	2,721
<u>Total Assets</u>	<u>38,321</u>	<u>50,553</u>	<u>23,893</u>	<u>112,767</u>
<u>LIABILITIES AND FUND BALANCES</u>				
Liabilities:				
Accounts Payable	6,358	-	-	6,358
Accrued Salaries	-	-	13,176	13,176
Due To Other Funds	-	-	-	-
Unearned Revenue	-	-	-	-
<u>Total Liabilities</u>	<u>6,358</u>	<u>-</u>	<u>13,176</u>	<u>19,534</u>
Deferred Inflow of Resources:				
Property Taxes	-	-	-	-
Fund Balances:				
Nonspendable:				
Inventories	-	-	2,721	2,721
Restricted:				
Debt Service	-	-	-	-
Food Service	-	-	7,996	7,996
Committed:				
Capital Outlay	31,963	-	-	31,963
Assigned:				
Student Activities	-	50,553	-	50,553
Unassigned	-	-	-	-
<u>Total Fund Balances</u>	<u>31,963</u>	<u>50,553</u>	<u>10,717</u>	<u>93,233</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS &amp; FUND BALANCES</u>	<u>38,321</u>	<u>50,553</u>	<u>23,893</u>	<u>112,767</u>

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

BRANSON SCHOOL DISTRICT RE-82  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 Fiscal Year Ended June 30, 2023

	<u>Capital Reserve Capital Projects</u>	<u>Special Revenue Funds Student Activity</u>	<u>Food Service</u>	<u>Total Non-Major Governmental Funds</u>
<u>REVENUES</u>				
Local Sources	-	60,774	14,369	75,143
State Sources	-	-	819	819
Federal Sources	-	-	51,011	51,011
<u>Total Revenues</u>	<u>-</u>	<u>60,774</u>	<u>66,199</u>	<u>126,973</u>
<u>EXPENDITURES</u>				
Students	-	50,026	-	50,026
Operation and Maintenance	26,127	-	-	26,127
Food Service	-	-	143,976	143,976
<u>Total Expenditures</u>	<u>26,127</u>	<u>50,026</u>	<u>143,976</u>	<u>220,129</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>				
	(26,127)	10,748	(77,777)	(93,156)
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfer In (Out)	50,000	-	50,000	100,000
<u>Total Other Financing Sources (Uses)</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>100,000</u>
<u>NET CHANGE IN FUND BALANCES</u>				
	23,873	10,748	(27,777)	6,844
<u>FUND BALANCES, Beginning</u>				
	<u>8,090</u>	<u>39,805</u>	<u>38,494</u>	<u>86,389</u>
<u>FUND BALANCES, Ending</u>				
	<u>31,963</u>	<u>50,553</u>	<u>10,717</u>	<u>93,233</u>

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

BRANSON SCHOOL DISTRICT RE-82  
FOOD SERVICE – SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET (GAAP BASIS) AND ACTUAL  
Fiscal Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	14,000	14,369	369
Earnings on Investments	-	-	-
<u>State Sources</u>			
School Lunches	1,048	819	(229)
<u>Federal Sources</u>			
School Lunches	68,148	47,854	(20,294)
Commodities	<u>2,500</u>	<u>3,157</u>	<u>657</u>
<u>TOTAL REVENUES</u>	<u>85,696</u>	<u>66,199</u>	<u>(19,497)</u>
 <u>EXPENDITURES</u>			
Salaries	63,000	63,543	(543)
Employee Benefits	19,000	18,058	942
Purchased Services - Other	2,000	1,388	612
Supplies and Materials	67,742	57,829	9,913
Other	<u>22,448</u>	<u>3,158</u>	<u>19,290</u>
<u>TOTAL EXPENDITURES</u>	<u>174,190</u>	<u>143,976</u>	<u>30,214</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (88,494)	 (77,777)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Operating Transfers In	<u>50,000</u>	<u>50,000</u>	<u>-</u>
 <u>REVENUES OVER (UNDER) OTHER FINANCING SOURCES (USES) AND EXPENDITURES</u>	 (38,494)	 (27,777)	
 <u>FUND BALANCE, BEGINNING</u>	 <u>38,494</u>	 <u>38,494</u>	
 <u>FUND BALANCE, ENDING</u>	 <u>-</u>	 <u>10,717</u>	

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

BRANSON SCHOOL DISTRICT RE-82  
 STUDENT ACTIVITY - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Local Sources	<u>70,000</u>	<u>60,774</u>	<u>(9,226)</u>
<u>Total Revenues</u>	<u>70,000</u>	<u>60,774</u>	<u>(9,226)</u>
 <u>EXPENDITURES</u>			
Student Activities	<u>109,805</u>	<u>50,026</u>	<u>59,779</u>
<u>Total Expenditures</u>	<u>109,805</u>	<u>50,026</u>	<u>59,779</u>
 <u>Revenues Over (Under) Expenditures</u>	 (39,805)	 10,748	
 <u>Other Financing Sources (Uses):</u>			
Transfers	<u>      -</u>	<u>      -</u>	<u>      -</u>
<u>Total Other Financing Sources (Uses)</u>	<u>      -</u>	<u>      -</u>	<u>      -</u>
 <u>Revenues Over (Under Expenditures and Other Financing Sources (Uses)</u>	 (39,805)	 10,748	
 <u>FUND BALANCE, Beginning</u>	 <u>39,805</u>	 <u>39,805</u>	
 <u>FUND BALANCE, Ending</u>	 <u>      -</u>	 <u>50,553</u>	

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

BRANSON SCHOOL DISTRICT RE-82  
 CAPITAL RESERVE CAPITAL PROJECTS FUND  
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
 BUDGET (GAAP BASIS) AND ACTUAL  
 Fiscal Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Other Local			
<u>Total Revenues</u>	<u>—</u>	<u>—</u>	<u>—</u>
<u>EXPENDITURES</u>			
Operation and Maintenance	<u>58,090</u>	<u>26,127</u>	<u>31,963</u>
<u>Total Expenditures</u>	<u>58,090</u>	<u>26,127</u>	<u>31,963</u>
<u>Revenues Over (Under) Expenditures</u>	<u>(58,090)</u>	<u>(26,127)</u>	
<u>Other Financing Sources (Uses)</u>			
Transfers	<u>50,000</u>	<u>50,000</u>	<u>—</u>
<u>Total Other Financing Sources (Uses)</u>	<u>50,000</u>	<u>50,000</u>	<u>—</u>
<u>Revenues Over (Under) Other Financing Sources (Uses) and Expenditures</u>	<u>(8,090)</u>	<u>23,873</u>	
<u>FUND BALANCE, Beginning</u>	<u>8,090</u>	<u>8,090</u>	
<u>FUND BALANCE, Ending</u>	<u>—</u>	<u>31,963</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: 1750 - Branson Reorganized 82  
 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
<b>Governmental</b>							
10 General Fund	2,636,875		4,804,066		4,461,616		2,979,325
18 Risk Mgmt. Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	0		0		0		0
<b>Sub-Total</b>	<b>2,636,875</b>		<b>4,804,066</b>		<b>4,461,616</b>		<b>2,979,325</b>
11 Charter School Fund	0		0		0		0
20-26-29 Special Revenue Fund	0		0		0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0		0		0
07 Total Program Reserve Fund	0		0		0		0
21 Food Service Spec Revenue Fund	38,494		116,199		143,976		10,717
22 Govt Designated-Purpose Grants Fund	0		182,356		182,356		0
23 Pupil Activity Special Revenue Fund	39,895		60,774		50,026		50,553
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	0		0		0		0
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	8,090		50,000		26,128		31,963
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
<b>Totals</b>	<b>2,723,465</b>		<b>5,213,395</b>		<b>4,854,103</b>		<b>3,072,556</b>
<b>Proprietary</b>							
50 Other Enterprise Funds	0		0		0		0
64 (63) Risk-Related Activity Fund	0		0		0		0
60-65-69 Other Internal Service Funds	0		0		0		0
<b>Totals</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>
<b>Fiduciary</b>							
70 Other Trust and Agency Funds	0		0		0		0
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Pupil Activity Agency Fund	0		0		0		0
79 GASB 34 Permanent Fund	0		0		0		0
85 Foundations	0		0		0		0
<b>Totals</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>

