

**OURAY COUNTY SCHOOL DISTRICT NO. R-2
RIDGWAY, COLORADO**

BASIC FINANCIAL STATEMENTS

June 30, 2023

TABLE OF CONTENTS

FINANCIAL SECTION	PAGE
Independent Auditor's Report	
Management's Discussion and Analysis	i - vi
Basic Financial Statements	
Statement of Net Position	1
Statement of Activities	2
Balance Sheet – Governmental Funds	3
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	4
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	5
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances Of Governmental Funds to the Statement of Activities	6
Notes to the Financial Statements	7 – 44
Required Supplementary Information	
Budgetary Comparison Schedule – General Fund	45 – 48
Budgetary Comparison Schedule – Grants Fund	49
Schedule of the District's Proportionate Share of the Net Pension Liability – PERA School Division Trust Fund Plan	50
Schedule of the District's Contributions – PERA School Division Trust Fund Plan	51
Schedule of the District's Proportionate Share of the Net OPEB Liability – PERA Health Care Trust Fund Plan	52
Schedule of the District's Contributions – PERA Health Care Trust Fund Plan	53

TABLE OF CONTENTS

(Continued)

Other Information	PAGE
Individual Fund Statements and Schedules	
Combining Balance Sheet – Nonmajor Governmental Funds	54
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	55
Budgetary Comparison Schedule – Food Service Fund	56
Budgetary Comparison Schedule – Student Activities Fund	57
Budgetary Comparison Schedule – Bond Redemption Debt Service Fund	58
Budgetary Comparison Schedule – Capital Projects Fund	59
Budgetary Comparison Schedule – Building Fund	60
Auditor’s Integrity Report	61

FINANCIAL SECTION



**PROSPECTIVE
BUSINESS
SOLUTIONS, LLC**
Certified Public Accountants

Auditing, Accounting, and Consulting Services for
Governments and Nonprofit Organizations

Board of Education
Ouray County School District No. R-2
Ridgway, Colorado

INDEPENDENT AUDITOR'S REPORT

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Ouray County School District No. R-2 (the "District"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying 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 Ouray County School District No. R-2 as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (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 the District, 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 District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our 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 GAAS 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 GAAS, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District'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 District'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, the budgetary comparison information, the schedules of the District's proportionate share, and the schedules of the District's contributions on pages 45-53 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The 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 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and the Auditor's Integrity Report are fairly stated in all material respects in relation to the financial statements as a whole.

PB Solutions LLC

Littleton, Colorado
November 30, 2023

Management's Discussion and Analysis

Ouray County School District R-2

June 30, 2023

As management of the Ouray County School District R-2 we offer readers of the district's financial statements this narrative overview and analysis of the financial activities of the district for the fiscal year ended June 30, 2023.

Financial Highlights

The liabilities and deferred inflows of resources of the district increased based on the difference of its assets and deferred outflows of resources at the close of the most recent fiscal year to \$14,305,648, total net position. Of this amount, \$7,524,408 is invested in capital assets (net of related debt), \$175,000 is restricted for emergencies, \$2,233,107 is restricted for debt service, leaving an unrestricted positive net position balance of \$4,373,133.

At the end of the current fiscal year, the fund balance for the general fund was \$3,769,438. This is attributable to a conservative approach in budgeting for the school.

During the fiscal year, the fund balance in the district's general fund increased by \$658,566.

The district's long-term obligations are \$12,835,000. The renovations to the elementary school, a substantial portion of which took place during the current fiscal year, will be completed during the 2023-2024 fiscal year and no further debt has been added to the original bond.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the district's basic financial statements. The district's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of the district's finances, in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the district's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the district is improving or deteriorating.

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

The government-wide financial statements only have governmental activities that are principally supported by taxes and intergovernmental revenues. The governmental activities of the district include instructional services, pupil services, instructional staff services, general administration services, school administration services, maintenance and capital asset services, and transportation services. The government-wide financial statements include only the district itself, as the district has no component units. The government-wide financial statements can be found on pages 1 and 2 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The district, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the district can be divided into two categories: governmental funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The district maintains five major governmental funds and two nonmajor governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the following major funds: General Fund, the Grants Fund, the Bond Redemption Debt Service Fund, the Capital Projects Fund, and the Building Fund. The Student Activities Fund and Food Service Fund are combined in one column labeled nonmajor governmental funds.

The district adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 1-6 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 7-44 of this report.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of a government's financial position. In the case of the district, Net Position increased to \$14,305,648 at the close of the most recent fiscal year.

The district's net position in its net investment in capital assets (e.g., land and improvements, buildings, and equipment); less any related debt used to acquire those assets that is still outstanding, is \$7,524,408. The district uses these capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's net investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Property taxes are levied specifically to fund debt service on general obligation bonds.

Ouray County School District R-2: Statement of Net Position

	Governmental Activities	
	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Current and other assets	\$ 16,686,710	\$ 20,133,739
Capital Assets	\$ 22,924,446	\$ 11,367,642
<i>Total Assets:</i>	\$ 39,611,156	\$ 31,501,381
Deferred Outflows Pensions and OPEB	\$ 1,760,513	\$ 1,650,933
<u>LIABILITIES</u>		
Long-term Liabilities Outstanding	\$ 14,671,529	\$ 15,400,039
Other Liabilities	\$ 3,651,204	\$ 1,877,410
Net Pension Liability	\$ 7,267,316	\$ 5,568,411
<i>Total Liabilities:</i>	\$ 25,590,049	\$ 22,845,860
Deferred Inflows Pensions and OPEB	\$ 1,475,972	\$ 3,338,885
<u>NET POSITION</u>		
Net Investment in Capital Asset	\$ 7,524,408	\$ 8,917,446
Restricted	\$ 2,408,107	\$ 2,495,930
Unrestricted	\$ 4,373,133	\$ (4,445,807)
<i>Total Net Position:</i>	\$ 14,305,648	\$ 6,967,569

The proportion of the District's assets are from a majority of investment in capital assets. Thirty Eight percent of the District's assets are cash and investments. Ten percent of the District's current liabilities represent accrued salaries and fringe benefits. This liability occurs when teachers and certain other District employees work nine months of the year but are paid over a full twelve months. Therefore, for each month these employees work, they earn more than they are paid. Colorado statutes do not require the liability to be funded or budgeted for until the year in which it is paid.

	Governmental Activities	
	2023	2022
Program Revenues		
Charges for Services	\$ 293,089	\$ 323,046
Operating Grants and Contributions	\$ 1,372,729	\$ 670,652
Capital Grants and Contributions	\$ 5,140,234	\$ 770,560
Total Program Revenues	\$ 6,806,052	\$ 1,764,258
	-	-
General Revenues		
Property Taxes Levied for General Purposes	\$ 4,372,685	\$ 3,792,190
State Equalization	\$ 2,236,422	\$ 2,271,142
Specific Ownership Taxes	\$ 439,503	\$ 416,871
Investment Earnings	\$ 513,704	\$ 94,131
Miscellaneous revenue	\$ -	\$ 11
Total General Fund Revenues	\$ 7,562,314	\$ 6,574,345
Total Revenues	\$ 14,368,366	\$ 8,338,603
Expenses		
Instructional Services	\$ 4,101,955	\$ 1,149,583
Support Services:	\$ 2,944,320	\$ 3,359,613
Interest and Fiscal Charges	\$ 388,234	\$ 226,185
TOTAL EXPENSES	\$ 7,434,508	\$ 4,735,381
Change in Net Position	\$ 6,933,858	\$ 3,603,222
Net Position, Beginning Restated	\$ 7,371,790	\$ 3,364,347
Net Position, Ending	\$ 14,305,648	\$ 6,967,569

Key elements of the change in net position are as follows:

State equalization decreased by **\$34,720** from prior fiscal year. Property taxes levied for general purposes and for debt service increased by **\$1,436,686**. Some of the increase is the product of the Colorado Public School Finance Act, which provides for the majority of the funding of local school districts based on a funded pupil count formula and a standardized maximum statewide property tax mill levy.

