

cPa DIXON, WALLER & CO., INC.

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PLATEAU VALLEY SCHOOL

DISTRICT NUMBER 50

MESA COUNTY, COLORADO

FINANCIAL STATEMENTS

JUNE 30, 2023

DIXON, WALLER & CO., INC.

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DISTRICT NUMBER 50

FINANCIAL STATEMENTS

JUNE 30, 2023

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PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
ROSTER OF SCHOOL OFFICIALS  
June 30, 2023

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BOARD OF EDUCATION

Dane Hilgenfeld	President
Kori Sutterfield	Vice-President
Eric Bevan	Secretary
Kahli Leitner	Treasurer
Bruce Michaelson	Board Member

SCHOOL OFFICIALS

Trevor Long	Superintendent
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FINANCIAL SECTION

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(719) 846-9241 FAX (719) 846-3352

INDEPENDENT AUDITOR'S REPORT

Board of Education  
Plateau Valley School District Number 50  
Mesa County, Colorado 81624

**Opinions**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District Number 50, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Plateau Valley School District Number 50's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Plateau Valley School District Number 50, as of June 30, 2023, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Plateau Valley School District Number 50, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

**Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Plateau Valley School District Number 50's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

**Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plateau Valley School District Number 50'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 Plateau Valley School District Number 50's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and post employment benefits trend data be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Plateau Valley School District Number 50's basic financial statements. The accompanying other schedules and state required schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other schedules and state required schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Oliver, Waller & Co., Inc.*

November 6, 2023

MANAGEMENT'S DISCUSSION AND ANALYSIS

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

## **Management's Discussion and Analysis**

Plateau Valley School District #50 is located in the eastern part of Mesa County, on the western slope of Colorado. It encompasses the three small towns of Collbran, Mesa and Molina, a PreK-12 school located two miles west of Collbran, and an alternative high school located at the Collbran Job Corps Center. The district, in addition to the land on which the K-12 facility is located, owns 40 acres of land north of the town of Mesa, parallel to Hwy 65.

The discussion and analysis of Plateau Valley School District 50's financial performance provides an overall review of the District's financial activities for the fiscal year that ended June 30, 2021. The intent of this discussion and analysis is to look at the District's financial performance as a whole; it should be read in conjunction with the basic financial statements and notes to enhance the reader's understanding of the District's overall financial performance.

## **Financial Highlights**

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

- Our student count for October (not FTE) at Plateau Valley was as follows:  
Overall: 314, up 9 from 305 the prior year  
Elementary: 152. Up 7 from 145 the prior year  
Junior High School: 34. Down 1 from 35 the prior year  
PV High School: 95. Down 17 from 112 the prior year  
GM High School: 33. Up 20 from 13 the prior year
- Continued investment in curriculum as well as technology improvements for students by adding additional laptops, learning, and assessment software.
- Earnings on investments increased again this year due to higher interest rates.
- Title I, II, and IV grant monies were used to help fund salaries for 2 half time Title teachers.
- GEER/RISE grant purchases were finished and the grant closed
- READ Act funds were used to purchase curriculum
- ESSER Funds were used to provide intensive tutoring and summer school services and fund several paraprofessionals and a math interventionist. Staff retention stipends, weight room equipment, classroom furniture
- REAP grant funds were used to partially pay for our kindergarten teacher, the same as in years past
- A state grant to libraries allowed some upgrades to our library program.
- Rural School funds allowed the purchase of some much needed vision and hearing screening equipment as well as the beginning phase of roof restoration and repairs to crumbling concrete.
- A large increase in assessed valuation resulted in a smaller state share of the funding formula.
- We were able to add modestly to our reserves once again
- Salary schedules: Step plus 2% for the 22-23 fiscal year.

## **Using the Basic Financial Statements**

The statement of net position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also report the District's operations in more detail than government side statements, by providing information about the District's most significant funds with all other non-major funds presented in total in a single column. For Plateau Valley School District 50, the General Fund is the most significant fund. The remaining statements provide financial information about activities for which the District acts solely as a trustee or agent for the benefit of those outside of the reporting entity.

## REPORTING THE DISTRICT AS A WHOLE

### Statement of Net Position and Statement of Activities

This report indicates Plateau Valley School District, because of conservative spending practices, maintains a healthy fund balance. Per Board policy, the district strives to keep six months operating expenses in reserve.

These statements include all assets and liabilities using the accrual basis of accounting, taking into account all of the current year's revenues and expenses regardless of when cash was received or paid. Financial statements of the District's fiduciary funds (Pupil Activity Fund) are not included in the government-wide financial statements, because resources of these funds cannot be used to finance the District's activities. However, the financial statement of fiduciary funds is included in the District's financial statements because the District is financially accountable for those resources, even though they belong to other parties.

The two statements report the district's net position and changes in net position. This change in net position is important because it identifies whether the financial position of the District has improved or diminished for the District as a whole. This could be a result of many factors: finance law changes, interest rates, enrollment levels, facility conditions, mandated educational programs, etc.

For the purpose of the statement of net position and statement of activities, the District is divided into one distinct kind of activity:

**Governmental Activities** – Governmental activities are financed through local revenues (including taxes, interest, fees), state equalization, and state and federal grants. Expenditures include those for instruction, support services, plant maintenance and operation, transportation and capital outlay.

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

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

The District's total net position on June 30, 2023 was \$3,931,212. Of the District's \$12,483,015 in assets, \$5,269,570 (42.21%) reflects investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment). The District uses capital assets to provide services to students; consequently, these assets are not available for future spending.

Table 1

**Table 1**

	<b>Net Position</b>	
	<b>Governmental Activities</b>	
	<b>FY 23</b>	<b>FY 22</b>
<b>ASSETS</b>		
Current and Other Assets	7,213,445	7,224,367
Capital Assets	5,269,570	5,582,142
Total Assets	<u>12,483,015</u>	<u>12,806,509</u>
Deferred Outflows	<u>1,694,421</u>	<u>1,672,387</u>
<b>LIABILITIES</b>		
Current and Other Liabilities	1,080,171	800,040
Long Term Liabilities	7,772,862	6,417,059
Total Liabilities	<u>8,853,033</u>	<u>7,217,099</u>
Deferred Inflows	<u>1,393,191</u>	<u>4,309,794</u>
<b>NET POSITION</b>		
Net Investment in Capital Assets	4,729,570	4,787,142
Restricted for:		
Tabor Reserve	151,100	156,400
Debt Service	572,654	854,506
Food Service	9,453	19,453
Preschool	26,701	8,420
Unrestricted	<u>(1,558,266)</u>	<u>(2,873,918)</u>
	<u>3,931,212</u>	<u>2,952,003</u>

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

The following table shows the District's major functions. It also shows the net costs (total cost less revenues generated by activities).

**Table 2:**

	<b>Changes in Net Position</b>	
	<b>Governmental Activities</b>	
	<b>FY 23</b>	<b>FY 22</b>
<b>Revenues</b>		
Charges for Services	232,599	160,598
Operating Grants and Contributions	852,953	1,206,001
Capital Grants and Contributions		-
Property taxes	2,783,457	2,433,812
Specific Ownership Taxes	310,355	366,529
Equalization	1,333,349	2,040,722
Earnings on investments	200,519	13,582
Other Revenues	10,500	28,040
<b>TOTAL REVENUES</b>	<b>5,723,732</b>	<b>6,249,284</b>
<b>Expenses</b>		
Instructional services	3,186,390	2,894,761
Students	323,236	286,920
Instructional staff	83,249	70,843
District administration	344,687	420,738
School administration	592,560	624,362
Business	124,990	80,543
Operation and maintenance of facilities	476,112	590,913
Transportation	267,017	179,186
Central	216,155	178,512
Facilities	27,897	64,729
Interest on Long Term Liabilities	23,056	31,970
Food Service	160,395	146,441
Pension and OPEB Changes	(1,081,221)	(1,911,274)
<b>TOTAL EXPENSES</b>	<b>4,744,523</b>	<b>3,658,644</b>
<b>Increase ( Decrease in Net Position )</b>	<b>979,209</b>	<b>2,590,640</b>

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

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

	Total Cost of Service		Net Cost of Service	
	FY 23	FY 22	FY 23	FY 22
Instructional services	3,186,390	2,894,761	(2,514,149)	(1,854,704)
Students	323,236	286,920	(144,043)	(135,097)
Instructional staff	83,249	70,843	(80,249)	(70,843)
District administration	344,687	420,738	(333,456)	(420,738)
School administration	592,560	624,362	(566,570)	(624,362)
Business	124,990	80,543	(120,459)	(80,543)
Operation and maintenance of facilities	476,112	590,913	(465,708)	(590,913)
Transportation	267,017	179,186	(237,292)	(158,658)
Central	216,155	178,512	(211,343)	(178,512)
Facilities	27,897	64,729	(27,897)	(64,729)
Interest on Long Term Liabilities	23,056	31,970	(23,056)	(31,970)
Food Service	160,395	146,441	(15,970)	7,750
Pension and OPEB Changes	<u>(1,081,221)</u>	<u>(1,911,274)</u>	<u>1,081,221</u>	<u>1,911,274</u>
Total	<u>4,744,523</u>	<u>3,658,644</u>	<u>(3,658,971)</u>	<u>(2,292,045)</u>

◆The cost of all governmental activities this year was \$4,744,523.

◆The federal and state government subsidized certain programs with grants and contributions of \$1,085,552.

◆Most of the District's costs, however, were financed by District and State taxpayers. This portion of governmental activities was financed with \$1,333,349 in state equalization from the School Finance Act, \$3,093,812 in property tax/specific ownership taxes and \$211,019 in investment earnings and other miscellaneous revenue.

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT’S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

**General Fund Budgeting Highlights**

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) with the exception of the Proprietary Fund.

Plateau Valley District #50 has, for many years, adopted a conservative budgeting approach, in which current expenditures are funded from current revenues. This has resulted in a gradual increase in the General Fund contingency reserve. The district strives to have a program driven budget based on the needs of individual programs for each budget year. The district has worked to ensure we have small class sizes and sufficient supplies for all classrooms. The district has raised salaries and obtained health insurance to win the war for professional talent and stay competitive with other surrounding school districts.

Plateau Valley School Dist. #50 also has a policy stating we must have six months operating expenses in reserve in case funding is severely cut or delayed. Six months operating expenses for this fiscal year was approximately \$2,372,262. We never fell below this level for the entire fiscal year. We were able to increase our fund balance from the year before.

**GENERAL FIXED ASSETS:**

At the end of 2023, the District had a total of \$5,269,570 invested in fixed assets.

Table 4: Capital Assets ( Net of Depreciation )

	Governmental <u>2022-2023</u>	Governmental <u>2021-2022</u>
Land & Sites	1,156,867	1,156,867
Buildings & Improvements	3,745,871	4,022,823
Equipment & Vehicles	353,210	394,433
Food Service	13,622	8,019
Total Capital Assets	<u>5,269,570</u>	<u>5,582,142</u>

PLATEAU VALLEY SCHOOL DIST. 50  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2023

**Long-Term Debt**

As a result of the \$3.9 million general obligation bond passed on 11/2/04, the district incurred a maximum debt of \$6,041,763.33, if the final payment was made on 12/1/2024. The Board has expressed the intent of prepaying principal as much as possible after the ten-year mandatory wait period. Because of lower interest rates, a portion of the bonds was refinanced in February, 2012. The advanced refunding reduced the total debt service payments over the next 13 years by \$220,337, obtaining an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

**Table 5**

CHANGES IN LONG TERM DEBT

	Balance 7/1/2022	Additions	Deletions	Balance 6/30/2023
2012 Refunding Issue	795,000		255,000	540,000
Totals	795,000	-	255,000	540,000

**CURRENT ISSUES, ECONOMIC CONDITION AND OUTLOOK**

The current state funding model along with the negative factor, which is being addressed by the governor, is looking slightly more hopeful for financial managers and educators. Enrollment numbers remain stagnant.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our residents, customers, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Financial information is also posted on the District's website, [www.pvsd50.org](http://www.pvsd50.org), under the District Resources tab on the Financial Transparency link. If you have any questions regarding this report, the financial website postings, or need additional information, please contact the superintendent's office or business office at:

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56600 Hwy 330  
Collbran, CO 81624

Tel: 970-487-3547  
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[tlong@pvsd50.org](mailto:tlong@pvsd50.org) or [mwilliams@pvsd50.org](mailto:mwilliams@pvsd50.org)

BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
STATEMENT OF NET POSITION  
June 30, 2023

	<u>Governmental Activities</u>	<u>Total</u>
<u>ASSETS</u>		
Cash and Equivalents	6,983,393	6,983,393
Accounts Receivable	6,645	6,645
Grants Receivable	57,414	57,414
Property Taxes Receivable	155,650	155,650
Inventories	10,343	10,343
Capital Assets	13,485,923	13,485,923
Accumulated Depreciation	<u>(8,216,353)</u>	<u>(8,216,353)</u>
<u>Total Assets</u>	<u>12,483,015</u>	<u>12,483,015</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pensions	1,649,255	1,649,255
Other Post Employment Benefits	38,317	38,317
Deferred Refunding	<u>6,849</u>	<u>6,849</u>
<u>Total Deferred Outflow of Resources</u>	<u>1,694,421</u>	<u>1,694,421</u>
 <u>LIABILITIES</u>		
Accounts Payable	13,581	13,581
Accrued Salaries	354,453	354,453
Accrued Interest Payable	1,800	1,800
Compensated Absences	10,514	10,514
Unearned Revenue	435,530	435,530
Unamortized Bond Premium	9,293	9,293
Net Pension Obligation	7,241,074	7,241,074
Net Other Post Employment Benefits Obligation	246,788	246,788
Debt – Current	265,000	265,000
Debt – Long Term	<u>275,000</u>	<u>275,000</u>
<u>Total Liabilities</u>	<u>8,853,033</u>	<u>8,853,033</u>
 <u>DEFERRED INFLOW OF RESOURCES</u>		
Pensions	1,276,930	1,276,930
Other Post Employment Benefits	<u>116,261</u>	<u>116,261</u>
<u>Total Deferred Inflow of Resources</u>	<u>1,393,191</u>	<u>1,393,191</u>
 <u>NET POSITION</u>		
Net Investment in Capital Assets	4,729,570	4,729,570
Restricted for:		
Tabor Reserve	151,100	151,100
Food Service	9,453	9,453
Debt Service	572,654	572,654
Preschool	26,701	26,701
Unrestricted	<u>(1,558,266)</u>	<u>(1,558,266)</u>
<u>Total Net Position</u>	<u>3,931,212</u>	<u>3,931,212</u>

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



PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50

BALANCE SHEET

GOVERNMENTAL FUNDS

June 30, 2023

	<u>General</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>ASSETS</u></b>					
Cash and Equivalents	6,183,653	572,654	69,343	157,743	6,983,393
Accounts Receivable	-	-	6,645	-	6,645
Grants Receivable	50,433	-	6,981	-	57,414
Due From Other Funds	72,584	-	-	-	72,584
Property Taxes Receivable	155,650	-	-	-	155,650
Prepaid Expenses	-	-	-	-	-
Inventories	-	-	10,343	-	10,343
<u>Total Assets</u>	<u>6,462,320</u>	<u>572,654</u>	<u>93,312</u>	<u>157,743</u>	<u>7,286,029</u>
<b><u>LIABILITIES:</u></b>					
Accounts Payable	13,581	-	-	-	13,581
Accrued Salaries	345,994	-	8,459	-	354,453
Due To Other Funds	-	-	72,584	-	72,584
Unearned Revenue	432,714	-	2,816	-	435,530
<u>Total Liabilities</u>	<u>792,289</u>	<u>-</u>	<u>83,859</u>	<u>-</u>	<u>876,148</u>
<b><u>DEFERRED INFLOW OF RESOURCES</u></b>					
Property Taxes	127,650	-	-	-	127,650
<b><u>FUND BALANCES:</u></b>					
Nonspendable:					
Prepaid Expense	-	-	-	-	-
Inventories	-	-	10,343	-	10,343
Restricted for:					
Emergencies	151,100	-	-	-	151,100
Preschool	26,701	-	-	-	26,701
Debt Service	-	572,654	-	-	572,654
Food Service	-	-	-	-	-
Committed for:					
Capital Outlay	-	-	-	-	-
Insurance	-	-	-	-	-
Assigned for:					
Debt Service	-	-	-	-	-
Pupil Activities	-	-	-	157,743	157,743
Unassigned	5,364,580	-	(890)	-	5,363,690
<u>Total Fund Balances</u>	<u>5,542,381</u>	<u>572,654</u>	<u>9,453</u>	<u>157,743</u>	<u>6,282,231</u>
<b><u>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</u></b>					
	<u>6,462,320</u>	<u>572,654</u>	<u>93,312</u>	<u>157,743</u>	<u>7,286,029</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
RECONCILIATION OF GOVERNMENTAL FUNDS BALANCE SHEET  
TO STATEMENT OF NET POSITION  
June 30, 2023

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

<b>TOTAL FUND BALANCE – GOVERNMENTAL FUNDS</b>	<b>6,282,231</b>
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$13,485,923 and the accumulated depreciation is \$8,216,353.	5,269,570
Property tax revenue is recognized when earned (claim to resources established) rather than when “available.” All of the deferred property tax revenue is not available	127,650
Unamortized bond premium is not reported in the funds.	(9,293)
Accrued interest on long term debt is not reported in the funds.	(1,800)
Compensated absences not reported in the funds	(10,514)
Deferred refunding not reported in the funds	6,849
Long term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(540,000)
Net pension and other post employment benefits liabilities, along with the associated deferred flows are not recorded at the fund level:	
Net Pension Liability	(7,241,074)
Net Other Post Employment Benefits Liability	(246,788)
Deferred Outflows	1,687,572
Deferred Inflows	<u>(1,393,191)</u>
<b>TOTAL NET POSITION – GOVERNMENTAL ACTIVITIES</b>	<b><u>3,931,212</u></b>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES – GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2023

	<u>General</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>					
Property Taxes	2,829,157	-	-	-	2,829,157
Specific Ownership taxes	310,355	-	-	-	310,355
Earnings on Investments	199,611	10	2	906	200,529
Other Local Sources	31,117	38	60,032	172,567	263,754
State Aid	1,714,255	-	1,684	-	1,715,939
Federal Aid	366,999	-	82,709	-	449,708
<u>Total Revenues</u>	<u>5,451,494</u>	<u>48</u>	<u>144,427</u>	<u>173,473</u>	<u>5,769,442</u>
<b>EXPENDITURES:</b>					
Current:					
Instructional Services	2,871,255	-	-	-	2,871,255
Supporting Services:					
Students	161,284	-	-	169,590	330,874
Instructional Staff	83,249	-	-	-	83,249
District Administration	344,687	-	-	-	344,687
School Administration	592,560	-	-	-	592,560
Business	124,990	-	-	-	124,990
Operation & Maintenance of Facilities	520,005	-	-	-	520,005
Transportation	213,915	-	-	-	213,915
Central	216,155	-	-	-	216,155
Facility Acquisition and Construction	27,897	-	-	-	27,897
Food Service	-	-	165,958	-	165,958
Debt Service:					
Principal Retirement	-	255,000	-	-	255,000
Interest and Fiscal Charges	-	26,700	-	-	26,700
Payments to Fiscal Agent	-	200	-	-	200
Capital Outlay	-	-	-	-	-
<u>Total Expenditures</u>	<u>5,155,997</u>	<u>281,900</u>	<u>165,958</u>	<u>169,590</u>	<u>5,773,445</u>
<b>EXCESS DEFICIENCY OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>295,497</u>	<u>(281,852)</u>	<u>(21,531)</u>	<u>3,883</u>	<u>(4,003)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers	-	-	-	-	-
Proceeds from Debt	-	-	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	295,497	(281,852)	(21,531)	3,883	(4,003)
<b>FUND BALANCES, Beginning</b>	5,246,884	854,506	30,984	153,860	6,286,234
<b>FUND BALANCES, Ending</b>	5,542,381	572,654	9,453	157,743	6,282,231

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
 FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
 For the Year Ended June 30, 2023

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

**NET CHANGE IN FUND BALANCES – TOTAL GOVERNMENTAL FUNDS** (4,003)

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

Capital Outlays more than \$5,000	59,153	
Depreciation Expense	<u>(371,725)</u>	(312,572)

Property tax revenues received prior to the year for which they are being levied or not “available” at year end are reported as deferred revenue in the governmental funds. They are, however recorded as revenues in the statement of activities. Deferred property tax revenues decreased this year. (45,710)

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

Principal Payment		255,000
Accrued Interest		850
Premium Amortization		11,381
Deferred Refunding		(8,387)
Compensated Absences		1,429

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

Pension (Cost) Income	1,044,018	
Other Post Employment Benefits (Cost) Income	<u>37,203</u>	<u>1,081,221</u>

**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES** 979,209

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

NOTES TO BASIC FINANCIAL STATEMENTS

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Plateau Valley School District Number 50 the (District) conform with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

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

The District is the lowest level of government, which is considered to be financially accountable over all activities related to public school education in Plateau Valley School District Number 50. The District receives funding from local, state, and federal government sources and must comply with the requirements of these funding source entities. The Board of Education members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters.

A.    Reporting Entity

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B.      Government-Wide and Fund Financial Statements

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

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

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

D.      Fund Accounting

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D.    Fund Accounting (Continued)

• Major Governmental Funds

1. General Fund – the general operating fund of the District; used to account for all resources that are not required legally or by sound financial management to be accounted for in another fund.
2. Bond Redemption Debt Service Fund – used to account for the accumulation of resources for, and the payment of, long-term general obligation debt principal, interest, and related costs.
3. Food Service- used to account for all financial activities associated with the District’s school breakfast and lunch programs.

E.    Cash and Investments

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

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

F.    Receivables

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

G.    Inventories

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

H.      Capital Assets

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

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

The monetary threshold for capitalization of assets is \$5,000. The District's capital assets are depreciated using the straight-line method over the estimated useful lives of the fixed assets (5-35 years). Depreciation of all capital assets is charged as an expense against their operations. Depreciation is recorded in the year of acquisition and any remaining depreciation is recorded in the year of disposition.

I.      Liabilities

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

J.      Constitutional Amendment

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

On November 2, 1999 the registered voters approved a ballot resolution authorizing Plateau Valley School District Number 50 to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased or any new tax be imposed.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 1      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J.      Constitutional Amendment (Continued)

Except for refinancing bonded debt at a lower interest rate or adding new employees to existing pension plans, TABOR requires advance voter approval for the creation of any multiple-fiscal year debt or other financial obligation unless adequate present cash reserves are pledged irrevocably and held for payments in all future years. TABOR requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by TABOR, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be three percent or more of fiscal year spending (excluding bonded debt service). As of June 30, 2023, the District reserved \$151,100 for this purpose.

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

K.      Property Taxes

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

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

L.      Accumulated Sick Leave

Compensated absences are made up of accumulated sick leave reported as non-current liabilities in the government-wide financial statements. As of June 30, 2023, the District has recorded an estimated liability of \$10,514 relating to accrued sick leave payable.

A summary of changes in compensated absences is as follows:

	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023
Accumulated Sick Leave	<u>11,943</u>	<u>-</u>	<u>1,429</u>	<u>10,514</u>

M.      Use of Estimates

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 1    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N.        GASB Statement No. 54 – Fund Balance Reporting

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

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

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

Fund Balance Classification Policies and Procedures

Committed Fund Balance Policy:

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

Assigned Fund Balance Policy:

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

Order of Fund Balance Spending Policy

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. GASB Statement No. 54 – Fund Balance Reporting (Continued)

Fund Balance Classification by Fund:

	<u>General Fund</u>	<u>Bond Fund</u>	<u>Food Service</u>	<u>Student Activity</u>	<u>Total Governmental Funds</u>
Nonspendable:					
Inventories	-	-	10,343	-	10,343
<u>Restricted:</u>					
Emergencies	151,100	-	-	-	151,100
Preschool	26,701	-	-	-	26,701
Debt Service	-	572,654	-	-	572,654
Food Service	-	-	-	-	-
<u>Assigned:</u>					
Pupil Activities	-	-	-	157,743	157,743
<u>Unassigned</u>	<u>5,364,580</u>	<u>-</u>	<u>(890)</u>	<u>-</u>	<u>5,363,690</u>
<u>Total Fund Balances</u>	<u>5,542,381</u>	<u>572,654</u>	<u>9,453</u>	<u>157,743</u>	<u>6,282,231</u>

O. Deferred Outflows / Inflows of Resources

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

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

P. GASB 96

On July 1, 2022 Plateau Valley School District Number 50 adopted GASB 96, Subscription-Based Information Technology Arrangements. The District will comply with GASB 96 on any long term subscription-based information technology arrangements that are individually or aggregately material to the financial statements.

NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 2      RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

These reconciliations detail items that require adjustment to convert from the current resources measurement and modified accrual basis for governmental fund statements to the economic resources measurement and full accrual basis used for government-wide statements.

<u>Eliminations</u>	<u>Due To</u>	<u>Due From</u>
General Fund	-	72,584
Food Service	72,584	-

NOTE 3      BUDGETARY INFORMATION

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 3      BUDGETARY INFORMATION (Continued)

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

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

NOTE 4      CASH AND EQUIVALENTS

Deposits

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

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

	<u>Carrying Balance</u>	<u>Bank Balance</u>
Insured (FDIC)	250,000	250,000
Uninsured, Collateralized under the Public Deposit Protection Act of the State of Colorado	547,470	569,672
Cash with Fiscal Agent	572,654	-
Cash Equivalent – ColoTrust	5,607,997	-
Cash Equivalent – CSAFE	<u>5,272</u>	<u>-</u>
<u>Total Cash and Deposits</u>	<u>6,983,393</u>	<u>819,672</u>

As presented above, deposits with a bank balance of \$569,672 and a carrying balance of \$547,470 as of June 30, 2023 are uninsured, are exposed to custodial risk, and are collateralized with securities held by the pledging financial institution.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 5      CAPITAL ASSETS

A summary of changes in capital assets is as follows:

Governmental Activities

	Balance <u>July 1, 2022</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2023</u>
<u>Capital Assets Not Being Depreciated:</u>				
Land	1,156,867	-	-	1,156,867
Construction in Progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Capital Assets Not Being Depreciated</u>	<u>1,156,867</u>	<u>-</u>	<u>-</u>	<u>1,156,867</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings & Site Improvements	10,592,942	-	-	10,592,942
Equipment	635,225	51,491	-	686,716
Vehicles	967,101	-	-	967,101
Food Service Equipment	<u>74,635</u>	<u>7,662</u>	<u>-</u>	<u>82,297</u>
<u>Total Capital Assets Being Depreciated</u>	<u>12,269,903</u>	<u>59,153</u>	<u>-</u>	<u>12,329,056</u>
<u>Less Accumulated Depreciation for:</u>				
Building & Site Improvements	6,570,119	276,952	-	6,847,071
Equipment	464,768	39,612	-	504,380
Vehicles	743,125	53,102	-	796,227
Food Service Equipment	<u>66,616</u>	<u>2,059</u>	<u>-</u>	<u>68,675</u>
<u>Total Accumulated Depreciation</u>	<u>7,844,628</u>	<u>371,725</u>	<u>-</u>	<u>8,216,353</u>
<u>Total Capital Assets Being Depreciated, Net</u>	<u>4,425,275</u>	<u>(312,572)</u>	<u>-</u>	<u>4,112,703</u>
<u>Governmental Activities Capital Assets, Net</u>	<u>5,582,142</u>	<u>(312,572)</u>	<u>-</u>	<u>5,269,570</u>

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

Governmental Activities:

Instruction	316,564
Transportation	53,102
Food Service	<u>2,059</u>
<u>Total Depreciation Expense –Governmental Activities</u>	<u>371,725</u>

NOTE 6      PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 are provided with pensions through the SCHDTF - a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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**NOTE 6**      PENSION PLAN (Continued)

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

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

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

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

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

*Contributions provisions as of June 30, 2023:* Eligible employees of, Plateau Valley School District Number 50 and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 11.00% of their PERA-includable salary during the period of July 1, 2022 through June 30, 2023. Employer contribution requirements are summarized in the table below.

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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**NOTE 6**      **PENSION PLAN (Continued)**

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the Plateau Valley School District Number 50 is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from Plateau Valley School District Number 50 were \$634,651 for the year ended June 30, 2023.

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

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

The net pension liability for the SCHDTF was measured as of December 31, 2022, and the total pension liability (TPL) used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the TPL to December 31, 2022. The Plateau Valley School District Number 50 proportion of the net pension liability was based on Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 reported a liability of \$7,241,074 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 Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 were as follows:

Plateau Valley School District Number 50 proportionate share of the net pension liability	\$ 7,241,074
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the Plateau Valley School District Number 50	\$ 2,110,122
Total	\$ 9,351,196

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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NOTE 6      PENSION PLAN (Continued)

At December 31, 2022, the Plateau Valley School District Number 50 proportion was 0.0397%, which was a decrease of 0.0063% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Plateau Valley School District Number 50 recognized pension income of \$1,044,018 and revenue of \$179,939 for support from the State as a nonemployer contributing entity. At June 30, 2023, the Plateau Valley School District Number 50 reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	68,529	-
Changes of assumptions or other inputs	128,263	-
Net difference between projected and actual earnings on pension plan investments	972,743	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	158,463	(1,276,930)
Contributions subsequent to the measurement date	321,257	N/A
Total	1,649,255	(1,276,930)

\$321,257 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30, 2023	
2024	(501,557)
2025	(272,912)
2026	259,736
2027	565,801
2028	-
Thereafter	-

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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June 30, 2023

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NOTE 6      PENSION PLAN (Continued)

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

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

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

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
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NOTE 6      PENSION PLAN (Continued)

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
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NOTE 6      PENSION PLAN (Continued)

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

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

*Sensitivity of the Plateau Valley School District Number 50 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:

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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NOTE 6      PENSION PLAN (Continued)

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension	9,476,076	7,241,074	5,374,620

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

**Defined Contribution Pension Plans**

Voluntary Investment Program (PERAPlus 401(k) Plan)

*Plan Description* – Employees of the Plateau Valley School District Number 50 that are also members of the SCHDTF may voluntarily contribute to the Voluntary Investment Program (PERAPlus 401(k) Plan, an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Title 24, Article 51, Part 14 of the C.R.S., as amended, assigns the authority to establish the Plan provisions to the PERA Board of Trustees. PERA issues a publicly available ACFR which includes additional information on the PERAPlus 401(k) Plan. That report can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Funding Policy* – The PERAPlus 401(k) Plan is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. Employees are immediately vested in their own contributions and investment earnings. For the year ended June 30, 2023, program members contributed \$2,245.

