

cPa DIXON, WALLER & CO., INC.

LIMON PUBLIC SCHOOLS RE-4J

LIMON, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2023

DIXON, WALLER & CO., INC.

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LIMON PUBLIC SCHOOLS RE-4J

FINANCIAL STATEMENTS

June 30, 2023

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LIMON PUBLIC SCHOOLS RE-4J
ROSTER OF SCHOOL OFFICIALS
June 30, 2023

BOARD OF EDUCATION

Ryan Frasier	President
Ryan Erwin	Vice - President
Jacob Herrera	Secretary
Amy Perry	Treasurer
Aaron Head	Member

SCHOOL OFFICIAL

Robert McMullen	Superintendent
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FINANCIAL SECTION

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TRINIDAD, COLORADO 81082
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INDEPENDENT AUDITOR'S REPORT

Board of Education
Limon Public Schools RE-4J
Limon, Colorado 80828

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Limon Public Schools RE-4J, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Limon Public Schools RE-4J'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 Limon Public Schools RE-4J, 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 Limon Public Schools RE-4J, 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 Limon Public Schools RE-4J'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 Limon Public Schools RE-4J'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 Limon Public Schools RE-4J'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 Limon Public Schools RE-4J'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.

Ligon, Waller & Co., Inc.

November 10, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

LIMON SCHOOL DISTRICT RE-4J
912 Badger Way
PO Box 249
Limon, CO 80828

MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Fiscal Year Ended June 30, 2023

This Management's Discussion and Analysis (MD&A) of Limon School District RE-4J is an element of the new reporting for the Governmental Accounting Standard Board (GASB) in their Statement no. 34, Basic Financial Statements for State and Local Governments, issued June 1999. This discussion provides an overall review of the District's financial activities for the fiscal year ended June 30, 2023. The intent of this report is to look at the District's financial performance as a whole; readers should review the information presented here in conjunction with the District's financial statements following this section.

The District was required to implement GASB 75 in 2018 resulting in a net other post-employment benefit (OPEB) liability of \$361,851. The following chart shows the trend for the past six years.

Year	Other Post-employment Benefits
2018	\$361,851
2019	\$379,747
2020	\$312,232
2021	\$272,651
2022	\$250,360
2023	\$235,210

Under GASB 75 the District's proportionate share of the OPEB liability of the Colorado state retirement system Health Care Trust Fund, administered by the Public Employees Retirement Association, is recorded as a liability of the District.

FINANCIAL HIGHLIGHTS

The District's total combined assets and deferred flows (for governmental activities) exceeded the total liabilities by \$17,208,980 at June 30, 2023.

The General Fund reported a fund balance of \$2,721,758 at the close of the fiscal year 2023 which was higher than the previous year balance of \$2,421,576 for an increase of \$300,182. The district strives to limit the spending of the reserves; which will eventually deplete the reserves.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis serves as an introduction to Limon School District RE-4J'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 first two 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. As of July 1, 2014 the Food Service Fund is presented as a special revenue fund in the governmental activities. In accordance with instructions from the Colorado Department of Education the District was also required to change its Food Service Fund from a proprietary fund in 2014 to a special revenue governmental fund in 2015. As a special revenue fund certain assets and liabilities had to be reclassified to fund balance. Prior to this it was presented in the business type activities. Fiduciary fund statements provide information about financial relationships where the District acts solely as a trustee or agent for the benefit of others to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements. Figure A-1 shows how the required parts of this annual report are arranged and how they relate to one another.

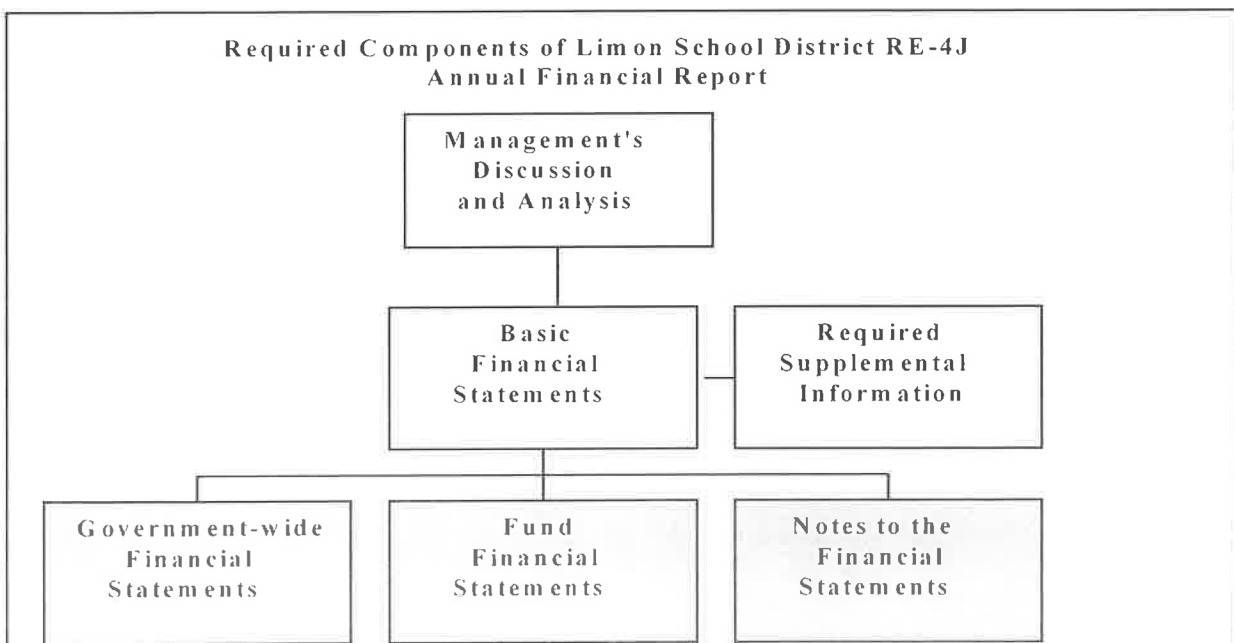


Figure A-2 summarizes the major features of the District’s financial statements, including the portion of the District government they cover and the types of information they contain. The remainder of the overview section of the management’s discussion and analysis explains the structure and contents of each of the statements.

Figure A-2
Major Features of Limon School District RE-4J Government-wide and Fund Financial Statements

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District government (except fiduciary funds and the districts component units)	The activities of the District that are not proprietary or fiduciary, such as elementary and high school education programs	Activities the District operate similar to private businesses	Instances in which the District is the trustee or agent for someone else’s resources.
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
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets, liabilities and deferred flows, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter no capital assets 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. the Districts 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 payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid	All revenues and expenses during year, regardless of when cash is received or paid

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. They consist of two statements:

The statement of net position presents information on all of the District’s assets, liabilities and deferred flows with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the financial position of the District.

The statement of activities presents information reporting how the District's net position changed during the fiscal year 2022-2023. 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 result in cash flows for future fiscal periods. Earned but unused vacation leave and uncollected taxes are examples of these types of items.

The government-wide financial statements of the District are reported in two categories:

Governmental Activities - This category includes the District's basic instructional services, such as elementary, junior high, and high school educational programs, support services (executive administration, board of education, fiscal services, etc.), debt service payments, extracurricular activities (sports, speech, music, etc.) and capital equipment purchases. Property taxes, state grants, federal grants and interest earnings finance most of these activities.

Business-type Activities - The district currently has no business-type activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds – not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All District funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Most of the District's basic services are included in the governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at the year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements, or on the subsequent page, that explains the relationship (or differences) between them.

Limon School District RE-4J maintains five individual 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 (1) General Fund (2) Bond Redemption fund (3) Special Revenue funds and (4) Capital Project funds. Also included in the supplementary information section is budget-to-actual information as required by law.

Proprietary Funds – Services for which the District charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both short- and long-term financial information. The district has no proprietary funds maintained by the District.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government, such as scholarship funds and student activity funds. The District is responsible for ensuring that the assets reported in these funds are used for their intended purposes and by those to whom the assets belong. All of the District's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. The District has no fiduciary funds at this time.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found following the basic financial statements. Information includes combining statements mentioned earlier in connection with non-major governmental funds as well as budget-to-actual information for all funds as dictated by state law. A budgetary comparison schedule has been provided for the General, Capital Projects, Food Service, Student Activity and Bond Redemption funds to demonstrate compliance.

FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

The statement of net position reports all financial and capital resources. The statement presents the assets, liabilities and deferred flows in order of relative liquidity. The liabilities with average maturities greater than one year are reported in two components – the amount due within one year and the amount due in more than one year. The long-term liabilities of the district, consisting of compensated absences payable, early retirement benefits payable and capital outlay certificates payable have been reported in this manner on the statement of net position. The difference between the district's assets, liabilities and deferred flows is its net position.

The table on the next page provides a statement of the district's net position as of June 30, 2023 and June 30, 2022. A comparison between the two years highlights a few items:

- The total liabilities increased in 2023 by \$1,204,439 compared to the year 2022.
- The total assets decreased by \$390,780 in 2023.
- Ending net position increased by \$72,735 in 2023 from 2022.

Limon School District RE-4J
STATEMENT OF NET POSTITION

	June 30. 2023 Governmental Activities	June 30. 2022 Governmental Activities
Assets:		
Cash	4,756,861	4,801,236
Investments		
Accounts receivable	18,438	39,256
Accrued revenue	366,025	111,514
Property taxes receivable	80,000	55,000
Inventories	18,578	14,568
Capital assets	31,921,257	31,804,404
Accumulated depreciation	(7,750,312)	(7,024,351)
Total Assets	29,410,847	29,801,627
Deferred Outflows of Resources		
Deferred Refunding - Debt	7,576	13,974
Deferred Pension Cost – Plan	1,673,946	1,584,404
Deferred Pension Cost - Entity	42,856	35,155
Total Deferred Outflows	1,724,378	1,633,506
Liabilities :		
Accounts payable	55,176	142,232
Accrued salaries and benefits	521,275	503,466
Other Liabilities	9,785	11,059
Grant funds received, not yet earned	4,002	5,534
Accrued interest payable	16,997	18,640
Noncurrent liabilities:		
Compensated absences	187,451	145,376
Bond payments due within one year	491,902	473,561
Bonds payments due in more than one year	4,358,069	4,849,971
Net Pension Liability	6,899,592	5,174,821
Net OPEB Liability	235,210	250,360
Total Liabilities	12,779,459	11,575,020
Deferred Inflow of Resources:		
Pension	1,061,161	2,634,529
Other Post-Employment Benefits	85,625	89,339
Total Deferred Inflows	1,146,786	2,723,868
Net Position:		
Invested in capital assets	19,320,974	19,456,521
Restricted for: BEST Capital Renewal Reserve	385,177	335,622
Labor Reserve	204,000	184,000
Food Service	29,930	29,779
Preschool	990	990
Debt Service	1,288,951	1,430,939
Unrestricted	(4,021,402)	(4,301,606)
Total Net Position	17,208,980	17,136,245

Changes in Net Position

This section will show condensed financial comparison of revenues and expenses.

Some of the highlights comparing the two years are:

Revenues increased in 2023 from 2022 by \$452,979. Expenses increased by \$2,523,739 in 2023.

Financial Comparison of Revenues and Expenses

	June 30, 2023 Governmental Activities	June 30, 2022 Governmental Activities
Revenues		
Charges for Services	7.048	106.879
Operating Grants	1,457.378	1,790,180
Property/Ownership Taxes	2,837.373	2,959.292
Capital Grants	429.546	-
Earnings on investments	40.787	10,570
Other local sources	270.141	136,339
State Equalization	2,869.443	2,455,477
Transfers		
Total Revenues	7,911.716	7,458,737
Expenses		
Instructional Services	4,427.802	4,223,879
Supporting Services	2,959.488	2,600,542
Interest, amortization	218.555	242.252
Food Service	197.840	204,074
Pension/OPEB Cost	35.296	(1,955,505)
Capital Outlay	-	-
Total Expenses	7,838.981	5,315.242
Increase (Decrease) in net position	72.735	2,143,495
Beginning net position	17,136.245	14,992.750
Total Net Position	17,208.980	17,136,245

The District's general revenues totaled \$5,982,448 in 2023. Approximately 47 percent of the District's revenue came from property and other taxes, with 48 percent coming from state equalization.

The total cost of all programs and services in 2023 was \$7,803,685 an increase of \$532,938 from 2022. The District's expenses cover a range of services, encompassing instruction, support services and food services.

Governmental Activities

The primary source of operating revenue for school districts comes from the School Finance Act of 1994. Under this act, the District received \$10,543.95 per funded student. In fiscal year 2022-2023, the funded average pupil count was 467.5. Funding for the School Finance act comes from property taxes, specific ownership taxes and state equalization.

The attached table in this section demonstrates the changes by year for governmental activities by major function.

	2023		2022	
	<u>Total Cost of Service</u>	<u>Net Cost of Service</u>	<u>Total Cost of Service</u>	<u>Net Cost of Service</u>
Instructional services	4,427,802	3,038,626	4,223,879	2,869,184
Students	780,266	390,417	580,513	351,668
Instructional staff	129,083	125,966	142,041	140,663
District administration	227,635	221,595	205,259	203,212
School administration	347,704	334,190	320,303	315,402
Business	148,724	144,914	139,874	138,489
Operation and maintenance of facilities	910,334	896,741	821,138	816,783
Transportation	291,132	220,066	259,257	190,699
Central	124,610	120,803	132,157	130,768
Capital outlay	-	-	-	-
Interest	218,555	218,555	242,252	242,252
Pension & OPEB	35,296	35,296	(1,955,505)	(1,955,505)
Food Service	197,840	197,840	204,074	(25,432)
Total:	7,838,981	5,945,009	5,315,242	3,418,183

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Governmental Funds

The focus of the District's governmental funds 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. In particular, 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 School Board approves a budget in June based on enrollment projections for the following school year.

Actual revenues for the General fund totaled \$6,725,203 which was \$395,132 more than the final budget. The actual expenditures of \$6,297,021 were below budget by \$2,282,172. The District increased the General Fund's fund balance from the previous year by \$300,182. The \$2,721,758 fund balance as of June 30, 2023 includes \$204,000 reserved for TABOR. The budgetary basis differs from generally accepted accounting principles (GAAP) in the treatment of accrued salaries, benefits and related liabilities. According to state statutes, the accrued salaries and related benefits do not need to be "funded" and, therefore, are not subtracted from budgetary basis fund balance.

Bond Redemption Fund

A General Obligation Refunding issue in the amount of \$1,575,000 was issued in 2014. The corresponding activity was recorded in this fund as well as the levy and receipt of taxes to pay principal and interest on this debt as well as Matching Money Bonds.

Food Service Fund

This fund is used to account for all activity in the school lunch and breakfast program. Revenues come from meal charges as well as federal and state grants. The ending fund balance was \$48,508.

Capital Reserve Capital Project Fund.

This fund replaces the Capital Reserve Fund. The revenue is primarily from funds allocated from the general fund or from any grants designated specifically for building projects. The ending fund balance was \$283,855.

Insurance Reserve Funds (combined with General Fund)

The Insurance Reserve fund includes revenues and expenses relating to property, general liability, and workers' compensation insurance. Employee insurance programs and unemployment is expensed throughout the General Fund. Insurance policies cost \$216,498, leaving a fund balance of \$182. This fund is combined with the General Fund for financial statement reporting.

Student Activity Fund

The Student Activity Fund is established to account for monies related to student clubs, class monies and athletics. The deposits held for this fund for the various clubs at the close of the year was \$288,426.

BUDGETARY HIGHLIGHTS

The final fiscal year 2022-2023 budget adopted by the Board of Education for the District as a whole totaled appropriation of \$11.8 million including: General Fund appropriations of \$8.7 million, Insurance Reserve Fund appropriations of \$250,500, Bond Redemption Fund appropriations of \$2.0 million and Capital Building Project appropriations of \$368,855.

CAPITAL ASSET ADMINISTRATION

By the end of 2023, the District had invested \$31.9 million in a broad range of government-wide capital assets, including, land, buildings, various machinery and equipment. Assets are shown before accumulated depreciation of \$7,750,312.

Limon School District RE-4J Capital Assets – Governmental Activities

	June 30, 2023	June 30, 2022
Land	90,000	90,000
Construction in Progress	-0-	-0-
Buildings	29,686,676	29,686,676
Site Improvements	724,692	724,692
Vehicles	946,736	837,792
Equipment	473,153	465,244
Total Funds Capital Assets	<u>31,921,257</u>	<u>31,804,404</u>

GENERAL OBLIGATION DEBT

The District issued \$1,575,000 in General Obligation Refunding Bonds to defease outstanding Limited Tax Certificates of Participation. Additionally, \$6,973,015 of Matching Money Bonds were issued to provide the District's match in a \$31,992,337 BEST construction project. Outstanding General Obligation debt at June 30, 2023 was \$4,849,971.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

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.

Information from the 2022-2023 student enrollment "October count" shows that Limon School District RE-4J has increased over the last year. The district's enrollment for the last five years has been as follows:

	22/23 FY	21/22 FY	20/21 FY	19/20 FY	18/19 FY
At Risk Count	223	199	187	188	221
Oct. 1 FTE Count	467	454	437	456	471.5
Average Funded Pupil Count	467	462.1	481.9	480.7	469.5

The United States and the State of Colorado have experienced slowing economic conditions in the past several years. One impact of this economic slowing is the reduction in the State of Colorado's general fund revenues, which are expected to continue to decline. Because educational expenditures represent a significant portion of the State of Colorado's total expenditures, the District anticipates its revenues may be adversely impacted. The District may also have to reduce its future expenditures to maintain its fund balance.

Colorado issues School Performance Frame Works for every public school in the state. The report rates each school based upon student performance on the Transitional Colorado Assessment Program (TCAP). The TCAP is administered to all three through tenth grade students. The elementary, middle schools and the high school of the District received the highest performance rating. Schools placed on a turnaround plan for three straight years face a possible state take over and/or conversion to a charter school. The district was accredited by the state.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's citizens, taxpayers, customers, 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, Limon School District RE-4J, PO Box 249, 912 Badger Way, Limon, CO 80828

Respectfully submitted,

Kimberly Steinhart
Director of Business Services

BASIC FINANCIAL STATEMENTS

LIMON PUBLIC SCHOOLS RE-4J
STATEMENT OF NET POSITION
June 30, 2023

	<u>Governmental</u> <u>Activities</u>	<u>Total</u>
<u>ASSETS</u>		
Cash and Equivalents	4,756,861	4,756,861
Investments	-	-
Accounts Receivable	18,438	18,438
Accrued Revenue	366,025	366,025
Property Taxes Receivable	80,000	80,000
Inventories	18,578	18,578
Capital Assets	31,921,257	31,921,257
Accumulated Depreciation	<u>(7,750,312)</u>	<u>(7,750,312)</u>
<u>Total Assets</u>	<u>29,410,847</u>	<u>29,410,847</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Refunding – Debt	7,576	7,576
Pension	1,673,946	1,673,946
Other Post Employment Benefits	<u>42,856</u>	<u>42,856</u>
<u>Total Deferred Outflows of Resources</u>	<u>1,724,378</u>	<u>1,724,378</u>
<u>LIABILITIES</u>		
Accounts Payable	55,176	55,176
Accrued Salaries and Benefits	521,275	521,275
Other Liabilities	9,785	9,785
Grants Funds Received Not Yet Earned	4,002	4,002
Accrued Interest Payable	16,997	16,997
Non Current Liabilities:		
Compensated Absences	187,451	187,451
Bonds Due Within One Year	491,902	491,902
Bonds Due in More than One Year	4,358,069	4,358,069
Net Pension Liability	6,899,592	6,899,592
Net OPEB Liability	<u>235,210</u>	<u>235,210</u>
<u>Total Liabilities</u>	<u>12,779,459</u>	<u>12,779,459</u>
<u>DEFERRED INFLOW OF RESOURCES</u>		
Pension	1,061,161	1,061,161
Other Post Employment Benefits	<u>85,625</u>	<u>85,625</u>
<u>Total Deferred Inflows</u>	<u>1,146,786</u>	<u>1,146,786</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	19,320,974	19,320,974
Restricted for:		
TABOR Reserve	204,000	204,000
BEST Capital Renewal Reserve	385,177	385,177
Preschool	990	990
Food Service	29,930	29,930
Debt Service	1,288,951	1,288,951
Unrestricted	<u>(4,021,042)</u>	<u>(4,021,042)</u>
<u>TOTAL NET POSITION</u>	<u>17,208,980</u>	<u>17,208,980</u>

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

LIMON PUBLIC SCHOOLS RE-4J
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2023

		Program Revenues				Net (Expenses) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants & Contributions	Capital Grants and Contributions	Governmental Activities	Primary Government	Total
<u>FUNCTIONS</u>							
Instructional Services	4,427,802	7,048	1,336,341	45,787	(3,038,626)		(3,038,626)
Supporting Services:							
Students	780,266	-	6,090	383,759	(390,417)		(390,417)
Instructional Staff	129,083	-	3,117	-	(125,966)		(125,966)
District Administration	227,635	-	6,040	-	(221,595)		(221,595)
School Administration	347,704	-	13,514	-	(334,190)		(334,190)
Business	148,724	-	3,810	-	(144,914)		(144,914)
Operation & Maintenance of Facilities	910,334	-	13,593	-	(896,741)		(896,741)
Transportation	291,132	-	71,066	-	(220,066)		(220,066)
Central Support	124,610	-	3,807	-	(120,803)		(120,803)
Community Support	-	-	-	-	-		-
Food Service	197,840	-	-	-	(197,840)		(197,840)
Capital Outlay	-	-	-	-	-		-
Interest on Long Term Debt	218,555	-	-	-	(218,555)		(218,555)
Total Governmental Activities	<u>7,803,685</u>	<u>7,048</u>	<u>1,457,378</u>	<u>429,546</u>	<u>(5,909,713)</u>		<u>(5,909,713)</u>
Total School District	<u>7,803,685</u>	<u>7,048</u>	<u>1,457,378</u>	<u>429,546</u>	<u>(5,909,713)</u>		<u>(5,909,713)</u>
		<u>General Revenues</u>					
		Property Taxes Levied for General Purposes			2,546,247		2,546,247
		Specific Ownership Taxes			291,126		291,126
		Equalization			2,869,443		2,869,443
		Earnings on Investments			40,787		40,787
		Other Revenues			270,141		270,141
		Change in Pension and OPEB Liabilities			(35,296)		(35,296)
		Total General Revenues and Transfers			<u>5,982,448</u>		<u>5,982,448</u>
		Change in Net Position			72,735		72,735
		Net Position, Beginning			17,136,245		17,136,245
		Net Position, Ending			<u>17,208,980</u>		<u>17,208,980</u>

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

LIMON PUBLIC SCHOOLS RE-4J
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2023

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>				
Cash and Equivalents	2,867,558	1,275,910	613,393	4,756,861
Investments	-	-	-	-
Accounts Receivable	1,910	-	16,528	18,438
Accrued Revenue	366,025	-	-	366,025
Due From Other Funds	-	-	-	-
Property Taxes Receivable	63,000	17,000	-	80,000
Inventories	-	-	18,578	18,578
<u>Total Assets</u>	<u>3,298,493</u>	<u>1,292,910</u>	<u>648,499</u>	<u>5,239,902</u>
<u>LIABILITIES:</u>				
Accounts Payable	52,174	-	3,002	55,176
Accrued Salaries and Benefits	506,351	-	14,924	521,275
Due To Other Funds	-	-	-	-
Other Liabilities	-	-	9,785	9,785
Unearned Grant Revenue	4,002	-	-	4,002
<u>Total Liabilities</u>	<u>562,527</u>	<u>-</u>	<u>27,711</u>	<u>590,238</u>
<u>DEFERRED INFLOW OF RESOURCES</u>				
Property Tax	14,208	3,959	-	18,167
<u>FUND BALANCES:</u>				
Nonspendable:				
Inventories	-	-	18,578	18,578
Restricted:				
Emergencies	204,000	-	-	204,000
BEST Capital Renewal Reserve	385,177	-	-	385,177
Debt Service	-	1,288,951	-	1,288,951
Preschool	990	-	-	990
Food Service	-	-	29,930	29,930
Committed:				
Capital Outlay	-	-	283,855	283,855
Insurance	182	-	-	182
Assigned:				
Student Activities	-	-	288,425	288,425
Unassigned	2,131,409	-	-	2,131,409
<u>Total Fund Balances</u>	<u>2,721,758</u>	<u>1,288,951</u>	<u>620,788</u>	<u>4,631,497</u>
<u>Total Liabilities, Deferred Inflows and Fund Balances</u>	<u>3,298,493</u>	<u>1,292,910</u>	<u>648,499</u>	<u>5,239,902</u>

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

LIMON PUBLIC SCHOOLS RE-4J
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2023

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

<u>Total Fund Balance – Governmental Funds</u>	4,631,497
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$31,921,257 and the accumulated depreciation is \$7,750,312.	24,170,945
Property tax revenue is recognized when earned (claim to resources established) rather than when “available” in the entity-wide financial statements.	18,167
Interest is recognized when paid in the funds. This is accrued interest payable to year end.	(16,997)
For debt refundings, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This is the unamortized deferred refunding amount.	7,576
Long-term liabilities, including capital leases and general obligation bonds are not due and payable in the current period and therefore are not reported in funds.	(4,849,971)
Compensated absences are not reported as a liability in the funds.	(187,451)
Net pension and other post employment benefits liabilities, along with associated deferred flows, are not recorded at the fund level:	
Net Pension Liability	(6,899,592)
Net Other Post Employment Benefits Liability	(235,210)
Deferred Outflows	1,716,802
Deferred Inflows	<u>(1,146,786)</u>
<u>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</u>	<u>17,208,980</u>

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

LIMON PUBLIC SCHOOLS RE-4J
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2023

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Property Taxes	1,997,104	533,568	-	2,530,672
Specific Ownership Taxes	291,126	-	-	291,126
Earnings on Investments	28,897	11,890	-	40,787
Other Local Sources	81,255	542	488,587	570,384
State Aid	3,890,524	-	3,114	3,893,638
Federal Aid	436,297	-	133,237	569,534
<u>Total Revenues</u>	<u>6,725,203</u>	<u>546,000</u>	<u>624,938</u>	<u>7,896,141</u>
EXPENDITURES				
Current:				
Instructional Services	3,616,345	-	93,787	3,710,132
Supporting Services:				
Students	428,958	-	351,308	780,266
Instructional Staff	129,083	-	-	129,083
District Administration	227,635	-	-	227,635
School Administration	347,704	-	-	347,704
Business	148,724	-	-	148,724
Operation & Maintenance of Facilities	913,720	-	-	913,720
Transportation	360,842	-	-	360,842
Community	-	-	-	-
Central	124,010	600	-	124,610
Food Service	-	-	191,231	191,231
Debt Service:				
Principal	-	473,561	-	473,561
Interest	-	213,827	-	213,827
Capital Outlay	-	-	-	-
<u>Total Expenditures</u>	<u>6,297,021</u>	<u>687,988</u>	<u>636,326</u>	<u>7,621,335</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>428,182</u>	<u>(141,988)</u>	<u>(11,388)</u>	<u>274,806</u>
OTHER FINANCING SOURCES (USES)				
Transfers	(128,000)	-	128,000	-
<u>Total Other Financing Sources (Uses)</u>	<u>(128,000)</u>	<u>-</u>	<u>128,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	300,182	(141,988)	116,612	274,806
FUND BALANCE—Beginning	2,421,576	1,430,939	504,176	4,356,691
FUND BALANCES—Ending	<u>2,721,758</u>	<u>1,288,951</u>	<u>620,788</u>	<u>4,631,497</u>