FINAL



**Colorado Department of Education**  
**Bolded Balance Sheet Report**  
 District: 1750 - Branson Reorganized 82  
 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)	3,445,783	0	0	99,935	0	0	18,287	0	38,321	0	0	0	0	0	0	3,602,326
Cash with Fiscal Agent (8105)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Taxes Receivable (8121,8122)	5,500	0	0	0	0	0	0	0	0	0	0	0	0	0	0	5,500
Interfund Loans Receivable (8131,8132)	2,233	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,233
Grants Accounts Receivable (8142)	19,821	0	0	18,478	0	0	2,885	0	0	0	0	0	0	0	0	41,184
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Inventories (8171,8172,8173)	0	0	0	0	0	0	2,721	0	0	0	0	0	0	0	0	2,721
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Assets</b>	<b>3,473,337</b>	<b>0</b>	<b>0</b>	<b>118,414</b>	<b>0</b>	<b>0</b>	<b>23,893</b>	<b>0</b>	<b>38,321</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,653,965</b>

	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	
<b>LIABILITIES &amp; FUND EQUITY</b>																	
<b>LIABILITIES</b>																	
Interfund Payables (7401,7402)	0	0	0	2,233	0	0	0	0	0	0	0	0	0	0	0	2,233	
Intergovernmental Payables (7411)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Other Payables (7421-7423)	103,301	0	0	0	0	0	0	6,358	0	0	0	0	0	0	0	109,659	
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Accrued Expenses (7461)	353,912	0	0	23,013	0	0	13,176	0	0	0	0	0	0	0	0	390,101	
Grants Deferred Revenue (7482)	33,299	0	0	42,615	0	0	0	0	0	0	0	0	0	0	0	75,915	
Deferred Inflow (7800)	3,500	0	0	0	0	0	0	0	0	0	0	0	0	0	0	3,500	
<b>Total Liabilities</b>	<b>494,012</b>	<b>0</b>	<b>0</b>	<b>67,861</b>	<b>0</b>	<b>0</b>	<b>13,176</b>	<b>0</b>	<b>6,358</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>581,407</b>	

Governmental

Proprietary

Fiduciary

FUND EQUITY	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18 Fund 11	Charter School Fund 19	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	2,721	0	0	0	0	0	0	0	0	2,721		
Restricted Fund Balance 6720	0	0	0	0	0	0	7,996	0	0	0	0	0	0	0	0	7,996		
TABOR 3% Emergency Reserve 6721	149,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	149,000		
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
District Emergency Reserve (either of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Colorado Preschool Program (CPP) Reserve 6724	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		
Committed Fund Balance 6750	0	0	0	0	0	0	0	31,963	0	0	0	0	0	0	0	31,963		
Assigned Fund Balance 6760	0	0	0	50,553	0	0	0	0	0	0	0	0	0	0	0	50,553		
Unassigned Fund Balance 6770	2,830,325	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,830,325		
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		
<b>Total Fund Equity</b>	<b>2,979,325</b>	<b>0</b>	<b>0</b>	<b>50,553</b>	<b>0</b>	<b>0</b>	<b>10,717</b>	<b>31,963</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>3,072,558</b>		

Totals	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18 Fund 11	Charter School Fund 19	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		
	3,473,337	0	0	118,414	0	0	23,893	38,321	0	0	0	0	0	0	0	3,653,965		

Totals	Governmental										Proprietary					Fiduciary		
	General Funds 10,12-18 Fund 11	Charter School Fund 19	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		
	3,473,337	0	0	118,414	0	0	23,893	38,321	0	0	0	0	0	0	0	3,653,965		

For Each Fund Type: Do Assets=Liability+Fund Equity

Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes Yes