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

At the end of the current fiscal year, the district's governmental funds reported combined ending fund balances of \$13,873,202. The Unassigned fund balance is \$3,594,438. Restricted fund balance of \$175,000 must be set aside for emergencies (Tabor) and \$2,233,107 is restricted for debt service requirements.

The General Fund is the chief operating fund of the district. At the end of the current fiscal year, the total fund balance was \$3,769,438.

The fund balance of the District's General Fund increased by \$658,566 during the current fiscal year.

General Fund Budgetary Highlights

The general fund had two board approved budgets in the 2022-2023 fiscal year. Preliminary budget adopted in June, 2022 and an amended budget adopted in December, 2023. There were no significant changes noteworthy.

Actual revenues in the General Fund were \$559,595 higher than budgeted. This is primarily due to increased revenues from property and specific ownership taxes.

General fund expenditures actually spent were under budget by \$72,855 due largely to conservative spending

Capital assets. The district's investment in capital assets for its governmental activities as of June 30, 2023 amount to \$22,924,446 (net of accumulated depreciation). This investment in capital assets includes land, buildings and improvements, and vehicles and equipment. The total increase in the district's investment in capital assets for the current fiscal year was due to additions of construction in progress, offset by depreciation.

Long-term debt. At the end of the current fiscal year, the district had total outstanding debt of \$22,853,408. This amount includes general obligation bonds of \$12,835,000 that are backed by the full faith and credit of the district. The general obligation bonds maintain a rating of "AAA" from Standard & Poor's. State statutes limit the amount of general obligation debt a governmental entity may issue to 20 percent of its total assessed valuation.

Economic Factors and Next Year's Budgets

The district's enrollment decreased for 2022-2023. Trends in enrollment directly impact the school district's budget for funding. Rising inflation costs and State budget cuts will directly affect the State of Colorado's funding formula for school districts in the future.

Ever-rising costs of health insurance for our staff benefit program means the district has to be very resourceful in purchasing goods and services.

In November 2000, voters in Colorado approved Amendment 23 to the Colorado constitution providing that K-12 funding would increase at pupil growth plus inflation plus one percent for 10 years and thereafter, growth plus inflation. The amendment created a State Education Fund, which was intended to accumulate revenues to support this level of funding. This provision was intended to stabilize and remove funding from the political process. New bonds were issued in December, 2021 for renovation projects at the elementary school and the district was awarded a BEST Grant to assist in those improvements. These renovations were to be fully completed in the 2023-2024 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of the district's finances for all those with an interest in the district's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Ouray County School District R-2 Business Manager, 1115 W Clinton, Ridgway, Colorado 81432.

BASIC FINANCIAL STATEMENTS

OURAY COUNTY SCHOOL DISTRICT NO. R-2

STATEMENT OF NET POSITION
June 30, 2023

	GOVERNMENTAL ACTIVITIES
ASSETS	
Cash and Investments	\$ 4,565,191
Restricted Cash and Investments	10,514,539
Cash Held with Fiscal Agent	39,876
Taxes Receivable	283,250
Accounts Receivable	1,281,169
Inventories	2,685
Capital Assets, Not Depreciated	13,828,262
Capital Assets, Depreciated, Net of Accumulated Depreciation	9,096,184
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TOTAL ASSETS	39,611,156
DEFERRED OUTFLOWS OF RESOURCES	
Related to Pensions	1,719,487
Related to OPEB	41,026
	<hr/>
TOTAL DEFERRED OUTFLOWS OF RESOURCES	1,760,513
LIABILITIES	
Accounts Payable	2,376,100
Accrued Salaries and Benefits	307,433
Accrued Interest Payable	45,927
Unearned Revenue	7,181
Noncurrent Liabilities	
Due Within One Year	735,000
Due in More Than One Year	14,665,038
Compensated Absences and Early Retirement	186,054
Net Pension Liability	7,028,470
Net OPEB Liability	238,846
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TOTAL LIABILITIES	25,590,049
DEFERRED INFLOWS OF RESOURCES	
Related to Pensions	1,366,032
Related to OPEB	109,940
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TOTAL DEFERRED INFLOWS OF RESOURCES	1,475,972
NET POSITION	
Net Investment in Capital Assets	7,524,408
Restricted for Emergencies	175,000
Restricted for Debt Service	2,233,107
Unrestricted	4,373,133
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TOTAL NET POSITION	\$ 14,305,648
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The accompanying notes are an integral part of the financial statements.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

STATEMENT OF ACTIVITIES
Year Ended June 30, 2023

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
PRIMARY GOVERNMENT					
Governmental Activities					
Instruction	\$ 4,101,955	\$ -	\$ -	\$ -	\$ (4,101,955)
Supporting Services	2,944,320	293,089	1,372,729	5,140,234	3,861,732
Interest and Fiscal Charges	388,233	-	-	-	(388,233)
Total Governmental Activities	<u>7,434,508</u>	<u>293,089</u>	<u>1,372,729</u>	<u>5,140,234</u>	<u>(628,456)</u>
GENERAL REVENUES					
					4,372,685
					439,503
					2,236,422
					-
					513,704
					<u>7,562,314</u>
					6,933,858
					<u>7,371,790</u>
					<u>\$ 14,305,648</u>

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2023

	GENERAL FUND	GRANTS FUND	BOND REDEMPTION DEBT SERVICE FUND	CAPITAL PROJECTS FUND
ASSETS				
Cash and Investments	\$ 4,226,994	\$ 13,707	\$ -	\$ -
Restricted Cash and Investments	-	-	1,955,737	-
Cash Held at Fiscal Agent	30,842	-	9,034	-
Due From Other Funds	-	765	231,959	53,808
Taxes Receivable	219,248	-	64,002	-
Other Receivables	96,141	10,700	-	3,850
Inventory	-	-	-	-
TOTAL ASSETS	\$ 4,573,225	\$ 25,172	\$ 2,260,732	\$ 57,658
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES				
LIABILITIES				
Accounts Payable	\$ 117,355	\$ 68	\$ -	\$ 710
Due To Other Funds	286,871	-	-	-
Accrued Salaries and Benefits	303,090	-	-	-
Unearned Revenue	1,302	5,242	-	-
TOTAL LIABILITIES	708,618	5,310	-	710
DEFERRED INFLOWS OF RESOURCES				
Deferred Property Tax Revenues	95,169	-	27,625	-
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted for Emergencies	175,000	-	-	-
Restricted for Debt Service	-	-	2,233,107	-
Assigned	-	19,862	-	56,948
Unassigned	3,594,438	-	-	-
TOTAL FUND BALANCES	3,769,438	19,862	2,233,107	56,948
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 4,573,225	\$ 25,172	\$ 2,260,732	\$ 57,658

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

BUILDING FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ 324,490	\$ 4,565,191
8,558,802	-	10,514,539
-	-	39,876
-	339	286,871
-	-	283,250
1,167,465	3,013	1,281,169
-	2,685	2,685
<u>\$ 9,726,267</u>	<u>\$ 330,527</u>	<u>\$ 16,973,581</u>

\$ 2,255,860	\$ 2,107	\$ 2,376,100
-	-	286,871
-	4,343	307,433
637	-	7,181
<u>2,256,497</u>	<u>6,450</u>	<u>2,977,585</u>

-	-	122,794
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-	2,685	2,685
-	-	175,000
-	-	2,233,107
7,469,770	321,392	7,867,972
-	-	3,594,438
<u>7,469,770</u>	<u>324,077</u>	<u>13,873,202</u>

<u>\$ 9,726,267</u>	<u>\$ 330,527</u>	<u>\$ 16,973,581</u>
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OURAY COUNTY SCHOOL DISTRICT NO. R-2

RECONCILIATION OF THE GOVERNMENTAL FUNDS
BALANCE SHEET TO THE STATEMENT OF NET POSITION

Year Ended June 30, 2023

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

Total fund balances of governmental funds			\$ 13,873,202
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.			
	Capital Assets, Not Depreciated	13,828,262	
	Capital Assets, Depreciated	16,907,294	
	Accumulated Depreciation	<u>(7,811,110)</u>	22,924,446
Other long-term assets are not available to pay for current-period expenditures, and therefore, are deferred in the funds.			122,794
Long-term liabilities and related assets are not due and payable in the current period and, therefore, are not reported in the funds.			
	Compensated Absences	(186,054)	
	Accrued Interest Payable	(45,927)	
	Bonds Payable	(12,835,000)	
	Bond Premium	(2,565,038)	
	Net Pension Liability	(7,028,470)	
	Net OPEB Liability	<u>(238,846)</u>	(22,899,335)
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.			
	Deferred outflows of resources - Related to Pensions	1,719,487	
	Deferred outflows of resources - Related to OPEB	41,026	
	Deferred inflows of resources - Related to Pensions	(1,366,032)	
	Deferred inflows of resources - Related to OPEB	<u>(109,940)</u>	<u>284,541</u>
Net position of governmental activities			<u>\$ 14,305,648</u>

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2

STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

Year Ended June 30, 2022

	GENERAL FUND	GRANT FUND	BOND REDEMPTION DEBT SERVICE FUND	CAPITAL PROJECTS FUND
REVENUES				
Local Sources	\$ 4,091,817	\$ -	\$ 1,142,827	\$ -
State Sources	2,716,420	-	-	-
Federal Sources	3,377	229,478	-	-
TOTAL REVENUES	6,811,614	229,478	1,142,827	-
EXPENDITURES				
Current				
Instruction	3,331,397	170,604	-	-
Supporting Services	2,359,178	34,915	571	9,562
Capital Outlay	110,846	12,490	-	35,499
Debt Service				
Principal	-	-	705,000	-
Interest	-	-	558,878	-
TOTAL EXPENDITURES	5,801,421	218,009	1,264,449	45,061
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,010,193	11,469	(121,622)	(45,061)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(351,627)	-	-	-
Transfers In	-	-	-	241,000
TOTAL OTHER FINANCING SOURCES (USES)	(351,627)	-	-	241,000
NET CHANGE IN FUND BALANCES	658,566	11,469	(121,622)	195,939
FUND BALANCES, Beginning, Restated	3,110,872	8,393	2,354,729	(138,991)
FUND BALANCES, Ending	\$ 3,769,438	\$ 19,862	\$ 2,233,107	\$ 56,948

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

BUILDING FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 378,429	\$ 275,687	\$ 5,888,760
5,140,234	1,117	7,857,771
-	44,961	277,816
<u>5,518,663</u>	<u>321,765</u>	<u>14,024,347</u>
-	200,482	3,702,483
16,147	143,015	2,563,388
11,854,063	35,808	12,048,706
-	-	705,000
-	-	558,878
<u>11,870,210</u>	<u>379,305</u>	<u>19,578,455</u>
<u>(6,351,547)</u>	<u>(57,540)</u>	<u>(5,554,108)</u>
-	-	(351,627)
-	110,627	351,627
-	110,627	-
<u>(6,351,547)</u>	<u>53,087</u>	<u>(5,554,108)</u>
<u>13,821,317</u>	<u>270,990</u>	<u>19,427,310</u>
<u>\$ 7,469,770</u>	<u>\$ 324,077</u>	<u>\$ 13,873,202</u>

OURAY COUNTY SCHOOL DISTRICT NO. R-2

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 - total governmental funds \$ (5,554,108)

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities.

Capital Outlay	11,778,533	
Depreciation and Amortization	(437,750)	
Loss on Disposal of Assets	<u>(72,207)</u>	11,268,576

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. 103,166

Some expenses reported in the statement of activities do not require current financial resources and are not reported in the funds.

Bond Principal Payments	705,000	
Amortization of Bond Premium	162,370	
Amortization of Deferred Charges	(30,229)	
Changes in Accrued Interest Payable	38,504	
Changes in Compensated Absences	<u>(63,239)</u>	812,406

Deferred Charges related to pensions and OPEB are not recognized in the governmental funds. However, for the government-wide funds those amounts are capitalized and amortized.

Deferred charges related to Pension Plan	266,667	
Deferred charges related to OPEB	<u>37,151</u>	<u>303,818</u>

Change in net position of governmental activities \$ 6,933,858

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Ouray County School District No. R-2 (the “District”) conform to generally accepted accounting principles as applicable to governmental units. The District is a political subdivision of the State of Colorado and is governed by a board of five members, elected by the citizens of Ouray County residing within the District boundaries. Following is a summary of the more significant policies:

Reporting Entity

The financial reporting entity consists of the District and organizations for which the District is financially accountable. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the District. In addition, any 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 provides benefits to, or imposes financial burdens on the District.

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

Government-Wide and Fund Financial Statements

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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*. Internally dedicated resources are reported as general revenues rather than as program revenues.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when the 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. Fiduciary funds utilize the accrual basis of accounting.

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 period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Property taxes, specific ownership taxes, grants, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items 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 use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

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 required to be accounted for in another fund.

The *Grant Fund* is the fund that accounts for the District revenues and expenditures relating to various federal, state and local grants awarded to the District.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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

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

The *Bond Redemption Debt Service Fund* is the fund that accounts for the repayment of the District's general obligation debt.

The *Capital Projects Fund* is the fund that accounts for activities related to the District's capital projects, other than those accounted for in the Building Fund.

The *Building Fund* is the fund that accounts for the District's capital projects financed in part by BEST grant funds.

Assets, Liabilities, and Fund Balance/Net Position

Cash and Investments – For purposes of the statement of cash flows, the District considers cash and cash equivalents to be all demand deposits as well as short-term investments with a maturity date of three months or less. Investments are stated at fair value.

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

Inventories – Inventories in the governmental funds are valued using the purchase method. Under this method, inventories are recorded as expenditures when purchased. A physical inventory is taken annually at June 30th in the Food Service Fund. Purchased commodities and supplies are valued at cost using the first-in, first-out (FIFO) method. United States Department of Agriculture commodity inventories are valued using Federal Guidelines.

Due To and Due From Other Funds - Interfund balances arise from transactions that are recorded by all funds affected in the period in which transactions are executed.

Capital Assets – Capital assets, which include property and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 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.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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

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

Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Property and equipment of the District is depreciated using the straight-line method over the following estimated useful lives.

Buildings and Improvements	15-40 years
Vehicles and Equipment	4-25 years

Unearned Revenues – The unearned revenues include amounts received but not yet available for expenditure.

Accrued Salaries and Benefits – Salaries and benefits of certain contractually employed personnel are paid over a twelve-month period from September to August but are earned during the school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2023, were \$307,433. The accrued compensation is reported as a liability in the General and Food Service Funds.

Vacation, Sick Leave, and Other Compensated Absences – District employees are entitled to certain compensated absences in the form of sick leave, personal leave, and vacation based on their employment classification and length of employment. When an employee accumulates sick leave of at least 35 days, employees are deemed to be vested in the leave program and are therefore eligible to be paid unused sick leave upon separation of employment. Nonvested employees forfeit their accumulated sick leave upon separation of employment. Eligible District employees may accumulate up to 60 vacation days and are eligible to be paid their accumulated vacation days upon separation of employment. Employees who have accumulated sick and vacation leave in excess of 35 and 60 days respectively, are paid out the excess leave days in July and October of the following fiscal year. Sick leave is paid out at the current substitute rate of pay and vacation leave is paid out at the employee’s current rate of pay.

These compensated absences are expensed when paid in the governmental fund types. A long-term liability in the amount of \$186,054 has been recorded in the government-wide statement of net position for the accrued compensated absences.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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

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

Deferred Outflows and Deferred Inflows of Resources – In addition to assets, the statement of financial position and balance sheets will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position and fund balance that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. In addition to liabilities, the statement of financial position and balance sheets will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position and fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Long-Term Debt – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement on net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. 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 on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as current expenditures.

Property Taxes – Property taxes are levied on December 15 based on the assessed value of property as certified by the County Assessor on October 1. The property tax may be paid in total by April 30 or one-half payment by February 28 and the second half by June 15. The billings are considered due on these dates. The bill becomes delinquent, and penalties and interest may be assessed by the County Treasurer on the postmark day following these dates. The tax sale date is the first Thursday of November. Under Colorado Law, all property taxes become due and payable on January 1, in the year following that in which they are levied.

Net Position– The government-wide financial statements utilize a net position presentation. Net position is categorized as investment in capital assets, restricted, and unrestricted.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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

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

Investment in Capital Assets is intended to reflect the portion of net position which is associated with non-liquid, capital assets net of accumulated depreciation, less outstanding capital asset related debt. The net related debt is the debt less the outstanding liquid assets and any associated unamortized cost.

Restricted Net Position are liquid assets, which have third party limitations on their use.

Unrestricted Net Position represents assets that do not have any third-party limitation on their use. While District management may have categorized and segmented portion for various purposes, the District Board has the unrestricted right to revisit or alter these managerial decisions.

Fund Balance Classification – The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- Nonspendable – This classification includes amounts that cannot be spent either because they are not in a spendable form or because they are legally or contractually required to be maintained intact. The District reports inventory balances as nonspendable.

- Restricted – This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The District has classified Emergency Reserves as being restricted because their use is restricted by State Statute for declared emergencies. In addition, the District has classified amounts held for debt service as restricted as required by bond covenants.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

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

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

- **Committed** – This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Education. These amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The District did not have any committed resources as of June 30, 2023.

- **Assigned** – This classification includes amounts the government intends to use for specific purposes that do not meet the criteria to be classified as restricted or committed. Constraints imposed on the use of assigned amounts are more easily removed or modified than those imposed on amounts that are classified as committed. The District has classified portions of the fund balances of the Grants Fund, Capital Projects Fund, Building Fund, Food Service Fund, and Student Activities Fund as assigned because their use has been designated for a specific purpose by the District.

- **Unassigned** – This classification includes the residual fund balance that does not meet any of the above criteria for the General Fund. The Unassigned classification also includes the negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts.

The District would typically use restricted fund balances first, followed by committed resources, and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned fund balance.

Risk Management

The District carries commercial insurance for risks of loss, including worker’s compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

Subsequent Events

The District has evaluated events subsequent to the year ended June 30, 2023 through November 30, 2023, the date these financial statements were issued, and has incorporated any required recognition into these financial statements.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets

Budgets are adopted in accordance with State Budget Law on each fund's basis of accounting unless indicated otherwise. All appropriations lapse at fiscal year-end.

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

- Budgets are required by state law for all funds. By May 31, the Superintendent of the District submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them. All budgets lapse at year end.
- Public hearings are conducted by the Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level.
- The Board can modify the budget by line item at any time. Total appropriation can only be modified upon completion of notification and publication requirements.
- Budgeted amounts reported in the accompanying financial statements are as originally adopted or amended by the Board of Education.

State Compliance

At June 30, 2023, actual expenditures in the Bond Redemption Debt Service Fund exceeded budgeted amounts by \$245,527. This may be a violation of state statute.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3: CASH AND INVESTMENTS

Cash and investments at June 30, 2023 consist of the following:

Deposits	\$ 6,498,478
Investments	<u>8,581,252</u>
Total	<u>\$ 15,079,730</u>

The above amounts are classified in the statement of net position as follows:

Cash and Investments - Unrestricted	\$ 4,565,191
Cash and Investments - Restricted	<u>10,514,539</u>
	<u>\$ 15,079,730</u>

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Colorado Public Deposit Protection Act (PDPA) requires that all units of local government deposit cash in eligible public depositories. Eligibility is determined by state regulations. At June 30, 2023, State regulatory commissioners have indicated that all financial institutions holding deposits for the District are eligible public depositories. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. 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 the uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits.

The District has no policy regarding custodial credit risk for deposits.

At June 30, 2023, the District had deposits with financial institutions with a carrying amount of \$6,498,478. The bank balances with the financial institutions were \$6,578,064. Of these balances, \$500,000 was covered by federal depository insurance and \$6,078,064 was covered by collateral held by authorized escrow agents in the financial institutions name (PDPA).

Investments

Interest Rate Risk

The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 3: **CASH AND INVESTMENTS** (Continued)

Credit Risk

Colorado statutes specify in which instruments the units of local government may invest which includes:

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

Local Government Investment Pools

At June 30, 2023 the District had invested \$8,581,252 in the Colorado Government Liquid Asset Trust (ColoTrust) which has a credit rating of AAAm by Standard and Poor's. ColoTrust is an investment vehicle established for local government entities in Colorado to pool surplus funds and is regulated by the State Securities Commissioner. It operates similarly to a money market fund and each share are equal in value to \$1.00. Investments consist of U.S. Treasury and U.S. Agency securities, and repurchase agreements collateralized by U.S. Treasury and U.S. Agency securities. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. Substantially all securities owned are held by the Federal Reserve Bank in the account maintained for the custodial bank. The custodian's internal records identify the investments owned by the entities.

ColoTrust is not a 2a7-like external investment pool. The unit of account is each share held, and the value of the position would be the fair value of the pool's share price multiplied by the number of shares held. The government-investor does not "look through" the pool to report a pro rata share of the pool's investments, receivables, and payables.

Restricted Cash

At June 30, 2023, cash, and investments in the amount of \$1,955,737 is restricted in the Bond Redemption Debt Service Fund for debt service requirements and \$8,558,802 is restricted in the Building Fund for capital expenditures.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 4: CAPITAL ASSETS

	Balance 7/1/2022	Additions	Deletions	Balance 6/30/2023
Governmental Activities				
Capital Assets, Not Depreciated				
Land	\$ 554,431	\$ -	\$ -	\$ 554,431
Construction in Progress	1,597,359	11,676,472	-	13,273,831
Total Capital Assets, Not Depreciated	2,151,790	11,676,472	-	13,828,262
Capital Asset, Being Depreciated				
Buildings and Improvements	16,060,789	34,850	-	16,095,639
Equipment	218,316	67,211	-	285,527
Transportation Equipment	769,985	-	243,857	526,128
Total Capital Assets, Being Depreciated	17,049,090	102,061	243,857	16,907,294
Accumulated Depreciation				
Buildings and Improvements	6,858,162	394,880	-	7,253,042
Equipment	179,689	13,749	-	193,438
Transportation Equipment	507,159	29,121	171,650	364,630
Total Depreciation	7,545,010	437,750	171,650	7,811,110
Net Capital Assets, Depreciated	9,504,080	(335,689)	72,207	9,096,184
Net Capital Assets	\$ 11,655,870	\$ 11,340,783	\$ 72,207	\$ 22,924,446

Depreciation and amortization expense was charged to functions/programs of the District as follows:

Governmental Activities	
Instruction	\$ 377,433
Supporting Services	60,317
Total	\$ 437,750

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 5: LONG-TERM DEBT

The following is a summary of the District’s long-term debt transactions for the year ended June 30, 2023:

	Balance 7/1/2022	Additions	Payments	Balance 6/30/2023	Due In One Year
2008 G.O. Bonds	\$ 285,000	\$ -	\$ 135,000	\$ 150,000	\$ 150,000
2008 Premium	6,550	-	4,625	1,925	-
2012 G.O. Bonds	1,155,000	-	570,000	585,000	585,000
2012 Premium	22,260	-	15,713	6,547	-
2021 G.O. Bonds	12,100,000	-	-	12,100,000	-
2021 Premium	2,698,598	-	142,032	2,556,566	-
Compensated Absences	122,815	63,239	-	186,054	-
Net Pension Liability	5,311,442	1,717,028	-	7,028,470	-
Net OPEB Liability	256,969	-	18,123	238,846	-
Total	\$ 21,958,634	\$ 1,780,267	\$ 885,493	\$ 22,853,408	\$ 735,000

2008 General Obligation Bonds

In January 2008, the District issued General Obligation Bonds, Series 2008, in the amount of \$2,200,000. Proceeds of the bonds were used to finance the cost of acquisition, construction, and equipment improvements at District facilities. The bonds carry interest rates ranging from 3.0% to 5.5%. Semi-annual interest payments are due on June 1 and December 1 of each year. Principal payments on the bonds are due on December 1 through 2024. Payments are made through the District’s Bond Redemption Debt Service Fund. At June 30, 2023, \$150,000 was outstanding on these bonds.

2012 General Obligation Bonds

On March 22, 2012, the District issued General Obligation Bonds, Series 2012, in the amount of \$5,470,000. Proceeds of the bonds were used to refund a portion of the District’s outstanding 2004 General Obligation Bonds. The bonds carry interest rates ranging from 2.0% to 2.5%. Semi-annual interest payments are due on June 1 and December 1 of each year. Principal payments on the bonds are due on December 1 through 2024. Payments are made through the District’s Bond Redemption Debt Service Fund. At June 30, 2023, \$585,000 was outstanding on these bonds.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 5: **LONG-TERM DEBT** (Continued)

2021 General Obligation Bonds

On December 16, 2021, the District issued General Obligation Bonds, Series 2021, in the amount of \$12,100,000. Proceeds of the bonds are used for the construction, renovation, and equipment improvements at the District’s elementary school, as approved by voters at the November 21, 2021 elections. The bonds carry interest rates ranging from 3.0% to 5.0%. Semi-annual interest payments are due on June 1 and December 1 of each year. Principal payments on the bonds are due on December 1 starting in 2025 through 2042. At June 30, 2023, \$12,100,000 was outstanding on these bonds.

Annual debt service requirements on all outstanding bonds are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 735,000	\$ 536,688	\$ 1,271,688
2025	450,000	514,000	964,000
2026	475,000	490,875	965,875
2027	495,000	466,625	961,625
2028	520,000	466,625	986,625
2029-2033	2,925,000	1,888,975	4,813,975
2034-2038	3,690,000	1,104,550	4,794,550
2039-2042	3,545,000	290,500	3,835,500
Total	<u>\$ 12,835,000</u>	<u>\$ 5,758,838</u>	<u>\$ 18,593,838</u>

Compensated Absences

Compensated absences in the amount of \$186,054 are expected to be liquidated with revenues of the General Fund.

NOTE 6: **INTERFUND BALANCES AND TRANSFERS**

At June 30, 2023 the General Fund owed \$765, \$231,959, \$339 and \$53,808 to the Grants, Bond Redemption Debt Service, Food Service and Capital Projects Funds, respectively, as a result of collection of funds on their behalf.

During the year ended June 30, 2023, the General Fund transferred \$241,000 to the Capital Projects Fund and \$110,627 to the Food Service Fund to support the operations of those funds.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7: DEFINED BENEFIT PENSION PLAN

Summary of Significant Accounting Policies

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

General Information about the Pension Plan

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7: **DEFINED BENEFIT PENSION PLAN** (Continued)

General Information about the Pension Plan (Continued)

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

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

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7: DEFINED BENEFIT PENSION PLAN (Continued)

General Information about the Pension Plan (Continued)

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

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

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

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

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

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the District were \$649,423 for the year ended June 30, 2023.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 7: **DEFINED BENEFIT PENSION PLAN** (Continued)

General Information about the Pension Plan (Continued)

For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SCHDTF and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute a \$225 million (actual dollars) direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. House Bill (HB) 22-1029, instructed the State treasurer to issue an additional direct distribution to PERA in the amount of \$380 million (actual dollars), upon enactment. The July 1, 2023, payment is reduced by \$190 million (actual dollars) to \$35 million (actual dollars). The July 1, 2024, payment will not be reduced due to PERA's negative investment return in 2022. Senate Bill (SB) 23-056, enacted June 2, 2023, requires an additional direct distribution of approximately \$14.5 million (actual dollars), for a total of approximately \$49.5 million (actual dollars) to be contributed July 1, 2023.

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

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

At June 30, 2023, the District reported a liability of \$7,028,470 for its proportionate share of the net pension liability that reflected an increase for support from the State as a nonemployer contributing entity. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District were as follows:

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO 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)

District's proportionate share of the net pension liability	\$7,028,470
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	2,048,167
Total	\$9,076,637

At December 31, 2022, the District's proportion was 0.03860%, which was a decrease of 0.007% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the District recognized pension expense of \$798,265 and revenue of \$174,656 for 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:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$66,517	\$-
Changes of assumptions or other inputs	124,497	-
Net difference between projected and actual earnings on pension plan investments	944,182	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	253,176	1,366,032
Contributions subsequent to the measurement date	331,115	N/A
Total	\$1,719,487	\$1,366,032

\$331,115 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO 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)

Year ended June 30,	
2024	(\$452,144)
2025	(312,807)
2026	238,103
2027	549,188

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

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

¹ Post-retirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO 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)

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

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

- **Males:** 97% of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105% of the rates for all ages, with generational projection using scale MP-2019. Disabled mortality assumptions were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO 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)

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

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO 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)

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO 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)

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

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

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension	\$10,876,278	\$7,028,470	\$6,168,783

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

NOTE 8: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN

Summary of Significant Accounting Policies

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

General Information about the OPEB Plan

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

General Information about the OPEB Plan (Continued)

PERA Benefit Structure

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

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

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$32,503 for the year ended June 30, 2023.

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

At June 30, 2023, the District reported a liability of \$238,846 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2022, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

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

Standard update procedures were used to roll-forward the TOL 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 2022 relative to the total contributions of participating employers to the HCTF.

At December 31, 2022, the District's proportion was 0.0293%, which was a decrease of 0.0005% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the District recognized OPEB expense of (\$4,648). At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$31	\$57,761
Changes of assumptions or other inputs	3,839	26,361
Net difference between projected and actual earnings on OPEB plan investments	14,588	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	5,996	25,818
Contributions subsequent to the measurement date	16,572	N/A
Total	\$41,026	\$109,940

\$16,572 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

Year ended June 30,	
2024	(\$28,355)
2025	(28,536)
2026	(13,500)
2027	(5,675)
2028	(7,771)
Thereafter	(1,649)

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OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

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

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

Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (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	0.0%	0.0%

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8: DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN (Continued)

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

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

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

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

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

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

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

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (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:

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

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

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

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

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

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

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

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

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

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

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

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate
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 %	

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 8: **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

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

Sensitivity of the 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 in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate ¹	5.25%	6.25%	7.25%
Ultimate PERACare Medicare trend	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	3.00%	4.00%	5.00%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$232,086	\$238,846	\$246,203

¹For the January 1, 2023, plan year.

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2022, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
 NOTES TO FINANCIAL STATEMENTS
 JUNE 30, 2023

NOTE 8 **DEFINED BENEFIT OTHER POST EMPLOYMENT BENEFIT (OPEB) PLAN** (Continued)

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

- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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

Sensitivity of the 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	\$276,894	\$238,846	\$206,304

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

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 9: COMMITMENTS AND CONTINGENCIES

BEST Grant

In December 2018, the District was awarded the Building Excellent Schools Today (BEST) grant in the amount of \$7,666,232. The grant funds are being used in conjunction with the \$12,100,000 General Obligation Bonds, Series 2021 to provide funding for the construction, renovation, and equipment improvements at the District's elementary school.

As of June 30, 2023, substantial portions of the bond proceeds and BEST grant funds awarded were expended. It is expected that the remainder of the bond proceeds and grant award will be expended in the year ended June 30, 2024.

Claims and Judgments

The District participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. As of June 30, 2023 significant amounts of grant expenditures have not been audited but the District 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 an amendment to the State Constitution, Article X, Section 20 (the "Tabor Amendment"), which has several limitations, including revenue raising, spending abilities, and other specific requirements of state and local government.

The Tabor Amendment is complex and subject to judicial interpretations. The District believes it has complied with the Amendment.

The District has established a reserve, representing 3% of qualifying expenditures, as required by the Amendment. At June 30, 2023, the emergency reserve of \$175,000 was reported as a restriction of net position and fund balance in the Governmental Activities and General Fund, respectively.

OURAY COUNTY SCHOOL DISTRICT NO. R-2
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE 10: JOINT VENTURE

The District is a member of the Uncompahgre Board of Cooperative Services (BOCS), a joint venture of several local school districts. The BOCS is governed by a board formed of one board member from each member district. The participants oversee budgeting and finance of the BOCS. Financial statements of the BOCS may be obtained from the BOCS administration offices at: PP Box 728, 1115 W Clinton St., Ridgway, CO 81432 or from their website: <http://www.unboces.org//>

NOTE 11: RESTATEMENT OF BEGINNING BALANCES

The beginning fund balance of the General Fund was increased by \$95,070 to correct a reporting error in property tax revenues in the prior year.

The beginning net position of the government-wide statement of activities was increased by \$288,228 to correct the beginning balance of Construction in Progress at June 30, 2022.

NOTE 12: CHANGE IN ACCOUNTING PRINCIPLES-SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS

For the year ended June 30, 2023, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription-Based Information Technology Arrangements (SBITA) GASB 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs). For the year ended June 30, 2023, the District has evaluated its existing agreements and has determined that no changes to the District's financial statements are required.

REQUIRED SUPPLEMENTARY INFORMATION

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Local Sources				
Property Taxes	\$ 3,229,001	\$ 3,109,955	\$ 3,295,386	\$ 185,431
Specific Ownership Taxes	220,698	184,049	337,951	153,902
Tuition	-	230,955	258,379	27,424
Earnings on Investments	-	25,000	68,133	43,133
Ouray School District	-	51,000	70,868	19,868
All Other Local Revenue Codes	103,176	64,492	61,100	(3,392)
Total Local Sources	<u>3,552,875</u>	<u>3,665,451</u>	<u>4,091,817</u>	<u>426,366</u>
State and Federal Sources				
State Equalization	2,357,693	2,236,435	2,236,422	(13)
Transportation	52,992	52,992	50,155	(2,837)
Rural Schools Funding	147,119	147,118	147,119	1
PERA on Behalf Contribution	131,100	67,650	174,656	107,006
All Other State Revenue	12,188	78,996	108,068	29,072
Federal Sources	-	3,377	3,377	-
Total Federal Sources	<u>2,701,092</u>	<u>2,586,568</u>	<u>2,719,797</u>	<u>133,229</u>
TOTAL REVENUES	<u>6,253,967</u>	<u>6,252,019</u>	<u>6,811,614</u>	<u>559,595</u>
EXPENDITURES				
Instruction				
Salaries	2,020,072	2,020,072	2,116,008	(95,936)
Employee Benefits	1,035,918	1,035,918	899,131	136,787
Purchased Services	193,173	193,173	270,317	(77,144)
Supplies and Materials	76,101	76,101	43,683	32,418
Property	13,200	13,200	11,200	2,000
Other Objects and Uses	2,500	2,500	2,258	242
Total Instruction	<u>3,340,964</u>	<u>3,340,964</u>	<u>3,342,597</u>	<u>(1,633)</u>

(Continued)

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
EXPENDITURES (Continued)				
Supporting Services				
Students				
Salaries	134,166	134,166	126,602	7,564
Employee Benefits	65,834	65,834	43,209	22,625
Purchased Services	5,000	5,000	4,056	944
Supplies and Materials	1,700	1,700	1,049	651
Other Objects and Uses	4,050	4,050	1,043	3,007
Total Students	<u>210,750</u>	<u>210,750</u>	<u>175,959</u>	<u>34,791</u>
Instructional Staff				
Salaries	21,254	21,254	41,548	(20,294)
Employee Benefits	9,806	9,806	58,731	(48,925)
Purchased Services	7,500	7,500	5,044	2,456
Supplies and Materials	4,600	4,600	2,576	2,024
Property	650	650	-	650
Other Objects and Uses	19,784	19,784	-	19,784
Total Instructional Staff	<u>63,594</u>	<u>63,594</u>	<u>107,899</u>	<u>(44,305)</u>
General Administration				
Salaries	211,376	211,376	219,344	(7,968)
Employee Benefits	66,559	66,559	66,359	200
Purchased Services	78,600	78,600	25,415	53,185
Supplies and Materials	6,200	6,200	2,503	3,697
Property	250	250	16,049	(15,799)
Other Objects and Uses	9,800	9,800	9,891	(91)
Total General Administration	<u>372,785</u>	<u>372,785</u>	<u>339,561</u>	<u>33,224</u>
School Administration				
Salaries	266,335	266,335	257,764	8,571
Employee Benefits	142,855	142,855	108,574	34,281
Purchased Services	11,800	11,800	6,004	5,796
Supplies and Materials	15,500	15,500	2,545	12,955
Property	3,250	3,250	1,720	1,530
Other Objects and Uses	1,500	1,500	1,579	(79)
Total School Administration	<u>441,240</u>	<u>441,240</u>	<u>378,186</u>	<u>63,054</u>

(Continued)

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
EXPENDITURES (Continued)				
Supporting Services (Continued)				
Business Services				
Salaries	8,800	8,800	40,056	(31,256)
Employee Benefits	13,710	13,710	13,878	(168)
Purchased Services	92,200	92,200	90,540	1,660
Supplies and Materials	1,500	1,500	350	1,150
Property	9,947	9,947	-	9,947
Other Objects and Uses	220	220	-	220
Total Business Services	<u>126,377</u>	<u>126,377</u>	<u>144,824</u>	<u>(18,447)</u>
Operations and Maintenance				
Salaries	155,276	155,276	148,781	6,495
Employee Benefits	46,154	46,154	62,376	(16,222)
Purchased Services	181,040	181,040	188,239	(7,199)
Supplies and Materials	210,276	210,276	196,368	13,908
Property	2,000	2,000	925	1,075
Total Operations and Maintenance	<u>594,746</u>	<u>594,746</u>	<u>596,689</u>	<u>(1,943)</u>
Student Transportation				
Salaries	123,983	123,983	130,488	(6,505)
Employee Benefits	51,355	51,355	38,784	12,571
Purchased Services	88,400	88,400	77,149	11,251
Supplies and Materials	24,029	24,029	23,867	162
Total Student Transportation	<u>287,767</u>	<u>287,767</u>	<u>270,288</u>	<u>17,479</u>
Central Support				
Salaries	173,473	173,473	153,246	20,227
Employee Benefits	80,148	80,148	54,073	26,075
Purchased Services	200,840	129,922	133,016	(3,094)
Supplies	28,450	28,450	31,880	(3,430)
Property	5,100	5,100	73,203	(68,103)
Total Central Support	<u>488,011</u>	<u>417,093</u>	<u>445,418</u>	<u>(28,325)</u>

(Continued)

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
Total Supporting Services	2,585,270	2,514,352	2,458,824	55,528
TOTAL EXPENDITURES	5,926,234	5,855,316	5,801,421	53,895
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	327,733	396,703	1,010,193	613,490
OTHER FINANCING SOURCES (USES)				
Transfers In (Out)	(205,000)	(370,587)	(351,627)	18,960
TOTAL OTHER FINANCING SOURCES (USES)	(205,000)	(370,587)	(351,627)	18,960
CHANGE IN FUND BALANCE	122,733	26,116	658,566	632,450
FUND BALANCES, Beginning, Restated	2,957,442	2,957,442	3,110,872	153,430
FUND BALANCES, Ending	<u>\$ 3,080,175</u>	<u>\$ 2,983,558</u>	<u>\$ 3,769,438</u>	<u>\$ 785,880</u>

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
GRANTS FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Federal and State Sources				
Federal Grants	\$ 257,728	\$ 257,728	\$ 229,478	\$ (28,250)
State Grants	-	-	-	-
TOTAL REVENUES	<u>257,728</u>	<u>257,728</u>	<u>229,478</u>	<u>(28,250)</u>
EXPENDITURES				
Instruction				
Salaries	44,265	44,265	113,629	(69,364)
Employee Benefits	11,325	11,325	47,030	(35,705)
Purchased Services	972	972	-	972
Supplies and Materials	1,079	1,079	9,945	(8,866)
Property	104,031	104,031	-	104,031
Total Instruction	<u>161,672</u>	<u>161,672</u>	<u>170,604</u>	<u>(8,932)</u>
Supporting Services				
Salaries	49,276	49,276	27,197	22,079
Benefits	6,260	6,260	6,665	(405)
Purchased Services	6,236	6,236	1,053	5,183
Property	22,109	22,109	12,490	9,619
Other Objects and Uses	12,175	12,175	-	12,175
Total Supporting Services	<u>96,056</u>	<u>96,056</u>	<u>47,405</u>	<u>48,651</u>
TOTAL EXPENDITURES	<u>257,728</u>	<u>257,728</u>	<u>218,009</u>	<u>39,719</u>
CHANGE IN FUND BALANCE	-	-	11,469	11,469
FUND BALANCES, Beginning	-	-	8,393	8,393
FUND BALANCES, Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,862</u>	<u>\$ 19,862</u>

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PERA SCHOOL DIVISION TRUST FUND PLAN

Years Ended December 31,

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion of the Net Pension Liability (Asset)	0.0386%	0.0456%	0.0543%	0.0471%	0.0489%	0.0544%	0.0569%	0.0552%	0.0610%
Proportionate Share of the Net Pension Liability (Asset)	\$ 7,028,470	\$ 5,311,443	\$ 8,202,833	\$ 7,041,206	\$ 8,670,801	\$ 17,596,600	\$ 16,927,884	\$ 8,450,258	\$ 8,270,610
State of Colorado Proportionate Share of the Net Pension Liability (Asset)	2,048,167	546,267	-	792,561	1,042,996	-	-	-	-
Total Proportionate Share of the Net Pension Liability (Asset)	\$ 9,076,637	\$ 5,857,710	\$ 8,202,833	\$ 7,833,767	\$ 9,713,797	\$ 17,596,600	\$ 16,927,884	\$ 8,450,258	\$ 8,270,610
Covered payroll	\$ 2,968,516	\$ 2,842,847	\$ 2,895,077	\$ 2,808,005	\$ 2,649,145	\$ 2,508,483	\$ 2,551,745	\$ 2,417,128	\$ 2,366,180
Proportionate Share of the Net Pension Liability as a Percentage Of its Covered Payroll	236.8%	186.8%	283.3%	250.75%	327.31%	701.48%	663.38%	349.60%	349.53%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	61.79%	74.86%	66.99%	64.52%	57.01%	43.96%	43.10%	59.20%	62.80%

NOTE: Information for the prior one year was not available for this report

OURAY COUNTY SCHOOL DISTRICT NO. R-2

SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
PERA SCHOOL DIVISION TRUST FUND PLAN

Years Ended June 30,

	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contributions	\$ 649,423	\$ 567,064	\$ 565,948	\$ 514,011	\$ 493,988	\$ 458,579	\$ 445,890	\$ 395,575
Contributions in Relation to the Contractually Required Contributions	649,423	567,064	565,948	514,011	493,988	458,579	445,890	395,575
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 3,186,569	\$ 2,849,016	\$ 2,846,820	\$ 2,686,932	\$ 2,615,436	\$ 2,495,209	\$ 2,513,222	\$ 2,352,454
Contributions as a Percentage of Covered Payroll	20.38%	19.90%	19.88%	19.13%	18.89%	18.38%	17.74%	16.82%

NOTE: Information for the prior two years was not available for this report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
PERA HEALTH CARE TRUST FUND PLAN

Years Ended December 31,

	2022	2021	2020	2019	2018	2017
Proportion of the Net OPEB Liability (Asset)	0.0293%	0.0300%	0.0312%	0.0308%	0.0318%	0.0309%
Proportionate Share of the Net OPEB Liability (Asset)	\$ 238,846	\$ 256,969	\$ 298,251	\$ 346,157	\$ 433,053	\$ 401,834
Covered payroll	\$2,968,516	\$2,842,847	\$2,895,077	\$2,808,005	\$2,649,145	\$2,508,483
Proportionate Share of the Net OPEB Liability As a Percentage of its Covered Payroll	8.0%	9.0%	10.3%	12.33%	16.35%	16.02%
Plan Fiduciary Net position as a Percentage Of the Total OPEB Liability	38.57%	39.40%	32.78%	24.49%	17.03%	17.53%

NOTE: Information for the prior four years was not available for this report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
PERA HEALTH CARE TRUST FUND PLAN

Years Ended June 30,

	2023	2022	2021	2020	2019	2018
Contractually Required Contributions	\$ 32,503	\$ 29,095	\$ 29,038	\$ 29,570	\$ 27,407	\$ 26,677
Contributions in Relation to the Contractually Required Contributions	32,503	29,095	29,038	29,570	27,407	26,677
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$3,186,569	\$2,846,016	\$2,846,820	\$2,899,050	\$2,686,932	\$2,615,436
Contributions as a Percentage of Covered Payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%

NOTE: Information for the prior four years was not available for this report.

INDIVIDUAL FUND STATEMENTS AND SCHEDULES

OURAY COUNTY SCHOOL DISTRICT NO. R-2

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

June 30, 2023

	FOOD SERVICE FUND	STUDENT ACTIVITIES FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS			
Cash and Investments	\$ 69,426	\$ 255,064	\$ 324,490
Due From Other Funds	339	-	339
Accounts Receivable	3,013	-	3,013
Inventory	2,685	-	2,685
TOTAL ASSETS	<u>\$ 75,463</u>	<u>\$ 255,064</u>	<u>\$ 330,527</u>
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts Payable	\$ 1,654	\$ 453	\$ 2,107
Accrued Salaries and Benefits	4,343	-	4,343
TOTAL LIABILITIES	<u>5,997</u>	<u>453</u>	<u>6,450</u>
FUND BALANCES			
Nonspendable	2,685	-	2,685
Assigned	66,781	254,611	321,392
TOTAL FUND BALANCES	<u>69,466</u>	<u>254,611</u>	<u>324,077</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 75,463</u>	<u>\$ 255,064</u>	<u>\$ 330,527</u>

OURAY COUNTY SCHOOL DISTRICT NO. R-2

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

Year Ended June 30, 2023

	FOOD SERVICE FUND	STUDENT ACTIVITIES FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES			
Local Sources	\$ 34,710	\$ 240,977	\$ 275,687
State Sources	1,117	-	1,117
Federal Sources	44,961	-	44,961
TOTAL REVENUES	80,788	240,977	321,765
EXPENDITURES			
Current			
Instruction	-	200,482	200,482
Supporting Services	135,026	7,989	143,015
Capital Outlay	35,808	-	35,808
TOTAL EXPENDITURES	170,834	208,471	379,305
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(90,046)	32,506	(57,540)
OTHER FINANCING SOURCES			
Transfer In	110,627	-	110,627
TOTAL OTHER FINANCING SOURCES	110,627	-	110,627
NET CHANGE IN FUND BALANCES	20,581	32,506	53,087
FUND BALANCES, Beginning	48,885	222,105	270,990
FUND BALANCES, Ending	<u>\$ 69,466</u>	<u>\$ 254,611</u>	<u>\$ 324,077</u>

See the accompanying independent auditor's report

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
FOOD SERVICE FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Local Sources				
Charges for Services	\$ 38,000	\$ 32,730	\$ 34,710	\$ 1,980
State and Federal Sources				
Commodities	24,000	7,906	6,852	(1,054)
Supply Chain Assistance	-	9,879	17,058	7,179
State Match	-	-	819	819
Other Federal Sources	15,000	14,628	21,051	6,423
Other State Sources	-	33	298	265
TOTAL REVENUES	77,000	65,176	80,788	15,612
EXPENDITURES				
Supporting Services				
Salaries	85,893	85,893	68,169	17,724
Employee Benefits	44,510	44,510	30,043	14,467
Food Supplies	40,000	40,000	34,014	5,986
Non food supplies	5,400	5,400	2,800	2,600
Property	-	-	35,808	(35,808)
TOTAL EXPENDITURES	175,803	175,803	170,834	4,969
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(98,803)	(110,627)	(90,046)	20,581
OTHER FINANCING SOURCES				
Transfer In	100,000	110,627	110,627	-
CHANGE IN FUND BALANCE	1,197	-	20,581	20,581
FUND BALANCES, Beginning	-	-	48,885	48,885
FUND BALANCES, Ending	<u>\$ 1,197</u>	<u>\$ -</u>	<u>\$ 69,466</u>	<u>\$ 69,466</u>

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
STUDENT ACTIVITIES FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Local Sources				
Other	\$ 250,000	\$ 250,000	\$ 240,977	\$ (9,023)
TOTAL REVENUES	<u>250,000</u>	<u>250,000</u>	<u>240,977</u>	<u>(9,023)</u>
EXPENDITURES				
Instruction				
Supplies and Materials	250,000	250,000	200,482	49,518
Supporting Services				
Supplies and Materials	<u>-</u>	<u>-</u>	<u>7,989</u>	<u>(7,989)</u>
TOTAL EXPENDITURES	<u>250,000</u>	<u>250,000</u>	<u>208,471</u>	<u>41,529</u>
CHANGE IN FUND BALANCE	-	-	32,506	32,506
FUND BALANCE, Beginning	<u>150,153</u>	<u>150,153</u>	<u>222,105</u>	<u>71,952</u>
FUND BALANCE, Ending	<u>\$ 150,153</u>	<u>\$ 150,153</u>	<u>\$ 254,611</u>	<u>\$ 104,458</u>

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
BOND REDEMPTION DEBT SERVICE FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Local Sources				
Property Taxes	\$ 956,922	\$ 956,922	\$ 974,133	\$ 17,211
Specific Ownership Taxes	-	-	101,552	101,552
Earnings on Investments	62,000	62,000	67,142	5,142
TOTAL REVENUES	<u>1,018,922</u>	<u>1,018,922</u>	<u>1,142,827</u>	<u>123,905</u>
EXPENDITURES				
Supporting Services				
Other	350	350	571	(221)
Debt Service				
Principal	705,000	705,000	705,000	-
Interest	313,572	313,572	558,878	(245,306)
TOTAL EXPENDITURES	<u>1,018,922</u>	<u>1,018,922</u>	<u>1,264,449</u>	<u>(245,527)</u>
CHANGE IN FUND BALANCE	-	-	(121,622)	(121,622)
FUND BALANCE, Beginning	<u>2,371,963</u>	<u>2,371,963</u>	<u>2,354,729</u>	<u>(17,234)</u>
FUND BALANCE, Ending	<u>\$ 2,371,963</u>	<u>\$ 2,371,963</u>	<u>\$ 2,233,107</u>	<u>\$ (138,856)</u>

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
CAPITAL PROJECTS FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Local Sources				
Other	\$ -	\$ -	\$ -	\$ -
TOTAL REVENUES	-	-	-	-
EXPENDITURES				
Supporting Services				
Supplies and Materials	-	-	9,562	(9,562)
Property	105,000	241,000	35,499	205,501
TOTAL EXPENDITURES	105,000	241,000	45,061	195,939
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(105,000)	(241,000)	(45,061)	195,939
OTHER FINANCING SOURCES (USES)				
Transfers In	105,000	241,000	241,000	-
CHANGE IN FUND BALANCE	-	-	195,939	195,939
FUND BALANCE, Beginning	-	-	(138,991)	(138,991)
FUND BALANCE, Ending	\$ -	\$ -	\$ 56,948	\$ 56,948

See the accompanying independent auditor's report.

OURAY COUNTY SCHOOL DISTRICT NO. R-2

BUDGETARY COMPARISON SCHEDULE
BUILDING FUND

Year Ended June 30, 2023

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE Positive (Negative)
REVENUES				
Local Sources				
Earnings on Investments	\$ 15,000	\$ 375,000	\$ 378,429	\$ 3,429
State Sources				
State Grants	<u>22,181,154</u>	<u>22,383,493</u>	<u>5,140,234</u>	<u>(17,243,259)</u>
TOTAL REVENUES	<u>22,196,154</u>	<u>22,758,493</u>	<u>5,518,663</u>	<u>(17,239,830)</u>
EXPENDITURES				
Supporting Services				
Purchased Services	3,206,269	3,408,607	16,147	3,392,460
Property	<u>18,989,885</u>	<u>18,989,886</u>	<u>11,854,063</u>	<u>7,135,823</u>
TOTAL EXPENDITURES	<u>22,196,154</u>	<u>22,398,493</u>	<u>11,870,210</u>	<u>10,528,283</u>
CHANGE IN FUND BALANCE	-	360,000	(6,351,547)	(6,711,547)
FUND BALANCE, Beginning	<u>-</u>	<u>-</u>	<u>13,821,317</u>	<u>13,821,317</u>
FUND BALANCE, Ending	<u>\$ -</u>	<u>\$ 360,000</u>	<u>\$ 7,469,770</u>	<u>\$ 7,109,770</u>

See the accompanying independent auditor's report.

COMPLIANCE



Colorado Department of Education
Auditors Integrity Report
 District: 2590 – Ridgway R-2
 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	3,110,871		6,459,987	5,801,420		3,769,438
18 Risk Mgmt Sub-Fund of General Fund	0		0	0		0
19 Colorado Preschool Program Fund	0		0	0		0
Sub-Total	3,110,871		6,459,987	5,801,420		3,769,438
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	48,885		191,415	170,835		69,465
22 Govt Designated-Purpose Grants Fund	8,393		229,478	218,009		19,862
23 Pupil Activity Special Revenue Fund	222,105		240,977	208,471		254,611
25 Transportation Fund	0		0	0		0
31 Bond Redemption Fund	2,354,729		1,142,827	1,264,449		2,233,107
39 Certificate of Participation (COP) Debt Service Fund	0		0	0		0
41 Building Fund	13,821,316		5,518,663	11,870,210		7,469,769
42 Special Building Fund	0		0	0		0
43 Capital Reserve Capital Projects Fund	-138,991		241,000	45,061		56,948
46 Supplemental Cap Const, Tech, Main Fund	0		0	0		0
Totals	19,427,308		14,024,347	19,578,454		13,873,201
Proprietary						
50 Other Enterprise Funds	0		0	0		0
64 (63) Risk-Related Activity Fund	0		0	0		0
60.65-69 Other Internal Service Funds	0		0	0		0
Totals	0		0	0		0
Fiduciary						
70 Other Trust and Agency Funds	0		0	0		0
72 Private Purpose Trust Fund	0		0	0		0
73 Agency Fund	0		0	0		0
74 Pupil Activity Agency Fund	0		0	0		0
79 GASB 34/Permanent Fund	0		0	0		0
85 Foundations	0		0	0		0
Totals	0		0	0		0
FINAL						0