NOTE 7      OTHER POST EMPLOYMENT BENEFITS

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

**Summary of Significant Accounting Policies**

*OPEB.* Plateau Valley School District Number 50 participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado ("PERA"). The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

**General Information about the OPEB Plan**

*Plan description.* Eligible employees of the Plateau Valley School District Number 50 are provided with OPEB through the HCTF—a cost-sharing multiple-employer defined benefit OPEB plan administered by PERA. The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended, and sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. Colorado State law provisions may be amended by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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NOTE 7      OTHER POST EMPLOYMENT BENEFITS (Continued)

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

*PERA Benefit Structure*

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

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

*DPS Benefit Structure*

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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**NOTE 7**      **OTHER POST EMPLOYMENT BENEFITS (Continued)**

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the Plateau Valley School District Number 50 is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from Plateau Valley School District Number 50 were \$31,764 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 Plateau Valley School District Number 50 reported a liability of \$246,788 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2022, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the TOL to December 31, 2022. The Plateau Valley School District Number 50 proportion of the net OPEB liability was based on Plateau Valley School District Number 50 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 Plateau Valley School District Number 50 proportion was 0.03%, which was an increase of 0.0001% from its proportion measured as of December 31, 2021.

For the year ended June 30, 2023, the Plateau Valley School District Number 50 recognized OPEB income of \$37,203. At June 30, 2023, the Plateau Valley School District Number 50 reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	32	(59,682)
Changes of assumptions or other inputs	3,967	(27,238)
Net difference between projected and actual earnings on OPEB plan investments	15,073	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	3,166	(29,341)
Contributions subsequent to the measurement date	16,079	N/A
Total	38,317	(116,261)

\$16,079 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30, 2023	
2024	(32,747)
2025	(32,574)
2026	(16,189)
2027	(4,455)
2028	(6,663)
Thereafter	(1,395)

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
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**NOTE 7**      **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

**NOTE 7**      **OTHER POST EMPLOYMENT BENEFITS (Continued)**

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 7      OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS  
June 30, 2023

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NOTE 7      OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

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

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 7      OTHER POST EMPLOYMENT BENEFITS (Continued)

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

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

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

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

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

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

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

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

*Sensitivity of the Plateau Valley School District Number 50 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:

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2023

**NOTE 7**      **OTHER POST EMPLOYMENT BENEFITS (Continued)**

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate*	5.25%	6.25%	7.25%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	3.00%	4.00%	5.00%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	\$239,803	\$246,788	\$254,389

\*For the January 1, 2023, plan year.

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2022, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

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

*Sensitivity of the Plateau Valley School District Number 50 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	\$286,101	\$246,788	\$213,164

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

NOTE 8      RISK MANAGEMENT

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

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

NOTE 9      COLORADO SCHOOL DISTRICT SELF INSURANCE POOL

The District belongs to the Colorado School District's Self-Insurance Pool. The Pool was established by the Colorado Association of School Boards (CASB) to provide insurance coverage to participants in the areas of General Liability, Errors and Omissions, Automobile Liability, Auto Physical Damage, Auto Personal Injury Protection, Real and Personal Property, Crime, Workers' Compensation and other coverage. The Board of Directors is composed of eight persons; seven of whom are appointed by the Board of Directors of CASB and the Executive Director of CASB. The Pool is managed by an independent manager chosen by the Board of Directors. Each member's initial contribution and subsequent contributions are determined by the Pool based on factors including, but not limited to, the

Aggregate Pool claims, the cost of Administrative and other operating expenses, the number of participants, the adequacy of both Operating and Reserve Funds and other factors touching on the status of the Pool or an individual participant, and as approved by the Colorado Insurance Commissioner.

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 9      COLORADO SCHOOL DISTRICT SELF INSURANCE POOL (Continued)

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

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

NOTE 10      LITIGATION

None.

NOTE 11      SUMMARY DISCLOSURE OF SIGNIFICANT COMMITMENTS AND CONTINGENCIES

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

NOTE 12      ACCRUED SALARIES AND BENEFITS

Salaries and retirement benefits of certain contractually employed personnel are paid over a twelve month period from September to August, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2023 are estimated to be \$354,453. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements of the General Fund.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 June 30, 2023

NOTE 13    INVENTORIES

Food Service Fund inventories as of June 30, 2023, consisted of purchased food, non-food and donated commodities amounting to \$10,343. Purchased inventories are stated at cost. Donated inventories, received at no cost under a program supported by the United States Government, are recorded at their estimated fair market value at the date of receipt.

NOTE 14    LONG-TERM DEBT

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

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2023</u>	<u>Current</u> <u>Portion</u>
2012 Refunding Issue	795,000	-	255,000	540,000	265,000
Unamortized Premium 2012	20,674	-	11,381	9,293	-
Deferred Refunding	<u>(15,236)</u>	<u>-</u>	<u>(8,387)</u>	<u>(6,849)</u>	<u>-</u>
	<u>800,438</u>	<u>-</u>	<u>257,994</u>	<u>542,444</u>	<u>265,000</u>

General Obligation Refunding Series 2012

On February 7, 2012, the District issued \$2,400,000 in General Obligation Refunding Bonds with an average interest rate of 3.07% to advance refund of outstanding 2004 General Obligation Bonds bearing interest rates ranging from 4.00% to 5.00%. Refunding proceeds of \$2,656,183 were deposited with an escrow agent to provide debt service payments of \$2,335,000 in principal and \$630,200 in interest on the 2004 Series Bonds. As a result, that portion of 2006 Bonds is considered to be defeased and the liability for the issue has been removed from the financial statements. The defeased debt balance at June 30, 2023 was \$565,000.

The District completed the advance refunding to reduce the total debt service payments by \$220,337 and to obtain an economic gain (difference between the present value of the old and new debt service payments) of \$147,906.

As a result of the difference between the reacquisition price and the carrying amount of the old debt (including unamortized issue costs and unamortized premium), a deferred refunding was recorded in the amount of \$234,680. It is being amortized against interest costs of the refunding issue.

Below is a schedule of debt service requirements to maturity:

General Obligation Refunding Series 2012

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	265,000	16,300	281,300
2025	<u>275,000</u>	<u>5,500</u>	<u>280,500</u>
	<u>540,000</u>	<u>21,800</u>	<u>561,800</u>

NOTE 15    INTERFUND BALANCES AND TRANSFERS

	<u>Due To</u>	<u>Due From</u>
General Fund	-	72,584
Food Service Fund	<u>72,584</u>	<u>-</u>
	<u>72,584</u>	<u>72,584</u>

Due To and Due From balances are the result of operating expenditures being paid on behalf of other funds. These amounts are expected to be repaid within the year.

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISONS

PENSION TREND DATA

OTHER POST EMPLOYMENT  
BENEFITS TREND DATA

## MAJOR GOVERNMENTAL FUNDS

### General Fund

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

### Food Service Fund

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

### Pension Trend Data

### Other Post Employment Benefits Trend Data

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
GENERAL FUND  
For the Year Ended June 30, 2023

<u>REVENUES</u>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget- Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Local Sources</u>				
Property Taxes	2,808,346	2,808,346	2,829,157	20,811
Specific Ownership Taxes	373,533	373,533	310,355	(63,178)
Earnings on Investments	50,000	50,000	199,611	149,611
Delinquent Penalty & Interest	1,000	1,000	2,020	1,020
Other	6,000	6,000	29,097	23,097
<u>State Sources</u>				
Equalization	1,294,802	1,294,802	1,333,349	38,547
Transportation	22,000	22,000	23,150	1,150
Other	298,248	298,248	357,756	59,508
<u>Federal Sources</u>				
Other	366,718	366,718	366,999	281
<u>TOTAL REVENUES</u>	<u>5,220,647</u>	<u>5,220,647</u>	<u>5,451,494</u>	<u>230,847</u>
 <u>EXPENDITURES</u>				
<u>Instruction</u>				
Salaries	1,934,085	1,934,085	1,918,659	15,426
Employees Benefits	417,337	417,337	543,083	(125,746)
Purchased Services-Professional	71,400	71,400	71,093	307
Purchased Services-Property	-	-	-	-
Purchased Services-Other	45,671	45,671	51,471	(5,800)
Supplies and Materials	199,627	199,627	185,809	13,818
Property	73,998	73,998	101,140	(27,142)
Other Objects	51,060	51,060	-	51,060
<u>Total Instruction</u>	<u>2,793,178</u>	<u>2,793,178</u>	<u>2,871,255</u>	<u>(78,077)</u>
 <u>SUPPORTING SERVICES</u>				
<u>Student Supporting Services</u>				
Salaries	139,368	139,368	114,489	24,879
Employees Benefits	32,057	32,057	34,638	(2,581)
Purchased Services-Professional	-	-	-	-
Purchased Services – Property	-	-	-	-
Purchased Services-Other	579	579	227	352
Supplies and Materials	6,700	6,700	8,417	(1,717)
Property	-	-	3,513	(3,513)
Other Objects	-	-	-	-
<u>Total Student Services</u>	<u>178,704</u>	<u>178,704</u>	<u>161,284</u>	<u>17,420</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
GENERAL FUND  
For the Year Ended June 30, 2023

SUPPORTING SERVICES (Continued)	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Instructional Staff</u>				
Salaries	63,220	63,220	51,840	11,380
Employees Benefits	14,746	14,746	15,457	(711)
Purchased Services-Professional	6,000	6,000	6,221	(221)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	1,126	1,126	848	278
Supplies and Materials	4,500	4,500	8,883	(4,383)
Property	-	-	-	-
Other Objects	-	-	-	-
<u>Total Instructional Staff</u>	<u>89,592</u>	<u>89,592</u>	<u>83,249</u>	<u>6,343</u>
<u>General Administration</u>				
Salaries	150,000	150,000	194,067	(44,067)
Employees Benefits	34,275	34,275	55,564	(21,289)
Purchased Services-Professional	102,601	102,601	82,408	20,193
Purchased Services-Property	-	-	-	-
Purchased Services-Other	2,800	2,800	4,992	(2,192)
Supplies and Materials	2,000	2,000	1,597	403
Property	-	-	-	-
Other Objects	16,000	16,000	6,059	9,941
<u>Total General Administration</u>	<u>307,676</u>	<u>307,676</u>	<u>344,687</u>	<u>(37,011)</u>
<u>School Administration</u>				
<u>Office of the Principal</u>				
Salaries	441,784	441,784	449,097	(7,313)
Employees Benefits	102,757	102,757	137,617	(34,860)
Purchased Services-Professional	-	-	99	(99)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	3,683	3,683	1,481	2,202
Supplies and Materials	5,950	5,950	4,266	1,684
Property	-	-	-	-
Other Objects	1,500	1,500	-	1,500
<u>Total School Administration</u>	<u>555,674</u>	<u>555,674</u>	<u>592,560</u>	<u>(36,886)</u>
<u>Business Services</u>				
Salaries	88,827	88,827	78,294	10,533
Employees Benefits	20,297	20,297	27,682	(7,385)
Purchased Services-Professional	18,000	18,000	17,477	523
Purchased Services-Property	-	-	-	-
Purchased Services-Other	5,277	5,277	311	4,966
Supplies and Materials	750	750	1,145	(395)
Property	-	-	81	(81)
Other Objects	-	-	-	-
<u>Total Business Services</u>	<u>133,151</u>	<u>133,151</u>	<u>124,990</u>	<u>8,161</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
GENERAL FUND  
For the Year Ended June 30, 2023

SUPPORTING SERVICES (Continued)	<u>Budgeted Amounts</u>			Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Operations and Maintenance</u>				
Salaries	192,702	192,702	179,779	12,923
Employees Benefits	41,795	41,795	56,612	(14,817)
Purchased Services-Professional	-	-	-	-
Purchased Services-Property	38,200	38,200	111,503	(73,303)
Purchased Services-Other	24,455	24,455	25,587	(1,132)
Supplies and Materials	130,000	130,000	146,524	(16,524)
Property	4,620	4,620	-	4,620
Other Objects	-	-	-	-
<u>Total Operations and Maintenance</u>	<u>431,772</u>	<u>431,772</u>	<u>520,005</u>	<u>(88,233)</u>
<u>Student Transportation</u>				
Salaries	129,941	129,941	129,059	882
Employees Benefits	28,561	28,561	38,631	(10,070)
Purchased Services-Professional	2,000	2,000	140	1,860
Purchased Services-Property	20,000	20,000	3,981	16,019
Purchased Services-Other	2,948	2,948	2,073	875
Supplies and Materials	55,000	55,000	39,986	15,014
Property	2,500	2,500	-	2,500
Other Objects	-	-	45	(45)
<u>Total Student Transportation</u>	<u>240,950</u>	<u>240,950</u>	<u>213,915</u>	<u>27,035</u>
<u>Central Support</u>				
Salaries	79,820	79,820	83,151	(3,331)
Employees Benefits	18,338	18,338	23,819	(5,481)
Purchased Services-Professional	-	-	18,378	(18,378)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	91,730	91,730	88,145	3,585
Supplies and Materials	1,000	1,000	379	621
Property	-	-	2,283	(2,283)
Other Objects	-	-	-	-
<u>Total Central Support</u>	<u>190,888</u>	<u>190,888</u>	<u>216,155</u>	<u>(25,267)</u>
<u>Facility</u>				
Salaries	-	-	-	-
Employees Benefits	-	-	-	-
Purchased Services-Professional	-	-	13,765	(13,765)
Purchased Services-Property	-	-	-	-
Purchased Services-Other	-	-	-	-
Supplies and Materials	-	-	-	-
Property	20,000	20,000	14,132	5,868
Other Objects	-	-	-	-
<u>Total Facility</u>	<u>20,000</u>	<u>20,000</u>	<u>27,897</u>	<u>(7,897)</u>

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
GENERAL FUND  
For the Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget- Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>TOTAL SUPPORTING SERVICES</u>	<u>2,148,407</u>	<u>2,148,407</u>	<u>2,284,742</u>	<u>(136,335)</u>
<u>APPROPRIATED RESERVES</u>	<u>5,524,688</u>	<u>5,524,688</u>	<u>-</u>	<u>5,524,688</u>
<u>TOTAL EXPENDITURES</u>	<u>10,466,273</u>	<u>10,466,273</u>	<u>5,155,997</u>	<u>5,310,276</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(5,245,626)</u>	<u>(5,245,626)</u>	<u>295,497</u>	
<u>OTHER FINANCING SOURCES (USES)</u>				
Transfers	<u>(1,258)</u>	<u>(1,258)</u>	<u>-</u>	<u>1,258</u>
<u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER USES</u>	<u>(5,246,884)</u>	<u>(5,246,884)</u>	<u>295,497</u>	
<u>FUND BALANCE, July 1</u>	<u>5,246,884</u>	<u>5,246,884</u>	<u>5,246,884</u>	
<u>FUND BALANCE, June 30</u>	<u>-</u>	<u>-</u>	<u>5,542,381</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOOD SERVICE - SPECIAL REVENUE FUND  
For the Year Ended June 30, 2023

	Budgeted Amounts <u>Original &amp; Final</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
<u>Local Sources</u>			
Food Sales	20,000	52,699	32,699
Earnings on Investments	1	2	1
Other	-	7,333	7,333
<u>State Sources</u>			
School Lunches	-	1,684	1,684
<u>Federal Sources</u>			
School Lunches	43,000	77,509	34,509
Commodities	-	5,200	5,200
<u>Total Revenues</u>	<u>63,001</u>	<u>144,427</u>	<u>81,426</u>
<u>EXPENDITURES</u>			
Salaries	71,355	75,233	(3,878)
Employee Benefits	16,305	18,436	(2,131)
Purchased Services – Professional	6,195	4,180	2,015
Purchased Services – Property	-	-	-
Purchased Services - Other	443	767	(324)
Supplies and Materials	72,600	55,291	17,309
Capital Outlay	17,000	6,806	10,194
Other	53,218	45	53,173
Commodities	-	5,200	(5,200)
<u>Total Expenditures</u>	<u>237,116</u>	<u>165,958</u>	<u>71,158</u>
<u>REVENUES OVER (UNDER) EXPENDITURES</u>	(174,115)	(21,531)	
<u>OTHER FINANCING SOURCES (USES)</u>			
Transfers	143,131	-	(143,131)
<u>REVENUES AND SOURCES OVER (UNDER) EXPENDITURES AND USES</u>	(30,984)	(21,531)	
<u>FUND BALANCE, Beginning</u>	<u>30,984</u>	<u>30,984</u>	
<u>FUND BALANCE, Ending</u>	<u>-</u>	<u>9,453</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY  
 For The Last 10 Fiscal Years (As Available)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's proportion of the net pension liability (asset)	0.039%	0.0460%	0.0545%	0.0501%	0.0533%	0.0597%	0.0629%	0.0619%	0.0592%	0.0599%
District's proportionate share of the net pension liability (asset)	\$7,241,074	\$5,362,614	\$8,240,521	\$7,476,850	\$9,430,849	\$19,288,995	\$18,729,856	\$9,459,928	\$8,019,187	\$7,641,193
State's proportionate share of the net pension liability associated with the District**	\$2,110,122	\$614,755	-	\$948,342	\$1,289,540	-	-	-	-	-
District's covered payroll	\$3,114,085	\$2,987,483	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	\$2,842,160	\$2,503,338	\$2,494,358
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	232%	180%	292%	249%	333%	676%	668%	333%	320%	306%
Plan fiduciary net position as a percentage of the total pension liability	61.79%	74.86%	66.99%	64.52%	57.01%	43.96%	43.1%	59.2%	62.80%	64.06%

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

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF DISTRICT CONTRIBUTIONS - PENSION  
 For The Last 10 Fiscal Years (As Available)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contributions	\$ 634,651	\$ 593,912	\$ 561,829	\$ 580,765	\$ 541,368	\$ 539,072	\$ 515,135	\$ 503,926	\$ 448,314	\$ 424,077
Contributions in relation to the contractually required contributions	<u>\$ (634,651)</u>	<u>\$ (593,912)</u>	<u>\$ (561,829)</u>	<u>\$ (580,765)</u>	<u>\$ (541,368)</u>	<u>\$ (539,072)</u>	<u>\$ (515,135)</u>	<u>\$ (503,926)</u>	<u>\$ (448,314)</u>	<u>\$ (424,077)</u>
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$3,114,085	\$2,987,483	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	\$2,842,160	\$2,503,338	\$2,494,358
Contributions as a percentage of covered payroll	20.38%	19.88%	19.88%	19.38%	19.13%	18.88%	18.38%	17.73%	17.91%	17.00%

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF PROPORTIONATE SHARE OF NET OTHER POST EMPLOYMENT BENEFIT (OPEB) LIABILITY  
 For The Last 10 Fiscal Years (As Available)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
District's proportion of the net OPEB liability (asset)	0.030%	0.0301%	0.0315%	0.0327%	0.0347%	0.0339%	0.0358%	-	-	-
District's proportionate share of the net OPEB liability (asset)	\$246,788	\$259,445	\$299,676	\$367,600	\$471,738	\$440,103	\$463,603	-	-	-
District's covered payroll	\$3,114,085	\$2,987,483	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	-	-	-
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	7.92%	8.68%	10.60%	12.26%	16.67%	15.41%	16.54%	-	-	-
Plan fiduciary net position as a percentage of the total OPEB liability	38.57%	39.40%	32.78%	24.49%	17.03%	17.53%	16.72%	-	-	-

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF DISTRICT CONTRIBUTIONS - OPEB  
 For The Last 10 Fiscal Years (As Available)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually required contributions	\$ 31,764	\$ 30,472	\$ 28,826	\$ 30,567	\$ 28,865	\$ 29,125	\$ 28,587	-	-	-
Contributions in relation to the contractually required contributions	<u>\$(31,764)</u>	<u>\$(30,472)</u>	<u>\$(28,826)</u>	<u>\$(30,567)</u>	<u>\$(28,865)</u>	<u>\$(29,125)</u>	<u>\$(28,587)</u>	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	-	-
District's covered payroll	\$3,114,085	\$2,987,483	\$2,826,104	\$2,996,722	\$2,829,940	\$2,855,378	\$2,802,681	-	-	-
Contributions as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	-	-	-

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

OTHER SCHEDULES

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

Pupil Activity Special Revenue Fund – This fund accounts for financial transactions of individual school activity accounts.

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
SCHEDULE OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
BOND REDEMPTION – MAJOR DEBT SERVICE FUND  
For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance- Favorable (Unfavorable)</u>
<u>REVENUES</u>			
Property Taxes	1,000	10	(990)
Specific Ownership Taxes	-	-	-
Earnings on Investments	-	-	-
Other Local Sources	-	38	38
<u>Total Revenues</u>	<u>1,000</u>	<u>48</u>	<u>(952)</u>
 <u>EXPENDITURES</u>			
Debt Service:			
Principal Retirement	255,000	255,000	-
Interest and Fiscal Charges	36,900	26,900	10,000
Other	-	-	-
Contingency	-	-	-
<u>Total Expenditures</u>	<u>291,900</u>	<u>281,900</u>	<u>10,000</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	 <u>(290,900)</u>	 <u>(281,852)</u>	
 <u>OTHER FINANCING SOURCES (USES):</u>			
Transfers	-	-	-
Proceeds From Debt	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</u>	 <u>(290,900)</u>	 <u>(281,852)</u>	
 <u>FUND BALANCE, July 1</u>	 <u>290,900</u>	 <u>854,506</u>	
 <u>FUND BALANCE, June 30</u>	 <u>-</u>	 <u>572,654</u>	

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

PLATEAU VALLEY SCHOOL DISTRICT NUMBER 50  
 SCHEDULE OF ACTIVITIES – BUDGET AND ACTUAL  
 PUPIL ACTIVITY – SPECIAL REVENUE FUND  
 For the Year Ended June 30, 2023

	<u>Budget</u>	<u>Actual</u>	Variance- Favorable (Unfavorable)
<u>REVENUES</u>			
Local Sources	185,000	173,473	(11,527)
State Sources	-	-	-
Federal Sources	-	-	-
<u>Total Revenues</u>	<u>185,000</u>	<u>173,473</u>	<u>(11,527)</u>
 <u>EXPENDITURES</u>			
Supporting Services:			
Students	338,860	169,590	169,270
<u>Total Expenditures</u>	<u>338,860</u>	<u>169,590</u>	<u>169,270</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES</u>	<u>(153,860)</u>	<u>3,883</u>	
 <u>OTHER FINANCING SOURCES (USES):</u>			
Transfers In (Out)	-	-	-
<u>Total Other Financing Sources (Uses)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 <u>REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING SOURCES (USES)</u>	<u>(153,860)</u>	<u>3,883</u>	
 <u>FUND BALANCE, Beginning</u>	<u>153,860</u>	<u>153,860</u>	
 <u>FUND BALANCE, Ending</u>	<u>-</u>	<u>157,743</u>	

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

STATE REQUIRED SCHEDULES

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

**Bolded Balance Sheet**



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 1990 - Plateau Valley 50  
 Fiscal Year 2022-23  
 Colorado School District/BOCES

**Revenues, Expenditures, & Fund Balance by Fund**

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	-	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
<b>Governmental</b>							
19 General Fund	5,236,464		5,320,965		5,043,749		5,515,680
18 Risk Mgmt Sub-Fund of General Fund	0		0		0		0
19 Colorado Preschool Program Fund	8,420		130,630		112,150		26,790
Sub-Total	5,246,885		5,451,494		5,155,899		5,542,380
11 Charter School Fund	0		0		0		0
20-26-23 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	30,985		140,427		165,959		9,433
22 Cost Designated Purpose Grants Fund	0		0		0		0
23 Pub L Activity Special Revenue Fund	152,860		173,473		169,990		157,743
25 Transportation Fund	0		0		0		0
31 Bond Redemption Fund	854,506		47		281,900		572,654
39 Certificate of Participation (COP) Debt Service Fund	0		0		0		0
41 Building Fund	0		0		0		0
42 Special Building Fund	0		0		0		0
43 Capital Reserve Capital Projects Fund	0		0		0		0
46 Supplemental Cap Const, Tech, Main Fund	0		0		0		0
<b>Totals</b>	<b>6,286,236</b>		<b>5,769,442</b>		<b>5,773,448</b>		<b>6,280,230</b>
<b>Proprietary</b>							
50 Other Enterprise Funds	0		0		0		0
64 (63) Fis-Related Activity Fund	0		0		0		0
60-65-69 Other Internal Service Funds	0		0		0		0
<b>Totals</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>
<b>Fiduciary</b>							
70 Other Trust and Agency Funds	0		0		0		0
72 Private Purpose Trust Fund	0		0		0		0
73 Agency Fund	0		0		0		0
74 Full Activity Agency Fund	0		0		0		0
75 GASB 34 Permanent Fund	0		0		0		0
95 Foundations	0		0		0		0
<b>Totals</b>	<b>0</b>		<b>0</b>		<b>0</b>		<b>0</b>
<b>FINAL</b>							<b>0</b>



**Colorado Department of Education**  
**Bolded Balance Sheet Report**  
 District: 1990 - Plateau Valley 50  
 Fiscal Year 2022-23  
 Colorado School District/BOCES

**Governmental**      **Proprietary**      **Fiduciary**

ASSETS	Governmental						Proprietary						Fiduciary			
	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45,47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Cash and Investments (8100-8104,8111)	6,120,124	0	57,329	157,743	0	0	69,344	0	0	0	0	0	0	0	0	6,404,540
Cash with Fiscal Agent (8105)	6,199	0	0	0	0	0	572,654	0	0	0	0	0	0	0	0	578,853
Other Investment Accounts (8112-8115)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Taxes Receivable (8121,8122)	155,650	0	0	0	0	0	0	0	0	0	0	0	0	0	0	155,650
Interfund Loans Receivable (8131,8132)	83,945	0	0	0	0	0	0	0	0	0	0	0	0	0	0	83,945
Grants Accounts Receivable (8142)	50,434	0	0	0	0	0	6,981	0	0	0	0	0	0	0	0	57,415
Other Receivables (8151-8154,8161)	0	0	0	0	0	0	6,645	0	0	0	0	0	0	0	0	6,645
Inventories (8171,8172,8173)	0	0	0	0	0	0	10,342	0	0	0	0	0	0	0	0	10,342
Prepaid Expenses 8181,8182)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Machinery and Equipment (8241,8242,8251)	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Assets</b>	<b>6,416,352</b>	<b>0</b>	<b>57,329</b>	<b>157,743</b>	<b>0</b>	<b>0</b>	<b>93,312</b>	<b>572,654</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,297,390</b>



**FUND EQUITY**

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60, 70-79	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
Non-spendable Fund Balance 6710	0	0	0	0	0	0	10,342	0	0	0	0	0	0	0	0	10,343
Restricted Fund Balance 6720	0	0	0	0	0	0	0	572,654	0	0	0	0	0	0	0	572,654
TABOR 3% Emergency Reserve 6721	151,100	0	0	0	0	0	0	0	0	0	0	0	0	0	0	151,100
TABOR Multi-Year 6722	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
District Emergency Reserve (letter of credit or real estate) 6723	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Colorado Preschool Program (CPP) Reserve 6724	0	0	26,700	0	0	0	0	0	0	0	0	0	0	0	0	26,700
Full-Day Kindergarten Reserve 6725	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Risk-Related / Restricted Capital Reserve 6726	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
BEST Capital Reserve 6727	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Program Reserve 6728	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Committed Fund Balance 6750	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Assigned Fund Balance 6760	0	0	0	157,743	0	0	0	0	0	0	0	0	0	0	0	157,743
Unassigned Fund Balance 6770	5,364,580	0	0	0	0	0	-890	0	0	0	0	0	0	0	0	5,363,690
Invested in Capital Assets, Net of Related Debt 6790	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Restricted Net Assets 6791	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Unrestricted Net Assets 6792	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Prior Period Adjustment: 6880	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total Fund Equity</b>	<b>5,515,680</b>	<b>0</b>	<b>26,700</b>	<b>157,743</b>	<b>0</b>	<b>0</b>	<b>9,453</b>	<b>572,654</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,282,230</b>

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60, 70-79	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
<b>Total Liabilities &amp; Fund Equity</b>	<b>6,416,352</b>	<b>0</b>	<b>27,329</b>	<b>157,743</b>	<b>0</b>	<b>0</b>	<b>55,313</b>	<b>572,654</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>7,297,390</b>

	General Funds 10,12-18	Charter School Fund 11	Preschool Fund 19	Special Revenue Funds 20, 22-29	Supplemental Cap Const Fund 06	Total Program Reserve Fund 07	Food Service Special Revenue Fund 21	Debt Service Funds 30-39	Capital Projects Funds 40-45, 47-49	Supplemental Cap Const Fund 46	Other Enterprise Funds 50, 52-59	Risk-Related Activity Funds 63-64	Other Internal Service Funds 60, 70-79	Trust & Agency Funds 70-79	Foundations Fund 85	Totals
<b>Do Assets=Liability+Fund Equity</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>No</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>	<b>Yes</b>

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