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**NORTH PARK SCHOOL DISTRICT R-1
WALDEN, COLORADO**

FINANCIAL STATEMENTS

June 30, 2023

NORTH PARK SCHOOL DISTRICT R-1
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INDEPENDENT AUDITOR'S REPORT

Board of Education
North Park School District R-1
Walden, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Park School District R-1 as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the basic financial statements of the North Park School District R-1, 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 North Park School District R-1 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 of Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 North Park School District R-1 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the North Park School District R-1'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.

Emphasis of Matter

As described in Note 11 to the financial statements, as of and for the year ended June 30, 2023, have been restated to correct a misstatement. Our opinion is not modified with respect to this matter.

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk 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 North Park School District R-1'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 North Park School District R-1'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 and the required supplementary information listed in the table of contents 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 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.

Board of Education
North Park School District R-1

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the North Park School District R-1's basic financial statements. The combining and individual fund statements and schedules, and the auditor's integrity report listed in the table of contents 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 the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

DMC Auditing and Consulting, LLC

December 11, 2023
Bailey, Colorado

MANAGEMENT’S DISCUSSION AND ANALYSIS (MD&A)
Required Supplementary Information (RSI)
June 30, 2023

This discussion and analysis of North Park School District R-1’s (the “District”) financial performance provides an overall review of the District’s financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the District’s financial performance as a whole. Readers should also review the financial statements, financial statement footnotes, budgetary comparison schedules and additional supplementary information to broaden their understanding of the District’s financial performance.

Financial Highlights

For the year ended June 30, 2023, the District’s ending net position increased from \$3,095,785 to \$4,396,318. The surplus was caused by an increase in district assets, mainly cash and capital assets. In addition, the District had to restate the beginning net position due to prior year error corrections per Note 11 in the footnotes to the financial statements. The District’s PERA pension liability increased compared to the prior year. Ending fund balance increased \$565,757 from FY2022 to FY2023 due to a postponement of a portion of the security upgrade. The District’s total current and capital assets, net of accumulated depreciation, increased \$495,125, and accounts payable increased \$39,880 in 2023. The District budgets sufficient contingencies to cover any unanticipated operational needs. All current instructional costs are covered by the District’s revenue sources.

Using the Basic Financial Statements

The basic financial statements consist of the Management’s Discussion and Analysis (this section) and a series of financial statements and notes to those statements. These statements are organized so the reader can first understand the District as an entire operating entity, then proceed to an increasingly detailed look at specific financial activities.

The first two statements are government-wide financial statements - the Statement of Net Position and the Statement of Activities. Both provide long and short-term information about the District’s overall financial status. Fund financial statements are focused on individual parts of the District’s operations. The governmental fund statements tell how general District services were financed in the short term as well as what remains for future spending.

The financial statements also include notes explaining some of the information in the financial statements and provide more detailed data.

Government-Wide Financial Statements

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

The two government-wide statements report the District’s net position and how they have changed. The change in net position is important because it tells the reader that for the District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of various factors, some financial, some not. Non-financial factors include facility conditions and required educational programs.

A condensed summary of the Districts Net Position is as follows:

North Park School District			
Condensed Statement of Net Position			
	2023	2022	Variance
Assets:			
Current Assets	\$ 4,011,000	\$ 3,414,841	\$ 596,159
Capital Assets	\$ 4,196,138	\$ 3,701,013	\$ 495,125
Deferred Outflows of Revenue	\$ 964,378	\$ 310,280	\$ 654,098
Total Assets & Deferred Outflows of Financial Resources	\$ 9,171,516	\$ 7,426,134	\$ 1,745,382
Liabilities:			\$ -
Current Liabilities	\$ 340,257	\$ 300,277	\$ 39,980
Non-current Liabilities	\$ 4,024,689	\$ 2,828,393	\$ 1,196,296
Deferred Inflows of Resources	\$ 410,252	\$ 1,201,679	\$ (791,427)
Total Liabilities & Deferred Inflows of Financial Resources	\$ 4,775,198	\$ 4,330,349	\$ 444,849
Net Position:			\$ -
Net Invested in Capital Assets	\$ 4,170,980	\$ 3,649,565	\$ 521,415
Restricted Net Position	\$ 117,761	\$ 133,218	\$ (15,457)
Unrestricted Net Position	\$ 107,577	\$ (686,998)	\$ 794,575
Total Net Position (Deficit)	\$ 4,396,318	\$ 3,095,785	\$ 1,300,533
Total Liabilities , Deferred Outflows and Net Position	\$ 9,171,516	\$ 7,426,134	\$ 1,745,382

Most of the district's net position is invested in capital assets (buildings, land, and equipment). The remaining net position is a combination of restricted and unrestricted amounts. The restricted net position represents amounts set aside for specific uses as required by statute. The unrestricted net position deficit is due to outstanding PERA pension and OPEB obligations that are only reported at the activity level.

A condensed Statement of Activities is as follows:

North Park School District			
Condensed Statement of Activities			
	2023	2022	Variance
Program Revenues:			
Charges for Services	\$ 103,103	\$ 85,267	\$ 17,836
Operating Grants and Contributions	\$ 704,717	\$ 406,223	\$ 298,494
Capital Grants and Contributions	\$ 116,324	\$ 499,979	\$ (383,655)
Total Program Revenues	\$ 924,144	\$ 991,469	\$ (67,325)
General Revenues:			\$ -
Property Taxes	\$ 2,106,699	\$ 1,892,421	\$ 214,278
Specific Ownership/Equalization	\$ 847,345	\$ 335,675	\$ 511,670
Investment Earnings	\$ 44,738	\$ 10,527	\$ 34,211
Other Revenue	\$ 593,375	\$ 1,205,511	\$ (612,136)
Total General Revenues	\$ 3,592,157	\$ 3,444,134	\$ 148,023
Total Revenues	\$ 4,516,301	\$ 4,435,603	\$ 80,698
Expenses:			0
Instruction	\$ 1,675,435	\$ 1,152,008	\$ 523,427
Supporting Services	\$ 1,538,994	\$ 1,496,275	\$ 42,719
Interest on Long Term Debt	\$ 1,339	\$ 1,755	\$ (416)
Total Expenses	\$ 3,215,768	\$ 2,650,038	\$ 565,730
Change in Net Position	\$ 1,300,533	\$ 1,785,565	\$ (485,032)
Net Position - Beginning	\$ 3,200,457	\$ 1,414,892	\$ 1,785,565
Prior Period Restatement	\$ (104,672)	\$ -	\$ (104,672)
Net Position - Beginning (Restated)	\$ 3,095,785	\$ 1,414,892	\$ 1,680,893
Net Position Ending	\$ 4,396,318	\$ 3,200,457	\$ 1,195,861

Reporting the District's Most Significant Funds

The analysis of the District's major funds begins on page 6. Fund financial reports provide detailed information about the District's major funds. In the fiscal year ending June 30, 2023 the District's only major fund is the General Fund. The District's non-major funds include Food Service, Grants, Pupil Activity, and Capital Reserve funds.

Governmental Funds

Most of District's activities are reported in the governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements of the Governmental Funds. The District's governmental funds consist of the General, Capital Reserve, Food Service, and Pupil Activity Fund. The General Fund accounts for the majority of the District's instruction and support operations. The Capital Reserve Fund accounts for the District's capital needs and the Designated Grants Fund accounts for the majority of the District's grant funding.

Fiduciary Funds

Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The District's only fiduciary fund is the Scholarship Fund. The Scholarship Fund accounts for donations and related investment earnings used to provide scholarships to the District's students.

Fund Financial Statements

As of June 30, 2023, the District's governmental funds reported a combined fund balance of \$3,620,130, which is an increase of \$565,757 from the June 30, 2022 restated balance. This balance includes General Fund, Food Service, Grants, Pupil Activity and Capital Reserve fund.

General Fund

Revenues in the general fund revenues increased \$631,687 and expenditures increased \$413,547. Overall, our change in general fund balance for the year was \$597,215. This change brought the District's ending fund from a restated balance of \$2,715,144 to \$3,312,359. The cause for the significant increase is the District did not make the significant transfer to the Capital Reserve fund as was budgeted since a portion of the capital security upgrade was postponed.

Capital Reserve Fund

The Capital Reserve balance increased by \$1,280 leaving an ending fund balance of \$233,676 at year end. Nearly all of the expenditures for the year were offset by the revenue received for the capital projects and assets recorded in Fund 43.

General Fund Budget

The Board of Education adopts the District’s budget in June of each year. Changes are then made in January once student enrollment is finalized. The adoption of supplemental budgets is allowed throughout the year when unanticipated additional revenues are received. Revenues generated from the District’s Program Funding (Colorado School Finance Act) change throughout the year. Program funding is based upon student enrollment on October 1st of each year. Per pupil funding is a combination of Property Tax, Specific Ownership Tax, and State Share. Per pupil funding for each district is not set until October Count, assessed valuations, and mill levies are finalized, and therefore the District’s share of Total Program Funding is not known in June when the original budget is adopted. The exact portion of revenue from each source is not known until the following January.

Economic Factors and Next Year’s Budget

North Park School District is in a good financial condition looking into the 2023-2024 year. The District did transition back to utilizing an average of October Count for Total Program Funding due to a decline in enrollment compared to the prior year. The District continually looks to supplement the budget through grant opportunities. In Fiscal Year 2024, the District will continue work on our capital security project, as well as continue the Master Facility Plan for a new school. The carry forward in the General Fund totals more than nine months of operating expenses.

Capital Assets

A condensed summary of Capital Assets is as follows:

<u>North Park School District</u>			
<u>Capital Assets (Net of Accumulated Depreciation)</u>			
	Balances 2022	Net Changes	Balances 2023
Land	\$ 67,595	\$ -	\$ 67,595
Construction in Progress	\$ 1,296,748	\$ (1,251,863)	\$ 44,885
Buildings and Improvements	\$ 2,115,227	\$ 1,707,440	\$ 3,822,667
Machinery and Equipment	\$ 35,757	\$ 15,180	\$ 50,937
Vehicles	\$ 185,686	\$ 24,368	\$ 210,054
Total Capital Assets, Net	<u>\$ 3,701,013</u>	<u>\$ 495,125</u>	<u>\$ 4,196,138</u>

As of June 30, 2023, the District had \$4,196,138 invested in a broad range of capital assets, including land, buildings, furniture and equipment. This amount represents a net increase (including additions, deletions, and depreciation) of \$495,125 from the prior year. Various pieces of equipment were purchased, the current phase of the security project was completed, and a new school vehicle was purchased.

Contacting the District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the North Park School District R-1 finances and to show the District’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District’s Business Manager, P.O. Box 798, 910 4th Street, Walden, CO 80480.

BASIC FINANCIAL STATEMENTS

NORTH PARK SCHOOL DISTRICT R-1
STATEMENT OF NET POSITION
June 30, 2023

	<u>PRIMARY</u> <u>GOVERNMENT</u> <u>GOVERNMENTAL</u> <u>ACTIVITIES</u>
ASSETS	
Cash and Investments	\$ 3,380,132
Accounts Receivable	7,103
Grants Receivable	241,668
Taxes Receivable	375,033
Inventories	259
Prepaid Expenses	6,805
Capital Assets, <i>Not Being Depreciated</i>	112,480
Capital Assets, <i>Net of Accumulated Depreciation</i>	<u>4,083,658</u>
 TOTAL ASSETS	 <u>8,207,138</u>
 DEFERRED OUTFLOWS OF RESOURCES	
Pensions, <i>Net of Accumulated Amortization</i>	928,666
OPEB, <i>Net of Accumulated Amortization</i>	<u>35,712</u>
 TOTAL DEFERRED OUTFLOWS OF RESOURCES	 <u>964,378</u>
 LIABILITIES	
Accounts Payable	18,257
Accrued Salaries and Benefits	255,809
Unearned Revenue	66,191
Noncurrent Liabilities	
Due Within One Year	23,044
Due in More Than One Year	12,802
Net Pension Liability	3,857,240
Net OPEB Liability	<u>131,603</u>
 TOTAL LIABILITIES	 <u>4,364,946</u>
 DEFERRED INFLOWS OF RESOURCES	
Pensions, <i>Net of Accumulated Amortization</i>	349,284
OPEB, <i>Net of Accumulated Amortization</i>	<u>60,968</u>
 TOTAL DEFERRED INFLOWS OF RESOURCES	 <u>410,252</u>
 NET POSITION	
Net Investment in Capital Assets	4,170,980
Restricted for Emergencies	117,761
Unrestricted	<u>107,577</u>
 TOTAL NET POSITION	 <u>\$ 4,396,318</u>

See Notes to the Financial Statements.

NORTH PARK SCHOOL DISTRICT R-1
STATEMENT OF ACTIVITIES
Year Ended June 30, 2023

FUNCTIONS / PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND IN NET POSITION
PRIMARY GOVERNMENT	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT
Governmental Activities			CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
Instruction	\$ 1,675,435	\$ 79,748	\$ 532,761	\$ (1,062,926)
Supporting Services	1,359,507	11,687	114,369	(1,117,127)
Food Services	179,487	11,668	57,587	(110,232)
Interest on Long-Term Debt	<u>1,339</u>	<u>-</u>	<u>-</u>	<u>(1,339)</u>
TOTAL GOVERNMENTAL ACTIVITIES	<u>\$ 3,215,768</u>	<u>\$ 103,103</u>	<u>\$ 704,717</u>	<u>(2,291,624)</u>
GENERAL REVENUES				
Local Property Taxes				2,106,699
Specific Ownership Taxes				371,964
State Equalization				475,381
Small Rural Schools Funding				134,380
Forest in Lieu of Taxes				60,273
North Park Education Fund				355,082
Investment Income				44,738
Other				<u>43,640</u>
TOTAL GENERAL REVENUES				<u>3,592,157</u>
CHANGE IN NET POSITION				<u>1,300,533</u>
NET POSITION, Beginning, as Restated				<u>3,095,785</u>
NET POSITION, Ending				<u>\$ 4,396,318</u>

NORTH PARK SCHOOL DISTRICT R-1
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2023

	GENERAL	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
ASSETS			
Cash and Investments	\$ 3,127,128	\$ 253,004	\$ 3,380,132
Accounts Receivable	6,450	653	7,103
Grants Receivable	175,564	66,104	241,668
Taxes Receivable	375,033	-	375,033
Inventories	-	259	259
Prepaid Expenditures	6,805	-	6,805
	<u>3,690,980</u>	<u>320,020</u>	<u>4,011,000</u>
TOTAL ASSETS			
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 16,101	\$ 2,156	\$ 18,257
Accrued Salaries and Benefits	245,716	10,093	255,809
Unearned Revenue	66,191	-	66,191
	<u>328,008</u>	<u>12,249</u>	<u>340,257</u>
TOTAL LIABILITIES			
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	50,613	-	50,613
	<u>50,613</u>	<u>-</u>	<u>50,613</u>
FUND BALANCES			
Nonspendable:			
Inventories	-	259	259
Prepays	6,805	-	6,805
Restricted for Emergencies	117,761	-	117,761
Assigned to:			
Food Services	-	16,149	16,149
Student Activities	-	57,687	57,687
Capital Projects	-	233,676	233,676
Unassigned	3,187,793	-	3,187,793
	<u>3,312,359</u>	<u>307,771</u>	<u>3,620,130</u>
TOTAL FUND BALANCES			
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
	<u>\$ 3,690,980</u>	<u>\$ 320,020</u>	<u>\$ 4,011,000</u>

NORTH PARK SCHOOL DISTRICT R-1
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:

Total Fund Balances of Governmental Funds	\$	3,620,130
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		4,196,138
Long-term assets are not available to pay current year expenditures and, therefore, are deferred in governmental funds. This amount represents property taxes earned but not available as current financial resources.		50,613
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:		
Debt Payable		(25,158)
Accrued Compensated Absences		(10,688)
Net Pension Liability		(3,857,240)
Pension-Related Deferred Outflows of Resources		928,666
Pension-Related Deferred Inflows of Resources		(349,284)
Net OPEB Liability		(131,603)
OPEB-Related Deferred Outflows of Resources		35,712
OPEB-Related Deferred Inflows of Resources		<u>(60,968)</u>
Total Net Position of Governmental Activities	\$	<u><u>4,396,318</u></u>

NORTH PARK SCHOOL DISTRICT R-1
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2023

	GENERAL	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
REVENUES			
Local Sources	\$ 2,967,108	\$ 74,146	\$ 3,041,254
County Sources	68,570	-	68,570
State Sources	803,048	117,179	920,227
Federal Sources	439,096	56,732	495,828
	<u>4,277,822</u>	<u>248,057</u>	<u>4,525,879</u>
 TOTAL REVENUES			
EXPENDITURES			
Current			
Instruction	1,735,197	75,512	1,810,709
Supporting Services	1,630,999	52,348	1,683,347
Food Services	-	189,881	189,881
Capital Outlay	-	262,921	262,921
Debt Service			
Principal	11,925	-	11,925
Interest	1,339	-	1,339
	<u>3,379,460</u>	<u>580,662</u>	<u>3,960,122</u>
 TOTAL EXPENDITURES			
 EXCESS REVENUES OVER (UNDER) EXPENDITURES	<u>898,362</u>	<u>(332,605)</u>	<u>565,757</u>
 OTHER FINANCING SOURCES (USES)			
Transfers In	18,538	319,685	338,223
Transfers Out	(319,685)	(18,538)	(338,223)
	<u>(301,147)</u>	<u>301,147</u>	<u>-</u>
 TOTAL OTHER FINANCING SOURCES (USES)			
 CHANGE IN FUND BALANCES	597,215	(31,458)	565,757
 FUND BALANCES, Beginning, as Restated	<u>2,715,144</u>	<u>339,229</u>	<u>3,054,373</u>
 FUND BALANCES, Ending	<u>\$ 3,312,359</u>	<u>\$ 307,771</u>	<u>\$ 3,620,130</u>

NORTH PARK SCHOOL DISTRICT R-1
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2023

AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE:

Net Change in Fund Balances of Governmental Funds	\$	565,757
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as:		
Depreciation expense		(195,086)
Capital outlay		690,211
Revenues that do not provide current financial resources are deferred in the governmental fund financial statements but are recognized in the government-wide financial statements. This amount represents the change in deferred property taxes.		
		(9,578)
The repayment of long-term debt principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not affect the statement of activities.		
		11,925
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This includes the changes in the following:		
Accrued Compensated Absences		3,677
Net Pension Liability		(1,208,444)
Pension-Related Deferred Outflows of Resources		633,227
Pension-Related Deferred Inflows of Resources		779,069
Net OPEB Liability		(3,454)
OPEB-Related Deferred Outflows of Resources		20,871
OPEB-Related Deferred Inflows of Resources		12,358
		12,358
Change in Net Position of Governmental Activities	\$	1,300,533

NORTH PARK SCHOOL DISTRICT R-1
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2023

	<u>CUSTODIAL FUND</u> <u>SCHOLARSHIP FUND</u>
ASSETS	
Cash and Cash Equivalents	\$ 30,593
LIABILITIES	
Accounts Payable	<u>13,000</u>
NET POSITION	
Unrestricted	\$ <u>17,593</u>

NORTH PARK SCHOOL DISTRICT R-1
STATEMENT OF CHANGE IN FIDUCIARY NET POSITION
Year Ended June 30, 2023

	<u>CUSTODIAL</u> <u>FUND</u> <u>SCHOLARSHIP</u> <u>FUND</u>
ADDITIONS	
Local Sources	\$ <u>2,570</u>
DEDUCTIONS	
Instruction	<u>15,500</u>
CHANGE IN NET POSITION	(12,930)
NET POSITION, Beginning	<u>30,523</u>
NET POSITION, Ending	\$ <u><u>17,593</u></u>

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 1: Summary of Significant Accounting Policies

The accounting policies of the North Park School District R-1 (the District) conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the District's more significant policies.

Reporting Entity

The financial reporting entity consists of the District, organizations for which the District is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the District. All funds, organizations, institutions, agencies, departments and offices that are not legally separate are part of the District. Legally separate organizations for which the District is financially accountable are considered part of the reporting entity. Financial accountability exists if the District appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if the organization has the potential to provide benefits to, or impose financial burdens on, the District.

The financial statements of the District do not include any separately administered organizations.

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 nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these financial statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which are supported by taxes and intergovernmental revenues, are reported in a single column.

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

Separate financial statements are provided for the governmental funds and the fiduciary fund, even though the latter is excluded from the government-wide financial statements. Major individual governmental funds and other significant funds identified by management are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

In the fund financial statements, the District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the District, except those accounted for in another fund.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

Additionally, the District reports the following fund type:

Fiduciary Funds account for assets held by the District as an agent for individuals, private organizations, and other governments. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. The fiduciary fund reported by the District is a private-purpose trust fund, the Scholarship Trust Fund.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the fiduciary fund financial 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.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers property tax revenues to be available if they are collected within 60 days of the end of the current year. The District considers all other revenues to be available if they are collected within 60 days of the end of the current year, except federal and state revenues.

Taxes, intergovernmental revenues, grants, and interest associated with the current year are considered to be susceptible to accrual and so have been recognized as revenues of the current year. All other revenues are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

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

Assets, Liabilities and Fund Balances / Net Position

Cash and Investments – The District utilizes the pooled cash concept whereby cash balances of each of the District's funds are pooled and invested by the District. Investments are reported at fair value.

For purposes of the statement of fiduciary net position, cash equivalents include investments with original maturities of three months or less.

Receivables - All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. Property taxes levied for the current year but not received at year end are reported as taxes receivable and are presented net of an allowance for uncollectible taxes.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

Inventories - Food Service Fund inventories are recorded as an asset when individual items are purchased and as an expenditure when consumed. Inventories are stated at cost on a first-in, first-out (FIFO) basis, and consist of purchased and donated commodities. Purchased inventories are recorded at cost. Donated inventories, received at no cost under a program supported by the federal government, are valued at the cost furnished by the federal government.

Prepaid Expenses/Expenditures – Certain payments to vendors reflect costs applicable to future years and reported as prepaid expenditures or prepaid expenses.

Capital Assets - Capital assets, which include property and equipment, are reported in the government-wide financial statements. Capital assets are defined as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the acquisition value on the date of donation. The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend asset lives are not capitalized. Capital assets are depreciated using the straight-line method over the following estimated useful lives.

Land Improvements	20 years
Sites and Buildings	15 - 50 years
Machinery and Equipment	5 - 15 years

Deferred Outflows of Resources - This separate financial statement element represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources until then.

Accrued Salaries and Benefits - Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve-month period from August to July but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, are reported as a liability in the financial statements.

Unearned Revenues – Unearned revenues include grants that have been collected but the corresponding expenditures have not been incurred and the eligibility criteria have not been met.

Deferred Inflows of Resources - This separate financial statement element represents a consumption of net assets that applies to future periods and so will not be recognized as an inflow of resources until then. Deferred inflows of resources in the governmental fund financial statements include property taxes earned but not available as current financial resources.

Long-Term Debt - In the government-wide financial statements, long-term debt, financed purchase agreements, and other long-term obligations are reported as liabilities. Debt premiums, discounts and accounting losses resulting from debt refundings are deferred and amortized over the life of the debt using the effective interest method. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses.

Debt issuance costs, whether or not withheld from the debt proceeds, are reported as current expenses or expenditures.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 1: Summary of Significant Accounting Policies (Continued)

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

Compensated Absences – Twelve-month and nine-month personnel accrue up to 12 and 9 days of annual leave, respectively. Unused annual leave and related benefits are paid upon termination at half of the certified substitute rate. These compensated absences are recognized as expenditures in the governmental funds when due. A long-term liability is reported in the government-wide financial statements for the accrued compensated absences when earned.

Pensions - The District participates in the School Division Trust Fund (SDTF), 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, and additions to and deductions from the SDTF's fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the SDTF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Employer contributions are recognized when the compensation is payable to the employees. Investments are reported at fair value.

Postemployment Benefits Other Than Pensions (OPEB) - The District participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit postemployment healthcare plan 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, and additions to and deductions from the HCTF's fiduciary net position have been determined using the economic resources measurement focus and the accrual basis of accounting, the same basis of accounting used by the HCTF. For this purpose, the HCTF recognizes benefit payments when due and payable in accordance with the benefit terms. Employer contributions are recognized when the compensation is payable to the employees. Investments are reported at fair value.

Net Position/Fund Balances - In the government-wide and fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report committed fund balances when the Board of Education formally commits resources for a specific purpose through passage of a resolution. The Board of Education has delegated to the Superintendent and his designee the authority to assign fund balances to be used for specific purposes.

In circumstances where an expenditure is incurred for a purpose for which amounts are available in multiple fund balance classifications, District policy requires restricted fund balance to be used first, followed by committed, assigned, and unassigned balances.

Property Taxes

Property taxes attach as an enforceable lien on property on January 1, are levied the following December, and are collected in the subsequent calendar year. Taxes are payable in full on April 30, or in two installments on February 28 and June 15. The County Treasurer's Office collects property taxes and remits to the District on a monthly basis. When taxes become delinquent, the property is sold on the tax sale date.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 2: Cash and Investments

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

Cash on Hand	\$ 2,418
Deposits	3,408,307
Total	\$ 3,410,725

Cash and investments are reported in the financial statements as follows:

Cash and Investments	\$ 3,380,132
Fiduciary Fund	30,593
Total	\$ 3,410,725

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At June 30, 2023, the District had bank deposits of \$2,613,301 collateralized with securities held by the financial institution's agent but not in the District's name.

NOTE 3: Capital Assets

Capital asset activity for the year ended June 30, 2023, is summarized below.

	Balances 6/30/2022	Additions	Deletions	Balances 6/30/2023
Governmental Activities				
Capital Assets, Not Being Depreciated:				
Land	\$ 67,595	\$ -	\$ -	\$ 67,595
Construction in Progress	1,296,748	44,885	1,296,748	44,885
Total Capital Assets, Not Being Depreciated	1,364,343	44,885	1,296,748	112,480
Capital Assets, Being Depreciated:				
Buildings and Improvements	5,187,583	1,877,987	-	7,065,570
Machinery and Equipment	329,757	21,772	-	351,529
Vehicles	463,813	42,315	5,000	501,128
Total Capital Assets, Being Depreciated	5,981,153	1,942,074	5,000	7,918,227
Less Accumulated Depreciation:				
Buildings and Improvements	(3,072,356)	(170,547)	-	(3,242,903)
Machinery and Equipment	(294,000)	(6,592)	-	(300,592)
Vehicles	(278,127)	(17,947)	5,000	(291,074)
Total Accumulated Depreciation	(3,644,483)	(195,086)	5,000	(3,834,569)
Total Capital Assets, Being Depreciated, Net	2,336,670	1,746,988	10,000	4,083,658
Governmental Activities Capital Assets, Net	\$ 3,701,013	\$ 1,791,873	\$ 1,306,748	\$ 4,196,138

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 3: Capital Assets (Continued)

Depreciation expense of the governmental activities was charged to programs of the District as follows:

Instruction	\$	64,316
Supporting Services		130,770
Total	\$	195,086

NOTE 4: Interfund Transfers

At June 30, 2023, the General Fund transferred \$119,924 to the Food Service Fund to subsidize the food service operations. The General Fund also transferred \$199,761 to the Capital Reserve Fund to finance capital projects. The Pupil Activity Fund transferred \$18,538 to the General Fund to cover the General Fund for financing activities in prior years.

NOTE 5: Long-Term Debt

Following is a summary of long-term debt transactions for the year ended June 30, 2023.

	Balance 6/30/2022	Additions	Reductions	Balance 6/30/2023	Due in One Year
Governmental Activities					
Financed Purchase - Bus	\$ 37,083	\$ -	\$ 11,925	\$ 25,158	\$ 12,356
Compensated Absences	14,365	-	3,677	10,688	10,688
Total	\$ 51,448	\$ -	\$ 15,602	\$ 35,846	\$ 23,044

Compensated absences are expected to be liquidated primarily with revenues of the General Fund.

On August 29, 2019, the District entered into a financed purchase agreement to purchase a 2020 passenger bus with an acquisition cost of \$66,335 and a downpayment of \$6,634, net of \$59,701. Payments were due annually on July 1st, through June 30, 2025. Interest accrues at a fixed rate of 3.61% per annum. At June 30, 2023, the net book value of the bus was \$41,146 with a depreciation expense of \$6,634.

Financed purchase payments to maturity are as follows.

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 12,356	\$ 908	\$ 13,264
2025	12,802	462	13,264
Total	\$ 25,158	\$ 1,370	\$ 26,528

NOTE 6: Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; injuries to employees; and natural disasters. The District participates in the Colorado School Districts Self Insurance Pool for all risks of loss except workers compensation, for which it utilizes a commercial insurance carrier.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 6: Risk Management (Continued)

The Colorado School Districts Self Insurance Pool (CSDSIP) operates as a self-insurance pool comprised of various school districts and other related public educational entities within the State of Colorado. The CSDSIP is administered by a governing board. The District pays an annual premium to the CSDSIP for various types of property and liability insurance coverage. The CSDSIP's agreement provides that the CSDSIP will be self-sustaining through member premiums and will reinsure through a duly authorized insurer. The reinsurance covers claims against the CSDSIP in excess of specific claim amounts and in the aggregate in an amount and at limits determined by the CSDSIP to be adequate to protect the solvency of the CSDSIP.

NOTE 7: Defined Benefit Pension Plan

General Information

Plan Description - The District contributes to the School Division Trust Fund (SDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). All employees of the District participate in the SDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS) assigns the authority to establish and amend plan provisions to the State Legislature. PERA issues a publicly available annual comprehensive financial report that includes information on the SDTF. That report may be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided as of December 31, 2022 - The SDTF provides retirement, disability, and survivor benefits to plan participants or their beneficiaries. Retirement benefits are determined by the amount of service credit earned or purchased, highest average salary, the benefit structure in place, the benefit option selected at retirement, and age at retirement. The retirement benefit is the greater of the a) highest average salary over five years multiplied by 2.5% and then multiplied by years of service credit, or b) the value of the participant's contribution account plus an equal match on the retirement date, annualized into a monthly amount based on life expectancy and other actuarial factors. In no case can the benefit amount exceed the highest average salary, or the amount allowed by applicable federal regulations.

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 CRS Subject to the automatic adjustment provision (AAP) under CRS § 24-51-413, eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, 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). The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified in CRS § 24-51-413. Disability benefits are available for eligible employees once they reach five years of earned service credit and meet the definition of a disability. The disability benefit amount is based on the retirement benefit formula described previously, considering a minimum of twenty years of service credit.

Disability benefits are available for eligible employees once they reach five years of earned service credit and meet the definition of a disability. The disability benefit amount is based on the retirement benefit formula described previously, considering a minimum of twenty years of service credit. Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure in place, and the qualified survivor receiving the benefits.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 7: Defined Benefit Pension Plan (Continued)

General Information (Continued)

Contributions provisions as of June 30, 2023 - The District and eligible employees are required to contribute to the SDTF at rates established by Title 24, Article 51, Part 4 of the CRS. These contribution requirements are established and may be amended by the State Legislature. The contribution rate for employees was 11% for the period from July 1, 2022, through June 30, 2023. The District's contribution rate for the fiscal year was 21.40% of covered salaries. However, a portion of the District's contribution (1.02% of covered salaries) is allocated to the Health Care Trust Fund (Note 8). The District's contributions to the SDTF for the year ended June 30, 2023, were \$339,769, equal to the required contributions.

As specified in C.R.S. § 24-51-414, the State of Colorado 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 SDTF based on the proportionate amount of annual payroll of the SDTF to the total annual payroll of the SDTF, 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, upon enactment. July 1, 2023, payment is reduced by \$190 million to \$35 million. 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, for a total of approximately \$49.5 million to be contributed July 1, 2023. The State is considered a nonemployer contributing entity.

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

At June 30, 2023, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 3,857,240
Districts's proportionate share of the net pension liability associated with the District	<u>1,124,039</u>
Total	<u>\$ 4,981,279</u>

The net pension liability was measured at December 31, 2022, and the total pension liability 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 total pension liability to December 31, 2022.

The District's proportion of the net pension liability was based on the District's contributions to the SDTF for the calendar year ended December 31, 2022, relative to the contributions of all participating employers and the state as a nonemployer contributing entity. At December 31, 2022, the District's proportion was 0.0211826127%, which was a decrease of 0.0015785134% from its proportion measured at December 31, 2021.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 7: Defined Benefit Pension Plan (Continued)

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

For the year ended June 30, 2023, the District recognized pension expense of \$310,810 and a revenue of (\$132,180) representing support from the state as a nonemployer contributing entity. At June 30, 2023, the District 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
Differences between expected and actual experience	\$ 36,504	\$ -
Changes of assumptions and other inputs	68,324	-
Net difference between projected and actual earnings on plan investments	518,169	-
Changes in proportion	119,932	349,284
Contributions subsequent to the measurement date	185,737	-
Total	\$ 928,666	\$ 349,284

District contributions subsequent to the measurement date of \$185,737 will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30,

2024	\$ (42,010)
2025	(31,485)
2026	165,745
2027	301,395
Total	\$ 393,645

Actuarial Assumptions - The actuarial valuation as of December 31, 2021, determined the total pension liability using the following 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 plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
Hired prior to 1/1/07	
thereafter, compounded annually	1.00%
Hired after 12/31/07	ad hoc

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 7: Defined Benefit Pension Plan (Continued)

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

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: 1) 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 and 2) 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: 1) 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 and 2) 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.

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.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared every four to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 7: Defined Benefit Pension Plan (Continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30 Year Expected Geometric Real Rate of Return</u>
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	<u>100.00%</u>	

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 of 7.25%.

Discount Rate - The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate applied to 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%.
- District contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in Senate Bill (SB) 18-200, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50% resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. Employee contributions for future plan participants were used to reduce the estimated amount of total service costs for future plan members.
- District contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200, required adjustments resulting from the 2018 AAP assessment, and the additional 0.50% resulting from the 2020 AAP assessment, statutorily recognized July 1, 2021, and effective July 1, 2022. District 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 District contributions reflect reductions for the funding of the annual increase reserve and retiree health care benefits. For future plan members, District contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 7: Defined Benefit Pension Plan (Continued)

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

- As specified in law, the state, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million, commencing July 1, 2018, that is proportioned between the PERA Division Trust Funds, including SDTF, based upon the covered payroll. The annual direct distribution ceases when all PERA 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 direct distribution, a warrant to PERA in the amount of \$380 million. The July 1, 2023, direct distribution is reduced by \$190 million to \$35 million. The July 1, 2024, direct distribution will not be reduced from \$225 million due to PERA’s negative investment return in 2022.
- District contributions and the amount of total service costs for future plan participants were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan participant growth rate.
- The annual increase reserve balance was excluded from the initial fund net position, as, per statute, annual increase reserve amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. Annual increase reserve transfers to the fiduciary net position and the subsequent annual increase reserve 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 SDTF’s fiduciary net position was projected to be available to make all projected future benefit payments of current participants. 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 total pension liability. 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 Net Pension Liability to Changes in the Discount Rate - The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as the District’s proportionate share of the net pension liability if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, as follows:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$ 5,047,801	\$ 3,857,240	\$ 2,863,001

Pension Plan Fiduciary Net Position - Detailed information about the SDTF’s fiduciary net position is available in PERA’s separately issued annual comprehensive financial report, which may be obtained at www.copera.org/investments/pera-financial-reports.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 8: Postemployment Healthcare Benefits

General Information

Plan Description - All employees of the District are eligible to receive postemployment benefits other than pensions (OPEB) through the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the Public Employees' Retirement Association of Colorado (PERA). Title 24, Article 51, Part 12 of the Colorado Revised Statutes (CRS) assigns the authority to establish and amend plan provisions to the State Legislature. PERA issues a publicly available annual comprehensive financial report that includes information on the HCTF. That report may be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided - The HCTF provides a healthcare premium subsidy to eligible benefit recipients and retirees who choose to enroll. Eligibility to enroll is voluntary and includes benefit recipients, their eligible dependents and surviving spouses, among others. Eligible benefit recipients may enroll in the HCTF upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period. The health care premium subsidy is based on the benefit structure under which the member retires and the member's years of service credit.

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 are eligible for a premium subsidy, if enrolled in a health care plan under PERACare.

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, and \$115 per month for benefit recipients who are over 65 years of age or who are under 65 years of age and entitled to Medicare. An additional subsidy is provided if the benefit recipient has not participated in Social Security and is not otherwise eligible for Medicare Part A. The maximum subsidy is based on 20 or more years of service. The subsidy is reduced by 5% for each year of service less than 20 years. The benefit recipient pays the remaining portion of the premium not covered by the subsidy.

Contributions - As established by Title 24, Article 51, Section 208 of the CRS, 1.02% of the District's contributions to the School Division Trust Fund (SDTF) (See Note 7) is apportioned to the HCTF. No employee contributions are required. These contribution requirements are established and may be amended by the State Legislature. The District's apportionment to the HCTF for the year ended June 30, 2023, was \$17,005, equal to the required amount.

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

At June 30, 2023, the District reported a net OPEB liability of \$131,603, representing its proportionate share of the net OPEB liability of the HCTF. The net OPEB liability was measured at December 31, 2022, and the total OPEB liability 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 total OPEB liability to December 31, 2022.

The District's proportion of the net OPEB liability was based on the District's contributions to the HCTF for the calendar year ended December 31, 2022, relative to the contributions of all participating employers.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

At December 31, 2022, the District's proportion was 0.0161183741%, which was an increase of 0.0012571295% from its proportion measured at December 31, 2021.

For the year ended June 30, 2023, the District recognized OPEB expense of (\$13,895). At June 30, 2023, the District 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
Differences between expected and actual experience	\$ 17	\$ 31,827
Changes of assumptions and other inputs	2,116	14,524
Net difference between projected and actual earnings on plan investments	8,039	-
Changes in proportion	16,244	14,617
Contributions subsequent to the measurement date	9,296	-
Total	\$ 35,712	\$ 60,968

District contributions subsequent to the measurement date of \$9,296 will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Year Ended June 30,

2024	\$ (18,160)
2025	(14,573)
2026	(2,571)
2027	1,980
2028	(1,010)
2029	(218)
Total	\$ (34,552)

Actuarial Assumptions - The actuarial valuation as of December 31, 2021, determined the total OPEB liability using the following actuarial assumptions and other inputs, applied to all periods included in the measurement.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

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 OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates:	
Service-based premium subsidy	0.0%
PERACare Medicare plans	
6.5% in 2022, gradually decreasing to 4.5% in 2030	
Medicare Part A premiums:	
3.75% in 2022, gradually increasing to 4.5% in 2029	

The total OPEB liability 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 (Tri-County 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 fiduciary net position 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 to all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

Participant Age	Age-Related Morbidity Assumptions	
	Annual Increase (Male)	Annual Increase (Female)
	Age	(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%

Calculations are based on the benefits provided under the terms of the substantive plan in effect at the time of each actuarial valuation and on the pattern of sharing of costs between employers of each fund to that point.

In determining the additional liability for PERACare enrollees who are age 65 or older and who are not eligible for premium-free Medicare Part A in the December 31, 2022, valuation, the following monthly costs/premium (actual dollars) are assumed for 2023 for the PERA Benefit Structure:

Sample Age	MAPD PPO #1 with Medicare Part A for Retiree/Spouse		MAPD PPO #2 with Medicare Part A for Retiree/Spouse		MAPD HMO (Kaiser) with Medicare Part A for 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 Age	MAPD PPO #1 without Medicare Part A for Retiree/Spouse		MAPD PPO #2 without Medicare Part A for Retiree/Spouse		MAPD HMO (Kaiser) without Medicare Part A for 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

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

The 2022 Medicare Part A premium is \$499 (actual dollars) per month. All costs are subject to the health care cost trend rates.

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.

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

<u>Year</u>	<u>PERACare Medicare Plans</u>	<u>Medicare Part A Premiums</u>
2021	4.50%	3.75%
2022	6.00%	3.75%
2023	5.80%	4.00%
2024	5.60%	4.00%
2025	5.40%	4.00%
2026	5.10%	4.25%
2027	4.90%	4.25%
2028	4.70%	4.25%
2029+	4.50%	4.50%

Mortality assumptions used in the December 31, 2021, valuation for the determination of the total pension liability as shown below, reflect generational mortality and were applied, as applicable, in the determination of the total OPEB liability for the HCTF, but developed using a headcount-weighted basis. SDTF participates in the HCTF (Note 7).

The pre-retirement mortality assumptions for the SDTF were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019. Post-retirement non-disabled mortality assumptions for the SDTF were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows: 1) 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 and 2) 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.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows: 1) males: 97% of the rates for all ages, with generational projection using scale MP-2019 and 2) females: 105% of the rates for all ages, with generational projection using scale MP-2019. Disabled mortality assumptions for SDTF members 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 health care costs assumptions were updated and used in the roll-forward calculation for the HCTF. Per capita health care costs as of the December 31, 2021, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the 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.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by PERA's actuary.

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 total OPEB liability, reflecting a recommendation from the 2022 actuarial audit report, dated October 14, 2022, summarizing the result of the actuarial audit performed on the December 31, 2021, actuarial valuation.

The actuarial assumptions used in the December 31, 2021, valuations 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 weighing 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:

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

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 total OPEB liability 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 fiduciary net position 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 total OPEB liability. 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.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
 June 30, 2023

NOTE 8: Postemployment Healthcare Benefits (Continued)

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

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

	1% Decrease (6.25%)	Current Trend Rates (7.25%)	1% Increase (8.25%)
Initial PERACare Medicare trend rate	3.50%	4.50%	5.50%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.75%	3.75%	4.75%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$ 127,878	\$ 131,603	\$ 135,656

Sensitivity of the District's 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	\$ 152,567	\$ 131,603	\$ 113,672

OPEB Plan Fiduciary Net Position - Detailed information about the HCTF's fiduciary net position is available in PERA's separately issued annual comprehensive financial report, which may be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 9: Commitments and Contingencies

Claims and Judgments

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

Tabor Amendment

In November 1992, Colorado voters passed Article X, Section 20 (the Amendment) to the State Constitution which limits state and local government taxing powers and imposes spending limits. The District is subject to the Amendment.

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

NOTE 9: Commitments and Contingencies (Continued)

Tabor Amendment (Continued)

In November 1997, voters within the District authorized the District to collect and to expend the full revenues received by the District from any source in the current fiscal year and in each fiscal year thereafter, notwithstanding the limits of the Amendment effective January 1, 1998. The Amendment is subject to many interpretations, but the District believes it is in substantial compliance with the Amendment. The Amendment requires the District to establish a reserve for emergencies, representing 3% of qualifying expenditures. At June 30, 2023, the District's emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$117,761.

Litigation

The District from time to time is involved in various legal matters. In the opinion of the District's counsel, there are no pending legal issues that would have a material adverse effect on the financial condition of the District.

NOTE 10: Joint Venture

The District, in conjunction with other surrounding districts, participates in the North-West Colorado 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 BOCES board is comprised of one member from each participating district. During the year ended June 30, 2023, the District contributed \$39,647 to the BOCES. Separate financial statements for the BOCES are available at 325 7th Street, Steamboat Springs, Colorado 80477, or online at www.nwboces.org.

NOTE 11: Restatements and Reclassification

The District elected to reclassify the grants fund activity to the general fund as of June 30, 2022, and identified errors to the governmental activities and governmental funds for the fiscal year ended June 30, 2022. In the prior year, the District identified errors related to the year-end property tax accrual and deferral transaction. The District corrected the error to comply with GASB Statement No. 33 – *Accounting and Financial Reporting for Nonexchange Transactions*. In addition, as of June 30, 2022, the District incorrectly recognized revenue on an economic resource basis for grants that were collected but have not met eligibility criteria. To correct the error, the District restated the beginning net position in the governmental activities. The District identified an error between the bank reconciliation and the accounting records from prior years in the amount of \$42,243. To correct the error, the District restated the cash balance as of June 30, 2022. The impact of these corrections and reclassifications resulted in a restatement of prior year financial statements as follows:

	General Fund	Grants Fund	Total Governmental Funds	Governmental Activities
Net Position/Fund Balance, Beginning, as Originally Stated	\$ 2,629,480	\$ 4,210	\$ 2,972,919	\$ 3,200,457
Reclassification of Funds: Grants Fund (Beginning of Year)	4,210	(4,210)	-	-
Restatement - Correction of Prior Year Errors:				
Unearned Revenue (Governmental Activities)	-	-	-	(186,126)
Property Tax Receivable	14,961	-	14,961	14,961
Property Tax Deferred Inflows of Resources	24,250	-	24,250	24,250
Correction of Error: Other Revenue	42,243	-	42,243	42,243
Net Position/Fund Balance, Beginning, as Restated	<u>\$ 2,715,144</u>	<u>\$ -</u>	<u>\$ 3,054,373</u>	<u>\$ 3,095,785</u>

REQUIRED SUPPLEMENTARY INFORMATION

NORTH PARK SCHOOL DISTRICT R-1
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
Year Ended June 30, 2023

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Property Taxes	\$ 1,417,077	\$ 2,078,672	\$ 2,116,277	\$ 37,605
Specific Ownership Taxes	334,286	320,886	371,964	51,078
North Park Education Fund	190,000	200,000	355,082	155,082
Tuition and Fees	6,000	11,740	18,388	6,648
Rental Income	6,500	8,800	11,687	2,887
Investment Income	3,250	15,600	44,274	28,674
Other Grants	-	-	6,450	6,450
Miscellaneous	79,500	148,363	42,986	(105,377)
County Sources	35,000	115,741	68,570	(47,171)
State Grants	1,163,706	741,432	803,048	61,616
Federal Grants	207,300	273,523	439,096	165,573
TOTAL REVENUES	3,442,619	3,914,757	4,277,822	363,065
EXPENDITURES				
Current				
Instruction	1,700,377	1,742,582	1,735,197	7,385
Supporting Services				
Student Support	153,375	163,411	196,409	(32,998)
General Administration	652,083	713,775	637,082	76,693
Operations and Maintenance	424,281	315,223	391,076	(75,853)
Student Transportation	-	151,820	136,663	15,157
Central Support	273,806	265,967	183,192	82,775
Risk Management	-	-	86,577	(86,577)
Total Supporting Services	1,503,545	1,610,196	1,630,999	(20,803)
Debt Service				
Principal	-	-	11,925	(11,925)
Interest	-	-	1,339	(1,339)
Total Debt Service	-	-	13,264	(13,264)
Contingency	-	119,493	-	119,493
TOTAL EXPENDITURES	3,203,922	3,472,271	3,379,460	92,811
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	238,697	442,486	898,362	455,876
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	18,538	18,538
Transfers Out	(400,000)	(475,000)	(319,685)	155,315
TOTAL OTHER FINANCING SOURCES (USES)	(400,000)	(475,000)	(301,147)	173,853
CHANGE IN FUND BALANCE	(161,303)	(32,514)	597,215	629,729
FUND BALANCE, Beginning, as Restated	2,500,000	2,633,690	2,715,144	81,454
FUND BALANCE, Ending	\$ 2,338,697	\$ 2,601,176	\$ 3,312,359	\$ 711,183

NORTH PARK SCHOOL DISTRICT R-1
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO SCHOOL DIVISION TRUST FUND
June 30, 2023

	<u>12/31/22</u>	<u>12/31/21</u>	<u>12/31/20</u>	<u>12/31/19</u>
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY				
District's Proportion of the Net Pension Liability	0.0211826127%	0.0227611261%	0.0252725762%	0.0218959054%
District's Proportionate Share of the Net Pension Liability	\$ 3,857,240	\$ 2,648,796	\$ 3,820,704	\$ 3,271,201
State's Proportionate Share of the Net Pension Liability Pension Liability Associated with the District	<u>1,124,039</u>	<u>303,651</u>	-	<u>552,161</u>
Total Proportionate Share of the Net Pension Liability	<u>\$ 4,981,279</u>	<u>\$ 2,952,447</u>	<u>\$ 3,820,704</u>	<u>\$ 3,823,362</u>
District's Covered Payroll	\$ 1,635,636	\$ 1,422,495	\$ 1,352,147	\$ 1,286,659
District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	236%	186%	283%	254%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62%	75%	67%	65%
	<u>6/30/23</u>	<u>6/30/22</u>	<u>6/30/21</u>	<u>06/30/20</u>
District Contributions				
Statutorily Required Contribution	\$ 339,769	\$ 285,614	\$ 276,900	\$ 265,279
Contributions in Relation to the Statutorily Required Contribution	<u>(339,769)</u>	<u>(285,614)</u>	<u>(276,900)</u>	<u>(265,279)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 1,667,165	\$ 1,434,622	\$ 1,392,855	\$ 1,352,147
Contributions as a Percentage of Covered Payroll	20.38%	19.91%	19.88%	19.62%

This schedule is presented to show information for 10 years.
Information will be presented for the years it is available.

<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
0.0259236290%	0.0320034151%	0.0355709964%	0.0357320453%	0.0362616064%
\$ 4,590,311	\$ 10,348,767	\$ 10,590,861	\$ 5,464,964	\$ 4,914,666
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 4,590,311</u>	<u>\$ 10,348,767</u>	<u>\$ 10,590,861</u>	<u>\$ 5,464,964</u>	<u>\$ 4,914,666</u>
\$ 1,425,164	\$ 1,476,286	\$ 1,596,492	\$ 1,557,196	\$ 1,519,099
322%	701%	663%	351%	324%
57%	44%	43%	59%	63%
<u>06/30/19</u>	<u>06/30/18</u>	<u>06/30/17</u>	<u>06/30/16</u>	<u>06/30/15</u>
\$ 272,633	\$ 275,031	\$ 289,444	\$ 269,862	\$ 249,588
<u>\$ (272,633)</u>	<u>\$ (275,031)</u>	<u>\$ (289,444)</u>	<u>\$ (269,862)</u>	<u>\$ (249,588)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,425,159	\$ 1,476,280	\$ 1,596,492	\$ 1,557,196	\$ 1,519,099
19.13%	18.63%	18.13%	17.33%	16.43%

NORTH PARK SCHOOL DISTRICT R-1
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO HEALTH CARE TRUST FUND
June 30, 2023

	12/31/22	12/31/21
PROPORTIONATE SHARE OF THE NET OPEB LIABILITY		
District's Proportion of the Net OPEB Liability	0.0161183741%	0.0148612446%
District's Proportionate Share of the Net OPEB Liability	\$ 131,603	\$ 128,149
District's Covered Payroll	\$ 1,635,636	\$ 1,422,495
District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	8%	9%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	39%	39%
	6/30/23	6/30/22
District's Contributions		
Statutorily Required Contribution	\$ 17,005	\$ 14,633
Contributions in Relation to the Statutorily Required Contribution	(17,005)	(14,633)
Contribution Deficiency (Excess)	\$ -	\$ -
District's Covered Payroll	\$ 1,667,165	\$ 1,434,622
Contributions as a Percentage of Covered Payroll	1.02%	1.02%

This schedule is presented to show information for 10 years.
Information is available for 10 years, and will be presented for the years it is available.

<u>12/31/20</u>	<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>
0.0146241738%	0.0143051440%	0.0168504617%	0.0181842147%
\$ 138,963	\$ 229,258	\$ 236,322	\$ 262,146
\$ 1,352,147	\$ 1,286,659	\$ 1,425,164	\$ 1,476,286
10%	18%	17%	18%
33%	24%	17%	18%
<u>6/30/21</u>	<u>6/30/20</u>	<u>6/30/19</u>	<u>6/30/18</u>
\$ 14,207	\$ 13,792	\$ 14,537	\$ 15,058
<u>(14,207)</u>	<u>(13,792)</u>	<u>(14,537)</u>	<u>(15,058)</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
\$ 1,392,855	\$ 1,352,147	\$ 1,425,159	\$ 1,476,280
1.02%	1.02%	1.02%	1.02%

NORTH PARK SCHOOL DISTRICT R-1
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2023

NOTE 1: Stewardship, Compliance, and Accountability

Budgetary Information

Budgets are adopted for all funds on a basis consistent with generally accepted accounting principles. The District adheres to the following procedures to establish the budgetary information reflected in the financial statements.

- Management submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the District's Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budget 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. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- All budget appropriations lapse at fiscal year-end.

NOTE 2: Schedule of Proportionate Share of the Net OPEB Liability and Contributions

Changes in Assumptions and Other Inputs

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 total OPEB liability, 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.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

NORTH PARK SCHOOL DISTRICT R-1
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
June 30, 2023

	FOOD SERVICE	PUPIL ACTIVITY	CAPITAL RESERVE	TOTAL
ASSETS				
Cash and Investments	\$ 16,240	\$ 57,687	\$ 179,077	\$ 253,004
Accounts Receivable	653	-	-	653
Grants Receivable	9,349	-	56,755	66,104
Inventories	259	-	-	259
	<u>26,501</u>	<u>57,687</u>	<u>235,832</u>	<u>320,020</u>
TOTAL ASSETS	<u>\$ 26,501</u>	<u>\$ 57,687</u>	<u>\$ 235,832</u>	<u>\$ 320,020</u>
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ 2,156	\$ 2,156
Accrued Salaries and Benefits	10,093	-	-	10,093
	<u>10,093</u>	<u>-</u>	<u>2,156</u>	<u>12,249</u>
TOTAL LIABILITIES	<u>10,093</u>	<u>-</u>	<u>2,156</u>	<u>12,249</u>
FUND BALANCES				
Nonspendable Inventories	259	-	-	259
Assigned to:				
Food Services	16,149	-	-	16,149
Pupil Activities	-	57,687	-	57,687
Capital Projects	-	-	233,676	233,676
	<u>16,408</u>	<u>57,687</u>	<u>233,676</u>	<u>307,771</u>
TOTAL FUND BALANCES	<u>16,408</u>	<u>57,687</u>	<u>233,676</u>	<u>307,771</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 26,501</u>	<u>\$ 57,687</u>	<u>\$ 235,832</u>	<u>\$ 320,020</u>

NORTH PARK SCHOOL DISTRICT R-1
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2023

	<u>FOOD SERVICE</u>	<u>PUPIL ACTIVITY</u>	<u>CAPITAL RESERVE</u>	<u>TOTAL</u>
REVENUES				
Local Sources	\$ 12,322	\$ 61,360	\$ 464	\$ 74,146
State Sources	855	-	116,324	117,179
Federal Sources	56,732	-	-	56,732
	<u>69,909</u>	<u>61,360</u>	<u>116,788</u>	<u>248,057</u>
TOTAL REVENUES				
EXPENDITURES				
Current				
Instruction	-	75,512	-	75,512
Supporting Services	-	-	52,348	52,348
Food Services	189,881	-	-	189,881
Capital Outlay	-	-	262,921	262,921
	<u>189,881</u>	<u>75,512</u>	<u>315,269</u>	<u>580,662</u>
TOTAL EXPENDITURES				
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(119,972)</u>	<u>(14,152)</u>	<u>(198,481)</u>	<u>(332,605)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	119,924	-	199,761	319,685
Transfers Out	-	(18,538)	-	(18,538)
	<u>119,924</u>	<u>(18,538)</u>	<u>199,761</u>	<u>301,147</u>
TOTAL OTHER FINANCING SOURCES (USES)				
CHANGE IN FUND BALANCES	(48)	(32,690)	1,280	(31,458)
FUND BALANCES, Beginning	<u>16,456</u>	<u>90,377</u>	<u>232,396</u>	<u>339,229</u>
FUND BALANCES, Ending	<u>\$ 16,408</u>	<u>\$ 57,687</u>	<u>\$ 233,676</u>	<u>\$ 307,771</u>

NORTH PARK SCHOOL DISTRICT R-1
BUDGETARY COMPARISON SCHEDULE
FOOD SERVICE FUND
Year Ended June 30, 2023

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources	\$ 34,950	\$ 6,950	\$ 12,322	\$ 5,372
State Grants	700	240	855	615
Federal Grants	-	43,640	56,732	13,092
TOTAL REVENUES	35,650	50,830	69,909	19,079
EXPENDITURES				
Food Service				
Salaries	81,688	75,326	76,724	(1,398)
Benefits	46,281	54,544	43,736	10,808
Purchased Services	1,500	3,600	5,248	(1,648)
Supplies and Materials	45,000	63,520	64,173	(653)
Capital Outlay	1,500	1,500	-	1,500
TOTAL EXPENDITURES	175,969	198,490	189,881	8,609
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(140,319)	(147,660)	(119,972)	27,688
OTHER FINANCING SOURCES				
Transfers In	150,000	150,000	119,924	(30,076)
CHANGE IN FUND BALANCE	9,681	2,340	(48)	(2,388)
FUND BALANCE, Beginning	-	16,558	16,456	(102)
FUND BALANCE, Ending	<u>\$ 9,681</u>	<u>\$ 18,898</u>	<u>\$ 16,408</u>	<u>\$ (2,490)</u>

NORTH PARK SCHOOL DISTRICT R-1
BUDGETARY COMPARISON SCHEDULE
PUPIL ACTIVITY FUND
Year Ended June 30, 2023

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Contributions	\$ 50,000	\$ 100,000	\$ 61,360	\$ (38,640)
EXPENDITURES				
Current				
Instruction	50,000	100,000	75,512	24,488
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	-	-	(14,152)	(14,152)
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	-	(18,538)	(18,538)
CHANGE IN FUND BALANCE	-	-	(32,690)	(32,690)
FUND BALANCE, Beginning	85,000	90,377	90,377	-
FUND BALANCE, Ending	\$ 85,000	\$ 90,377	\$ 57,687	\$ (32,690)

NORTH PARK SCHOOL DISTRICT R-1
BUDGETARY COMPARISON SCHEDULE
CAPITAL RESERVE FUND
Year Ended June 30, 2023

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources	\$ 100	\$ 300	\$ 464	\$ 164
State Sources	503,000	203,236	116,324	(86,912)
TOTAL REVENUES	503,100	203,536	116,788	(86,748)
EXPENDITURES				
Current				
Supporting Services	-	80,000	52,348	27,652
Capital Outlay	416,000	442,211	262,921	179,290
TOTAL EXPENDITURES	416,000	522,211	315,269	206,942
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	87,100	(318,675)	(198,481)	120,194
OTHER FINANCING SOURCES				
Transfers In	-	325,000	199,761	(125,239)
CHANGE IN FUND BALANCE	87,100	6,325	1,280	(5,045)
FUND BALANCE, Beginning	-	232,396	232,396	-
FUND BALANCE, Ending	<u>\$ 87,100</u>	<u>\$ 238,721</u>	<u>\$ 233,676</u>	<u>\$ (5,045)</u>

NORTH PARK SCHOOL DISTRICT R-1
BUDGETARY COMPARISON SCHEDULE
SCHOLARSHIP FUND
Year Ended June 30, 2023

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
ADDITIONS				
Contributions	\$ 15,000	\$ 5,000	\$ 2,570	\$ (2,430)
DEDUCTIONS				
Scholarship Awards	48,000	35,523	15,500	20,023
CHANGE IN FUND BALANCE	(33,000)	(30,523)	(12,930)	17,593
FUND BALANCE, Beginning	35,000	30,523	30,523	-
FUND BALANCE, Ending	\$ 2,000	\$ -	\$ 17,593	\$ 17,593

COMPLIANCE SECTION

STATE COMPLIANCE



Colorado Department of Education
Auditors Integrity Report
 District: 1410 - North Park R-1
 Fiscal Year 2022-23
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental						
10 General Fund	2,715,145		3,976,675	3,379,462		3,312,358
18 Risk Mgmt Sub-Fund of General Fund	0		0	0		0
19 Colorado Preschool Program Fund	0		0	0		0
Sub-Total	2,715,145		3,976,675	3,379,462		3,312,358
11 Charter School Fund	0		0	0		0
20.26-29 Special Revenue Fund	0		0	0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0	0		0
07 Total Program Reserve Fund	0		0	0		0
21 Food Service Spec Revenue Fund	16,456		189,834	189,882		16,408
22 Govt Designated-Purpose Grants Fund	0		0	0		0
23 Pupil Activity Special Revenue Fund	90,377		61,360	94,049		57,687
25 Transportation Fund	0		0	0		0
31 Bond Redemption Fund	0		0	0		0
39 Certificate of Participation (COP) Debt Service Fund	0		0	0		0
41 Building Fund	0		0	0		0
42 Special Building Fund	0		0	0		0
43 Capital Reserve Capital Projects Fund	232,396		316,549	315,270		233,676
46 Supplemental Cap Const, Tech, Main Fund	0		0	0		0
Totals	3,054,374		4,544,418	3,978,663		3,620,129
Proprietary						
50 Other Enterprise Funds	0		0	0		0
64 (63) Risk-Related Activity Fund	0		0	0		0
60.65-69 Other Internal Service Funds	0		0	0		0
Totals	0		0	0		0
Fiduciary						
70 Other Trust and Agency Funds	0		0	0		0
72 Private Purpose Trust Fund	0		0	0		0
73 Agency Fund	30,523		2,570	15,500		17,593
74 Pupil Activity Agency Fund	0		0	0		0
79 GASB 34/Permanent Fund	0		0	0		0
85 Foundations	0		0	0		0
Totals	30,523		2,570	15,500		17,593

DRAFT

*If you have a prior period adjustment in any fund (Balance Sheet 6880), the amount of your prior period adjustment is added into both your ending and beginning fund balances on this report.



Colorado Department of Education

Bolded Balance Sheet Report

District: 1410 - North Park R-1

Fiscal Year 2022-23

Colorado School District/BOCES

Governmental **Proprietary** **Fiduciary**

ASSETS	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Cash and Investments (8100-8104,8111)	3,127,128	0	0	57,687	0	0	16,240	0	86,214	0	0	0	0	30,593	0	3,317,862
Cash with Fiscal Agent (8105)	0	0	0	0	0	0	0	0	92,863	0	0	0	0	0	0	92,863
Other Investment Accounts (8112-8115)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Taxes Receivable (8121,8122)	361,058	0	0	0	0	0	0	0	0	0	0	0	0	0	0	361,058
Interfund Loans Receivable (8131,8132)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Grants Accounts Receivable (8142)	189,539	0	0	0	0	0	10,002	0	56,755	0	0	0	0	0	0	256,296
Other Receivables (8151-8154,8161)	6,450	0	0	0	0	0	0	0	0	0	0	0	0	0	0	6,450
Inventories (8171,8172,8173)	0	0	0	0	0	0	259	0	0	0	0	0	0	0	0	259
Prepaid Expenses 8181,8182)	6,805	0	0	0	0	0	0	0	0	0	0	0	0	0	0	6,805
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Assets	3,690,980	0	0	57,687	0	0	26,501	0	235,832	0	0	0	0	30,593	0	4,041,593

	Governmental										Proprietary					Fiduciary	
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals	
LIABILITIES & FUND EQUITY																	
Interfund Payables (7401,7402)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Other Payables (7421-7423)	16,101	0	0	0	0	0	0	2,156	0	0	0	0	13,000	0	31,257	0	
Accrued Expenses (7461)	197,206	0	0	0	0	0	8,134	0	0	0	0	0	0	0	205,339	0	
Payroll Ded. and Withholdings (7471-7473)	48,511	0	0	0	0	0	1,959	0	0	0	0	0	0	0	50,470	0	
Unearned Revenue (7481)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Grants Deferred Revenue (7482)	66,191	0	0	0	0	0	0	0	0	0	0	0	0	0	66,191	0	
Deferred Inflow (7800)	50,613	0	0	0	0	0	0	0	0	0	0	0	0	0	50,613	0	
Deferred Inflow Grants (7801)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Liabilities	378,622	0	0	0	0	0	10,093	2,156	0	0	0	0	13,000	0	403,871	0	

Governmental Proprietary Fiduciary

FUND EQUITY	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Non-spendable Fund Balance 6710	0	0	0	0	0	0	259	0	0	0	0	0	0	0	0	259
Restricted Fund Balance 6720	0	0	0	70,484	0	0	0	0	0	0	0	0	0	15,060	0	85,544
TABOR 3% Emergency Reserve 6721	117,761	0	0	0	0	0	0	0	0	0	0	0	0	0	0	117,761
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	13,725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	13,725
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	0	0	0	0	0	0	16,197	0	0	0	0	0	0	0	0	16,197
Assigned Fund Balance 6760	0	0	0	0	0	0	0	0	10,085	0	0	0	0	0	0	10,085
Unassigned Fund Balance 6770	3,180,873	0	0	-12,797	0	0	-49	0	223,591	0	0	0	0	2,533	0	3,394,150
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Fund Equity	3,312,358	0	0	57,687	0	0	16,408	0	233,676	0	0	0	0	17,593	0	3,637,722

	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
Total Liabilities & Fund Equity	3,690,980	0	0	57,687	0	0	26,501	0	235,832	0	0	0	0	30,593	0	4,041,593

	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
Do Assets=Liability+Fund Equity	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes