

**ALAMOSA SCHOOL DISTRICT RE-11J  
ALAMOSA, COLORADO**

**FINANCIAL STATEMENTS  
AND THE INDEPENDENT AUDITOR'S REPORT**

**JUNE 30, 2024**

ALAMOSA SCHOOL DISTRICT RE-11J

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## INDEPENDENT AUDITOR'S REPORT

Board of Education  
Alamosa School District RE-11J  
Alamosa, Colorado

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Alamosa School District RE-11J (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the basic financial statements of the District, 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 District as of June 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### Basis of Opinions

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

#### Responsibilities of Management for the Financial Statements

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

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

#### Emphasis of Matter

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

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

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

### **Required Supplementary Information**

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

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual fund statements and budget comparison schedules and the auditor's integrity report listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling the information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, the schedule of expenditures of federal awards, and the auditor's integrity report are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*DMC Auditing and Consulting, LLC*

February 28, 2025  
Bailey, Colorado

ALAMOSA SCHOOL DISTRICT RE11J  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2024

**Management's Discussion and Analysis**

Alamosa School District RE11J encompasses approximately 315 square miles in Alamosa and Conejos Counties, located in the south-central region of Colorado. The District serves the municipality of Alamosa as well as the entire Southern half of the Alamosa County and a small portion of Northern Conejos County. The District serves an enrollment of 2,188 K-12 students.

This management's discussion and analysis of the Alamosa School District RE11J's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2024. 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 note to enhance the reader's understanding of the District's overall financial performance.

**Financial Highlights**

Key financial highlights for the fiscal year ended June 30, 2024 are as follows:

The District's overall net position at the end of fiscal year 23-24 was \$21,262,454. The change in net position of \$7,969 represents the total net change over June 30, 2023 restated net position of \$21,254,485. Net pension and OPEB liabilities of \$43,629,132, along with associated deferred flow, are not recorded at the fund level.

Total District revenue was \$35,273,701. General Revenues of \$24,419,067 include taxes, grants, equalization, general interest and other revenues not restricted to specific programs. Program specific revenues in the form of charges for services and sales and program specific grants and contributions total \$10,854,634.

Total District expenditures were \$35,265,732 for the year ended June 30, 2024.

The District's net capital assets were \$46,258,154.

**Using the Basic Financial Statements**

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the Alamosa School District RE11J as a financial whole, or as an entire operating activity. 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 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 the government-wide 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 the Alamosa School District RE11J, 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.

This is the fourteenth year the School District has prepared financial statements following GASB Statement 34. In this year's financial statements, comparisons to the fiscal year 2023 information are presented alongside the fiscal year 2024 information to enable the reader to draw further conclusions about the District's financial status. The following schedules present condensed financial information for 2024 compared to 2023.

ALAMOSA SCHOOL DISTRICT RE11J  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2024

Fund financial reports provide detailed information about the District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, the fund statements focus on the School District's most significant funds. The District's major governmental funds include the General Fund, the Capital Reserve Funds, the Designated Purpose Grant Fund, and the Bond Redemption Fund. Other governmental funds that are aggregated on the governmental fund financial statements include the Food Service Fund and Student Athletics Fund. Unlike government-wide financial statements, the focus of fund financial statements is directed to specific activities of the District rather than the District as a whole. Except for the General Fund, a specific fund is established to satisfy managerial control over resources or to satisfy finance related legal requirements established by external parties or governmental statues or regulations.

**Governmental Funds** - The District's activities are reported in governmental funds, which focus on how monies flow into and out of those funds and the balances left at fiscal yearend for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial position that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or less financial resources that can be spent in the near future to finance educational programs. The relationship, or difference, between governmental activities reported in the statement of net position and the statement of activities and the governmental funds is reconciled in the financial statements.

The statement of net position and activities include all assets, liabilities and deferred flows using the accrual basis of accounting similar to the accounting system used by most private sector companies. This basis of accounting considers the current year's revenues and expenses regardless of when cash was received or paid.

The two statements report the District's net position and changes in that 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. The cause of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws, enrollment levels, statutorily required reserves, facility conditions, required educational programs and other factors.

ALAMOSA SCHOOL DISTRICT RE11J  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2024

**STATEMENT OF NET POSITION**

The perspective of the statement of net position is of the District as a whole. Following is a summary of the District's net position for the fiscal year ended June 2024.

(In Thousands)	<b>Governmental Activities</b>	
	<b>2023</b>	<b>2024</b>
Assets:		
Current and Other Assets	\$22,271	\$ 20,236
Capital Assets, Net	43,279	46,258
	65,550	66,494
 Deferred Outflows:	 7,794	 13,677
Liabilities:		
Current and Other Liabilities	8,357	8,152
Short-term Liabilities	1,507	733
Long-term Liabilities	4,658	4,408
Net Pension Liability	32,664	42,601
Net Other Post Emp Liability	1,113	1,029
Unamortized Bond Premium	16	5
	48,315	56,928
 Deferred Inflows:	 4,032	 1,980
Net Position:		
Net Investment in Capital Assets		
Net of Related Debt	37,114	41,595
Restricted	6,062	5,522
Unrestricted	(22,178)	(25,855)
Total Net Position	\$20,998	\$ 21,262

ALAMOSA SCHOOL DISTRICT RE11J  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2024

**STATEMENT OF ACTIVITIES**

The Statement of activities reflects the cost of program services and the changes for services and sales, grants, and contributions offsetting those services. The following detail reflects the total cost of services supported by program revenues and general property taxes, unrestricted state entitlements, and other general revenue, resulting in the overall change in net position for the fiscal year 2024.

	<b>Governmental Activities</b>	
	<b>2023</b>	<b>2024</b>
Revenues		
Property Taxes	\$ 6,029,252	\$ 5,599,918
Specific Ownership Taxes	802,906	775,800
Equalization	16,573,033	17,664,752
Earnings on Investments	144,030	331,609
Other Local Services	344,905	46,988
Charges for Services	58,839	496,417
Operating Grants and Contributions	6,336,689	6,791,424
Capital Grants and Contributions	6,660,247	3,566,793
Changes in Pension, OPEB	206,500	-
Total Revenues	<u>37,156,401</u>	<u>35,273,701</u>
Expenditures:		
Instructional Services	17,666,724	20,256,319
Supporting Services:	12,198,650	12,884,160
Food Service	1,714,739	2,066,622
Interest	136,223	58,631
Total Expenditures	<u>31,716,336</u>	<u>35,265,732</u>
Change in Net Position	<u>\$ 5,440,065</u>	<u>\$ 7,969</u>

**GENERAL FUND BUDGETING HIGHLIGHTS**

Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

During the course of fiscal year 2024, the District amended its General Fund budget as needed. The District uses a line-item based budget. The budgeting systems are designed to tightly control line-item expenditures, but provide flexibility for overall budgetary management.

For the General Fund, actual revenues of \$24,067,802 were less than the final budgeted revenues of \$24,555,184 and expenditures of \$24,824,446 were less than budgeted expenditures of \$24,839,750.

ALAMOSA SCHOOL DISTRICT RE11J  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2024

**STATEMENT OF CAPITAL ASSETS**

At the end of 2024, the District had a total of \$46,258,154 invested in capital assets. The following reflects the balances of fiscal year 2024 compared to fiscal year 2023.

	<u>2023</u>	<u>2024</u>
Non Depreciable Assets:		
Land	\$ 1,159,044	\$ 1,159,044
Construction in Progress	6,206,488	11,143,820
Total Non-Depreciable Assets	<u>7,365,532</u>	<u>12,302,864</u>
Depreciable Assets:		
Building and Site Improvements	66,104,692	66,191,860
Vehicles	2,456,937	1,512,333
Equipment	1,701,108	2,709,537
Food Service	1,147,900	1,183,873
Total Depreciable Assets	<u>71,410,637</u>	<u>71,597,603</u>
Less Accumulated Depreciation:		
Buildings and Site Improvements	31,953,436	34,123,087
Vehicles	1,307,911	951,112
Equipment	1,119,648	1,442,127
Food Service	1,116,295	1,125,987
Total Depreciation	<u>35,497,290</u>	<u>37,642,313</u>
Total Capital Assets		
Being Depreciated, Net	<u>35,913,347</u>	<u>33,955,290</u>
Total Capital Assets, Net		
	<u>\$ 43,278,879</u>	<u>\$ 46,258,154</u>

**STATEMENT OF LONG TERM DEBT**

The District's long term debt as of June 30, 2024 was \$5,360,150. This total includes outstanding general obligations bonds for the capital construction projects as well as long term liabilities for compensated absences and early retirement incentives.

Outstanding General Obligation Bonds:

\$4,666,133 of the outstanding bond obligation is the Series 2009 and 2009B for the two elementary schools BEST capital construction project. The final payment is expected in fiscal year 2030. As part of the requirements for the BEST Capital Construction, the District will reserve \$120,000 per year for 10 years to fully fund the maintenance requirement.

During FY24 the District paid off the outstanding bond obligation is the Series 2013A and 2013B for the high school sports complex and AgEd building.

ALAMOSA SCHOOL DISTRICT RE11J  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
For the Fiscal Year Ended June 30, 2024

The District has a long-term liability for the following:

Compensated Absences \$212,570

Early Retirement Incentive \$484,447

**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 accountability for the money it receives. If you have any questions regarding this report or need additional information, please contact the District Office:

Alamosa School District RE11J  
700 Main Street  
Alamosa, CO 81101  
Tel: 719-587-1600  
Fax: 719-587-1712  
Website [www.alamosaschools.org](http://www.alamosaschools.org)

## **BASIC FINANCIAL STATEMENTS**

**ALAMOSA SCHOOL DISTRICT RE-11J**

STATEMENT OF NET POSITION

June 30, 2024

	<u>PRIMARY GOVERNMENTAL ACTIVITIES</u>
<b>ASSETS</b>	
Cash and Investments	\$ 16,554,946
Grants Receivable	3,181,935
Taxes Receivable	464,063
Inventories	35,026
Capital Assets, <i>Not Being Depreciated</i>	12,302,864
Capital Assets, <i>Net of Accumulated Depreciation</i>	<u>33,955,290</u>
<b>TOTAL ASSETS</b>	<u><b>66,494,124</b></u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Pensions, <i>Net of Accumulated Amortization</i>	13,408,481
OPEB, <i>Net of Accumulated Amortization</i>	<u>268,203</u>
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u><b>13,676,684</b></u>
<b>LIABILITIES</b>	
Accounts Payable	1,493,446
Retainage Payable	78,971
Accrued Salaries and Benefits	3,140,355
Unearned Revenue	3,217,988
Accrued Interest Payable	8,752
Noncurrent Liabilities	
Due Within One Year	885,309
Due in More Than One Year	4,474,841
Net Pension Liability	42,600,502
Net OPEB Liability	<u>1,028,630</u>
<b>TOTAL LIABILITIES</b>	<u><b>56,928,794</b></u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Pensions, <i>Net of Accumulated Amortization</i>	1,636,850
OPEB, <i>Net of Accumulated Amortization</i>	<u>342,710</u>
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<u><b>1,979,560</b></u>
<b>NET POSITION</b>	
Net Investment in Capital Assets	41,595,021
Restricted for:	
Debt Service	1,653,182
Emergencies	888,000
Food Service	1,781,204
Maintenance Reserve - BEST Grant	1,200,000
Preschool	64,331
Unrestricted	<u>(25,919,284)</u>
<b>TOTAL NET POSITION</b>	<u><u><b>\$ 21,262,454</b></u></u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**STATEMENT OF ACTIVITIES**  
Year Ended June 30, 2024

FUNCTIONS / PROGRAMS	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGE IN NET POSITION
PRIMARY GOVERNMENT	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT
Governmental Activities	EXPENSES	GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	GOVERNMENTAL ACTIVITIES
Instruction	\$ 20,256,319	\$ -	\$ -	\$ (16,673,723)
Supporting Services	12,884,160	489,508	1,484,977	(7,342,882)
Food Services	2,066,622	6,909	1,723,851	(335,862)
Interest on Long-Term Debt	<u>58,631</u>	<u>-</u>	<u>-</u>	<u>(58,631)</u>
<b>TOTAL GOVERNMENTAL ACTIVITIES</b>	<u>\$ 35,265,732</u>	<u>\$ 496,417</u>	<u>\$ 6,791,424</u>	<u>(24,411,098)</u>
GENERAL REVENUES				
Local Property Taxes				5,599,918
Specific Ownership Taxes				775,800
State Equalization				17,664,752
Grants and Contributions not Restricted to Specific Programs				34,781
Investment Income				331,609
Gain on Sale of Capital Assets				12,207
<b>TOTAL GENERAL REVENUES</b>				<u>24,419,067</u>
<b>CHANGE IN NET POSITION</b>				<b>7,969</b>
NET POSITION, Beginning, as Originally Stated				21,122,085
Correction of Errors - Restatement				<u>132,400</u>
NET POSITION, Beginning, as Restated				<u>21,254,485</u>
NET POSITION, Ending				<u>\$ 21,262,454</u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
June 30, 2024

	GENERAL	GRANTS	DEBT SERVICE
<b>ASSETS</b>			
Cash and Investments	\$ 6,393,902	\$ 2,363,213	\$ 2,925,743
Taxes Receivable	376,825	-	87,238
Grants Receivable	-	1,484,615	-
Interfund Receivables	1,351,047	-	-
Inventory	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 8,121,774</b>	<b>\$ 3,847,828</b>	<b>\$ 3,012,981</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 998,415	\$ 142,499	\$ -
Retainage Payable	-	-	-
Retirement Incentive Payable, Current	23,614	-	-
Accrued Salaries and Benefits	2,518,249	487,341	-
Interfund Payables	-	-	1,351,047
Unearned Revenue	-	3,217,988	-
<b>TOTAL LIABILITIES</b>	<b>3,540,278</b>	<b>3,847,828</b>	<b>1,351,047</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes	174,715	-	57,099
<b>FUND BALANCES</b>			
Nonspendable Inventory	-	-	-
Restricted for:			
Debt Service	-	-	1,604,835
Emergencies	888,000	-	-
Food Service	-	-	-
Maintenance Reserve - BEST Grant	1,200,000	-	-
Preschool	64,331	-	-
Assigned to:			
Capital Projects	-	-	-
Student Activities	-	-	-
Unassigned	2,254,450	-	-
<b>TOTAL FUND BALANCES</b>	<b>4,406,781</b>	<b>-</b>	<b>1,604,835</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 8,121,774</b>	<b>\$ 3,847,828</b>	<b>\$ 3,012,981</b>

CAPITAL PROJECTS	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
\$ 2,931,786	\$ 1,940,302	\$ 16,554,946
-	-	464,063
1,500,529	196,791	3,181,935
-	-	1,351,047
-	35,026	35,026
<u>\$ 4,432,315</u>	<u>\$ 2,172,119</u>	<u>\$ 21,587,017</u>
\$ 254,016	\$ 98,516	\$ 1,493,446
78,971	-	78,971
-	134,765	23,614
-	-	3,140,355
-	-	1,351,047
-	-	3,217,988
<u>332,987</u>	<u>233,281</u>	<u>9,305,421</u>
-	-	231,814
-	35,026	35,026
-	-	1,604,835
-	-	888,000
-	1,781,204	1,781,204
-	-	1,200,000
-	-	64,331
4,099,328	-	4,099,328
-	122,608	122,608
-	-	2,254,450
<u>4,099,328</u>	<u>1,938,838</u>	<u>12,049,782</u>
\$ <u>4,432,315</u>	\$ <u>2,172,119</u>	\$ <u>21,587,017</u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
June 30, 2024

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

Total Fund Balances of Governmental Funds	\$	12,049,782
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.		46,258,154
Long-term assets are not available to pay current year expenditures and, therefore, are deferred in governmental funds. This amount represents property taxes earned but not available as current financial resources.		231,814
Long-term liabilities and related items are not due and payable in the current year and, therefore, are not reported in governmental funds:		
Accrued Interest Payable		(8,752)
Bonds Payable		(4,657,718)
Early Retirement Incentive Payable		(460,833)
Bond Premium		(5,415)
Accrued Compensated Absences		(212,570)
Net Pension Liability		(42,600,502)
Pension-Related Deferred Outflows of Resources		13,408,481
Pension-Related Deferred Inflows of Resources		(1,636,850)
Net OPEB Liability		(1,028,630)
OPEB-Related Deferred Outflows of Resources		268,203
OPEB-Related Deferred Inflows of Resources		(342,710)
		(42,600,502)
Total Net Position of Governmental Activities	\$	21,262,454

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
Year Ended June 30, 2024

	GENERAL	GRANTS	DEBT SERVICE
REVENUES			
Local Sources	\$ 5,376,862	\$ 117,139	\$ 1,246,547
County Sources	3,073	-	-
State Sources	18,687,867	533,188	-
Federal Sources	-	3,394,131	-
	<u>24,067,802</u>	<u>4,044,458</u>	<u>1,246,547</u>
TOTAL REVENUES			
EXPENDITURES			
Current			
Instruction	14,240,987	1,390,062	-
Supporting Services	10,583,459	1,920,925	-
Food Services	-	-	-
Capital Outlay	-	733,471	-
Debt Service			
Principal	-	-	1,507,348
Interest and Fiscal Charges	-	-	76,211
	<u>24,824,446</u>	<u>4,044,458</u>	<u>1,583,559</u>
TOTAL EXPENDITURES			
EXCESS REVENUES OVER (UNDER) EXPENDITURES	<u>(756,644)</u>	<u>-</u>	<u>(337,012)</u>
OTHER FINANCING SOURCES (USES)			
Proceeds from Sale of Capital Assets	12,207	-	-
Transfers In	-	-	-
Transfers Out	(400,000)	-	-
	<u>(387,793)</u>	<u>-</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)			
CHANGE IN FUND BALANCES	(1,144,437)	-	(337,012)
FUND BALANCES, Beginning, as Originally Stated	5,551,218	-	1,941,847
Correction of Errors - Restatement	-	-	-
	<u>5,551,218</u>	<u>-</u>	<u>1,941,847</u>
FUND BALANCES, Beginning, as Restated			
FUND BALANCES, Ending	<u>\$ 4,406,781</u>	<u>\$ -</u>	<u>\$ 1,604,835</u>

CAPITAL PROJECTS	NONMAJOR GOVERNMENTAL FUNDS	TOTAL
\$ 304	\$ 496,791	\$ 7,237,643
-	-	3,073
3,566,793	175,073	22,962,921
<u>-</u>	<u>1,548,778</u>	<u>4,942,909</u>
<u>3,567,097</u>	<u>2,220,642</u>	<u>35,146,546</u>
-	1,170,092	16,801,141
-	-	12,504,384
-	1,978,872	1,978,872
4,068,420	-	4,801,891
-	-	1,507,348
<u>-</u>	<u>-</u>	<u>76,211</u>
<u>4,068,420</u>	<u>3,148,964</u>	<u>37,669,847</u>
<u>(501,323)</u>	<u>(928,322)</u>	<u>(2,523,301)</u>
-	-	12,207
-	400,000	400,000
<u>-</u>	<u>-</u>	<u>(400,000)</u>
<u>-</u>	<u>400,000</u>	<u>12,207</u>
(501,323)	(528,322)	(2,511,094)
4,476,656	2,467,160	14,436,881
123,995	-	123,995
<u>4,600,651</u>	<u>2,467,160</u>	<u>14,560,876</u>
<u>\$ 4,099,328</u>	<u>\$ 1,938,838</u>	<u>\$ 12,049,782</u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
Year Ended June 30, 2024

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

Net Change in Fund Balances of Governmental Funds	\$	(2,511,094)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as follows:		
Depreciation Expense		(2,401,360)
Capital Outlay		5,248,235
Revenues that do not provide current financial resources are deferred in the governmental fund financial statements but are recognized in the government-wide financial statements. This amount represents the change in deferred property taxes.		
		114,948
The repayment of long-term debt principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position and does not affect the statement of activities.		
		1,507,348
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position and does not affect the statement of activities. This is the effect of these differences in the treatment of long-term debt and related items as follows:		
Amortization of Bond Premiums and Deferred Refunding		10,998
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This includes the changes in the following:		
Accrued Interest Payable		6,582
Accrued Compensated Absences		(16,855)
Early Retirement Incentive		(32,604)
Net Pension Liability		(9,936,544)
Pension-Related Deferred Outflows of Resources		5,862,178
Pension-Related Deferred Inflows of Resources		1,964,640
Net OPEB Liability		84,281
OPEB-Related Deferred Outflows of Resources		19,568
OPEB-Related Deferred Inflows of Resources		87,648
Change in Net Position of Governmental Activities	\$	<u><u>7,969</u></u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies**

The accounting policies of the Alamosa School District RE-11J (the District) conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following is a summary of the District's more significant policies.

**Reporting Entity**

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

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

**Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these financial statements. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. *Governmental activities*, which are supported by taxes and intergovernmental revenues, are reported in a single column.

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

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

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

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

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

The *Grant Fund* is used to account for restricted state and federal grants which must be expended as designated by the grantor agency.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

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

The *Debt Service Fund* is used to account for the proceeds of specific revenue sources that are legally restricted for the payment of general obligation debt.

The *Capital Projects Fund* is used to account for the resources accumulated to acquire capital assets.

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collected within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the District considers property tax revenues to be available if they are collected within 60 days of the end of the current year. The District considers all other revenues to be available if they are collected within 180 days of the end of the current year.

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

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

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

**Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balance / Net Position**

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

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

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

*Interfund Receivables and Payables* - Certain transactions between individual funds result in receivables and payables, which are classified on the balance sheet as *interfund receivables* and *interfund payables*.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balance / Net Position (Continued)**

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

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

Buildings and Improvements	10 - 30 years
Equipment	6 - 12 years
Vehicles	12 years

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

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

*Unearned Revenue* - Unearned revenues include grants that have been collected but the corresponding expenditures have not been incurred and the eligibility criteria have not been met.

*Deferred Inflows of Resources* - This separate financial statement element represents an acquisition of net assets by the District that is applicable to a future reporting period. Deferred inflows of resources in the governmental fund financial statements include property taxes earned but not available as current financial resources.

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

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 1: Summary of Significant Accounting Policies (Continued)**

**Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Fund Balance / Net Position (Continued)**

*Compensated Absences* – Classified personnel accrue leave depending on their years of experience with the District. Any accrued days above 58 are paid out at year end. Any employee who retires according to PERA eligibility is paid out their remaining leave days at the current substitute daily rate.

These compensated absences are recognized as expenditures in the governmental funds when due. A long-term liability is reported in the government-wide financial statements for the accrued compensated absences when earned.

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

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

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

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

**Property Taxes**

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 2: Cash and Investments**

At June 30, 2024, the District had the following cash and investments:

Deposits	\$ 10,519,093
Investments	<u>6,035,853</u>
Total	<u>\$ 16,554,946</u>

**Deposits**

The Colorado Public Deposit Protection Act (PDPA) requires local government entities to deposit cash in eligible public depositories. Eligibility is determined by State regulations. Amounts on deposit in excess of federal insurance levels must be collateralized by eligible collateral as determined by the PDPA. The PDPA allows the financial institution to create a single collateral pool for all public funds held. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the collateral must be at least equal to 102% of the uninsured deposits. At June 30, 2024, the District had bank deposits of \$11,410,652 collateralized with securities held by the financial institution's agent but not in the District's name.

**Investments**

The District is required to comply with State statutes which specify investment instruments meeting defined rating, maturity, and concentration risk criteria in which local governments may invest, which include the following. State statutes do not address custodial risk.

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

*Fair Value Measurements* - At June 30, 2024, the District's investments in the local government investment pool reported at the net asset value per share.

*Interest Rate Risk* - State statutes generally limit investments to an original maturity of five years from the date of purchase unless the governing board authorizes the investment for a period in excess of five years.

*Credit Risk* - State statutes limit investments in money market funds to those that maintain a constant share price, with a maximum remaining maturity in accordance with the Securities and Exchange Commission's Rule 2a-7, and either have assets of one billion dollars or the highest rating issued by one or more nationally recognized statistical rating organizations (NRSROs).

*Concentration of Credit Risk* - State statutes do not limit the amount the District may invest in a single issuer of investment securities, except for corporate securities.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 2: Cash and Investments (Continued)**

**Investments (Continued)**

*Local Government Investment Pool* - At June 30, 2024, the District had \$6,035,853 invested in the Colorado Local Government Liquid Asset Trust Plus (Colotrust). Colotrust is an investment vehicle established for local government entities in Colorado to pool surplus funds. The Colorado Division of Securities administers and enforces the requirements of creating and operating Colotrust. Colotrust operates in conformity with the Securities and Exchange Commission's Rule 2a-7. Colotrust is measured at the net asset value per share, with each share valued at \$1. Colotrust is rated AAAM by Standard and Poor's. Investments of Colotrust is limited to those allowed by State statutes. A designated custodial bank provides safekeeping and depository services in connection with the direct investment and withdrawal functions. The custodian's internal records identify the investments owned by the participating governments.

**NOTE 3: Interfund Balances and Transfers**

At June 30, 2024, the Debt Service Fund owed the General Fund \$1,351,047 for advance debt service payments.

During the year ended June 30, 2024, the District transferred \$400,000 from the General Fund to the Student Activity Fund to subsidize extra-curricular student activities.

**NOTE 4: Capital Assets**

Capital asset activity for the year ended June 30, 2024, is summarized below.

	Balance 6/30/2023	Additions	Deletions	Balance 6/30/2024
<b>Governmental Activities:</b>				
Capital Assets, Not Being Depreciated:				
Land	\$ 1,159,044	\$ -	\$ -	\$ 1,159,044
Construction in Progress	6,338,888	4,804,932	-	11,143,820
Total Capital Assets, Not Being Depreciated	<u>7,497,932</u>	<u>4,804,932</u>	<u>-</u>	<u>12,302,864</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements	66,104,692	87,168	-	66,191,860
Equipment	1,701,108	47,662	236,437	1,512,333
Vehicles	2,456,937	272,500	19,900	2,709,537
Food Service	1,147,900	55,873	19,900	1,183,873
Total Capital Assets, Being Depreciated	<u>71,410,637</u>	<u>463,203</u>	<u>276,237</u>	<u>71,597,603</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(31,953,436)	(2,169,651)	-	(34,123,087)
Equipment	(1,119,648)	(67,901)	(236,437)	(951,112)
Vehicles	(1,307,911)	(154,116)	(19,900)	(1,442,127)
Food Service	(1,116,295)	(9,692)	-	(1,125,987)
Total Accumulated Depreciation	<u>(35,497,290)</u>	<u>(2,401,360)</u>	<u>(256,337)</u>	<u>(37,642,313)</u>
Total Capital Assets, Being Depreciated, Net	<u>35,913,347</u>	<u>(1,938,157)</u>	<u>19,900</u>	<u>33,955,290</u>
Capital Assets, Governmental Activities, Net	<u>\$ 43,411,279</u>	<u>\$ 2,866,775</u>	<u>\$ 19,900</u>	<u>\$ 46,258,154</u>

**NOTE 4: Capital Assets (Continued)**

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

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

Instruction	\$ 2,246,435
Supporting Services	145,233
Food Service	9,692
Total	\$ 2,401,360

Construction in Progress beginning balances have been increased by \$132,400 for prior period adjustments, as indicated in Note 11.

**NOTE 5: Long-Term Debt**

Following is a summary of long-term debt transactions for the year ended June 30, 2024.

	Balance 6/30/2023	Additions	Reductions	Balance 6/30/2024	Due in One Year
<b>Governmental Activities</b>					
G.O. Matching Bonds, Series 2009	\$ 4,670,066	\$ -	\$ 632,348	\$ 4,037,718	\$ 643,949
G.O. Bonds, Series 2009B	705,000	-	85,000	620,000	90,000
G.O. Bonds, Series 2013A	790,000	-	790,000	-	-
Premiums, 2009 and 2013	16,413	-	10,998	5,415	-
Early Retirement	445,551	188,992	150,096	484,447	151,360
Compensated Absences	195,715	16,855	-	212,570	-
Total Long-Term Debt	\$ 6,822,745	\$ 205,847	\$ 1,668,442	\$ 5,360,150	\$ 885,309

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

**General Obligation Bonds, Series 2009**

The District issued general obligation debts on August 12, 2009, and November 17, 2009, respectively, for the purpose of constructing District Facilities. The Series 2009 Matching Money Bonds of \$10,484,032 were used to match \$24,948,623 in State of Colorado - BEST Program funds as required under the State of Colorado Building Excellent Schools Today Qualified School Construction Program. In addition to the series 2009 Matching Money Bonds and the BEST program funds, the District used \$1,515,000 of Series 2009B General Obligation Bonds to complete the building project. The Series 2009 Matching Money Bonds were issued at an interest rate 4.135204% per annum. The interest rates on the Series 2009B General Obligation Bonds range from 4.5% to 5.4%. During 2023, a repayment amendment to decrease the interest rate to 1.77% based on a redemption option was exercised. The updated payment schedule is presented below.

At the completion of construction, the District will fund \$120,000 per year for 10 years to fully fund the maintenance reserve requirement of the BEST Grant agreement.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 5: Long-Term Debt (Continued)**

**General Obligation Bonds, Series 2013**

On March 20, 2013, the District issued \$4,990,000 in General Obligation Bonds bearing interest rate ranging from 2.0% to 4.0% (at a premium of \$823,063), \$1,555,000 in General Obligation Refunding Bonds to advance refund \$1,680,000 of 2003 General Obligation Refunding Bonds with an average interest rate of 3.33%, and \$212,285 of Capital Appreciation Bonds. This debt was paid in full in 2024. Bond payments to maturity are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 733,949	\$ 96,892	\$ 830,841
2026	749,721	80,391	830,112
2027	764,650	63,436	828,086
2028	783,722	45,999	829,721
2029	801,802	28,052	829,854
2030	823,874	9,476	833,350
Total	<u>\$ 4,657,718</u>	<u>\$ 324,246</u>	<u>\$ 4,981,964</u>

**Early Retirement Bonuses Payable**

A bonus is paid by the District to retirees meeting the requirements outlined in policy reaching age (50) and years of service (15). The bonus is paid in equal annual installments over five years beginning no later than the July or January immediately following retirement. The bonus is calculated as a percentage of salary as listed in the salary schedule. Percentages range from 40% to 75%. Amounts due within 60 days of year end are included in the General Fund as a liability.

**NOTE 6: Risk Management**

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

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 7: Defined Benefit Pension Plan**

**General Information**

*Plan Description* - The District contributes to the School Division Trust Fund (SDTF), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). All employees of the District participate in the SDTF. Title 24, Article 51 of the Colorado Revised Statutes (CRS), administrative rules set at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code assign the authority to establish and amend plan provisions to the State Legislature. PERA issues a publicly available annual comprehensive financial report, that includes information on the SDTF, which may be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

*Benefits Provided as of December 31, 2023* - The SDTF provides retirement, disability, and survivor benefits to plan participants or their beneficiaries. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure in place, the benefit option selected at retirement, and age at retirement. The retirement benefit is the greater of the a) highest average salary over five years multiplied by 2.5% and then multiplied by years of service credit, or b) the value of the participant's contribution account plus an equal match on the retirement date, annualized into a monthly amount based on life expectancy and other actuarial factors. In no case can the benefit amount exceed the highest average salary, or the amount allowed by applicable federal regulations.

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

Disability benefits are available for eligible employees once they reach five years of earned service credit and meet the definition of a disability. The disability benefit amount is based on the retirement benefit formula described previously, considering a minimum of 20 years of service credit.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure in place, and the qualified survivor receiving the benefits.

*Contributions provisions as of June 30, 2024* - The District, State, and eligible employees are required to contribute to the SDTF at rates established by Title 24, Article 51, Part 4 of the CRS. These contribution requirements are established and may be amended by the State Legislature. The contribution rate for employees was 11% for the period from July 1, 2023, through June 30, 2024. The District's contribution rate for the fiscal year was 21.40% of covered salaries. However, a portion of the District's contribution (1.02% of covered salaries) is allocated to the Health Care Trust Fund (Note 8). The District's contributions to the SDTF for the year ended June 30, 2024, were \$3,478,536, equal to the required contributions.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

**General Information (Continued)**

For the purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the SDTF and is considered to meet the definition of a special funding situation. As specified in CRS § 24-51-414, the State of Colorado is required to contribute a \$225 million direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SDTF based on the proportionate amount of annual payroll of the SDTF to the total annual payroll of the SDTF. Direct distribution from the State was suspended in 2020. To compensate PERA for the suspension, CRS § 24-51-414(6-8) required restorative payment by providing an accelerated payment in 2022. In 2022, the State Treasurer issued payment for the direct distribution of \$225 million plus an additional amount of \$380 million. Due to the advanced payment made in 2022, the State reduced the distribution in 2023 to \$35 million. Additionally, the newly added CRS § 24-51-414(9) provides compensatory payment of \$14.561 million for 2023 only.

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

The net pension liability was measured at December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll forward the total pension liability to December 31, 2023.

The District's proportion of the net pension liability was based on the District's contributions to the SDTF for the calendar year ended December 31, 2023, relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At December 31, 2023, the District's proportion was 0.2409064382%, which was an increase of 0.0615274257% from its proportion measured at December 31, 2023.

At June 30, 2024, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for State pension support provided to the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$ 42,600,502
State's proportionate share of the net pension liability as a nonemployer contributing entity associated with the District	<u>934,103</u>
Total	<u>\$ 43,534,605</u>

For the year ended June 30, 2024, the District recognized pension expense of \$5,582,405 and a revenue of (\$71,169) for support from the State as a nonemployer contributing entity. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 2,020,072	\$ -
Net difference between projected and actual earnings on plan investments	3,053,795	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	6,573,148	1,636,850
Contributions subsequent to the measurement date	1,761,466	-
Total	<b>\$ 13,408,481</b>	<b>\$ 1,636,850</b>

District contributions subsequent to the measurement date of \$1,761,466 will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ended June 30,</u>			
2025		\$	2,454,960
2026			4,623,533
2027			3,783,155
2028			(851,483)
Total		\$	10,010,165

*Actuarial Assumptions* - The actuarial valuation as of December 31, 2022, determined the total pension liability using the following actuarial assumptions and other inputs.

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

Post-retirement benefit increases are provided by the annual increase reserve, accounted for separately in SDTF, and subject to resources being available. Therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

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

Post-retirement non-disabled mortality assumptions were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows: 1) males: 112% of the rates prior to age 80 and 94% of the rates for ages 80 and older, with generational projection using scale MP-2019 and 2) females: 83% of the rates prior to age 80 and 106% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows: 1) males: 97% of the rates for all ages, with generational projection using scale MP-2019 and 2) females: 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions 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, 2022, 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 and asset/liability studies performed every three to five years for PERA. Recently this assumption has been reviewed more frequently. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 7: Defined Benefit Pension Plan (Continued)**

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

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

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

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in Senate Bill (SB) 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan participants were used to reduce the estimated amount of total service costs for future plan members.
- District contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200, required adjustments resulting from the 2018 and 2020 AAP assessments. District contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated District contributions reflect reductions for the funding of the annual increase reserve and retiree health care benefits. For future plan members, District contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the state, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million, commencing July 1, 2018, that is proportioned between the PERA Division Trust Funds, including SDTF, based upon the covered payroll. The annual direct distribution ceases when all PERA Division Trust Funds are fully funded.

**NOTE 7: Defined Benefit Pension Plan (Continued)**

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

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

- District contributions and the amount of total service costs for future plan participants were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The annual increase reserve balance was excluded from the initial fund net position, as, per statute, annual increase reserve amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. Annual increase reserve transfers to the fiduciary net position and the subsequent annual increase reserve benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the fiduciary net position as of the current measurement date is used as a starting point for the GASB 67 projection test.

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

*Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate* - The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as the District’s proportionate share of the net pension liability if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, as follows:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Proportionate share of the net pension liability	<u>\$ 56,963,958</u>	<u>\$ 42,600,502</u>	<u>\$ 30,623,118</u>

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits**

**General Information**

*Plan Description* - All employees of the District are eligible to receive postemployment benefits other than pensions (OPEB) through the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the Public Employees' Retirement Association of Colorado (PERA). Title 24, Article 51, Part 12 of the Colorado Revised Statutes (CRS), 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 administration of the premium subsidies. CRS provisions may be amended by the Colorado General Assembly. PERA issues a publicly available financial report, that includes information on the HCTF, which may be obtained at [www.copera.org/investments/pera-financial-reports](http://www.copera.org/investments/pera-financial-reports).

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

CRS § 24-51-1202 et seq. specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. The basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contributions account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

*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, and \$115 per month for benefit recipients who are over 65 years of age or who are under 65 years of age and entitled to Medicare. The maximum subsidy is based on 20 or more years of service. The subsidy is reduced by 5% for each year of service less than 20 years. The benefit recipient pays the remaining portion of the premium not covered by the subsidy.

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, CRS § 24-51-12-6(4) provides an additional subsidy. According to the State 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 on behalf of recipients not covered by Medicare Part A.

*Contributions* - As established by Title 24, Article 51, Section 208(1)(f) of the CRS, as amended, 1.02% of the District's contributions to the School Division Trust Fund (SDTF) (Note 7) are apportioned to the HCTF. No employee contributions are required. These contribution requirements are established and may be amended by the State Legislature. The District's apportionment to the HCTF for the year ended June 30, 2024, was \$174,097, equal to the required amount.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

At June 30, 2024, the District reported a net OPEB liability of \$1,028,630, representing its proportionate share of the net OPEB liability of the HCTF. The net OPEB liability was measured at December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll forward the total OPEB liability to December 31, 2023.

The District's proportion of the net OPEB liability was based on the District's contributions to the HCTF for the calendar year ended December 31, 2023, relative to the contributions of all participating employers.

At December 31, 2023, the District's proportion was 0.1441211434%, which was an increase of 0.0078149569% from its proportion measured at December 31, 2022. For the year ended June 30, 2024, the District recognized OPEB expense of (\$15,701). At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 210,833
Changes of assumptions and other inputs	12,096	109,067
Net difference between projected and actual earnings on plan investments	31,815	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	136,132	22,810
Contributions subsequent to the measurement date	88,160	-
Total	\$ 268,203	\$ 342,710

District contributions subsequent to the measurement date of \$88,160 will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 210,833
Changes of assumptions and other inputs	12,096	109,067
Net difference between projected and actual earnings on plan investments	31,815	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	136,132	22,810
Contributions subsequent to the measurement date	88,160	-
Total	\$ 268,203	\$ 342,710

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)**

*Actuarial Assumptions* - The actuarial valuation as of December 31, 2022, determined the total OPEB liability using the following actuarial cost method, actuarial assumptions, and other inputs, applied to all periods included in the measurement.

Actuarial Cost Method	Entry Age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.80% - 11.50%
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates:	
Service-based premium subsidy	0.0%
PERACare Medicare plans	
7% in 2023, gradually decreasing to 4.5% in 2033	
Medicare Part A premiums:	
3.5% in 2023, gradually increasing to 4.5% in 2035	

The total OPEB liability for the HCTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, allowable under CRS § 24-51-313, of Tri-County Health Department (Tri-County Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the fiduciary net position as of the December 31, 2022, measurement date.

Annually, the per capita health care costs are developed by plan option. At December 31, 2023, the plan options include 2022 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies to all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

Age-Related Morbidity Assumptions		
Participant Age	Annual Increase (Male)	Annual Increase (Female)
65-68	2.2%	2.3%
69	2.8%	2.2%
70	2.7%	1.6%
71	3.1%	0.5%
72	2.3%	0.7%
73	1.2%	0.8%
74	0.9%	1.5%
75-85	0.9%	1.3%
86 and Older	0.0%	0.0%

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

Sample Age	MAPD PPO #1 with Medicare Part A for Retiree / Spouse		MAPD PPO #2 with Medicare Part A for Retiree / Spouse		MAPD HMO (Kaiser) with Medicare Part A for Retiree / Spouse	
	Male	Female	Male	Female	Male	Female
	65	\$ 1,692	\$ 1,406	\$ 579	\$ 481	\$ 1,913
70	\$ 1,901	\$ 1,573	\$ 650	\$ 538	\$ 2,149	\$ 1,778
75	\$ 2,100	\$ 1,653	\$ 718	\$ 566	\$ 2,374	\$ 1,869

  

Sample Age	MAPD PPO #1 without Medicare Part A for Retiree / Spouse		MAPD PPO #2 without Medicare Part A for Retiree / Spouse		MAPD HMO (Kaiser) without Medicare Part A for Retiree / Spouse	
	Male	Female	Male	Female	Male	Female
	65	\$ 6,469	\$ 5,373	\$ 4,198	\$ 3,487	\$ 6,719
70	\$ 7,266	\$ 6,011	\$ 4,715	\$ 3,900	\$ 7,546	\$ 6,243
75	\$ 8,026	\$ 6,319	\$ 5,208	\$ 4,101	\$ 8,336	\$ 6,563

The 2022 Medicare Part A premium is \$506 per month. All costs are subject to the health care cost trend rates.

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2022, 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.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

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

Measurement Year	PERACare Medicare Plans	Medicare Part A Premiums
2023	7.00%	3.50%
2024	6.75%	3.50%
2025	6.50%	3.75%
2026	6.25%	3.75%
2027	6.00%	4.00%
2028	5.75%	4.00%
2029	5.50%	4.00%
2030	5.25%	4.25%
2031	5.00%	4.25%
2032	4.75%	4.25%
2033	4.50%	4.25%
2034	4.50%	4.25%
2035+	4.50%	4.50%

Mortality assumptions used in the December 31, 2022, valuation for the determination of the total pension liability, reflect generational mortality and were applied, as applicable, in the determination of the total OPEB liability for the HCTF, but developed using a headcount-weighted basis. SDTF participates in the HCTF (Note 7).

The pre-retirement mortality assumptions for the SDTF were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019. Post-retirement non-disabled mortality assumptions for the SDTF were based upon the PubT-2010 Healthy Retiree Table, adjusted as follows: 1) males: 112% of the rates prior to age 80 and 94% of the rates for ages 80 and older, with generational projection using scale MP-2019 and 2) females: 83% of the rates prior to age 80 and 106% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows: 1) males: 97% of the rates for all ages, with generational projection using scale MP-2019 and 2) females: 105% of the rates for all ages, with generational projection using scale MP-2019. Disabled mortality assumptions for SDTF members were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

The health care costs assumptions were updated and used in the roll-forward calculation for the HCTF. Per capita health care costs as of the December 31, 2022, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to attain age 65 and older ages and are not eligible for premium-free Medicare Part A benefits were updated to reflect the costs for the 2023 plan year. The morbidity rates used to estimate individual retiree and spouse costs by age and by gender were updated effective for the December 31, 2022, actuarial valuation. The revised morbidity rate factors are based on a review of historical claims experience by age, gender, and status from actuary's claims data warehouse. The healthcare cost trend rates applicable to health care premiums were revised to reflect the then-current expectation of future increases in those premiums. Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by PERA's actuary.

The actuarial assumptions used in the December 31, 2022, valuations were based on the results of the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, 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 performed at least every five years, and asset/liability studies, performed every three to five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020.

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

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 8: Postemployment Healthcare Benefits (Continued)**

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

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

*Discount rate* - The discount rate used to measure the total OPEB liability was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions. 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, 2023, 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%.
- 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.
- Beginning with the December 31, 2023, measurement date and thereafter, the fiduciary net position as of the current measurement date is used as a starting point for the GASB 74 projection test.
- As of December 31, 2023, measurement date, the fiduciary net position and related disclosure components for the HCTF reflect payments related to disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of December 31, 2023, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

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

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
 June 30, 2024

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

	<u>1% Decrease</u> <u>in Trend Rates</u>	<u>Current Trend</u> <u>Rates (7.25%)</u>	<u>1% Increase</u> <u>in Trend Rates</u>
Initial PERACare Medicare trend rate	5.75%	6.75%	7.75%
Ultimate PERACare Medicare trend rate	3.50%	4.50%	5.50%
Initial Medicare Part A trend rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A trend rate	3.50%	4.50%	5.50%
Net OPEB Liability	<u>\$ 999,107</u>	<u>\$ 1,028,630</u>	<u>\$ 1,060,745</u>

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

	<u>1% Decrease</u> <u>(6.25%)</u>	<u>Current Discount</u> <u>Rate (7.25%)</u>	<u>1% Increase</u> <u>(8.25%)</u>
Proportionate share of the net OPEB liability	<u>\$ 1,214,941</u>	<u>\$ 1,028,630</u>	<u>\$ 869,241</u>

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

**NOTE 9: Commitments and Contingencies**

**Claims and Judgments**

The District participates in a number of federal, state, and local programs that are fully or partially funded by grants received from other governmental entities. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the District may be required to reimburse the grantor government. At June 30, 2024, significant amounts of grant expenditures have not been audited but management believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the District.

**Tabor Amendment**

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

In November 1998, the registered voters approved a ballot resolution authorizing Alamosa School District RE-11J to collect, retain and expend all revenues from any source provided that no property tax mill levy be increased without the consent of the voters.

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**NOTES TO THE FINANCIAL STATEMENTS**  
June 30, 2024

**NOTE 9: Commitments and Contingencies**

**Tabor Amendment** (Continued)

The Amendment requires the District to establish a reserve for emergencies, representing 3% of qualifying expenditures. At June 30, 2024, the District’s emergency reserve was reported as restricted fund balance in the General Fund, in the amount of \$888,000.

**Litigation**

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

**NOTE 10: Joint Venture**

The District, in conjunction with other surrounding districts, participates in the San Luis Valley Board of Cooperative Educational Services (BOCES). The BOCES is an organization that provides member districts educational services at a shared lower cost per district. The BOCES board is comprised of one member from each participating district. During the year ended June 30, 2024, the District contributed \$195,154 to the BOCES. Separate financial statements for the BOCES are available at 2261 Enterprise Drive, Alamosa, Colorado 81101, or online at [www.slvboces.org](http://www.slvboces.org).

**NOTE 11: Correction of an Error – Restatement**

The District identified a correction of errors related to prior year balances in the governmental funds, including capital projects fund, and government-wide financial statements. These corrections were made for the prior year to properly record HVAC project retainage payable that should have been accrued and recorded as construction in progress. The impact on the restatement at June 30, 2023, is reported as follows.

	Capital Projects Fund	Total Governmental Funds	Governmental Activities
Net Position/Fund Balance, Beginning, as Originally Stated	\$ 4,476,656	\$ 14,436,881	\$ 20,998,090
Capital Assets, Not Being Depreciated	-	-	132,400
BEST Grant Revenue and Expenses, Net	123,995	123,995	123,995
Net Position/Fund Balance, Beginning, as Restated	\$ 4,600,651	\$ 14,560,876	\$ 21,254,485

**REQUIRED SUPPLEMENTARY INFORMATION**

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources	\$ 5,167,843	\$ 5,024,826	\$ 5,376,862	\$ 352,036
County Sources	-	-	3,073	3,073
State Grants	19,360,469	19,530,358	18,687,867	(842,491)
<b>TOTAL REVENUES</b>	<u>24,528,312</u>	<u>24,555,184</u>	<u>24,067,802</u>	<u>(487,382)</u>
<b>EXPENDITURES</b>				
Current				
Instruction	13,044,149	14,077,207	14,240,987	(163,780)
Supporting Services				
Students	1,139,190	1,139,190	873,956	265,234
Instructional Staff	461,410	461,410	366,984	94,426
General Administration	816,350	816,350	684,384	131,966
School Administration	1,949,713	1,949,713	1,998,587	(48,874)
Business Services	815,900	898,972	894,406	4,566
Operations and Maintenance	2,471,030	2,496,030	2,892,991	(396,961)
Student Transportation	1,144,970	1,164,970	1,081,315	83,655
Central Support	1,745,850	1,835,908	1,790,836	45,072
<b>Total Supporting Services</b>	<u>10,544,413</u>	<u>10,762,543</u>	<u>10,583,459</u>	<u>179,084</u>
<b>TOTAL EXPENDITURES</b>	<u>23,588,562</u>	<u>24,839,750</u>	<u>24,824,446</u>	<u>15,304</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>939,750</u>	<u>(284,566)</u>	<u>(756,644)</u>	<u>(472,078)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sale of Capital Assets	-	-	12,207	12,207
Transfers Out	(600,000)	(600,000)	(400,000)	200,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(600,000)</u>	<u>(600,000)</u>	<u>(387,793)</u>	<u>212,207</u>
<b>CHANGE IN FUND BALANCE</b>	339,750	(884,566)	(1,144,437)	(259,871)
<b>FUND BALANCE, Beginning</b>	<u>7,909,626</u>	<u>7,556,808</u>	<u>5,551,218</u>	<u>(2,005,590)</u>
<b>FUND BALANCE, Ending</b>	<u>\$ 8,249,376</u>	<u>\$ 6,672,242</u>	<u>\$ 4,406,781</u>	<u>\$ (2,265,461)</u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BUDGETARY COMPARISON SCHEDULE**  
**GRANTS FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources	\$ 150,000	\$ 1,953,847	\$ 117,139	\$ (1,836,708)
State Sources	400,000	400,000	533,188	133,188
Federal Sources	1,915,980	1,915,980	3,394,131	1,478,151
<b>TOTAL REVENUES</b>	<b>2,465,980</b>	<b>4,269,827</b>	<b>4,044,458</b>	<b>(225,369)</b>
EXPENDITURES				
Current				
Instruction	2,165,980	3,969,827	1,390,062	(2,579,765)
Supporting Services	-	-	1,920,925	1,920,925
Capital Outlay	300,000	300,000	733,471	433,471
<b>TOTAL EXPENDITURES</b>	<b>2,465,980</b>	<b>4,269,827</b>	<b>4,044,458</b>	<b>(225,369)</b>
<b>CHANGE IN FUND BALANCE</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(450,738)</b>
FUND BALANCE, Beginning	-	-	-	-
FUND BALANCE, Ending	\$ -	\$ -	\$ -	\$ -

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY AND CONTRIBUTIONS**  
**PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO SCHOOL DIVISION TRUST FUND**  
June 30, 2024

<b>MEASUREMENT YEAR</b>	<u>12/31/23</u>	<u>12/31/22</u>	<u>12/31/21</u>	<u>12/31/20</u>
<b>PROPORTIONATE SHARE OF THE NET PENSION LIABILITY</b>				
District's Proportion of the Net Pension Liability	0.2409064382%	0.1793790125%	0.2017173662%	0.2192180536%
District's Proportionate Share of the Net Pension Liability	\$ 42,600,502	\$ 23,474,588	\$ 33,141,348	\$ 29,645,208
State's Proportionate Share of the Net Pension Liability Associated with the District	<u>934,103</u>	<u>2,691,062</u>	<u>-</u>	<u>3,760,112</u>
Total Proportionate Share of the Net Pension Liability	<u>\$ 43,534,605</u>	<u>\$ 26,165,650</u>	<u>\$ 33,141,348</u>	<u>\$ 33,405,320</u>
District's Covered Payroll	\$ 15,926,072	\$ 12,995,675	\$ 12,088,273	\$ 11,857,706
District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	267.49%	180.63%	274.16%	250.01%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	64.74%	74.86%	66.99%	64.52%
<b>FISCAL YEAR</b>				
<b>DISTRICT CONTRIBUTIONS</b>				
Statutorily Required Contribution	\$ 3,478,536	\$ 2,983,832	\$ 2,584,088	\$ 2,404,095
Contributions in Relation to the Statutorily Required Contribution	<u>(3,478,536)</u>	<u>(2,983,832)</u>	<u>(2,584,088)</u>	<u>(2,404,095)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 17,068,367	\$ 14,633,295	\$ 12,995,675	\$ 12,088,273
Contributions as a Percentage of Covered Payroll	20.38%	20.39%	19.88%	19.89%

<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>	<u>12/31/16</u>	<u>12/31/15</u>	<u>12/31/14</u>
0.1984313142%	0.2060032826%	0.2354735149%	0.2334199429%	0.2277239202%	0.2197938775%
\$ 36,477,112	\$ 76,143,766	\$ 69,498,143	\$ 34,828,766	\$ 29,789,453	\$ 28,316,956
<u>4,987,739</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 41,464,851</u>	<u>\$ 76,143,766</u>	<u>\$ 69,498,143</u>	<u>\$ 34,828,766</u>	<u>\$ 29,789,453</u>	<u>\$ 28,316,956</u>
\$ 11,470,474	\$ 11,027,725	\$ 10,702,862	\$ 10,146,019	\$ 9,652,086	\$ 8,928,288
318.01%	690.48%	649.34%	343.28%	308.63%	317.16%
57.01%	43.96%	43.13%	59.16%	62.80%	64.06%
<u>06/30/20</u>	<u>06/30/19</u>	<u>06/30/18</u>	<u>06/30/17</u>	<u>06/30/16</u>	<u>06/30/15</u>
\$ 2,298,026	\$ 2,194,304	\$ 2,082,562	\$ 1,967,677	\$ 1,800,087	\$ 1,630,886
<u>(2,298,026)</u>	<u>(2,194,304)</u>	<u>(2,082,562)</u>	<u>(1,967,677)</u>	<u>(1,800,087)</u>	<u>(1,630,886)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,857,706	\$ 11,470,474	\$ 11,027,725	\$ 10,702,862	\$ 10,146,019	\$ 9,652,086
19.38%	19.13%	18.88%	18.38%	17.74%	16.90%

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET OPEB LIABILITY AND CONTRIBUTIONS**  
**PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO HEALTH CARE TRUST FUND**  
June 30, 2024

<b>MEASUREMENT YEAR</b>	<u>12/31/23</u>	<u>12/31/22</u>	<u>12/31/21</u>
<b>PROPORTIONATE SHARE OF THE NET OPEB LIABILITY</b>			
District's Proportion of the Net OPEB Liability	0.1441211434%	0.1363061865%	0.1317061497%
District's Proportionate Share of the Net OPEB Liability	\$ 1,028,630	\$ 1,136,174	\$ 1,204,970
District's Covered Payroll	\$ 15,926,072	\$ 12,995,675	\$ 12,088,273
District's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	6.46%	8.74%	9.97%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	46.16%	39.40%	32.78%
<b>FISCAL YEAR</b>	<u>6/30/24</u>	<u>6/30/23</u>	<u>6/30/22</u>
<b>DISTRICT CONTRIBUTIONS</b>			
Statutorily Required Contributions	\$ 174,097	\$ 149,260	\$ 132,566
Contributions in Relation to the Statutorily Required Contribution	<u>(174,097)</u>	<u>(149,260)</u>	<u>(132,566)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 17,068,367	\$ 14,633,295	\$ 12,995,675
Contributions as a Percentage of Covered Payroll	1.02%	1.02%	1.02%

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

<u>12/31/20</u>	<u>12/31/19</u>	<u>12/31/18</u>	<u>12/31/17</u>
0.1268088988%	0.1296793362%	0.1339032010%	0.1337965876%
\$ 1,457,593	\$ 1,821,809	\$ 1,738,820	\$ 1,720,223
\$ 11,857,706	\$ 11,470,474	\$ 11,027,725	\$ 10,702,862
12.29%	15.88%	15.77%	16.07%
24.49%	17.03%	17.53%	16.72%
<u>6/30/21</u>	<u>6/30/20</u>	<u>6/30/19</u>	<u>6/30/18</u>
\$ 123,300	\$ 120,948	\$ 116,998	\$ 112,483
<u>(123,300)</u>	<u>(120,948)</u>	<u>(116,998)</u>	<u>(112,483)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 12,088,273	\$ 11,857,706	\$ 11,470,474	\$ 11,027,725
1.02%	1.02%	1.02%	1.02%

**ALAMOSA SCHOOL DISTRICT RE-11J**  
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2024

**NOTE 1: Stewardship, Compliance, and Accountability**

**Budgetary Information**

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

- Management submits to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.
- Public hearings are conducted by the School Board of Education to obtain taxpayer comments.
- Prior to June 30, the budget is adopted by formal resolution.
- Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budget amounts between programs and/or departments within any fund and the reallocation of budget line items within any program and/or department rests with the Superintendent. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
- All budget appropriations lapse at fiscal year-end.

**NOTE 2: Significant Changes in Plan Provisions Affecting Trends in Actuarial Information**

*STDF Plan* - Senate Bill (SB) 23-056, enacted and effective June 2, 2023, intended to recompense PERA for the remaining portion of the \$225 million direct distribution originally scheduled for receipt July 1, 2020, suspended due to the enactment of House Bill (HB) 20-1379, but not fully repaid through the provisions within HB 22-1029. Pursuant to SB 23-056, the State Treasurer issued a warrant consisting of the balance of the PERA Payment Cash Fund, created in §24-51-416, plus \$10 million from the General Fund, totaling \$14.561 million.

As of the December 31, 2023, measurement date, the total pension liability (TPL) recognizes the change in the default method applied for granting service accruals for certain members, from a "12-pay" method to a "non-12-pay" method. The default service accrual method for positions with an employment pattern of at least eight months but fewer than 12 months (including, but not limited to positions in the School and DPS Divisions) receive a higher ratio of service credit for each month worked, up to a maximum of 12 months of service credit per year.

*HCTF Plan* - As of the December 31, 2023, measurement date, the fiduciary net position (FNP) and related disclosure components for the Health Care Trust Fund (HCTF) reflect payments related to the disaffiliation of Tri-County Health Department (Tri-County Health) as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

**NOTE 3: Changes in Assumptions and Other Inputs**

No changes made to the actuarial methods or assumptions.

## **SUPPLEMENTARY INFORMATION**

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2024

	FOOD SERVICE	STUDENT ACTIVITY	TOTAL
<b>ASSETS</b>			
Cash and Investments	\$ 1,764,908	\$ 175,394	\$ 1,940,302
Grants Receivable	196,791	-	196,791
Inventory	35,026	-	35,026
<b>TOTAL ASSETS</b>	<b>\$ 1,996,725</b>	<b>\$ 175,394</b>	<b>\$ 2,172,119</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>LIABILITIES</b>			
Accounts Payable	\$ 48,528	\$ 49,988	\$ 98,516
Accrued Salaries and Benefits	131,967	2,798	134,765
<b>TOTAL LIABILITIES</b>	<b>180,495</b>	<b>52,786</b>	<b>233,281</b>
<b>FUND BALANCES</b>			
Nonspendable Inventory	35,026	-	35,026
Restricted for Food Service	1,781,204	-	1,781,204
Assigned to Student Activities	-	122,608	122,608
<b>TOTAL FUND BALANCES</b>	<b>1,816,230</b>	<b>122,608</b>	<b>1,938,838</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,996,725</b>	<b>\$ 175,394</b>	<b>\$ 2,172,119</b>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
Year Ended June 30, 2024

	FOOD SERVICE	STUDENT ACTIVITY	TOTAL
REVENUES			
Local Sources	\$ 7,171	\$ 489,620	\$ 496,791
State Sources	175,073	-	175,073
Federal Sources	1,548,778	-	1,548,778
 TOTAL REVENUES	 1,731,022	 489,620	 2,220,642
EXPENDITURES			
Current			
Instruction	-	1,170,092	1,170,092
Food Services	1,978,872	-	1,978,872
 TOTAL EXPENDITURES	 1,978,872	 1,170,092	 3,148,964
 CHANGES IN FUND BALANCES	 (247,850)	 (280,472)	 (528,322)
FUND BALANCES, Beginning	2,064,080	403,080	2,467,160
FUND BALANCES, Ending	\$ 1,816,230	\$ 122,608	\$ 1,938,838

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BUDGETARY COMPARISON SCHEDULE**  
**FOOD SERVICE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
<b>REVENUES</b>				
Local Sources				
Fees	\$ 15,000	\$ 15,000	\$ 4,525	\$ (10,475)
Miscellaneous	-	-	2,646	2,646
State Grants	12,000	12,000	175,073	163,073
Federal Grants	<u>1,940,000</u>	<u>1,940,000</u>	<u>1,548,778</u>	<u>(391,222)</u>
<b>TOTAL REVENUES</b>	<u>1,967,000</u>	<u>1,967,000</u>	<u>1,731,022</u>	<u>(235,978)</u>
<b>EXPENDITURES</b>				
Current				
Salaries	525,975	525,975	723,530	(197,555)
Benefits	246,030	246,030	293,155	(47,125)
Purchased Services	41,000	41,000	62,580	(21,580)
Supplies and Materials	850,000	850,000	802,665	47,335
Capital Outlay	<u>6,000</u>	<u>336,995</u>	<u>96,942</u>	<u>240,053</u>
<b>TOTAL EXPENDITURES</b>	<u>1,669,005</u>	<u>2,000,000</u>	<u>1,978,872</u>	<u>21,128</u>
<b>CHANGE IN FUND BALANCE</b>	297,995	(33,000)	(247,850)	(214,850)
FUND BALANCE, Beginning	<u>2,500,354</u>	<u>2,064,082</u>	<u>2,064,080</u>	<u>(2)</u>
FUND BALANCE, Ending	<u>\$ 2,798,349</u>	<u>\$ 2,031,082</u>	<u>\$ 1,816,230</u>	<u>\$ (214,852)</u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BUDGETARY COMPARISON SCHEDULE**  
**STUDENT ACTIVITY FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Student Activity Fees	\$ 250,000	\$ 250,000	\$ 489,620	\$ 239,620
EXPENDITURES				
Current				
Supporting Services	716,080	1,272,534	1,170,092	102,442
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(466,080)	(1,022,534)	(680,472)	342,062
OTHER FINANCING SOURCES				
Transfers In	600,000	600,000	400,000	(200,000)
CHANGE IN FUND BALANCE	133,920	(422,534)	(280,472)	342,062
FUND BALANCE, Beginning	-	-	403,080	403,080
FUND BALANCE, Ending	\$ 133,920	\$ (422,534)	\$ 122,608	\$ 545,142

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BUDGETARY COMPARISON SCHEDULE**  
**DEBT SERVICE FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Property Taxes	\$ 1,684,632	\$ 1,684,632	\$ 1,090,055	\$ (594,577)
Investment Income	3,000	3,000	156,492	153,492
<b>TOTAL REVENUES</b>	<b>1,687,632</b>	<b>1,687,632</b>	<b>1,246,547</b>	<b>(441,085)</b>
EXPENDITURES				
Debt Service				
Principal	1,470,000	1,470,000	1,507,348	(37,348)
Interest	214,632	214,632	76,211	138,421
<b>TOTAL EXPENDITURES</b>	<b>1,684,632</b>	<b>1,684,632</b>	<b>1,583,559</b>	<b>101,073</b>
<b>CHANGE IN FUND BALANCE</b>	<b>3,000</b>	<b>3,000</b>	<b>(337,012)</b>	<b>(340,012)</b>
FUND BALANCE, Beginning	1,691,126	1,941,847	1,941,847	-
FUND BALANCE, Ending	<u>\$ 1,694,126</u>	<u>\$ 1,944,847</u>	<u>\$ 1,604,835</u>	<u>\$ (340,012)</u>

**ALAMOSA SCHOOL DISTRICT RE-11J**  
**BUDGETARY COMPARISON SCHEDULE**  
**CAPITAL PROJECTS FUND**  
Year Ended June 30, 2024

	BUDGET		ACTUAL	VARIANCE
	ORIGINAL	FINAL		Positive (Negative)
REVENUES				
Local Sources				
Investment Income	\$ 1,500	\$ 1,500	\$ 304	\$ (1,196)
State Sources	<u>-</u>	<u>10,000,000</u>	<u>3,566,793</u>	<u>(6,433,207)</u>
 TOTAL REVENUES	 <u>1,500</u>	 <u>10,001,500</u>	 <u>3,567,097</u>	 <u>(6,434,403)</u>
 EXPENDITURES				
Capital Outlay	<u>1,000,000</u>	<u>11,000,000</u>	<u>4,068,420</u>	<u>6,931,580</u>
 CHANGE IN FUND BALANCE	 (998,500)	 (998,500)	 (501,323)	 497,177
 FUND BALANCE, Beginning, as Originally Stated	 2,944,003	 4,357,561	 4,476,656	 119,095
Correction of an Error - Restatement	<u>-</u>	<u>-</u>	<u>123,995</u>	<u>123,995</u>
 FUND BALANCE, Beginning, as Restated	 <u>2,944,003</u>	 <u>4,357,561</u>	 <u>4,600,651</u>	 <u>243,090</u>
 FUND BALANCE, Ending	 <u>\$ 1,945,503</u>	 <u>\$ 3,359,061</u>	 <u>\$ 4,099,328</u>	 <u>\$ 740,267</u>

## **COMPLIANCE SECTION**

## **STATE COMPLIANCE**



**Colorado Department of Education**  
**Auditors Integrity Report**  
 District: 0100 - Alamosa RE-11  
 Fiscal Year 2023-24  
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	+	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	=	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
<b>Governmental</b>						
10 General Fund	5,542,422		23,400,621	24,297,629		4,645,415
18 Risk Mgmt Sub-Fund of General Fund	8,796		0	311,762		-302,966
19 Colorado Preschool Program Fund	0		279,387	215,056		64,331
<b>Sub-Total</b>	<b>5,551,218</b>		<b>23,680,008</b>	<b>24,824,446</b>		<b>4,406,780</b>
11 Charter School Fund	0		0	0		0
20.26-29 Special Revenue Fund	0		0	0		0
06 Supplemental Cap Const, Tech, Main, Fund	0		0	0		0
07 Total Program Reserve Fund	0		0	0		0
21 Food Service Spec Revenue Fund	2,064,082		1,731,024	1,978,875		1,816,230
22 Govt Designated-Purpose Grants Fund	0		4,044,456	4,044,456		0
23 Pupil Activity Special Revenue Fund	403,081		889,620	1,170,092		122,609
25 Transportation Fund	0		0	0		0
31 Bond Redemption Fund	1,941,847		1,246,548	1,583,559		1,604,836
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	4,600,651		3,567,098	4,068,419		4,099,330
46 Supplemental Cap Const, Tech, Main Fund	0		0	0		0
<b>Totals</b>	<b>14,560,878</b>		<b>35,158,753</b>	<b>37,669,847</b>		<b>12,049,784</b>
<b>Proprietary</b>						
50 Other Enterprise Funds	0		0	0		0
64 (63) Risk-Related Activity Fund	0		0	0		0
60.65-69 Other Internal Service Funds	0		0	0		0
<b>Totals</b>	<b>0</b>		<b>0</b>	<b>0</b>		<b>0</b>
<b>Fiduciary</b>						
70 Other Trust and Agency Funds	0		0	0		0
72 Private Purpose Trust Fund	0		0	0		0
73 Agency Fund	0		0	0		0
74 Pupil Activity Agency Fund	0		0	0		0
79 GASB 34/Permanent Fund	0		0	0		0
85 Foundations	0		0	0		0
<b>Totals</b>	<b>0</b>		<b>0</b>	<b>0</b>		<b>0</b>
<b>FINAL</b>						<b>0</b>