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

LIMON PUBLIC SCHOOLS RE-4J
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2023

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

Net Change in Fund Balances – Total Governmental Funds 274,806

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

Capital Outlays more than \$5,000	116,853	
Depreciation Expense	(725,961)	(609,108)

Property tax revenues are not recognized for amounts levied and due but not “available” at year end and are reported as deferred inflows in the governmental funds. They are, however, recorded as revenues in the statement of activities. 15,575

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

Repayment of Debt Principal	473,561	
Amortization of Deferred Refunding	(6,371)	
Interest Expense	<u>1,643</u>	468,833

In the statement of activities compensated absences are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amount paid). During the year, compensated absences changed by this amount. (42,075)

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

Pension Cost	(61,861)	
Other Post Employment Benefits Cost	<u>26,565</u>	<u>(35,296)</u>

CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES 72,735

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

NOTES TO BASIC FINANCIAL STATEMENTS

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Limon Public Schools RE-4J (the District) conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

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

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Limon Public Schools RE-4J. 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.

Blended Component Unit. The Limon School District Public Building Authority (LSDPBA) is governed by a three-member board appointed to perpetual terms by the District board of elected directors. Although LSDPBA is legally separate from the District, it is reported as it were part of the District primary government because its sole purpose is to finance and construct buildings and improvements for Lincoln County School District Number RE-4J.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Fund Accounting

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

- Major Governmental Funds
 1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
 2. Bond Redemption Debt Service Fund – used to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.

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.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Receivables

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

G. Inventories

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

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

H. Capital Assets

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

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

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-50 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition.

I. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position 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.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Deferred Outflows/Inflows of Resources (continued)

In addition to liabilities, the statement of financial position 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.

J. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long term debt and other long-term obligations are reported as liabilities in the applicable government activities, business-type activities, or proprietary fund type statement of net position. The District records long-term debt of governmental funds at the face value.

K. Constitutional Amendment

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

In November of 1996 the registered voters approved a ballot resolution authorizing Limon Public Schools RE-4J to collect, retain and expend all revenues collected during 1995 and any subsequent year from any source provided that no property tax mill levy be increased or any new tax imposed without the consent of the voters.

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2023 the District reserved \$204,000 for this purpose.

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Property Taxes

Under Colorado law, all property taxes are due and payable in the year following the year levied. The 2022 property tax calendar for Lincoln 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
Tax Sale – 2021 Delinquent Property Taxes	October 25, 2022

M. Use of Estimates

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

N. Interest Expense

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

O. 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.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO FINANCIAL STATEMENTS
June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. GASB Statement No. 54 (Continued)

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

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

Assigned Fund Balance Policy:

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

Order of Fund Balance Spending Policy

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

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

Fund Balance Classification by Fund:

	<u>General Fund</u>	<u>Capital Reserve Capital Project Fund</u>	<u>Bond Redemption Fund</u>	<u>Pupil Activity Fund</u>	<u>Food Service Fund</u>	<u>Total Governmental Funds</u>
<u>Nonspendable:</u>						
Inventories	-	-	-	-	18,578	18,578
<u>Restricted:</u>						
Emergencies	204,000	-	-	-	-	204,000
Preschool	990	-	-	-	-	990
Debt Service	-	-	1,288,951	-	-	1,288,951
BEST Capital						
Renewal Reserve	385,177	-	-	-	-	385,177
Food Service	-	-	-	-	29,930	29,930
<u>Committed:</u>						
Insurance	182	-	-	-	-	182
Capital Outlay	-	283,855	-	-	-	283,855
<u>Assigned:</u>						
Pupil Activities	-	-	-	288,425	-	288,425
<u>Unassigned</u>	<u>2,131,409</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,131,409</u>
<u>Total Fund Balances</u>	<u>2,721,758</u>	<u>283,855</u>	<u>1,288,951</u>	<u>288,425</u>	<u>48,508</u>	<u>4,631,497</u>

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Recently Adopted Accounting Pronouncements:

On July 1, 2022 Limon Public Schools RE-4J 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.

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. However, certain items having no effect on measurement and basis were eliminated from the government fund statements during the consolidation of governmental activities.

	<u>Items Eliminated</u>	
	<u>Transfers To Other Funds</u>	<u>Transfers From Other Funds</u>
General Fund	128,000	-
Food Service	-	-
Capital Reserve- Capital Project	-	80,000
Student Activity - Special Revenue	-	48,000
	<u>128,000</u>	<u>128,000</u>

NOTE 3 BUDGETARY INFORMATION

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 3 BUDGETARY INFORMATION (Continued)

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

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

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

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

NOTE 4 CASH AND 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.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 4 CASH AND EQUIVALENTS (Continued)

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

	Carrying Balance	Bank Balance
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	4,430,032	4,555,039
Cash Equivalents	-	-
Cash with County Treasurer	76,574	-
Cash on Hand	255	-
<u>Total Cash and Deposits</u>	<u>4,756,861</u>	<u>4,805,039</u>

As presented above, deposits with a bank balance of \$4,555,039 and a carrying balance of \$4,430,032 as of June 30, 2023 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

NOTE 5 CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
<u>Non-Depreciable Assets:</u>				
Land	90,000	-	-	90,000
Construction in Progress	-	-	-	-
<u>Total Non-Depreciable Assets</u>	<u>90,000</u>	<u>-</u>	<u>-</u>	<u>90,000</u>
<u>Depreciable Assets:</u>				
Buildings	29,686,676	-	-	29,686,676
Site Improvements	724,692	-	-	724,692
Vehicles	837,792	108,944	-	946,736
Equipment	465,244	7,909	-	473,153
<u>Total Depreciable Assets</u>	<u>31,714,404</u>	<u>116,853</u>	<u>-</u>	<u>31,831,257</u>
<u>Less Accumulated</u>				
<u>Depreciation for:</u>				
Buildings	5,756,080	631,733	-	6,387,813
Site Improvements	339,556	31,759	-	371,315
Vehicles	721,511	33,939	-	755,450
Equipment	207,204	28,530	-	235,734
<u>Total Accumulated</u>	<u>7,024,351</u>	<u>725,961</u>	<u>-</u>	<u>7,750,312</u>
<u>Total Capital Assets, Net</u>	<u>24,780,053</u>	<u>(609,108)</u>	<u>-</u>	<u>24,170,945</u>

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 5 CAPITAL ASSETS (Continued)

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

Governmental Activities:

Instruction	675,595
Operations and Maintenance	4,523
Transportation	39,234
Food Service	<u>6,609</u>
<u>Total Depreciation Expense –Governmental Activities</u>	<u>725,961</u>

NOTE 6 ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve-month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, and June 30, 2023, are estimated to be \$521,275. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the various funds.

NOTE 7 INTERFUND TRANSACTIONS

	<u>Due To</u> <u>Other Funds</u>	<u>Due From</u> <u>Other Funds</u>	<u>Transfer To</u> <u>Other Funds</u>	<u>Transfer From</u> <u>Other Funds</u>
General Fund	-	-	128,000	-
Capital Reserve -				
Capital Project	-	-	-	80,000
Food Service	-	-	-	-
Student Activity –				
Special Revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,000</u>
	<u>-</u>	<u>-</u>	<u>128,000</u>	<u>128,000</u>

All interfund due to/from amounts were accumulated in the normal course of operations and represent amounts paid or settled between the General Fund and other operating funds of the District. All are expected to be repaid within the upcoming period. Transfers were to support normal operations.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 8 PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Limon Public Schools RE-4J 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 Limon Public Schools RE-4J are provided with pensions through the SCHDTF - a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2022. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 8 **PENSION PLAN (Continued)**

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

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

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, and all eligible benefit recipients of the DPS benefit structure will receive the maximum annual increase (AI) or AI cap of 1.00% unless adjusted by the AAP. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed a determined increase that would exhaust 10% of PERA’s Annual Increase Reserve (AIR) for the SCHDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified in C.R.S. § 24-51-413.

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

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

Contributions provisions as of June 30, 2023: Eligible employees of, Limon Public Schools RE-4J and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 11.00% of their PERA-includable salary during the period of July 1, 2022 through June 30, 2023. Employer contribution requirements are summarized in the table below.

	July 1, 2022 Through June 30, 2023
Employer contribution rate	11.40%
Amount of employer contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02)%
Amount apportioned to the SCHDTF	10.38%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.50%
Total employer contribution rate to the SCHDTF	20.38%

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 8 PENSION PLAN (Continued)

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Limon Public Schools RE-4J is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Limon Public Schools RE-4J were \$600,168 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 Limon Public Schools RE-4J proportion of the net pension liability was based on Limon Public Schools RE-4J 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 Limon Public Schools RE-4J reported a liability of \$6,899,592 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 Limon Public Schools RE-4J 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 Limon Public Schools RE-4J were as follows:

Limon Public Schools RE-4J proportionate share of the net pension liability	\$ 6,899,592
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Limon Public Schools RE-4J	\$ 2,010,611
Total	\$ 8,910,203

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

At December 31, 2022, the Limon Public Schools RE-4J proportion was 0.379%, which was a decrease of 0.007% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Limon Public Schools RE-4J recognized pension expense of \$61,861 and revenue of \$171,453 for support from the State as a nonemployer contributing entity. At June 30, 2023, the Limon Public Schools RE-4J 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	65,297	-
Changes of assumptions or other inputs	122,214	-
Net difference between projected and actual earnings on pension plan investments	926,869	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	252,944	(1,061,161)
Contributions subsequent to the measurement date	306,622	N/A
Total	1,673,946	(1,061,161)

\$306,622 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	(238,981)
2025	(232,881)
2026	238,906
2027	539,119
2028	-
Thereafter	-

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

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

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40% – 11.00%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.00%
PERA benefit structure hired after 12/31/06*	Financed by the AIR

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

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

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

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

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

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

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

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

The actuarial assumptions used in the December 31, 2021, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 **PENSION PLAN (Continued)**

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

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

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

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

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 8 PENSION PLAN (Continued)

- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- HB 22-1029, effective upon enactment in 2022, required the State treasurer to issue, in addition to the regularly scheduled \$225 million (actual dollars) direct distribution, a warrant to PERA in the amount of \$380 million (actual dollars). The July 1, 2023, direct distribution is reduced by \$190 million (actual dollars) to \$35 million (actual dollars). The July 1, 2024, direct distribution will not be reduced from \$225 million (actual dollars) due to PERA's negative investment return in 2022.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP position and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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

Sensitivity of the Limon Public Schools RE-4J 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:

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8 PENSION PLAN (Continued)

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension	9,029,193	6,899,592	5,121,158

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

Defined Contribution Pension Plans

Voluntary Investment Program (PERAPlus 401(k) Plan)

Plan Description – Employees of the Limon Public Schools RE-4J that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program (PERAPlus 401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available ACFR which includes additional information on the PERAPlus 401(k) Plan. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The PERAPlus 401(k) Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2023, program members contributed \$48,457.

Deferred Compensation Plan (PERAPlus 457 Plan)

Plan Description – Employees of the Limon Public Schools RE-4J may voluntarily contribute to the Deferred Compensation Plan (PERAPlus 457 Plan), an Internal Revenue Code Section 457 deferred compensation plan administered by PERA. Title 24, Article 51, Part 16 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 457 Plan. That report can be obtained at www.copera.org/investments/pera-financial-reports.

Funding Policy – The PERAPlus 457 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 1603 of the C.R.S., as amended. Members are immediately vested in their own contributions and investment earnings. For the year ended 2023, program members contributed \$36,310.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS

Defined Benefit Other Post Employment Benefit (OPEB) Plan

Summary of Significant Accounting Policies

OPEB. Limon Public Schools RE-4J 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 Limon Public Schools RE-4J are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

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

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

PERA Benefit Structure

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

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

DPS Benefit Structure

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Limon Public Schools RE-4J is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Limon Public Schools RE-4J were \$30,038 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 Limon Public Schools RE-4J reported a liability of \$235,210 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 Limon Public Schools RE-4J proportion of the net OPEB liability was based on Limon Public Schools RE-4J 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 Limon Public Schools RE-4J proportion was 0.0288%, which was a decrease of 0.0002% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Limon Public Schools RE-4J recognized OPEB income of \$26,565. At June 30, 2023, the Limon Public Schools RE-4J 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	31	(56,882)
Changes of assumptions or other inputs	3,780	(25,960)
Net difference between projected and actual earnings on OPEB plan investments	14,366	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	9,333	(2,783)
Contributions subsequent to the measurement date	15,346	14
Total	42,856	(85,625)

\$15,346 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	(21,112)
2025	(20,033)
2026	(7,979)
2027	(1,122)
2028	(6,383)
Thereafter	(1,486)

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

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

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

Sample	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO(Kaiser) with Medicare Part A	
Age	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	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	
Age	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	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.

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

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

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 9 OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

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

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

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

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

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

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

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

The actuarial assumptions used in the December 31, 2021, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

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

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

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

Sensitivity of the Limon Public Schools RE-4J 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:

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 9

OTHER POST EMPLOYMENT BENEFITS (Continued)

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate*	5.25%	6.25%	7.25%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	3.00%	4.00%	5.00%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$228,552	\$235,210	\$242,454

*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 Limon Public Schools RE-4J 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	\$272,678	\$235,210	\$203,162

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.

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 10 JOINT VENTURE

Not reflected in the accompanying financial statements is the District's participation in the East 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. This Board has final authority for all budgeting and financing of the joint venture. The District's share of the joint venture is not determinable at June 30, 2023. The joint venture summary audited financial information for the year ended June 30, 2022, is as follows:

Assets and Deferred Outflows	6,704,635
Liabilities and Deferred Inflows	<u>10,072,118</u>
Net Position	<u>(3,367,483)</u>
Revenues	12,851,720
Expenses	<u>9,596,279</u>
Change in Net Position	<u>3,255,441</u>

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

NOTE 11 LONG-TERM DEBT – GENERAL OBLIGATION BONDS

General Obligation Refunding Bonds Taxable Series 2013

On November 12, 2013 the District issued \$1,575,000 in General Obligation Refunding Bonds bearing interest rates ranging from .78% to 4.5% to advance refund \$1,700,000 in Limon School District Public Building Authority Limited Tax Certificates of Participation (Series 2004) with an average interest rate of 5.5%. Refunding proceeds and District funds totaling \$1,797,040 were deposited with an escrow agent to provide debt service payments of \$1,700,000 principal and \$439,091 in interest on the 2004 certificates. As a result, the debt was considered to be defeased and the liability for the issue was removed from the financial statements. The remaining unpaid balance of the defeased debt at June 30, 2021 is \$810,000.

As a result of the reacquisition price and carrying amount of the old debt, a deferred refunding was recorded in the amount of \$153,511. It is being amortized against interest costs of the refunding issue.

LIMON PUBLIC SCHOOLS RE-4J
 NOTES TO BASIC FINANCIAL STATEMENTS
 June 30, 2023

NOTE 11 LONG-TERM DEBT – GENERAL OBLIGATION BONDS (Continued)

General Obligation Refunding Bonds Taxable Series 2013 (Continued)

The District completed the advance refunding to reduce the total debt service over the next 11 years by \$47,678 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of approximately \$52,542.

Following is a schedule of debt service to maturity:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>
2024	160,000	11,180
2025	<u>170,000</u>	<u>3,842</u>
	<u>330,000</u>	<u>15,022</u>

Series 2013 Matching Money Bonds

These Matching Money Bonds were issued December 9, 2013 for the purpose of constructing District facilities. The Series 2013 Matching Money Bonds of \$6,973,015 were used to match \$25,019,362 in State of Colorado – BEST Program funds as required under the State of Colorado Building Excellent Schools Today Qualified School Construction Program. The Series 2013 Matching Money Bonds were issued at an interest rate of 4.18781%.

Below is a schedule of debt service requirements to maturity:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>
2024	331,902	182,338
2025	345,801	168,148
2026	360,283	153,363
2027	375,371	137,959
2028	391,091	121,910
2029-2033	2,215,282	344,282
2034	<u>500,241</u>	<u>10,475</u>
	<u>4,519,971</u>	<u>1,118,475</u>

NOTE 12 LONG-TERM DEBT – COMPENSATED ABSENCES

Compensated Absences

In accordance with generally accepted accounting principles for governmental entities, the District had accrued a liability for future compensated absences (sick leave, vacation allowance, etc.). The amount due as of June 30, 2023 is \$187,451.

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 13 SUMMARY OF LONG TERM DEBT

The following is a summary of the changes in Long-Term Debt for the year ended June 30, 2023:

<u>Description</u>	<u>Balance</u> <u>July 1,</u> <u>2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30,</u> <u>2023</u>	<u>Current</u> <u>Portion</u>
Compensated Absences	145,376	42,075	-	187,451	-
GO Refunding Bonds 2013	485,000	-	155,000	330,000	160,000
Matching Money Bonds 2013	4,838,532	-	318,561	4,519,971	331,902
Deferred Refunding	<u>(13,947)</u>	<u>-</u>	<u>(6,371)</u>	<u>(7,576)</u>	<u>(4,740)</u>
<u>Total</u>	<u>5,454,961</u>	<u>42,075</u>	<u>467,190</u>	<u>5,029,846</u>	

NOTE 14 RISK MANAGEMENT

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

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

NOTE 15 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) in 1981 to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Employment Practices Liability, Automobile Liability, Auto Physical Damage, Real and Personal Property, Crime, and other coverages. The Board of Directors is composed of eight persons. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds, risk exposure and other factors touching on the status of the Pool or an individual participant.

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

LIMON PUBLIC SCHOOLS RE-4J
NOTES TO BASIC FINANCIAL STATEMENTS
June 30, 2023

NOTE 15 COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (Continued)

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

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

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

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

OTHER POST EMPLOYMENT BENEFITS TREND DATA

REQUIRED SUPPLEMENTARY INFORMATION

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.

LIMON PUBLIC SCHOOLS RE-4J
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2023

<u>REVENUES</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Local Sources</u>				
Property Taxes	2,006,817	2,006,817	1,997,104	(9,713)
Specific Ownership Taxes	221,746	221,746	291,126	69,380
Earnings on Investments	22,000	22,000	28,897	6,897
Delinquent Taxes & Interest	700	700	1,942	1,242
Other	69,675	69,675	79,313	9,638
<u>State Sources</u>				
Equalization	2,869,556	2,869,556	2,869,443	(113)
Transportation	72,459	72,459	63,804	(8,655)
Vocational Education	44,592	44,592	100,951	56,359
Special Education	115,032	115,032	355,689	240,657
Other	322,104	322,104	500,637	178,533
<u>Federal Sources</u>				
Designated Purpose Grants	585,390	585,390	436,297	(149,093)
Other	-	-	-	-
<u>TOTAL REVENUES</u>	<u>6,330,071</u>	<u>6,330,071</u>	<u>6,725,203</u>	<u>395,132</u>
<u>EXPENDITURES</u>				
<u>INSTRUCTION</u>				
<u>Regular Programs</u>				
Salaries	2,092,810	2,092,810	2,010,183	82,627
Employee Benefits	835,350	835,350	838,272	(2,922)
Purchased Services - Professional	12,400	12,400	18,890	(6,490)
Purchased Services – Property	52,100	52,100	54,819	(2,719)
Purchased Services – Other	590,940	590,940	557,657	33,283
Supplies and Materials	120,265	120,265	124,073	(3,808)
Property	51,050	51,050	1,155	49,895
Other Objects	6,000	6,000	11,296	(5,296)
<u>Total Instruction</u>	<u>3,760,915</u>	<u>3,760,915</u>	<u>3,616,345</u>	<u>144,570</u>
<u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries	106,660	106,660	107,180	(520)
Employee Benefits	41,825	41,825	48,595	(6,770)
Purchased Services – Professional	6,000	6,000	4,200	1,800
Purchased Services –Property	-	-	-	-
Purchased Services – Other	155,922	155,922	250,790	(94,868)
Supplies and Materials	12,675	12,675	9,758	2,917
Property	-	-	-	-
Other Objects	9,990	9,990	8,435	1,555
<u>Total Student Services</u>	<u>333,072</u>	<u>333,072</u>	<u>428,958</u>	<u>(95,886)</u>

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

LIMON PUBLIC SCHOOLS RE-4J
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BUDGET AND ACTUAL
GENERAL FUND
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>SUPPORTING SERVICES (Continued)</u>				
<u>Instructional Staff</u>				
Salaries	61,500	61,500	54,862	6,638
Employee Benefits	10,645	10,645	13,231	(2,586)
Purchased Services – Professional	5,250	5,250	13,882	(8,632)
Purchased Services – Property	300	300	-	300
Purchased Services – Other	34,350	34,350	17,686	16,664
Supplies and Materials	37,350	37,350	29,422	7,928
Property	600	600	-	600
Other Objects	-	-	-	-
<u>Total Instructional Staff</u>	<u>149,995</u>	<u>149,995</u>	<u>129,083</u>	<u>20,912</u>
<u>General Administration</u>				
Salaries	117,250	117,250	106,297	10,953
Employee Benefits	39,110	39,110	47,548	(8,438)
Purchased Services – Professional	23,000	23,000	24,322	(1,322)
Purchased Services – Other	5,000	5,000	20,221	(15,221)
Supplies and Materials	27,700	27,700	22,612	5,088
Property	-	-	-	-
Other Objects	15,000	15,000	6,635	8,365
<u>Total General Administration</u>	<u>227,060</u>	<u>227,060</u>	<u>227,635</u>	<u>(575)</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	237,000	237,000	237,834	(834)
Employee Benefits	91,123	91,123	101,402	(10,279)
Purchased Services – Other	3,100	3,100	2,258	842
Supplies and Materials	550	550	3,730	(3,180)
Property	600	600	-	600
Other Objects	2,000	2,000	2,480	(480)
<u>Total School Administration</u>	<u>334,373</u>	<u>334,373</u>	<u>347,704</u>	<u>(13,331)</u>
<u>Business Services</u>				
Salaries	67,250	67,250	67,052	198
Employee Benefits	24,427	24,427	28,293	(3,866)
Purchased Services – Professional	10,050	10,050	128	9,922
Purchased Services – Property	-	-	-	-
Purchased Services – Other	1,750	1,750	34,276	(32,526)
Supplies and Materials	16,800	16,800	17,267	(467)
Property	500	500	-	500
Other Objects	5,000	5,000	1,708	3,292
<u>Total Business Services</u>	<u>125,777</u>	<u>125,777</u>	<u>148,724</u>	<u>(22,947)</u>

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

LIMON PUBLIC SCHOOLS RE-4J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2023

<u>SUPPORTING SERVICES (Continued)</u>	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance -
	<u>Original</u>	<u>Final</u>		Favorable (Unfavorable)
<u>Operations and Maintenance</u>				
Salaries	200,500	200,500	239,223	(38,723)
Employee Benefits	67,050	67,050	88,636	(21,586)
Purchased Services – Professional	23,000	23,000	20,572	2,428
Purchased Services – Property	60,000	60,000	111,058	(51,058)
Purchased Services – Other	232,660	232,660	211,072	21,588
Supplies and Materials	180,000	180,000	235,250	(55,250)
Property	86,500	86,500	7,909	78,591
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>849,710</u>	<u>849,710</u>	<u>913,720</u>	<u>(64,010)</u>
<u>Student Transportation</u>				
Salaries	109,500	109,500	127,803	(18,303)
Employee Benefits	28,350	28,350	42,883	(14,533)
Purchased Services – Professional	1,500	1,500	571	929
Purchased Services – Property	15,850	15,850	17,498	(1,648)
Purchased Services – Other	7,500	7,500	528	6,972
Supplies and Materials	60,100	60,100	62,326	(2,226)
Property	253,000	253,000	108,944	144,056
Other Objects	750	750	289	461
<u>Total Student Transportation</u>	<u>476,550</u>	<u>476,550</u>	<u>360,842</u>	<u>115,708</u>
<u>Central Support</u>				
Salaries	66,750	66,750	67,000	(250)
Employee Benefits	24,900	24,900	28,109	(3,209)
Purchased Services – Other	30,020	30,020	23,259	6,761
Supplies and Materials	18,000	18,000	5,642	12,358
Property	11,500	11,500	-	11,500
<u>Total Central Support</u>	<u>151,170</u>	<u>151,170</u>	<u>124,010</u>	<u>27,160</u>
<u>Community Services</u>				
Purchased Services – Other	-	-	-	-
<u>Total Community Services</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Facilities Acquisition and Construction</u>				
Property	-	-	-	-
<u>Total Facilities Acquisition and Construction</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>TOTAL SUPPORTING SERVICES</u>	<u>2,647,707</u>	<u>2,647,707</u>	<u>2,680,676</u>	<u>(32,969)</u>
<u>Appropriated Reserves</u>	<u>2,170,571</u>	<u>2,170,571</u>	<u>-</u>	<u>2,170,571</u>
<u>TOTAL EXPENDITURES</u>	<u>8,579,193</u>	<u>8,579,193</u>	<u>6,297,021</u>	<u>2,282,172</u>

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

LIMON PUBLIC SCHOOLS RE-4J
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance - Favorable <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues Over (Under) Expenditures</u>	<u>(2,249,122)</u>	<u>(2,249,122)</u>	<u>428,182</u>	
<u>Other Financing Sources (Uses)</u>				
Transfers	<u>(143,000)</u>	<u>(143,000)</u>	<u>(128,000)</u>	<u>15,000</u>
<u>Total Other Financing Sources (Uses)</u>	<u>(143,000)</u>	<u>(143,000)</u>	<u>(128,000)</u>	<u>15,000</u>
<u>Revenues and Other Financing Sources Over (Under) Expenditures and Other Uses</u>	<u>(2,392,122)</u>	<u>(2,392,122)</u>	<u>300,182</u>	
<u>FUND BALANCE, July 1</u>	<u>2,392,122</u>	<u>2,392,122</u>	<u>2,421,576</u>	
<u>FUND BALANCE, June 30</u>	<u> -</u>	<u> -</u>	<u>2,721,758</u>	

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

LIMON PUBLIC SCHOOLS RE-4J
 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>
District's proportion of the net pension liability (asset)	0.0379%	0.0445%	0.0496%	0.0425%	0.0429%	0.0490%	0.0471%	0.0461%	0.0483%	0.0478%
District's proportionate share of the net pension liability (asset)	\$6,899,592	\$5,174,821	\$7,503,106	\$6,350,712	\$7,603,466	\$15,845,793	\$14,012,943	\$7,056,260	\$6,550,479	\$6,094,429
State's proportionate share of the net pension liability associated with the District**	\$2,010,610	\$593,227	-	\$805,506	\$1,039,668	-	-	-	-	-
District's covered payroll	\$2,944,891	\$2,853,569	\$2,770,522	\$2,601,859	\$2,410,530	\$2,303,311	\$2,191,616	\$2,058,864	\$2,003,098	\$1,984,206
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	234%	181%	271%	244%	315%	688%	639%	343%	327%	307%
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.

LIMON PUBLIC SCHOOLS RE-4J
 SCHEDULE OF DISTRICT CONTRIBUTIONS - PENSION
 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>
Contractually required contributions	\$ 600,169	\$ 567,290	\$ 550,780	\$ 504,226	\$ 461,134	\$ 434,960	\$ 402,979	\$ 365,188	\$ 338,109	\$ 317,344
Contributions in relation to the contractually required contributions	<u>\$ (600,169)</u>	<u>\$ (567,290)</u>	<u>\$ (550,780)</u>	<u>\$ (504,226)</u>	<u>\$ (461,134)</u>	<u>\$ (434,960)</u>	<u>\$ (402,979)</u>	<u>\$ (365,188)</u>	<u>\$ (338,109)</u>	<u>\$ (317,344)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$2,944,891	\$2,853,569	\$2,770,522	\$2,601,859	\$2,410,530	\$2,303,311	\$2,191,616	\$2,058,864	\$2,003,098	\$1,984,206
Contributions as a percentage of covered payroll	20.38%	19.88%	19.88%	19.38%	19.13%	18.88%	18.38%	17.74%	16.88%	15.99%

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

LIMON PUBLIC SCHOOLS RE-4J
 SCHEDULE OF PROPORTIONATE SHARE OF NET OTHER POST EMPLOYMENT BENEFITS (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)	0.029%	0.029%	0.0287%	0.0277%	0.0279%	0.0278%	0.0268%	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$235,210	\$250,360	\$272,651	\$312,232	\$379,747	\$361,851	\$346,849	-	-	-
District's covered payroll	\$2,944,891	\$2,853,569	\$2,770,522	\$2,601,859	\$2,410,530	\$2,303,311	\$2,191,616	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	7.99%	8.77%	9.84%	12.00%	15.75%	15.71%	15.83%	-	-	-
Plan fiduciary net position as a percentage of the total OPEB liability	38.57%	39.40%	32.78%	24.49%	17.03%	17.53%	16.71%	-	-	-

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

LIMON PUBLIC SCHOOLS RE-4J
 SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB
 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>
Contractually required contributions	\$ 30,038	\$ 29,106	\$ 28,259	\$ 26,539	\$ 24,588	\$ 23,493	\$ 22,354	-	-	-
Contributions in relation to the contractually required contributions	<u>\$ (30,038)</u>	<u>\$ (29,106)</u>	<u>\$ (28,259)</u>	<u>\$ (26,539)</u>	<u>\$ (24,588)</u>	<u>\$ (23,493)</u>	<u>\$ (22,354)</u>	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-
District's covered payroll	\$2,944,891	\$2,853,569	\$2,770,522	\$2,601,859	\$2,410,530	\$2,303,311	\$2,191,616	-	-	-
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	-	-	-

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

COMBINING AND INDIVIDUAL FUND STATEMENTS AND OTHER SCHEDULES

Bond Redemption – Debt Service Fund

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

NON MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

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

Student Activities Fund – This fund is used to account for expenditures made in co-curricular instructional activities funded by local revenues and transfers from the General Fund and for local revenues and activity expenditures associated with various clubs and organizations.

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

LIMON PUBLIC SCHOOLS RE-4J
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2023

	Capital Reserve Capital <u>Project</u>	<u>Special Revenue Funds</u>		<u>Total Non-Major Governmental Funds</u>
		<u>Food Service</u>	<u>Student Activities</u>	
<u>ASSETS</u>				
Cash	283,855	38,111	291,427	613,393
Investments	-	-	-	-
Accounts Receivable	-	16,528	-	16,528
Accrued Revenue	-	-	-	-
Due From Other Funds	-	-	-	-
Inventories	-	18,578	-	18,578
<u>Total Assets</u>	<u>283,855</u>	<u>73,217</u>	<u>291,427</u>	<u>648,499</u>
 <u>LIABILITIES AND FUND BALANCES</u>				
<u>Liabilities:</u>				
Accounts Payable	-	-	3,002	3,002
Accrued Salaries	-	14,924	-	14,924
Due To Other Funds	-	-	-	-
Other Liabilities	-	9,785	-	9,785
<u>Total Liabilities</u>	<u>-</u>	<u>24,709</u>	<u>3,002</u>	<u>27,711</u>
 <u>Fund Balances:</u>				
Nonspendable:				
Inventories	-	18,578	-	18,578
Restricted:				
Food Service	-	29,930	-	29,930
Committed				
Capital Outlay	283,855	-	-	283,855
Assigned:				
Student Activities	-	-	288,425	288,425
Unassigned	-	-	-	-
<u>Total Fund Balances</u>	<u>283,855</u>	<u>48,508</u>	<u>288,425</u>	<u>620,788</u>
 <u>TOTAL LIABILITIES & FUND BALANCES</u>				
	<u>283,855</u>	<u>73,217</u>	<u>291,427</u>	<u>648,499</u>

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

LIMON PUBLIC SCHOOLS RE-4J
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For the Year Ended June 30, 2023

	Capital Reserve Capital Project	Special Revenue Funds Food Service	Student Activities	Total Non-Major Governmental Funds
<u>REVENUES</u>				
Earnings on Investments	-	-	-	-
Other Local Sources	-	59,041	429,546	488,587
State Aid	-	3,114	-	3,114
Federal Aid	-	133,237	-	133,237
<u>Total Revenues</u>	<u>-</u>	<u>195,392</u>	<u>429,546</u>	<u>624,938</u>
<u>EXPENDITURES</u>				
Current:				
Instructional Services	-	-	93,787	93,787
Supporting Services:				
Students	-	-	351,308	351,308
Instructional Staff	-	-	-	-
District Administration	-	-	-	-
School Administration	-	-	-	-
Business	-	-	-	-
Operation & Maintenance of Facilities	-	-	-	-
Transportation	-	-	-	-
Food Service	-	191,231	-	191,231
Debt Service	-	-	-	-
Capital Outlay	-	-	-	-
<u>Total Expenditures</u>	<u>-</u>	<u>191,231</u>	<u>445,095</u>	<u>636,326</u>
<u>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</u>	<u>-</u>	<u>4,161</u>	<u>(15,549)</u>	<u>(11,388)</u>
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	80,000	-	48,000	128,000
<u>Total Other Financing Sources (Uses)</u>	<u>80,000</u>	<u>-</u>	<u>48,000</u>	<u>128,000</u>
<u>NET CHANGE IN FUND BALANCES</u>	<u>80,000</u>	<u>4,161</u>	<u>32,451</u>	<u>116,612</u>
<u>FUND BALANCES, Beginning</u>	<u>203,855</u>	<u>44,347</u>	<u>255,974</u>	<u>504,176</u>
<u>FUND BALANCES, Ending</u>	<u>283,855</u>	<u>48,508</u>	<u>288,425</u>	<u>620,788</u>

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

LIMON PUBLIC SCHOOLS RE-4J
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOOD SERVICE – SPECIAL REVENUE FUND
For the 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	70,700	54,761	(15,939)
Earnings on Investments	-	-	-
Other	20,350	4,280	(16,070)
<u>State Sources</u>			
School Lunches and Breakfast	2,600	3,114	514
<u>Federal Sources</u>			
School Lunches and Breakfast	105,400	133,237	27,837
Commodities	-	-	-
<u>Total Revenues</u>	<u>199,050</u>	<u>195,392</u>	<u>(3,658)</u>
 <u>EXPENDITURES</u>			
Salaries	86,500	89,339	(2,839)
Employee Benefits	26,830	29,452	(2,622)
Purchased Services – Professional	1,050	-	1,050
Purchased Services – Property	-	-	-
Purchased Services - Other	600	82	518
Food Purchases	71,000	54,783	16,217
Capital Outlay	5,500	1,733	3,767
Commodities	15,000	10,267	4,733
Non-Food Supplies	20,000	5,575	14,425
Other	31,917	-	31,917
Appropriated Reserves	-	-	-
<u>Total Expenditures</u>	<u>258,397</u>	<u>191,231</u>	<u>67,166</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (59,347)	 4,161	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	15,000	-	(15,000)
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	 (44,347)	 4,161	
 <u>FUND BALANCE, July 1</u>	 <u>44,347</u>	 <u>44,347</u>	
 <u>FUND BALANCE, June 30</u>	 <u>-</u>	 <u>48,508</u>	

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

LIMON PUBLIC SCHOOLS RE-4J
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
CAPITAL RESERVE CAPITAL PROJECT FUND
For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>Revenues</u>			
Earnings on Investments	-	-	-
Other Local Donations	5,000	-	(5,000)
State Grants	-	-	-
Federal Grants	-	-	-
<u>Total Revenues</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
 <u>Expenditures</u>			
Land and Sites	45,000	-	45,000
Buildings and Improvements	199,200	-	199,200
Equipment:			
Transportation Equipment	35,000	-	35,000
Debt Service	5,000	-	5,000
Appropriated Reserves	4,655	-	4,655
<u>Total Expenditures</u>	<u>288,855</u>	<u>-</u>	<u>288,855</u>
 <u>Revenues Over (Under) Expenditures</u>	 <u>(283,855)</u>	 <u>-</u>	
 <u>Other Financing Sources (Uses)</u>			
Transfers	80,000	80,000	-
<u>Total Other financing Sources (Uses)</u>	<u>80,000</u>	<u>80,000</u>	<u>-</u>
 <u>Revenues and Sources Over (Under) Expenditures and Uses</u>	 <u>(203,855)</u>	 <u>80,000</u>	
 <u>FUND BALANCES, July 1</u>	 <u>203,855</u>	 <u>203,855</u>	
 <u>FUND BALANCES, June 30</u>	 <u>-</u>	 <u>283,855</u>	

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

LIMON PUBLIC SCHOOLS RE-4J
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
 BOND REDEMPTION DEBT SERVICE FUND
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance - Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Property Taxes	947,000	533,568	(413,432)
Specific Ownership Taxes	-	-	-
Earnings on Investments	2,000	11,890	9,890
Other Local	1,000	542	(458)
<u>Total Revenues</u>	<u>950,000</u>	<u>546,000</u>	<u>(404,000)</u>
 <u>EXPENDITURES</u>			
Debt Service:			
Principal	602,000	473,561	128,439
Interest	374,792	213,827	160,965
Other	1,500	600	900
Appropriated Reserves	1,402,647	-	1,402,647
<u>Total Expenditures</u>	<u>2,380,939</u>	<u>687,988</u>	<u>1,692,951</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 <u>(1,430,939)</u>	 <u>(141,988)</u>	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	 <u>(1,430,939)</u>	 <u>(141,988)</u>	
 <u>FUND BALANCES, July 1</u>	 <u>1,430,939</u>	 <u>1,430,939</u>	
 <u>FUND BALANCES, June 30</u>	 <u>-</u>	 <u>1,288,951</u>	

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

LIMON PUBLIC SCHOOLS RE-4J
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
 STUDENT ACTIVITIES SPECIAL REVENUE FUND
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
Other Local	125,000	429,546	304,546
<u>Total Revenues</u>	<u>125,000</u>	<u>429,546</u>	<u>304,546</u>
 <u>EXPENDITURES</u>			
Co – Curricular Instruction	119,000	93,787	25,213
Student Support	309,975	351,308	(41,333)
<u>Total Expenditures</u>	<u>428,975</u>	<u>445,095</u>	<u>(16,120)</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 (303,975)	 (15,549)	
 <u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	<u>48,000</u>	<u>48,000</u>	<u>-</u>
 <u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	 (255,975)	 <u>32,451</u>	
 <u>FUND BALANCE, July 1</u>	 <u>264,730</u>	 <u>255,974</u>	
 <u>FUND BALANCE, June 30</u>	 <u>8,755</u>	 <u>288,425</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: 1790 - Limon RE-4J

Fiscal Year 2022-23

Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg. Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	-	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental							
01 General Fund	2,420,106	+	6,212,300	-	5,911,619	=	2,720,567
16 Public Agency Subsidized General Fund	480		216,200		216,498		182
17 Colorado Professional Regulation Fund	900		168,703		168,703		900
Sub-Total	2,421,576		6,597,203		6,297,020		2,721,759
03 Charter School Fund	0		0		0		0
06.503 Special Revenue Fund	0		0		0		0
07 Supplemental Exp Const. Equip. Maint. Fund	0		0		0		0
08 Total Program Revenue Fund	0		0		0		0
21 Health Care Self-Insurance Fund	46,347		195,392		191,230		48,568
55 Other Restricted Agency Subsidy Fund	0		0		0		0
68 Other Agency Subsidy Revenue Fund	285,075		477,546		443,035		288,426
69 Other Restricted Agency Subsidy Fund	0		0		0		0
71 Other Restricted Agency Subsidy Fund	1,416,633		546,603		687,988		1,256,951
72 Other Restricted Agency Subsidy Fund	0		0		0		0
73 Building Fund	0		0		0		0
74 Other Restricted Agency Subsidy Fund	0		0		0		0
84 Capital Resources - Other Building	203,255		80,690		0		283,955
85 General Fund - Other Building Fund	0		0		0		0
Totals	4,356,691		7,896,142		7,621,334		4,631,499
Proprietary							
90 Other Restricted Agency Fund	0		0		0		0
91 Other Restricted Agency Fund	0		0		0		0
92 Other Restricted Agency Fund	0		0		0		0
Totals	0		0		0		0
Fiduciary							
98 Other Restricted Agency Fund	0		0		0		0
99 Other Restricted Agency Fund	0		0		0		0
99 Agency Fund	0		0		0		0
99 Other Restricted Agency Fund	0		0		0		0
99 Other Restricted Agency Fund	0		0		0		0
99 Other Restricted Agency Fund	0		0		0		0
Totals	0		0		0		0
FINAL							



Colorado Department of Education

Bolded Balance Sheet Report

District: 1790 - Limon RE-4J

Fiscal Year 2022-23

Colorado School District/BOCES

	Governmental										Proprietary					Fiduciary	
	General Funds	Charter School Fund	Preschool Fund	Special Revenue Funds	Supplemental Cap Const Fund	Total Program Reserve Fund	Food Service Special Revenue Fund	Debt Service Funds	Capital Projects Funds	Supplemental Cap Const Fund	Other Enterprise Funds	Risk-Related Activity Funds	Other Internal Service Funds	Trust & Agency Funds	Foundations Fund	Totals	
ASSETS																	
Cash and Investments (8100-8104,8111)	2,798,805	0	990	291,427	0	0	38,111	1,275,910	283,855	0	0	0	0	0	0	4,689,098	
Cash with Fiscal Agent (8105)	67,763	0	0	0	0	0	0	0	0	0	0	0	0	0	0	67,763	
Taxes Receivable (8121,8122)	63,000	0	0	0	0	0	0	17,000	0	0	0	0	0	0	0	80,000	
Interfund Loans Receivable (8131,8132)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Intergovernmental Accounts Rec (8141)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Grants Accounts Receivable (8142)	366,025	0	0	0	0	0	11,004	0	0	0	0	0	0	0	0	377,029	
Other Receivables (8151-8154,8161)	1,910	0	0	0	0	0	5,324	0	0	0	0	0	0	0	0	7,434	
Inventories (8171,8172,8173)	0	0	0	0	0	0	18,578	0	0	0	0	0	0	0	0	18,578	
Buildings (8231-8234)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Assets	3,297,503	0	990	291,427	0	0	73,217	1,292,910	283,855	0	0	0	0	0	0	5,239,903	

Governmental

Proprietary

Fiduciary

LIABILITIES & FUND EQUITY

LIABILITIES

	General Funds 10.12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Interfund Payables (7401, 7402)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Other Payables (7421-7423)	52,174	0	0	3,002	0	0	0	0	0	0	0	0	0	0	0	55,175
Contracts Payable (7431-7433)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Accrued Expenses (7461)	506,351	0	0	0	0	0	14,924	0	0	0	0	0	0	0	0	521,275
Payroll Ded. and Withholdings (7471-7473)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unearned Revenue (7481)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Deferred Revenue (7482)	4,002	0	0	0	0	0	0	0	0	0	0	0	0	0	0	4,002
Other Current Liabilities (7491, 7492, 7499)	0	0	0	0	0	0	9,785	0	0	0	0	0	0	0	0	9,785
Deferred Inflow (7800)	14,208	0	0	0	0	0	0	3,959	0	0	0	0	0	0	0	18,167
Total Liabilities	576,735	0	0	3,002	0	0	24,709	3,959	0	0	0	0	0	0	0	608,404

Governmental

Proprietary

Fiduciary

FUND EQUITY

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60, 70-79	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Non-spendable Fund Balance 6710	0	0	0	0	0	0	18,578	0	0	0	0	0	0	0	0	18,578
Restricted Fund Balance 6720	0	0	0	0	0	0	29,930	1,288,951	0	0	0	0	0	0	0	1,318,881
TABOR 3% Emergency Reserve 6721	204,000	0	0	0	0	0	0	0	0	0	0	0	0	0	0	204,000
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (CPP) Reserve 6724	0	0	990	0	0	0	0	0	0	0	0	0	0	0	0	990
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	385,177	0	0	0	0	0	0	0	0	0	0	0	0	0	0	385,177
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	182	0	0	0	0	0	0	0	283,855	0	0	0	0	0	0	284,037
Assigned Fund Balance 6760	0	0	0	288,426	0	0	0	0	0	0	0	0	0	0	0	288,426
Unassigned Fund Balance 6770	2,131,410	0	0	0	0	0	0	0	0	0	0	0	0	0	0	2,131,410
Indirect 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
Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	2,720,769	0	990	288,426	0	0	48,508	1,288,951	283,855	0	0	0	0	0	0	4,631,499

	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, 70-79	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Total Liabilities & Fund Equity	3,297,503	0	990	291,427	0	0	73,217	1,292,910	283,855	0	0	0	0	0	0	5,239,903

	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, 70-79	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes