

2023 - 2024

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED JUNE 30, 2024



DENVER
PUBLIC
SCHOOLS

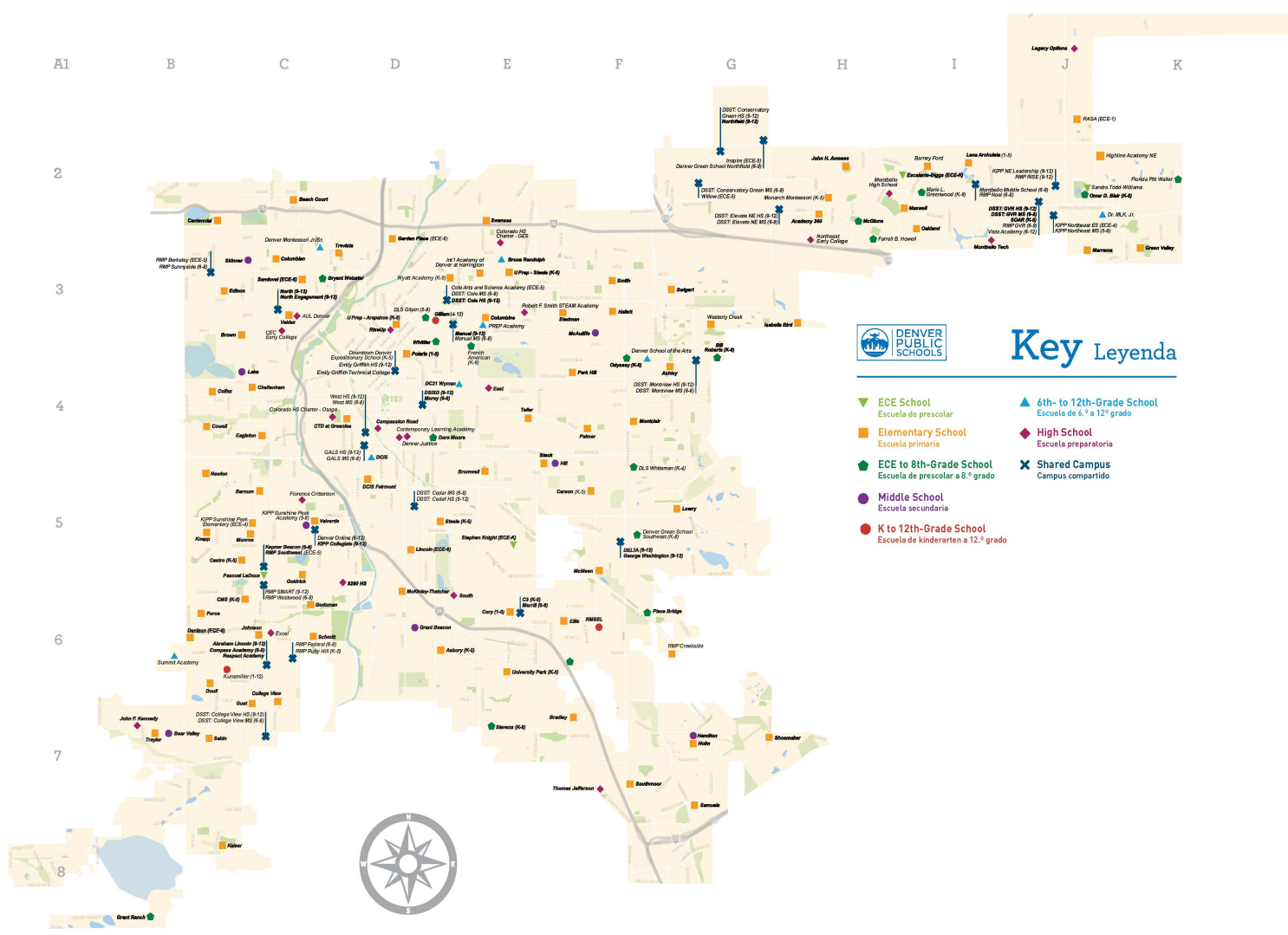


SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND THE
STATE OF COLORADO

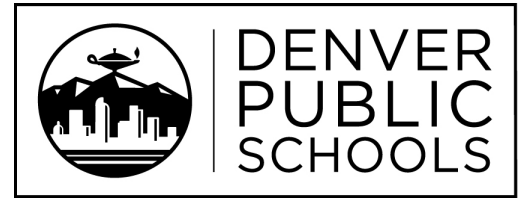
Denver Public Schools

The District's financial operations support Denver Public Schools' vision of Every Learner Thrives.

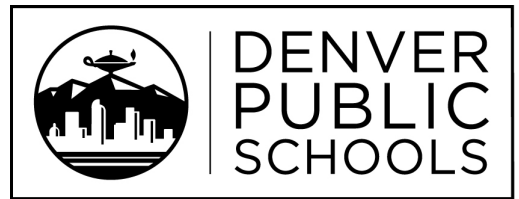
Denver Public Schools serves more than 89,000 students in 207 schools in the City and County of Denver and is the largest district in the State of Colorado.



School District No. 1 in the City and County of Denver
For the year ended June 30, 2024



ANNUAL COMPREHENSIVE FINANCIAL REPORT



Stephen Clawson, Controller
Patricia Morris, Senior Manager of Accounting Operations
Juan Martinez, Accounting Supervisor
Jordan Eaglin, Accounting Supervisor
Jerre Fleming, Senior Financial Accountant
Duncan Zelkin, Senior Financial Accountant
Kaylee Gardner, Senior Financial Accountant
Jason Reasa, Senior Financial Accountant
Nere Sanchez-Gutierrez, Financial Accountant
Wyatt Kahle, Senior Financial Analyst
Xiomara Sifuentes, Financial Services Executive Assistant

Denver Public Schools
Emily Griffith Campus
Office of the Controller
1860 Lincoln St 11th Floor
Denver, CO 80203
720.423.3440

OFFICE OF THE CONTROLLER

SCHOOL DISTRICT NO.1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2024

ANNUAL COMPREHENSIVE FINANCIAL REPORT

	<u>PAGE</u>
<u>INTRODUCTORY SECTION</u>	
Letter of Transmittal	10
Certificate of Achievement for Excellence in Financial Reporting	16
Certificate of Excellence in Financial Reporting Award	17
District Officials	18
Organization Chart	19
<u>FINANCIAL SECTION</u>	
INDEPENDENT AUDITOR’S REPORT	24
MANAGEMENT’S DISCUSSION AND ANALYSIS	29
BASIC FINANCIAL STATEMENTS	
Government-Wide Financial Statements	
Statement of Net Position	40
Statement of Activities	41
Governmental Fund Financial Statements	
Balance Sheet	42
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	45
Statement of Revenues, Expenditures and Changes in Fund Balances	46
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	49
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Position	50
Statement of Changes in Fiduciary Net Position	51
Notes to the Basic Financial Statements	
Note 1 – Summary of Significant Accounting Policies	54
Note 2 – Cash and Investments	61
Note 3 – Revenue and Receivables	65
Note 4 – Interfund Balances and Transfers	67
Note 5 – Capital, Lease and Software Assets	69
Note 6 – Lease and Software Based Information Technology Arrangements	72
Note 7 – Long-term Liabilities	74
Note 8 – Short-term Debt	79
Note 9 – Pension Plan	80
Note 10 – Other Postemployment benefits (OPEB)	90
Note 11 – Risk Management	101
Note 12 – Related parties	104
Note 13 – Commitments and Contingencies	105
Note 14 – Certain Constitutional Limitations	106
Note 15 – Component Units	107
Note 16 – Subsequent Events	122

SCHOOL DISTRICT NO.1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2024

REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedules – General and Major Special Revenue Fund	125
DPS Division Schedule of Changes in the District’s Net Pension Liability and Related Ratios	128
DPS Division Schedule of the District’s Pension Contributions	130
DPS Division Schedule of Changes in the District’s Net OPEB Liability/(Asset) and Related Ratios – DPS Healthcare Trust Fund	132
DPS Division of OPEB Contributions DPS Healthcare Trust Fund	134
Notes to Other Required Supplementary Information	136

OTHER SUPPLEMENTARY INFORMATION

Governmental Funds

Combining Balance Sheet – Nonmajor Governmental Funds	141
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	142
Budgetary Comparison Schedules:	
Bond Redemption Fund	143
Building Fund	144
Food Services Special Revenue Fund	145
Pupil Activity Special Revenue Fund	146
ProComp Special Revenue Fund	147
Mill Levy Technology Maintenance Fund	148
Permanent Fund	149

Fiduciary Funds

Budgetary Comparison Schedule - Fiduciary Funds	151
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AUDITOR’S INTEGRITY REPORT – COLORADO DEPARTMENT OF EDUCATION	153
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SCHOOL DISTRICT NO.1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

TABLE OF CONTENTS
YEAR ENDED JUNE 30, 2024

STATISTICAL SECTION

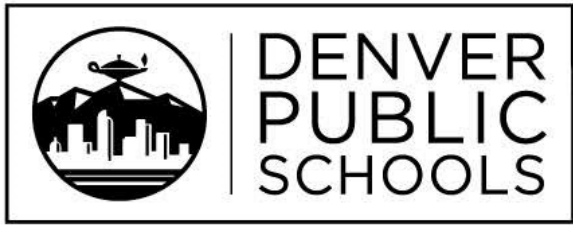
Table of Contents	156
Net Position by Component	157
Changes in Net Position	158
Fund Balances – Governmental Funds	160
Changes in Fund Balances – Governmental Funds	162
Summary of Expenditures by Function and Other Financing Uses – General Fund	164
Summary of Revenues by Source and Other Financing Sources – General Fund	166
Assessed Net Value and Estimated Actual Value of Taxable Property	167
District Net Assessed Valuation and Mills	169
Property Tax Rates per \$1,000 of Assessed Valuation – Direct and All Overlapping Governments	170
Principal Property Taxpayers	171
Property Tax Levies and Collections	172
Legal Debt Margin	173
Ratios of Outstanding Debt by Type and Net General Bond Debt	175
Direct and Overlapping Debt	177
Demographic and Economic Statistics	178
Principal Employers	179
Nutrition Services – Facts and Figures	180
Full-time Equivalent Employees	183
Capital Asset Information – by Schools	184

COMPLIANCE SECTION

Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements <i>Performed in Accordance with the Government Auditing Standards</i>	187
Independent Auditor’s Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance	189
Schedule of Expenditures of Federal Awards	192
Notes to Schedule of Expenditures of Federal Awards	197
Schedule of Findings and Questioned Costs	198
Summary Schedule of Prior Audit Findings	202
Corrective Action Plan	203



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INTRODUCTORY SECTION



Denver Public Schools
Department of Financial Services
Tel 720-423-3225
www.dpsk12.org

November 21, 2024

Board of Education and Citizens of
School District No. 1 in the
City and County of Denver and
State of Colorado

On behalf of the Denver Public Schools, we are proud to present the Annual Comprehensive Financial Report (ACFR) of School District No. 1 in the City and County of Denver for the fiscal year ending June 30, 2024. Denver Public Schools enrolls the largest number of ECE to 12th grade students in the state of Colorado. The mission of Denver Public Schools is clear: *Educational equity is our collective responsibility. We prepare students for career, college and life. We create conditions and partnerships where students, families and team members belong and thrive.*

What follows in this document is but one part of the essential work to help our students gain the skills necessary to succeed in life. Our responsibility in this and other financial documents produced by the district is to operate with the highest standards of financial accountability, integrity, and transparency. Nearly all of the funding provided to Denver Public Schools (DPS) is public funding from taxpayers. All of our transactions are subject to public review and public scrutiny. Because we operate with these high standards, our community can have confidence we are spending their resources wisely and reporting back to them on our financial health annually.

GOVERNANCE PROFILE OF THE DISTRICT

The District is a fiscally and politically independent subdivision operating under the applicable laws of the State of Colorado, governed by a seven-member Board of Education (the Board). The Board is empowered to establish annual operating and capital budgets; determine the ECE-12 educational programs and services to be carried on in the schools of the District; employ all personnel necessary to maintain District operations; determine staffing levels and compensation thereof; and to prescribe the curriculum of any course of instruction or study through the District's educational programs and services. The District receives funding from local, state and federal government sources and other sources. It must comply with the requirements of such funding sources.

FINANCIAL STATE OF THE DISTRICT

At the end of fiscal year 2023-24, the DPS is in strong financial health. The ending General Fund balance grew by \$21.7 million to a total of \$169.4 million which is 12.3% of General Fund revenue. Enrollment increased in the most recent year largely from new to country migration to Denver, the district maintains AA+ credit rating for General Obligation bonds, the additional funds provided by the Federal Government through ESSER supported students who were impacted by COVID-19 pandemic, and DPS continued to deliver the capital projects approved in the most recent bond election. As with all local government institutions, DPS must pursue its mission with a balance between prioritizing budgets to serve currently enrolled students and the long-term fiscal health of the district. DPS has lived up to this challenge over recent years and is poised to continue to meet these challenges into the future.

While we maintain strong fiscal health today, the decisions we make in the coming years will determine whether the organization continues on that path. There are many challenges and headwinds including fewer school aged children because of lower birth rates, strained state government funding with an aging population, and rapidly rising costs in core business expenses like wages and benefits. All of this is occurring while there continues to be an increase in services demanded of DPS by our community. Even with our challenges, we have reasons for optimism. Our community has demonstrated strong support for DPS through voter authorization of additional

resources. Our tax base from assessed property values of the City and County of Denver is strong and resilient. Most of the families residing in Denver choose to send their students to DPS as do many families in neighboring districts who affirmatively choose DPS. We have outstanding educators all through our system who want to help students learn and thrive. We have a strong history of balancing our budgets, gaining efficiencies in appropriate ways, and always keeping our students top of mind in those decisions. Our goal is to continue to maintain our strong financial position with wise decisions and execution in the future. Our students, educators, and the city of Denver are depending on it.

ECONOMIC CONDITION AND OUTLOOK

Since 2020, Colorado and the Denver Public Schools experienced several volatile macroeconomic changes, any one of which could have defined the financial challenges of a generation. First and most notably was the COVID-19 Pandemic. In March of 2020, schools closed and students in Denver left their physical school buildings for the final time that academic year. The academic loss from this disruption continues to present itself in the usual measures. Shortly thereafter, the federal government announced the federal funding program known as ESSER which deployed billions of dollars to Colorado and several hundred millions of dollars to the Denver Public Schools alone. While the additional ESSER funding was much needed, and the funds were deployed to cover gaps created from the pandemic, public schools are not systematically designed to spend lumpy revenues, except on capital projects. The loss of the ESSER revenue, while predictable, has left many struggling to make the required trade-offs. Nearly all of the ESSER funding was spent by the end of fiscal year 2023-24. Only a very small percentage remains. As this was happening, home prices and other real estate valuations climbed fast and to new heights. Public schools in Colorado and most states rely heavily on property taxes to fund schools. This increase in valuation, and the resulting property tax revenues, allowed the state of Colorado to increase funding to both keep up with inflation and eliminate the Budget Stabilization Factor which had kept funding below 2010 levels on a real dollar basis while lowering the state's commitment to public schools from sales and income taxes. This predictably led homeowner concerns about increasing taxes which lead to a cap on property taxes in 2024 which could result in limiting K-12 funding for coming years. On top of all the aforementioned, headline inflation in the US reached its highest point since the early 1980s. This created real challenges for employers and employees. While wages significantly grew in the Denver Public Schools and across the nation, the relative increases were not as meaningful as they would have otherwise been because the cost of basic goods in the economy increased along with it. Finally, the number of children born in Denver and the US have declined significantly. There are over 2,000 fewer births today than at the peak in Denver over 20 years ago. There are many causes for this, and it is hard to overstate the economic consequences of this change. In Denver, this is more than a 20% decrease in births from peak levels to the publication of this document. There will be economic papers and whole volumes written about the ripple effects of lower birth rates in the western world. That alone may be the most significant and long lasting of all the items mentioned here. Immediately for the Denver Public Schools, the result is that there are fewer children in public schools. The estimated enrollment across all DPS schools, including charter schools, by 25-26 is just under 85,500, which is a 2.6% decline from 2023-24 levels. In 2020-21, DPS saw the first decline in total enrollment in over 15 years. Even with steady enrollment in the most recent year (2023-24), the birth rate decline is a reality that will lead to fewer students and a trend that is likely to continue and put great pressure on DPS and school districts nationally to contend with the economic realities of revenue declines from fewer students and aging infrastructure. This is the economic context in which we operate: pandemic, unprecedented federal stimulus, high inflation in wages and goods, rapidly increasing housing prices, and lower birth rates.

The volatility of the past five years should give us humility about any forecast. The non-partisan Colorado Legislative Council forecasts for the state of Colorado lower inflation and stabilizing revenues. Though pressures on the state budget remain significant. Our assumptions align to this outlook, and it means future per student base funding increases will likely not exceed 2%-3%. However, in the spring of 2024, the General Assembly passed and the Governor signed HB-1448, which rewrote the school finance act in Colorado for the first time since 1994. The law focuses additional funding to districts with high levels of students in poverty, English Language Learners, and students requiring special education services. This is an important update to School Finance in Colorado, focusing resources on our students who need them the most. Should the General Assembly fully fund the new finance act in coming years, this is forecasted to provide DPS with an additional \$9 million a year for 6 years. Should this occur, it will be a welcome increase in funding for the students who deserve our focused resources.

PER PUPIL REVENUES (PPR)

Colorado uses a public school funding formula that provides resources to school districts on a per pupil basis. While there are many nuances, to oversimplify, the per pupil amount is multiplied by the number of students in the district to calculate the state determined allocation called "Total Program." The state calculates each district's individual per pupil revenue based on a number of factors including poverty, students learning English, size of the district, and cost of living. The Total Program amount is funded from three sources. Local Property taxes is the first source, the second source is "Specific Ownership Tax" which are local taxes from car registrations and other local fees, and whatever is not generated by those two sources is funded through a state funded allocation called "State Equalization". This combined state equalization and local property tax funding amount is termed "Total Program".

Local property tax revenue makes up almost 43% of public school funding in the state in 2023-24. Given that K-12 funding makes up nearly 40% of the State of Colorado's operating budget, the state is forced to make a choice between fully funding K-12 education or continuing to fund other vital public services such as Corrections, Healthcare/Medicaid, Higher Education and Human Services.

State statute allows school districts to levy general fund property taxes at a general or special Override Election. These additional resources for Denver Public Schools were raised through local property taxes. In 2023-24, the revenues from those authorized elections totaled over \$370 million for Denver Public School Students for both programmatic and capital expenditures.

CAPITAL IMPROVEMENTS

At an election held in November 2020, district voters approved the issuance of General Obligation Bonds with a par amount of \$795 million to acquire, construct and improve capital assets. This will improve the teaching and learning environment by: maintaining, repairing and renovating existing school buildings including air conditioning in some facilities; addressing critical health, safety and security concerns in district school buildings; improving environmental sustainability; providing technology for 21st century learning; constructing additions and making improvements to existing schools; and constructing new buildings to support the projected new student capacity needs (collectively, the Projects).

With the addition of the 2020 bond funds the District has been able to continue the efforts of renovating existing schools, classroom cooling and building additions. In FY24, significant funds were spent from 2020 bond funds on the new Montbello Campus, Ceylon Campus, DSA South Campus and the MLK Gymnasium. The District also completed major heat mitigation work at Thomas Jefferson, Ebert, Fallis, Place Bridge, Sabin, Stedman, Cowell, West HS, among many others. Another major investment was the progress towards the implementation of new software system Oracle ERP HR/Payroll module.

In August of 2024, the District's Board of Education referred a \$975 million bond to the ballot for the 2024 general election, and if that is successful, the district will continue the meaningful capital program noted above for another four years. Priorities in that bond are providing air conditioning at schools without it, general maintenance, a new school in a growing region of the city, safety infrastructure, additional career and technical education classrooms, and technology. Lack of success in that election would create several financial challenges for DPS including trade-offs between programmatic costs including wages for educators and capital expenditures including basic maintenance.

CREATION OF THE ACFR

This Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024, was prepared by the Financial Services Department and includes the report of the independent auditors, Forvis Mazars, LLP. The responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, remains with the District. Accordingly, the District has established and continues to refine a comprehensive framework of controls to protect the District's assets and to compile sufficiently reliable information for the preparation of the District's financial statements in conformity with generally accepted accounting principles (GAAP). As management, to the best of our knowledge and belief, we assert that the data presented is accurate in all material respects and is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured by the financial activity of its various funds. The District received an unmodified opinion on the financial statements for the year ended June 30, 2024, as the

independent auditors concluded that there was reasonable assurance the financial statements are free of material misstatement. GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of management's discussion and analysis (MD&A). This letter of transmittal is designed to complement and should be read in conjunction with the MD&A.

The Annual Comprehensive Financial Report is presented in three sections: introductory, financial and statistical.

- The introductory section includes this letter of transmittal, the District's organizational chart, a list of District officials, a reproduction of the 2023 Government Finance Officers Association (GFOA) Certificate of Achievement and the 2023 Association of School Business Officials (ASBO) Certificate of Excellence.
- The financial section includes the MD&A, the basic financial statements, required supplementary information and other supplementary information, as well as the independent auditors' report on the financial statements and schedules.
- The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The independent auditor's reports on the District's internal control over financial reporting and compliance and other matters are included in the Single Audit reports.

FINANCIAL INFORMATION

Internal Control

The management team of the District is responsible for establishing and maintaining effective internal control to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. The District's system of internal control is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Single Audit

As a recipient of federal, state and local financial assistance, the District is also responsible for maintaining effective internal control to ensure compliance with applicable laws and regulations related to those programs. This system of internal control is subject to periodic evaluation by management and the internal audit staff of the District.

Accounting and Budgetary Controls

The District maintains its records on the full accrual basis for fiduciary fund types and modified accrual basis for all other funds. For financial statement presentation purposes, the modified accrual basis of accounting is followed for all governmental funds. The management's discussion and analysis and the notes to financial statements expand upon this and other accounting policies. The financial statements are prepared in accordance with the standards of the Governmental Accounting Standards Board. All of the District's funds are presented in this report and all opinion units consisting of those funds have been audited by the District's independent auditors, Forvis Mazars, LLP, except for the ProComp Special Revenue Fund and discretely presented component units, which are audited separately. The Local Government Audit Law requires Colorado local governments to have an annual audit of their financial statements. The law states that the audit must be performed by an independent Certified Public Accountant and be in accordance with generally accepted auditing standards. The auditor's role is to conduct an independent audit and render to outside parties an opinion on the fair presentation of the financial statements. Budgetary control (that is, the level at which expenditures cannot exceed the appropriated amount) is maintained at the total fund level for each fund.

PERA Merger

As defined in Senate Bill 09-282, the Denver Public Schools Retirement System (DPSRS) merged with Colorado's Public Employee Retirement Association (PERA) on January 1, 2010. The entire DPSRS membership along with existing Denver Public Schools hourly employees and all future employees were placed into a new DPS division of PERA.

Financial Policies

Per Colorado Constitution Article X, section 20(5), the District maintains an emergency reserve of three percent of

fiscal year spending and does so by designation of real property. The District also maintains an emergency cash reserve in the general fund equal to three percent of the amount of revenue budgeted to the general fund. The Board of Education seeks to maintain a fund balance reserve at a floor of 10% of annual expenditures on the General Fund, established in administrative policy DFB.

Long-term Financial Planning

The District continually develops and refines forward-looking financial projections as part of its budgetary process and considers it to be a critical component to successfully managing the finances of the District. This is especially true in the current environment as the District will continue to face funding challenges related to enrollment declines. The District reviews its projected financial position to ensure that appropriate re-balancing and budget setting occurs proactively to mitigate and prepare for future financial pressures.

OTHER INFORMATION

Independent Audit

The laws of the State of Colorado require that the District's annual financial report be audited by independent Certified Public Accountants. The accounting firm Forvis Mazars, LLP was selected by the District's Board of Education and performed the audit of this report which is included in the financial section.

Awards

The District received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) for the District's Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the thirty-ninth consecutive year that the District received this award. This award requires that a government publish an easily readable and efficiently organized Annual Comprehensive Financial Report which must satisfy both generally accepted accounting principles and applicable legal requirements. Although the award is applicable only to the June 30, 2023 report, we believe that this report continues to meet the requirements for this award and will be submitted to the GFOA to determine its eligibility for this certificate of achievement for excellence.

The District received the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International (ASBO) for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2023. This was the twenty-fourth consecutive year that the District received this award. An expert ASBO review panel consisting of Certified Public Accountants and practicing school business officials grants the award after review of the Annual Comprehensive Financial Report. The award recognizes that the District met standards of excellence in school financial reporting. Although this award is applicable only to the 2023 report, we believe this report continues to meet the requirements for this award and will be submitted to the ASBO to determine its eligibility for this certificate of excellence.

Acknowledgement

The preparation of this report requires contribution from and the work of many people throughout the District. We would like to thank all those who played a part in the preparation of this report. Additionally, we express our appreciation to the Board of Education for its oversight of the financial aspects of the District during the year.

Respectfully submitted,



Chuck Carpenter
Chief Financial Officer



Stephen A. Clawson, CPA
Controller



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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**School District No. 1 in the City and County of Denver
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morrill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

**School District No.1 in the City and County
of Denver and State of Colorado**

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2023.**

The district report meets the criteria established for
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink, reading 'Ryan S. Stechschulte'.

Ryan S. Stechschulte
President

A handwritten signature in black ink, reading 'James M. Rowan'.

James M. Rowan, CAE, SFO
CEO/Executive Director

DISTRICT OFFICIALS

BOARD OF EDUCATION

Dr. Carrie A. Olson	President
Marlene De La Rosa	Vice President
Kimberlee Sia	Treasurer
John Youngquist	Secretary
Xochitl Gaytan	Member
Michelle Quattlebaum	Member
Scott Esserman	Member

SUPERINTENDENT

Dr. Alex Marrero

CHIEF FINANCIAL OFFICER

Chuck Carpenter

CONTROLLER

Stephen A. Clawson, CPA

Denver Public Schools Organization Chart District Leadership Team as of June 30, 2024

Board of Education

**Superintendent
Dr. Alex Marrero**

DPS Leadership Team

**Deputy Superintendent of Schools
Dr. Anthony Smith**

**Chief of Operations
Trena Marsal**

**Deputy Chief of Staff
Deborah Staten**

**Chief of Communications
Bill Good**

**Chief of Finance
Chuck Carpenter**

**Chief of Talent
Edwin Hudson**

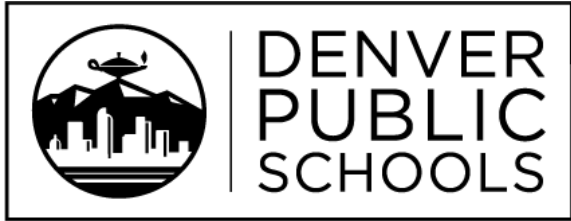
**General Counsel
Aaron Thompson**



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FINANCIAL SECTION



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Independent Auditor’s Report

Board of Education
School District No. 1 in the City and County of
Denver and State of Colorado
Denver, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School District No. 1 in the City and County of Denver and State of Colorado (the District), as of and for the year ended June 30, 2024 and the related notes to the financial statements, which collectively comprise the District’s basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the School District No. 1 in the City and County of Denver and State of Colorado, 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.

We did not audit the financial statements of Denver Public Schools Professional Compensation System for Teachers Trust (ProComp), which represent 26.8%, 23.4%, 35.9% of assets, revenues, and net position of the aggregate remaining fund information, respectively, as of and for the year ended June 30, 2024. With the exception of DSST Public Schools, KIPP Colorado Schools, and STRIVE Preparatory Schools dba Rocky Mountain Preparatory Schools, we also did not audit the financial statements, which represent 42.5%, 35.5%, and 36.8% of assets, revenues, and net position of the aggregate discretely presented component units, respectively, as of and for the year ended June 30, 2024. Those statements were audited by other auditors whose reports have been furnished to us and our opinions, insofar as it relates to the amounts included for the ProComp fund and various discretely component units, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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. The component units included in the financial statements of the aggregate discretely presented component units were not audited in accordance with *Government Auditing Standards*, except for DSST Public Schools, KIPP Colorado Schools, and STRIVE Preparatory Schools dba Rocky Mountain Preparatory Schools.

Emphasis of a Matter – Change in Reporting Entity

As discussed in Note 15 to the financial statements, the beginning net position of aggregate discretely presented component units has been restated for a change in reporting entity, to correct misstatements and for the GASB Statement Number 69, *Government Combinations and Disposals of Government Operations*, (GASB 69) merger of Rocky Mountain Preparatory Schools into STRIVE Preparatory Schools. Our opinions are not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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, budgetary comparison schedules, pension, and other postemployment benefit information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, 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 supplementary information including the combining fund statements – nonmajor funds, the budgetary comparison schedules, the Colorado Department of Education Auditor's Integrity Report, and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, combining fund statements – non major funds, the budgetary comparison schedules, the Colorado Department of Education Auditor's Integrity Report, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Forvis Mazars, LLP

**Denver, Colorado
November 21, 2024**



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MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024

Management of School District No. 1 in the City and County of Denver and State of Colorado (the District), provides readers of the District's Annual Comprehensive Financial Report this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information that is presented in the letter of transmittal, which starts on page 10 of this report.

Financial Highlights

On the statement of net position, as of June 30, 2024, the District's net position for governmental activities is a deficit of \$357.5 million. The deficit net position can be partially attributed to liabilities related to the District's Certificates of Participation and General Obligation bonds that are to fund retirement and necessary capital and maintenance projects of the District's facilities as well as the District's net pension liability. The entire negative net position can be attributed to the net pension liability, and there is a strong likelihood this will decline in coming years. As a result of greater retirement contributions than normal costs, the District's PERA division is 87.03% funded compared to the PERA School division of 64.74% as of December 31, 2023. According to the annual financial report published by PERA, the DPS Division is forecasted to eliminate the unfunded actuarial accrued liabilities in six years.

Long-term liabilities decreased to \$3,652.1 million from \$3,738.8 million in FY 2023 primarily due to debt service on Bonds and Certificates of Participation payable partially offset with an increase in net pension liability.

On the statement of activities, general revenues accounted for \$1,567.7 million or 75% of total revenues and program revenues were \$518.0 million or 25% of the total revenues of the primary government. The total revenues increased to \$2,085.6 million from \$1,913.3 million, or 9.0% when compared to prior year. The change in net position of \$204.0 million is partially due to an increase in property tax revenue of \$170 million, an increase in program revenues of \$39.3 million, state share revenue decrease of \$47.9 million and an increase of \$127.7 million in total expenses compared to last year. The 9% increase is primarily driven by the inflationary increase to the Total Program funding provided by the state of Colorado.

Overview of the Financial Statements

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

Government-wide Statements

The government-wide financial statements are designed to provide readers with information about the District as a whole using accounting methods similar to those used by private-sector businesses.

The statement of net position includes District assets, deferred outflows of resources, liabilities and deferred inflows of resources, with differences reported as net position to the exclusion of fiduciary funds. The statement of activities presents information on how the District's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and retiree sick leave payable).

In the government-wide financial statements the District's activities are shown as:

Governmental activities: Most of the District's basic services are included here, such as instruction, transportation, operations and maintenance and administration. Taxes and state funding principally support these activities. The government-wide financial statements encompass not only the District itself (the primary government) but also legally-separate entities including the ProComp Special Revenue Fund, Denver School Facilities Leasing Corporation and Private Purpose Trust as blended component units and Denver Public Schools Foundation and charter schools as discretely presented component units.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The fund financial statements provide more detailed information about the District's operations, focusing on its most significant or major funds, not the District as a whole. The District has two types of funds: governmental funds and fiduciary funds.

Governmental funds: Most of the District's services are included in governmental funds, which generally focus on how cash and other financial assets that can readily be converted to cash flows and the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine the status of financial resources that can be spent in the near future to finance the District's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. Thus, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to the government-wide financial statements in order to facilitate this comparison between governmental funds and governmental activities. The District maintains nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General, Grants Special Revenue, Bond Redemption (debt service), and Building, all of which are considered to be major funds. Data for the other five governmental funds (Pupil Activity Special Revenue, Food Services Special Revenue, ProComp Special Revenue, Mill Levy Technology Maintenance and Permanent) are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements included in this report.

Fiduciary fund: The District has one Fiduciary fund which includes the Private Purpose Trust Fund. The Fiduciary fund is used to account for resources held by the District in a fiduciary capacity and can only be used for specified purposes. The Fiduciary fund is not reflected in the government-wide financial statement because the resources of this fund are not available to support the District's programs.

Notes to the basic financial statements: The notes provide additional information essential to a full understanding of the data provided in the financial statements.

Other information: In addition to the basic financial statements and accompanying notes, this report presents required supplementary information and other supplementary information. The required supplemental information includes the District's annual appropriated budgets with comparison schedules that demonstrate compliance with budgets for the General Fund and Special Revenue Funds. The schedule of changes in the collective net pension liability and OPEB liability are provided next, followed by

MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024

notes to required supplementary information. The other supplementary information includes the combining statements in connection with nonmajor governmental funds and budgetary comparison schedules. In addition, fiduciary fund information is presented.

Financial Analysis of the District

Increases or decreases in net position may serve as a useful indicator of the District's overall financial position. The District's net position increased \$204.0 million primarily due to continued revenue growth and prudent management of expenses. Additionally, there are several other measures that indicate a sustainable financial position, including:

- The District has the largest and most diverse tax base in the State of Colorado with \$25.2 billion of net assessed value.
- Continued growth of general fund balance including an increase of \$21.7 million in FY 2024, with ending fund balance of \$169.4 million.
- Building fund balance of \$459.5 million including remaining funds from the 2020 bond and other capital reserves. Of the total remaining fund balance \$144.3 million belongs to capital reserve.

A significant portion of the District's assets are its investment in capital assets (e.g., land, buildings, equipment, lease of tangible assets and software-based information technology arrangement assets). The District uses these assets to provide instruction and related services to its students. Capital, lease and software assets (net) increased to \$1,936.6 million in FY 2024 from \$1,762.3 million in FY 2023. The increase is primarily a result of capital spending from the District's general obligation bonds and certificates of participation. The District's capital assets will continue to increase as planned projects are completed in the Building Fund. Though the district's assets are mostly land and buildings, the value of those assets for the purposes of this calculation are not "market rate" or the value if the properties were to be acquired on the open market. They are valued based on the original purchase price plus improvements and depreciation. In that way, the realistic value of the asset of the district should not be compared to a non-government valuation.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS
 YEAR ENDED JUNE 30, 2024

Current and other assets decreased to \$1,216.2 million from \$1,346.2 million primarily due to the continued spend of general obligation bonds and certificates of participation proceeds.

The following table provides a summary of the District's net position as of June 30, 2024 and 2023, respectively (in millions):

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Current and other assets	\$ 1,216.2	\$ 1,346.2
Capital assets, net	1,936.6	1,762.3
Total assets	<u>3,152.8</u>	<u>3,108.5</u>
Deferred outflows of resources	<u>452.6</u>	<u>420.4</u>
Other liabilities	222.9	197.6
Long-term liabilities	3,652.1	3,738.8
Total liabilities	<u>3,875.0</u>	<u>3,936.4</u>
Deferred inflows of resources	<u>87.8</u>	<u>154.1</u>
Net position (deficit):		
Net investment in capital assets	36.5	5.8
Restricted	354.7	294.4
Unrestricted	<u>(748.7)</u>	<u>(861.7)</u>
Total net position (deficit)	<u>\$ (357.5)</u>	<u>\$ (561.5)</u>

To calculate net investment in capital assets, the original long-term debt was evaluated to ascertain the amount of proceeds spent on capital improvement versus non-capital expenditures. The percentage was then applied to the outstanding long-term debt to determine the amount applicable to capital assets.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS
 YEAR ENDED JUNE 30, 2024

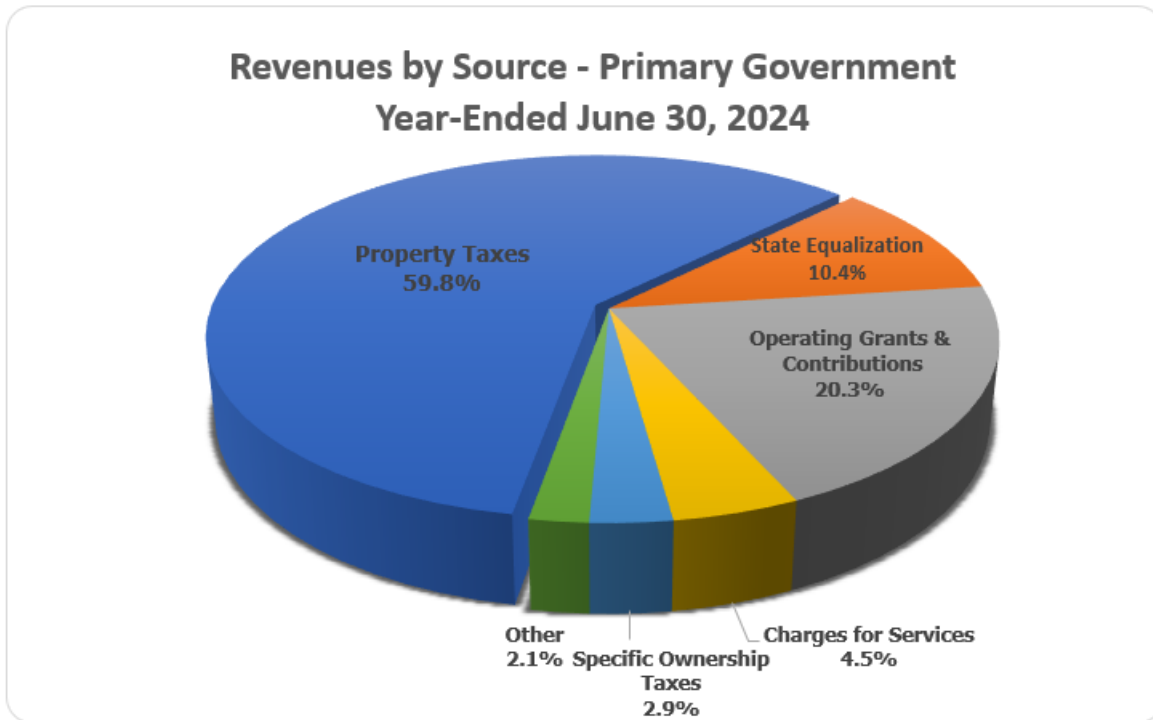
The following table provides a summary of the District's activities for the fiscal years ended June 30, 2024 and 2023, respectively (in millions).

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
REVENUES		
Program revenues		
Charges for services	\$ 95.2	\$ 91.8
Operating grants and contributions	422.8	386.9
General revenues		
Taxes	1,310.4	1,142.0
State equalization	216.2	264.1
Investment income	31.9	23.5
Other	9.2	5.0
Total revenues	<u>2,085.6</u>	<u>1,913.3</u>
EXPENSES		
Instruction	944.5	914.6
Support services	815.2	711.2
Interest on long-term debt	121.9	128.1
Total expenses	<u>1,881.6</u>	<u>1,753.9</u>
Change in net position	<u>204.0</u>	<u>159.4</u>
Net position - beginning	<u>(561.5)</u>	<u>(720.9)</u>
Net position - ending	<u>\$ (357.5)</u>	<u>\$ (561.5)</u>

Most revenues to Colorado's school districts are provided through the Public School Finance Act of 1994 (as amended). The District's adjusted total program funding for FY 2024 was \$931.5 million reflected as a combination of state equalization and a portion of property tax revenues in the Statement of Activities. This was based on a funded pupil count of 84,848 and per pupil total program funding of \$10,979 compared to total program funding of \$886.1 million funded pupil count of 89,176 and per pupil total program funding of \$9,936 in FY 2023. Of the adjusted total program funding, \$216.2 million was funded through state share compared to \$264.1 million in FY 2023. The remainder was funded through a combination of local property and specific ownership taxes. The decline in state share from the previous year is one of the ways the increases in property values and the resulting real property tax increases has supported the state of Colorado's budget in the past year.

The District generated \$1,246.8 million in property tax revenues in FY 2024 compared to \$1,076.8 million in FY 2023. Total property tax revenues include School Finance Act mills, override election mills, Tax Abatement mills and Bond Redemption Fund mills. Property tax revenues increased by \$170.0 million and are attributable to the rising property valuations in the City and County of Denver. The District also recognized a decrease in state equalization of \$(47.9) million. District grants operating revenue increased by \$35.9 million year over year due to the second and third phase of Elementary and Secondary School Emergency Relief Fund. Total expenses for the primary government in FY 2024 were \$1,881.6 million compared to \$1,753.9 million in FY 2023. Total expenses increased by \$127.7 million primarily due to increased funding of instruction and student support services programs. Most of this increase was for salary and benefits for the District's employees.

The following chart illustrates the District's revenues by source.



Financial Analysis of the District's Funds

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds

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

Fund balance of all governmental funds is \$948.0 million in FY 2024 compared to \$1,094.7 million in FY 2023.

The General Fund is the primary operating fund of the District. Fund balance of the General Fund at June 30, 2024 was \$169.4 million, compared to \$147.7 million as of June 30, 2023. The growth in fund balance is achieved when revenues exceed expenses and transfers. In this case, the growth in fund balance is primarily attributed to additional revenues that became known after the final budget including additional funding from the state for students arriving after October 1st, 2023, and higher than budgeting interest earnings on the District's cash. Additionally, due to hiring constraints, particularly in the early part of the fiscal year, individual departments and schools kept expenditures lower than budgeted. Constraints on use of the General Fund balance include a restricted emergency reserve of \$40.7 million as required by the Taxpayer Bill of Rights (TABOR) and state statute. The District targets at least a fund balance of 10% of revenue in the General Fund as a matter of policy.

MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED JUNE 30, 2024

Assigned fund balance includes \$2.6 million budgeted for subsequent year expenditure and \$13.0 million for special projects.

The Grant Special Revenue Fund balance as of June 30, 2024 was \$28.5 million compared to \$22.1 million at June 30, 2023. The fund balance is restricted to the District's grant funded programs that generated the fund balance.

The Bond Redemption Fund balance as of June 30, 2024 was \$274.2 million compared to \$226.6 million as of June 30, 2023. The Bond Redemption Fund is restricted for payment of the District's General Obligation Bond debt service as authorized by Denver voters. The Bond Redemption Fund increased by \$47.6 million due to timing of upcoming debt service payments. The Bond Redemption Fund maintains a fund balance in anticipation of principal and interest payments in December of the subsequent year because property tax collections are not collected until after January 2025.

The Building Fund as of June 30, 2024 was \$459.4 million compared to \$682.8 million as of June 30, 2023. The Building Fund consists of unspent proceeds from issuance of voter approved general obligation bonds and is restricted for financing projects as described in the respective ballot language. The Building Fund also consists of unspent Certificates of Participation (COPs) restricted for financing capital projects and for debt service. Additionally, a portion of these funds is restricted for capital projects by Board authorization and assigned to debt service by Board adoption of the annual budget. The Building Fund decreased by \$223.4 million primarily as a result of continuing to spend down the 2020 general obligation bond and COPs proceeds.

General Fund Budgetary Highlights

In accordance with state law, the District's budget is prepared on a GAAP basis. The most significant budgeted fund is the General Fund.

The difference between the General Fund original and final budget for expenditures, excluding reserves, increased by \$51.5 million due to additional allocation of funds to schools and school support services.

The actual change to fund balance for the general fund was a \$21.7 million increase. The main factor driving the increase compared to the final budgeted revenue amount is in receiving \$15.5 million in additional total revenues.

Capital and Lease/Software Assets and Debt Administration

Capital and Lease/Software Assets

The District's investment in capital assets and lease/software assets, net of accumulated depreciation for its governmental activities as of June 30, 2024 amounted to \$1,936.6 million. Investment in capital assets includes land, buildings and improvements, equipment, right to use lease tangible assets and software-based information technology (SBITA) intangible assets, and construction in progress with an original cost greater than or equal to \$25,000 and an estimated useful life longer than one year.

The major capital event during the current fiscal year within the Building Fund included the completion of the new Montbello Campus. Capital projects are used to make improvements and critical repairs. In fiscal year 2023, the District implemented GASB 96 (Statement No. 96) software-based information technology arrangements reporting requirements for all state and local governments where the District is named the lessee of intangible assets. The District recognized a SBITA liability within the government-wide financial statements.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

MANAGEMENT'S DISCUSSION AND ANALYSIS
 YEAR ENDED JUNE 30, 2024

The District's total capital assets at June 30, 2024 and 2023, respectively, net of accumulated depreciation, were as follows (in millions).

	June 30, 2024	June 30, 2023
Buildings and improvements	\$ 1,536.3	\$ 1,374.5
Construction in progress	195.2	199.0
Land	121.1	110.5
Equipment	59.3	54.1
Leases	13.7	12.2
SBITA/Software	11.0	12.0
Total	<u>\$ 1,936.6</u>	<u>\$ 1,762.3</u>

(Please see additional details in Note 5 and 6 to the financial statements)

Long-Term Debt

At June 30, 2024 and 2023, respectively, the District's long-term debt consisted of the following (in millions).

	June 30, 2024	June 30, 2023
General obligation bonds	\$ 2,186.4	\$ 2,320.9
Certificates of participation	870.0	913.4
Net pension liability	537.8	439.2
Net OPEB liability (asset)	(3.8)	7.6
Compensated absences	20.3	19.0
Accrued claims liability	12.6	12.4
Lease liability	14.5	12.8
SBITA/software liability	10.5	12.0
Other obligation	-	1.5
Total	<u>\$ 3,648.3</u>	<u>\$ 3,738.8</u>

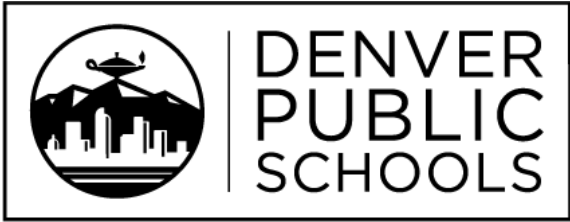
(Please see additional details in Note 7 to the financial statements)

Contacting the District's Financial Management

This financial report is designed to provide the District's citizens, taxpayers, parents, investors and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Financial Services Department, Denver Public School District, 1860 Lincoln Street, Denver, Colorado 80203.



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BASIC FINANCIAL STATEMENTS

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

STATEMENT OF NET POSITION
AS OF JUNE 30, 2024

	Primary Government Governmental Activities	Component Units
ASSETS		
Cash and cash equivalents	\$ 342,534,653	\$ 123,674,897
Investments	3,982	10,708,036
Receivables (net of allowance):		
Taxes	63,457,608	-
Intergovernmental	92,239,573	-
Leases receivable	4,285,202	-
Other	47,977,778	42,940,864
Inventory	6,027,951	72,457
Prepaid items	162,974	1,562,496
Held by fiscal agents	3,346,968	-
Restricted cash and cash equivalents	386,268,735	6,389,856
Restricted investments	266,095,883	-
OPEB Asset	3,806,512	571,488
Capital assets:		
Land and construction in progress	316,237,357	-
Building, net of accumulated depreciation	1,536,327,944	72,500,838
Equipment, net of accumulated depreciation	59,259,161	-
Leases and Software, net of accumulated depreciation	24,752,813	9,655,793
Total assets	<u>3,152,785,094</u>	<u>268,076,725</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred loss on refundings	116,528,567	442,648
Related to pensions	329,471,602	57,006,298
Related to OPEB	6,560,214	1,499,176
Total deferred outflows of resources	<u>452,560,383</u>	<u>58,948,122</u>
LIABILITIES		
Accounts and interest payable	100,342,380	11,433,300
Accrued payroll and benefits	93,797,820	12,593,508
Claims payable	7,302,448	-
Unearned revenue	21,479,645	1,415,183
Due to fiduciary funds	8,941	-
Long-term liabilities:		
Due within one year	195,923,543	11,029,680
Due in more than one year	3,456,128,682	127,282,069
Total liabilities	<u>3,874,983,459</u>	<u>163,753,740</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred gain on refundings	4,469,770	-
Related to leases	4,338,206	194,503
Related to pensions	68,018,727	15,994,061
Related to OPEB	10,996,198	1,995,606
Total deferred inflows of resources	<u>87,822,901</u>	<u>18,184,170</u>
NET POSITION (deficit)		
Net investment in capital assets	36,479,274	26,329,630
Restricted for:		
OPEB Asset	3,806,512	571,488
Debt service	275,277,856	4,153,533
Performance-based teacher compensation	6,334,673	-
Higher education	24,311,281	-
Non-governmental grantor-designated purposes	4,216,356	-
Permanent fund and nonexpendable	71,128	-
Capital projects	-	2,648,255
Donor-designated purposes	-	5,984,571
TABOR Multi Year Obligations	-	344,877
Emergency reserve	40,707,510	10,481,328
Unrestricted (deficit)	(748,665,473)	94,573,255
Total net position (deficit)	<u>\$ (357,460,883)</u>	<u>\$ 145,086,937</u>

The notes to the financial statements are an integral part of this statement.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue												
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions													
Primary government																	
Governmental activities:																	
Instruction:																	
Regular Instruction	\$ 737,736,197	\$ 42,696,118	\$ 169,711,029	\$ -	\$ (525,329,050)												
Special education	150,355,094	8,700,691	32,414,310	-	(109,240,093)												
Vocational	56,851	3,290	12,256	-	(41,305)												
Other instruction	56,343,456	3,260,462	12,146,806	-	(40,936,188)												
Total instruction	944,491,598	54,660,561	214,284,401	-	(675,546,636)												
Support services:																	
Pupil support	133,650,930	7,734,061	28,813,142	-	(97,103,727)												
Instructional support	148,474,837	8,591,885	32,008,955	-	(107,873,997)												
General administration	21,016,543	1,216,177	4,530,852	-	(15,269,514)												
School administration	91,798,455	5,312,158	19,790,374	-	(66,695,923)												
Business services	16,178,062	936,186	3,487,748	-	(11,754,128)												
Operations and maintenance	150,765,853	2,076,692	65,257,985	-	(83,431,176)												
Pupil transportation	38,592,477	2,233,255	8,319,961	-	(28,039,261)												
Central services	97,002,907	5,613,327	20,912,377	-	(70,477,203)												
Other support services	63,426,153	3,670,320	13,673,730	-	(46,082,103)												
Community services	22,008,952	1,273,606	4,744,801	-	(15,990,545)												
Education for adults	32,306,314	1,869,489	6,964,758	-	(23,472,067)												
Interest and fiscal charges	121,850,231	-	-	-	(121,850,231)												
Total support services	937,071,714	40,527,156	208,504,683	-	(688,039,875)												
Total governmental activities	1,881,563,312	95,187,717	422,789,084	-	(1,363,586,511)												
Component units																	
Charter Schools	349,945,294	3,195,292	28,938,019	1,387,119	(316,424,864)												
DPS Foundation	9,496,525	-	17,871,403	-	8,374,878												
Total component units	\$ 359,441,819	\$ 3,195,292	\$ 46,809,422	\$ 1,387,119	\$ (308,049,986)												
<table border="0" style="width: 100%;"> <tr> <td style="width: 30%;"></td> <td style="text-align: center;">Primary Governmental Activities</td> <td style="text-align: center;">Component Units</td> <td colspan="3"></td> </tr> <tr> <td>Net (expense) revenue</td> <td style="text-align: right;">\$ (1,363,586,511)</td> <td style="text-align: right;">\$ (308,049,986)</td> <td colspan="3"></td> </tr> </table>							Primary Governmental Activities	Component Units				Net (expense) revenue	\$ (1,363,586,511)	\$ (308,049,986)			
	Primary Governmental Activities	Component Units															
Net (expense) revenue	\$ (1,363,586,511)	\$ (308,049,986)															
General revenues:																	
Property taxes	1,246,798,645	67,619,603															
Specific ownership taxes	60,358,489	-															
Payment in lieu of taxes	3,268,242	-															
State equalization	216,155,954	219,903,120															
Interest and investment income	31,937,486	5,372,034															
Other	9,162,349	29,078,476															
Total general revenues	1,567,681,165	321,973,233															
Changes in net position	204,094,654	13,923,247															
Net position (deficit) - beginning	(561,555,537)	122,634,498															
Correction of Error	-	(800,259)															
GASB 69 Merger	-	9,329,451															
Net position (deficit) - beginning, as restated	(561,555,537)	131,163,690															
Net position (deficit) - ending	\$ (357,460,883)	\$ 145,086,937															

The notes to the financial statements are an integral part of this statement.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2024

	General	Grants Special Revenue	Bond Redemption
ASSETS			
Assets:			
Cash and cash equivalents	\$ 342,205,790	\$ -	\$ -
Investments	-	-	-
Receivables (net of allowance):			
Taxes receivable	46,398,682	-	11,476,883
Intergovernmental	-	86,112,175	-
Leases receivable	-	-	-
Other	9,694,372	4,881,782	-
Due from other funds	-	-	-
Inventory	1,455,548	-	-
Prepaid items	-	-	-
Cash with fiscal agents	3,346,968	-	-
Restricted cash and cash equivalents	1,750,122	-	-
Restricted investments	-	-	266,095,883
Total assets	<u>\$ 404,851,482</u>	<u>\$ 90,993,957</u>	<u>\$ 277,572,766</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 87,956,746	\$ 1,712,173	\$ -
Claims Liability	7,302,448	-	-
Accrued payroll and benefits	93,797,820	-	-
Due to other funds	29,759,588	46,718,150	159,880
Unearned revenue	4,744,242	14,035,997	-
Total liabilities	<u>223,560,844</u>	<u>62,466,320</u>	<u>159,880</u>
Deferred inflows of resources:			
Property taxes	11,928,572	-	3,244,846
Lease related	-	-	-
Unavailable revenues - long-term receivables	-	-	-
Total deferred inflows of resources	<u>11,928,572</u>	<u>-</u>	<u>3,244,846</u>
FUND BALANCES:			
Nonspendable:			
Inventory	1,455,548	-	-
Prepaid items	-	-	-
Permanent fund	-	-	-
Restricted for:			
Higher education	-	24,311,281	-
Non-governmental grantor-designated purposes	-	4,216,356	-
Performance-based teacher compensation	-	-	-
Debt service	-	-	274,168,040
Capital projects	-	-	-
Emergency reserve	40,707,510	-	-
Committed to:			
Pupil activities	6,876,510	-	-
Food service	-	-	-
Assigned to:			
Subsequent year expenditures	2,627,000	-	-
Special projects	12,995,401	-	-
Capital Projects	-	-	-
Unassigned	104,700,097	-	-
Total fund balances	<u>169,362,066</u>	<u>28,527,637</u>	<u>274,168,040</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 404,851,482</u>	<u>\$ 90,993,957</u>	<u>\$ 277,572,766</u>

The notes to the financial statements are an integral part of this statement.

Continued next page

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

BALANCE SHEET
GOVERNMENTAL FUNDS
AS OF JUNE 30, 2024

	Building	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Assets:			
Cash and cash equivalents	\$ -	\$ 328,863	\$ 342,534,653
Investments	-	3,982	3,982
Receivables (net of allowance):			
Taxes receivable	-	5,582,043	63,457,608
Intergovernmental	-	6,127,398	92,239,573
Leases receivable	4,285,202	-	4,285,202
Other	33,392,207	9,417	47,977,778
Due from other funds	77,830,368	6,599,963	84,430,331
Inventory	-	4,572,403	6,027,951
Prepaid items	162,974	-	162,974
Cash with fiscal agents	-	-	3,346,968
Restricted cash and cash equivalents	378,181,127	6,337,486	386,268,735
Restricted investments	-	-	266,095,883
Total assets	<u>\$ 493,851,878</u>	<u>\$ 29,561,555</u>	<u>\$ 1,296,831,638</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 975,491	\$ 90,644,410
Claims Liability	-	-	7,302,448
Accrued payroll and benefits	-	-	93,797,820
Due to other funds	-	7,801,654	84,439,272
Unearned revenue	-	2,699,406	21,479,645
Total liabilities	<u>-</u>	<u>11,476,551</u>	<u>297,663,595</u>
Deferred inflows of resources:			
Property taxes	-	1,584,480	16,757,898
Lease related	4,338,206	-	4,338,206
Unavailable revenues - long-term receivables	30,062,572	-	30,062,572
Total deferred inflows of resources	<u>34,400,778</u>	<u>1,584,480</u>	<u>51,158,676</u>
FUND BALANCES:			
Nonspendable:			
Inventory	-	557,481	2,013,029
Prepaid items	162,974	-	162,974
Permanent fund	-	71,128	71,128
Restricted for:			
Higher education	-	-	24,311,281
Non-governmental grantor-designated purposes	-	-	4,216,356
Performance-based teacher compensation	-	6,334,673	6,334,673
Debt service	1,109,816	-	275,277,856
Capital projects	378,181,127	-	378,181,127
Emergency reserve	-	-	40,707,510
Committed to:			
Pupil activities	-	4,454,009	11,330,519
Food service	-	5,083,233	5,083,233
Assigned to:			
Subsequent year expenditures	-	-	2,627,000
Special projects	-	-	12,995,401
Capital Projects	79,997,183	-	79,997,183
Unassigned	-	-	104,700,097
Total fund balances	<u>459,451,100</u>	<u>16,500,524</u>	<u>948,009,367</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 493,851,878</u>	<u>\$ 29,561,555</u>	<u>\$ 1,296,831,638</u>

The notes to the financial statements are an integral part of this statement.



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SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF NET POSITION
 AS OF JUNE 30, 2024

Total fund balances for governmental funds	\$ 948,009,367
Capital assets including donated land used in governmental activities are not financial resources and, therefore, are not reported in the funds.	1,911,824,462
Leases and Software assets are not financial resources and, therefore, are not reported in the funds.	24,752,813
Deferred outflows of resources related to loss on refundings are not financial resources and therefore, are not reported in the funds.	116,528,567
Deferred outflows of resources related to pensions are not included in the funds.	329,471,602
Deferred outflows of resources related to OPEB are not included in the funds.	6,560,214
Accrued interest payable, is not due and payable in the current period and, therefore is not reported in the funds.	(9,697,970)
Long term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.	(3,652,052,225)
OPEB Asset is not available to pay current period expenditures and, therefore, is not recorded in the funds.	3,806,512
Deferred inflows of resources related to gain on refundings are not financial resources and, therefore are not reported in the funds.	(4,469,770)
Deferred inflows of resources related to pensions are not financial resources and, therefore are not reported in the funds.	(68,018,727)
Deferred inflows of resources related to OPEB are not financial resources and, therefore are not reported in the funds.	(10,996,198)
Deferred inflows of resources related to property taxes and long-term receivables are economic resources and, therefore are recognized in governmental activities.	<u>46,820,470</u>
Net position (deficit) of governmental activities	<u>\$ (357,460,883)</u>

The notes to the basic financial statements are an integral part of this statement.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	General	Grants Special Revenue	Bond Redemption
REVENUES			
Taxes	\$ 956,558,328	\$ -	\$ 244,240,961
Intergovernmental:			
Revenue from state sources	317,397,656	31,067,646	-
Revenue from federal sources	1,294,324	190,964,971	-
Charges for services	75,572,368	11,648,217	-
Investment income	8,091,550	-	7,634,531
Other local sources	13,452,746	4,775,642	-
Total revenues	<u>1,372,366,972</u>	<u>238,456,476</u>	<u>251,875,492</u>
EXPENDITURES			
Current:			
Instruction:			
Regular instruction	604,168,994	58,193,740	-
Special education	112,160,280	26,419,901	-
Vocational education	35,795	17,949	-
Other instruction	44,520,176	3,418,259	-
Total instruction	<u>760,885,245</u>	<u>88,049,849</u>	<u>-</u>
Support services:			
Pupil supporting services	91,140,006	33,640,576	-
Instructional support	110,181,770	29,988,466	-
General administration	14,472,874	5,148,632	-
School administration	86,563,235	218,705	-
Business services	10,116,419	5,166,345	8,048
Operations and maintenance	49,095,024	765,993	-
Pupil transportation	33,000,829	140,413	-
Central services	73,532,682	8,355,537	-
Other support services	460,826	11,407,898	-
Total support services	<u>468,563,665</u>	<u>94,832,565</u>	<u>8,048</u>
Community services	17,153,672	3,649,620	-
Education for adults	324,572	30,216,372	-
Capital outlay	4,781,818	15,810,705	-
Debt service:			
Principal payments	32,418,823	104,362	109,955,000
Interest and fiscal charges	40,417,259	18,517	94,347,692
Total debt service	<u>72,836,082</u>	<u>122,879</u>	<u>204,302,692</u>
Total expenditures	<u>1,324,545,054</u>	<u>232,681,990</u>	<u>204,310,740</u>
Excess (deficiency) of revenues over (under) expenditures	<u>47,821,918</u>	<u>5,774,486</u>	<u>47,564,752</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	648,908	-
Transfers out	(30,073,883)	-	-
Issuance of leases and software	3,932,261	-	-
Total other financing sources (uses)	<u>(26,141,622)</u>	<u>648,908</u>	<u>-</u>
Net change in fund balances	21,680,296	6,423,394	47,564,752
Fund balance - beginning	147,681,770	22,104,243	226,603,288
Fund balance - ending	<u>\$ 169,362,066</u>	<u>\$ 28,527,637</u>	<u>\$ 274,168,040</u>

The notes to the financial statements are an integral part of this statement.

Continued next page

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	Building	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Taxes	\$ -	\$ 118,646,020	\$ 1,319,445,309
Intergovernmental:			
Revenue from state sources	-	13,988,906	362,454,208
Revenue from federal sources	6,560,458	32,863,206	231,682,959
Charges for services	696,527	1,059,413	88,976,525
Investment income	26,722,589	136,028	42,584,698
Other local sources	26,995,641	6,063,500	51,287,529
Total revenues	<u>60,975,215</u>	<u>172,757,073</u>	<u>2,096,431,228</u>
EXPENDITURES			
Current:			
Instruction:			
Regular instruction	-	35,145,336	697,508,070
Special education	-	3,559,352	142,139,533
Vocational education	-	-	53,744
Other instruction	-	5,326,356	53,264,791
Total instruction	<u>-</u>	<u>44,031,044</u>	<u>892,966,138</u>
Support services:			
Pupil supporting services	-	1,567,520	126,348,102
Instructional support	-	191,780	140,362,016
General administration	-	246,670	19,868,176
School administration	-	552	86,782,492
Business services	-	3,264	15,294,076
Operations and maintenance	26,087,787	72,932,331	148,881,135
Pupil transportation	-	3,342,502	36,483,744
Central services	8,344,569	1,469,778	91,702,566
Other support services	-	48,091,757	59,960,481
Total support services	<u>34,432,356</u>	<u>127,846,154</u>	<u>725,682,788</u>
Community services	-	3,067	20,806,359
Education for adults	-	119	30,541,063
Capital outlay	262,059,105	-	282,651,628
Debt service:			
Principal payments	11,844,263	1,269,593	155,592,041
Interest and fiscal charges	6,054,595	-	140,838,063
Total debt service	<u>17,898,858</u>	<u>1,269,593</u>	<u>296,430,104</u>
Total expenditures	<u>314,390,319</u>	<u>173,149,977</u>	<u>2,249,078,080</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(253,415,104)</u>	<u>(392,904)</u>	<u>(152,646,852)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	28,024,975	1,400,000	30,073,883
Transfers out	-	-	(30,073,883)
Issuance of leases and software	2,002,493	-	5,934,754
Total other financing sources (uses)	<u>30,027,468</u>	<u>1,400,000</u>	<u>5,934,754</u>
Net change in fund balances	(223,387,636)	1,007,096	(146,712,098)
Fund balance - beginning	682,838,736	15,493,428	1,094,721,465
Fund balance - ending	<u>\$ 459,451,100</u>	<u>\$ 16,500,524</u>	<u>\$ 948,009,367</u>

The notes to the financial statements are an integral part of this statement.



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SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO
 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

Net change in fund balance - governmental funds	\$ (146,712,098)
Governmental funds report capital outlays as expenditures. In the statement of activities, the cost of capitalized assets is allocated over the estimated useful lives and reported as depreciation expense.	
Capital, leases and software asset additions	287,872,131
Capital, leases and software asset depreciation	(110,951,848)
Capital, leases and software asset loss on disposal	(2,640,870)
Principal retirements - Retirements of principal outstanding on the School District's debt result in a reduction of accumulated resources on the fund financial statements. The government-wide statements show these as reductions against the long-term liability.	
	151,270,000
Amortization of premium on debt has no effect on the governmental funds, but increases the change in net position of governmental activities.	
	26,648,819
Amortization of deferred loss on refundings are not reported on the governmental fund statements while on the government-wide net position they are amortized over the life of the debt as an adjustment to interest expense.	
	(11,006,754)
Amortization of deferred gain on refundings are not reported on the governmental fund statements while on the government-wide net position they are amortized over the life of the debt as an adjustment to interest expense. Current year deferred gain on refunding less amortization - gain on refunding	
	2,861,543
Some expenses reported in the statement of activities do /(do not) require the use of current financial resources and, therefore, are/(are not) reported as expenditures in governmental funds:	
Change in compensated absences	(1,317,285)
Change in leases liability	(1,702,175)
Change in SBITA liability	1,417,786
Change in accrued claims liability	(116,961)
Change in other obligation	1,500,000
Change in interest payable related to long-term liabilities	571,579
Net Pension Credit	7,992,844
Net OPEB Credit	10,696,118
Change in deferred property tax and other revenues - revenues that do not provide current financial resources are deferred on the governmental fund financial statements but are recognized on the government-wide financial statements.	
	(12,288,175)
Change in net position of governmental activities	<u>\$ 204,094,654</u>

The notes to the basic financial statements are an integral part of this statement.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
AS OF JUNE 30, 2024

	<u>Private Purpose Trust Fund</u>
Assets	
Cash and investments	\$ 1,114,143
Due from other funds	<u>8,941</u>
Total Assets	<u>1,123,084</u>
Net Position	
Restricted for	
Net position held in trust	<u>1,123,084</u>
Total Net Position	<u>\$ 1,123,084</u>

The notes to the financial statements are an integral part of this statement.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

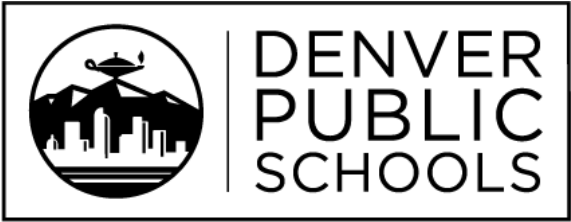
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2024

	Private Purpose Trust Fund
Additions	
Interest income	\$ 66,549
Total Additions	<u>66,549</u>
Net increase in fiduciary net position	66,549
Net position - beginning	<u>1,056,535</u>
Net position - ending	<u>\$ 1,123,084</u>

The notes to the financial statements are an integral part of this statement.



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NOTES TO THE BASIC FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of School District No. 1 in the City and County of Denver and State of Colorado (the District) is presented to assist in understanding the District's financial statements. A summary of the significant accounting policies applied in the preparation of the basic financial statements is described below.

Financial Reporting Entity

The District was created for the purpose of supervising and governing the public schools and public school property within the boundaries of the City and County of Denver.

The financial statements of the District include all of the integral parts of the District's operations. The District applied various criteria to determine if it is financially accountable for any legally separate organizations, which would require that organization to be included in the District's reporting entity. These criteria include fiscal dependency, financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters.

This report contains financial statements of the District (the primary government) and its component units. Refer to Note 15 and the basic financial statements for additional information on component units.

Government-Wide and Fund Financial Statements

The government-wide financial statements (the statement of net position and the statement of activities) display the information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds which are reported separately. Governmental activities are normally supported by taxes and intergovernmental revenues and reported in this manner. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs are also included in the program expense reported for individual functions and activities. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function 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 major governmental funds and fiduciary funds. Fiduciary activities are not reflected in the government-wide financial statements because those resources are not available to support the district's own programs. General Fund, Grants Special Revenue, Bond Redemption and Building are major governmental funds and are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as is 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 fiscal 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.

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers grant and state revenues to be available if they are collected within 180 days of the fiscal year-end. Property tax and other revenues are considered available if collected within 60 days of the year-end. 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, pension and OPEB are recorded only when payment is due.

The District's fiduciary funds apply the accrual basis of accounting and the economic resources measurement focus.

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred inflows of resources, fund equity, revenue and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled.

For governmental activities, when both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources, as they are needed.

Governmental Funds

The District reports the following major governmental funds:

The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in other funds as detailed below. Primary revenue sources for the general fund include property taxes, state equalization, tuition billing for early childhood education and revenue and expenditures of sponsoring athletic events at District middle and high schools starting fiscal year 2024.

The Grants Special Revenue Fund is used for the revenues and expenditures related to federal, state, and local grants. Special Revenue funds are used to account for proceeds of special revenue sources that are

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

legally or otherwise restricted to expenditures for specified purposes. Revenue restrictions in this fund are imposed by the grantor for the specific purposes of the grant.

The Bond Redemption Fund (debt service fund) accounts for and reports financial resources that are restricted for the payment of principal and interest on long-term general obligation debt of the District as a result of the issuance of general obligation bonds.

The Building Fund is a capital projects fund and accounts for ongoing capital outlay needs of the District such as construction, renovation projects, repairs and maintenance funded by the sale of general obligation bonds, proceeds from the issuance of certificates of participation (COPs), other external revenue sources and interfund transfers. Debt payments on certain COPs are also accounted for here.

The District reports the following nonmajor governmental funds:

The Food Services Special Revenue Fund accounts for the revenue and expenses related to providing students with healthy and nutritious meals. Revenue sources for this fund include federal and state grants and private sources.

The Pupil Activity Special Revenue Fund represents school sponsored student activities managed at the school level.

The Mill Levy Technology Maintenance Special Revenue Fund accounts for the proceeds of voter approved taxes from the 2020 mill levy override. The investments and expenditures are dedicated to maintenance operations and technology improvements.

The ProComp Special Revenue Fund is a blended component unit used to account for the proceeds of voter approved taxes from the 2005 mill levy override. The investments and expenditures are the professional compensation system of the teachers.

The Permanent Fund is used to account for and report resources that are restricted to the extent that only earnings and not principal may be used for purposes that support the District's programs.

Fiduciary Funds

The District has a Fiduciary Fund which is Private Purpose Trust Fund. The Private Purpose Trust Fund is used to report all fiduciary activities that are not required to be reported in pension and other employee benefit trust funds or investment trust funds and are held in trust

Budgets and Budgetary Accounting

The District adopts an annual budget for all funds, following these procedures in establishing the budgetary data reflected in the accompanying financial statements:

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

1. Late in April, but no later than June 1, the Superintendent presents to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and projected revenue.
2. A public hearing is conducted at the administration building to obtain taxpayer comments.
3. A balanced budget and appropriation resolution must be adopted by June 30. The District cannot expend monies in excess of the amount appropriated for an individual fund unless an amended or supplemental budget is approved by resolution.
4. The District's Board of Education or management can modify the budget by line item within the total fund's appropriation.
5. Mill levies must be certified to the City and County of Denver by December 15.
6. Formal budgetary integration is employed as a management control device during the year for all funds.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Revenues are on the modified accrual basis.
8. Total appropriations are as amended.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

Deposits and Investments

For the purposes of the government-wide financial statements, the fund financial statements and the statement of cash flows, the District's cash and cash equivalents are considered to be cash on hand, demand deposits held in banks and other securities with original maturities of less than three months.

Investments are reported at fair value in accordance with GASB Statement 72. Investments excluded from fair value measurement are:

1. Investments in the external investment pool Colorado Surplus Asset Fund Trust (CSAFE) and Colorado Statewide Investment Program (CSIP) Liquid Portfolio are reported at \$1 net asset value per share or amortized cost.
2. Investments in the external investment pool Colorado Local Government Liquid Asset Trust (COLOTRUST) and CSIP Term Investments are reported at \$1 net asset value per share.
3. Stocks held by trust which are reported at cost.
4. Restricted cash is a result of unspent bond proceeds.

Unearned Revenue

Unearned revenue consists of funds that have been received but the corresponding revenue recognition criteria have not been met and primarily consists of grants.

Inventories

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories are recorded as expenditures when consumed rather than when purchased.

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Inventories of governmental funds, except the Food Services Fund, are associated with nonspendable fund balance. In accordance with GASB Statement 54, nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact, including items that are not expected to be converted to cash.

Food Services inventory consists of food items, including commodities donated by the federal government and cafeteria supplies held at the central warehouse for distribution to school lunchrooms. General Fund inventory consists of transportation and building maintenance parts and fuel. Expendable supplies issued to schools or other locations are not included in inventory.

The cost of inventory items is recorded as expenditures when consumed. Donated government commodities are recorded as inventory at the acquisition value at the time of donation.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The District records prepaid items using the consumption method.

Capital, Leases and Software Assets

Capital and leases/software assets are real, personal and intangible property that have a cost equal to or greater than an established capitalization threshold of \$25,000 and have an estimated useful life extending beyond one year. For additional information, refer to Note 5, Note 6 and Note 7.

Due From and Due to Other Funds

A general disbursing account within the General Fund is used on an imprest basis to make expenditures on behalf of all funds. This account is periodically reimbursed by the applicable funds. Interfund balances at June 30, 2024 represent reimbursements and adjustments due but not transferred as of that date.

Indirect Costs

Indirect costs are allocated to grants in the Grant Special Revenue Fund based on an indirect cost rate established by the Colorado Department of Education. The indirect cost expenditure in the Grant Special Revenue Fund is offset against expenditures in the General Fund.

Accrued Payroll

The accrued payroll represents payment in arrears earned as of June 30 as well as the liability to teachers and certain other employees who earn their salaries over the school year but are paid over a twelve-month period from August 1 to July 31. Changes in the accrual are reflected in expenditures or expenses on the applicable fund's statement of revenues, expenditures and changes in fund balances. Certain payroll benefits and part-time salaries which are payable at June 30 are also included.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in all funds.

Compensated Absences

The compensated absence liability including payroll taxes, reported on the government-wide financial statements consists of accumulated sick and vacation leave which vests and is payable upon termination or retirement. Accumulated sick leave vests only at qualified retirement and vests as a rate determined by contract, which is less than the normal rate of pay. A qualified retiree can be paid for up to one work-years' worth of accumulated sick leave. Retirees who accumulate vacation leave are compensated at their normal rate of pay for the balance at retirement. On the fund financial statements, compensated absence amounts are reported as expenditures or expenses, as appropriate, when paid.

Long-term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Debt premiums and discounts are deferred and amortized over the life of the debt using the straight-line method, which approximates the effective interest method. The appropriate obligations are reported net of the applicable debt premium or discount.

In the fund financial statements, governmental fund types recognize debt premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. In accordance with Section 22-45-103, CRS, the District's bond redemption fund custodian for FY 2024 was U.S. Bank.

Deferred Outflows of Resources and Deferred Inflows of Resources

In accordance with GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions* and GASB Statement No. 87 *Leases* the government-wide statements include deferred outflows of resources representing the deferred loss on refunding of the District's certificates of participation and bond obligations and items relating to the District's pension and OPEB obligations. Deferred inflows of resources relate to deferred gain on refunding, pension, OPEB obligations and leases. Additionally, the governmental fund financial statements include deferred inflows of resources for property taxes receivable and long-term receivables that have not met modified accrual revenue recognition criteria.

Net Position

In the government-wide statements, net position consists of net investment in capital assets, restricted and unrestricted net positions. Restricted net position includes amounts for debt service, performance-based teacher compensation, emergency reserve, higher education, non-governmental grantor-designated purposes, and capital projects.

Fund Balances

Fund balances for governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. For the classification of fund balances, the District considers amounts to have been spent when expenditure is incurred for purposes for which fund balance is both available and can be used. In accordance with GASB Statement 54, the fund balances of the District are classified into the following categories: nonspendable, restricted, committed, assigned or unassigned.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Nonspendable fund balance includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact, including items that are not expected to be converted to cash.

Restricted fund balance includes amounts where constraints have been placed on the use of resources by either (a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed fund balance includes amounts that can only be used for specific purposes pursuant to constraints imposed by the Board of Education. Committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of formal action (for example, resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned fund balance includes amounts that are constrained by the District's intent to be used for specific purposes, but are neither restricted nor committed. The Board of Education adopted a fund balance policy and as part of the policy delegated the authority to the Superintendent or designee to assign amounts to be used for specific purposes.

Unassigned fund balance represents residual fund balance that has not been restricted, committed or assigned. Positive unassigned fund balance can only be reported in the general fund while negative unassigned fund balance may be reported in any governmental fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds and finally unassigned funds, as needed, unless the Board of Education has provided otherwise in its commitment or assignment actions.

2. CASH AND INVESTMENTS

Investments Authorized by the Colorado Statutes and District’s Investment Policy

The table below identifies the investment types that are authorized by the District’s investment policy or Colorado Revised Statutes (CRS), where more restrictive. The table also identifies certain provisions of the District’s investment policy that address interest rate risk, credit risk and concentration of credit risk. The table does not address the investments of (a) debt proceeds that are governed by the provisions of the debt agreements of the District, or (b) Special Revenue ProComp Trust assets that are governed by the Trust’s Investment Policy Statement rather than the general provisions of the District’s investment policy.

Authorized Investment Type	Maximum Maturity	Maximum % of Portfolio	Maximum Investment in One Issuer
U.S Treasury Obligations	5 years	100%	N/A
Federal Agency and instrumentality Securities	5 years	100%	50%
Local Government Investment Pools	13 months	100%	50%
Money Market Mutual funds	13 months	100%	50%
Repurchase Agreements*	5 years	100%	N/A
Commercial Paper	9 months	35%	5%
Corporate Bonds	3 years	35%	5%
Municipal Bonds	5 years	25%	5%
Non-negotiable Certificates of Deposit	1 year	5%	2%
Negotiable Certificates of Deposit	3 years	35%	5%
Flexible Repurchase Agreements	5 years	100%	N/A
Guaranteed Investment Contracts	C.R.S. 24-75-601	N/A	N/A

*Other than repurchase agreements for investment of general obligation bond proceeds and certificates of deposit.

As of June 30, 2024, the District investments are in compliance with the investment policy.

Investments Authorized by Debt Agreements

The District invests in various investment securities that are exposed to interest rate risk and credit risk. Due to the level of risk associated with certain investment securities, it is possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the financial statements.

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The valuation is based on the inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are inputs other than those within Level 1 that are directly or indirectly observable; and Level 3 inputs are significant unobservable inputs.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

The District has the following recurring fair value measurements as of June 30, 2024:

- Corporate Notes of \$22,240,872 are valued using quoted market price or other observable inputs (Level 1 and 2 inputs).
- U.S. Treasury securities of \$181,317,419 are valued using quoted price in active markets for identical assets (Level 1 and 2 inputs).
- Repurchase Agreements of \$42,275,000 are valued using pricing models (Level 2 inputs).

Custodial Credit Risk

Colorado law requires the District to use eligible public depositories as defined by the Public Deposit Protection Act of 1989 (the Act). Under the Act, the depository is required to pledge eligible collateral having a market value at all times equal to 102% of the aggregate public depositories not insured by the Federal Deposit Insurance Corporation. Eligible collateral as defined by the Act primarily includes obligations of, or guarantees by, the U.S. government, the State of Colorado or any political subdivision thereof and obligations evidenced by notes secured by first lien mortgages of trust on real property.

Custodial credit risk is the risk that in the event of a bank failure, the District will not be able to recover its deposits nor the collateral securities that are in the possession of an outside party.

The District’s deposits are with eligible public depositories and are considered to be held in the name of the District. These deposits have bank balances of \$18,426,748 and related carrying amount of \$11,435,308.

Interest Rate Risk

Interest rate risk is the risk that an investment’s value will change due to a change in interest rates. The District’s investment policy addresses interest rate risk by requiring adherence to the Colorado Revised Statutes. The District manages its exposure to interest rate risk by purchasing a combination of shorter and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is either maturing or close to maturing as necessary to provide the cash flow and liquidity needed by operations and debt service requirements.

The following table shows the distribution of the District’s cash and cash equivalents and investments by maturity, which displays the sensitivity of the fair values of the District’s investments, including investments held by bond trustee, to market rate fluctuations:

Type of Security	Fair Value	Maturity			
		30 days or less	12 months or less	1 to 2 years	2 to 7 years
US Treasury Notes	\$ 181,317,419		\$ 181,317,419		
Corporate Note	22,240,872	-	22,240,872	-	-
External Investment Pools	554,244,331	554,244,331	-	-	-
Money Market Funds	187,847,451	187,847,451	-	-	-
Repurchase Agreements	42,275,000	-	-	-	42,275,000
Total	\$ 987,925,073	\$ 742,091,782	\$ 203,558,291	\$ -	\$ 42,275,000

Stocks with an amount of \$3,982 are the only securities without maturity.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Reconciliation

The following is a reconciliation of cash and investments per this note to the basic financial statements:

Cash and investments per footnote presentation:	
Cash in bank - carrying amount	\$ 11,435,308
Investments	987,925,073
Stocks	3,982
Total	<u>\$ 999,364,364</u>
Cash and investments per government-wide statements of net position:	
Cash and cash equivalents	\$ 342,534,653
Investments	3,982
Restricted cash and cash equivalents	386,268,735
Held by fiscal agents	3,346,968
Restricted investments	266,095,883
Cash and investments per the fiduciary statements of net position:	
Private purpose trust	1,114,143
Total	<u>\$ 999,364,364</u>

Foreign Currency Rate Risk

Foreign currency rate risk is the risk that changes in monetary exchange rates will adversely affect the fair value of an investment or a deposit in terms of U.S. dollars. The District has no formal policy relating to foreign currency risk, nor are any deposits or investments exposed to foreign currency risk.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. Credit risk is measured by the assignment of a rating by a nationally recognized statistical rating organization (NRSROs). State law limits investments for school districts to U.S. Treasury instruments, other federally backed notes and credits, and other agency offerings (not based on derivatives) without limitation. State law further limits investments in money market funds that are organized according to the Federal Investment Company Act of 1940, as specified in Rule 2a-7, as amended, as long as such rule does not increase the remaining maturities beyond a maximum of three years. The District's investment policy requires money market funds and local government investment pools to have a rating of AAAm or equivalent by one or more NRSROs. Corporate bonds must have a rating of at least AA- or equivalent by at least two NRSROs. General obligations must be rated at the time of purchase at least AA or the equivalent by two or more NRSROs, and revenue obligations at least AAA or the equivalent at the time of purchase. Commercial paper must have a rating of at least A-1 or the equivalent at the time of purchase by at least two NRSROs.

As of June 30, 2024, the money market funds that the District participated in were rated as follows by Standard and Poor's:

<u>Financial Institution</u>	<u>Fund</u>	<u>Rating as of June 30, 2024</u>
Wells Fargo	Government Money Market Fund	AAAm
Wells Fargo	Treasury Plus Money Market Fund	AAAm

Standard and Poor's rates all U.S. Agency Obligations as AA+.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

The District utilizes government investment pools for investment, when a high degree of liquidity is prudent. The pools are the Colorado Local Government Liquid Asset Trust (COLOTRUST), the Colorado Surplus Asset Fund Trust (CSAFE) cash account and the Colorado Statewide Investment Program (CSIP) collectively, the Trusts. COLOTRUST and CSIP Term Investment are local government investment pools with a stable net asset value. CSAFE and CSIP Liquid Portfolio are considered a qualifying external investment pool under GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*.

The District invests \$53,308,636 in the CSAFE-Cash account, \$144,897,031 in COLOTRUST, and \$356,038,664 in CSIP. The Colorado Division of Securities regulates these local government investment pools. The District's position is that these pools are the same as the value of pool shares. Standard and Poor's rates COLOTRUST as AAAM and CSIP as AAAM. Fitch Ratings Financial Services Company rates CSAFE-Cash as AAAMmf.

The District has \$3,346,968 in the State of Colorado Treasury ("T-Pool") as required by the Colorado Workers' Compensation Act for self-insurance security. T-Pool is held by fiscal agents and considered a money market fund. The pool is not rated.

District utilizes government investment pools for investment, when a high degree of liquidity is prudent. The pools are the Colorado Local Government Liquid Asset Trust (COLOTRUST), the Colorado Surplus Asset Fund Trust (CSAFE), and the Colorado Statewide Investment Program (CSIP) collectively, the Trusts. COLOTRUST and CSIP Term Investment are local government investment pools with a stable net asset value. CSAFE and CSIP Liquid Portfolio are considered a qualifying external investment pool under GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*.

The State Securities Commissioner administers and enforces all State statutes governing the Trusts. The Trusts operate similarly to a money market fund and each share is equal in value to \$1.00, although not guaranteed. Investment objectives and strategies focus on safety, liquidity, transparency, and competitive yields through investment in a diversified portfolio of short-term marketable securities. The Trusts may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities, certain obligations of U.S. government agencies and at least A-1 or equivalent commercial paper.

A designated custodial bank serves as custodian for the Trusts' portfolios pursuant to a custodian agreement. The custodian acts as a safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trusts. The Trusts do not have any limitations or restrictions on participant withdrawals.

The District's investment policy requires that repurchase agreements and flexible repurchase agreements are collateralized as required by state law at a minimum of 102% of the purchase price plus accrued interest. For repurchase agreements, the collateral is to be delivered and held in a third party safekeeping account and the market value of the collateral securities marked-to-market daily.

Concentration of Credit Risk

Concentration of credit risk as defined by the Government Accounting Standards Board (GASB) is any investment that represents 5% or more of the total investments to any one issuer. The District's investments in includable investment types of corporate notes, repurchase agreements and stocks do not contain more than a 5% concentration as of June 30, 2024.

3. REVENUE AND RECEIVABLES

Property Taxes

Property taxes are levied on December 15 and attach an enforceable lien on property as of January 1 of the following year. Taxes are payable in either one installment on or before April 30, or in two equal payments on or before February 28 and June 15 of each year. The mill levy is determined by the District in accordance with state laws and finance formulas. The assessments and collections are made by the City and County of Denver and remitted upon receipt to the District.

Property taxes levied for the General Fund totaled \$908,371,057 and for ProComp totaled \$40,765,405 in 2024. The Mill Levy Technology Maintenance Fund, which was created in fiscal year 2021, levied property taxes of \$79,894,150. In 1988, 1998, 2003, 2005, 2012 and 2016 the voters of Denver approved mill levy overrides. The 1988, 1998 and 2003 override election mill levies are fixed amounts of \$12.1 million, \$17.0 million and \$20.0 million, respectively. The 2005 override election mill levy initially set at \$25.0 million is adjusted annually for inflation as measured by the Denver-Boulder-Greeley consumer price index. The 2005 override election mill levy amount for the 2024 collection year was approximately \$40.8 million. The 2012 override will generate \$83.6 million for the 2024 property tax collection year which results in a levy of 3.322 mills. The 2016 override election mill levy is variable at 3.379 mills and will generate \$85.1 million for the 2024 property tax collection year.

Deferred inflow of resources of property taxes at June 30, 2024, included General Fund \$11,928,572, ProComp Special Revenue Fund \$535,324 and Mill Levy Technology Maintenance Fund \$1,049,156. In addition, property taxes levied for the Bond Redemption Fund totaled \$247,840,568 in 2024 and accounted for the entire deferred inflow of resources of \$3,244,846 at June 30, 2024. Property tax revenue is recorded in the General Fund, the ProComp Special Revenue Fund, the Mill Levy Technology Maintenance Fund and the Bond Redemption Fund. The taxes receivable are recorded net of an estimated uncollectible amount of \$3,790,257 in the governmental activities, \$3,045,018 in the General Fund and \$745,239 in the Bond Redemption Fund.

Collection fees by the City and County of Denver amount to one-quarter of one percent of property taxes collected for the General Fund and no collection fees are charged for the Bond Redemption Fund. Collection fees are recorded as expenditures.

DURA

The District and the Denver Urban Renewal Authority (Authority) are parties to the Amended and Restated Central Park School Funding Agreement (Funding Agreement). The Funding Agreement provides funding of various projects in the Central Park Urban Redevelopment Area.

The Central Park School Redevelopment Plan and Cooperation Agreement (Redevelopment Plan) authorize the Authority to receive and use certain incremental increases in sales and property tax revenues generated within the Central Park Urban Redevelopment Area. The Authority and the District entered into the Funding Agreement which provides for the payment of the actual development costs of certain schools and other property identified therein from proceeds of obligations issued by the Authority.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

In accordance with the Funding Agreement, the District has performed work and is eligible for reimbursement with respect to an elementary school, a K-8 school and the acquisition and construction of a District high school and sports field. The District entered into a supplemental agreement with the Authority which included land for an elementary school and construction of a new fire station to accommodate the needs of the growing area. Per the supplemental agreement, the District also received donated land for a second school site. Reimbursement to the District is in accordance with the Redevelopment Plan and Funding Agreement including amendments. Payments are expected each year through 2026. The following table summarizes the projects and outstanding reimbursable amounts as of June 30, 2024. The remaining balances are reflected as accounts receivable and deferred inflow of resources in the Building Fund.

Project	Beginning Balance	Earned	Received	Receivable at June 30, 2024
Central Park Redevelopment Plan	\$ 43,789,188	\$ -	\$ 13,751,730	\$ 30,037,458

Other Revenue

The District holds bond issuances comprised of 2009C Build America Bond, 2010A Qualified School Construction Bond, 2010B Build America Bond and 2012C Qualified Zone Academy Bond which credits payments to issuers. The 2010B Build America Bond, the 2009C Build America Bond, 2010A Qualified School Construction Bond, 2010B Build America Bond and 2012C Qualified Zone Academy Bond payments are outstanding for the current fiscal year but the District is expecting credits that will be paid the following fiscal year as outlined below.

Project	Beginning Balance	Earned	Received	Receivable at June 30, 2024
U.S. Treasury Subsidy	\$ 12,543	\$ 6,616,150	\$ 3,273,944	\$ 3,354,749

Other Receivables

Other Receivables for the District include the receivables mentioned above for Central Park Redevelopment, the U.S. Treasury and other receivables that are expected to be paid in the following fiscal year. General Fund receivables of \$9.7 million consists of other state and local revenues. Grants Special Revenue receivables of \$4.9 million consists of private grants and higher education student tuition.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

4. INTERFUND BALANCES AND TRANSFERS

Balances of interfund receivables, payables and transfers at June 30, 2024 are as follows:

	Due From	Due To	Transfer In	Transfer Out
Major Funds				
General Fund - Due to Other Funds	\$ -	\$ 29,759,588	\$ -	\$ 30,073,883
Grants Special Revenue	-	46,718,150	648,908	-
Bond Redemption	-	159,880	-	-
Building	77,830,368	-	28,024,975	-
Subtotal	<u>\$ 77,830,368</u>	<u>\$ 76,637,618</u>	<u>\$ 28,673,883</u>	<u>\$ 30,073,883</u>
Nonmajor Funds				
Food Service	-	3,744,660	1,400,000	-
Pupil Activity Fund	6,599,963	-	-	-
ProComp	-	1,353,409	-	-
Mill Levy Technology Maintenance	-	2,643,058	-	-
Permanent	-	60,527	-	-
Subtotal	<u>\$ 6,599,963</u>	<u>\$ 7,801,654</u>	<u>\$ 1,400,000</u>	<u>\$ -</u>
Fiduciary Funds				
Private Purpose Trust	8,941	-	-	-
Total	<u><u>\$ 84,439,272</u></u>	<u><u>\$ 84,439,272</u></u>	<u><u>\$ 30,073,883</u></u>	<u><u>\$ 30,073,883</u></u>

The majority of the District transfers are from the General Fund to sustain the capital project fund, funding for student athletic programs, additional funding support for food services and to finance various programs accounted for in other funds in accordance with budgetary authorizations. All interfund receivables and payables are the result of normal business and are expected to be paid in the current fiscal year.



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5. CAPITAL, LEASES AND SOFTWARE ASSETS

Capital, lease and software-based information technology arrangements (SBITA) assets resulting from expenditures in the governmental funds are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital and lease/software assets are capitalized at cost, or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are recorded at acquisition value as of the date received. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. All reported capital and lease/software assets except land and construction in progress are depreciated.

Depreciation is computed using the straight-line method over the following useful lives.

Description	Estimated Lives
Buildings and improvements	5-39 years
Furniture and equipment	5 years
Computer equipment	3-5 years
Buses	7 years
Other vehicles	5 years
Leases/software assets*	Varies

* The shorter of the lease/software term or useful life of the underlying asset.

Following is a detail by function of depreciation expense for governmental activities reported in the government-wide statement of activities:

Instruction:	
Regular	\$ 46,341,303
Special education	9,443,520
Vocational	3,571
Other Instruction	3,538,826
Supporting services:	
Pupil support	8,394,363
Instructional support	9,325,425
General administration	1,320,009
School administration	5,765,688
Business services	1,016,114
Operations and maintenance	9,891,421
Pupil transportation	2,423,921
Central services	6,092,570
Other support services	3,983,677
Community services	1,382,341
Education for adults	2,029,099
Total Depreciation Expense	<u>\$ 110,951,848</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

A summary of changes in governmental capital, lease and software assets are as follows:

	July 1, 2023	Additions	Transfers	Retirements	June 30, 2024
Land	\$ 110,487,963	\$ 10,580,164	\$ -	\$ -	\$ 121,068,127
Buildings and Improvements	\$ 2,393,578,925	-	246,077,299	(65,403)	\$ 2,639,590,821
Less accumulated depreciation	1,019,035,648	84,227,229	-	-	1,103,262,877
Net	\$ 1,374,543,277	\$ (84,227,229)	\$ 246,077,299	\$ (65,403)	\$ 1,536,327,944
Equipment	\$ 352,472,933	10,237,271	17,034,729	(1,479,564)	\$ 378,265,369
Less accumulated depreciation	298,425,017	22,055,501	-	(1,474,310)	319,006,208
Net	\$ 54,047,916	\$ (11,818,230)	\$ 17,034,729	\$ (5,254)	\$ 59,259,161
Construction in progress	\$ 199,024,231	\$ 259,257,027	\$ (263,112,028)	\$ -	\$ 195,169,230
Lease Assets:					
Land	\$ 509,467	846,131	-	(408,196)	\$ 947,402
Less amortization expense	399,125	205,887	-	(397,144)	207,868
Net	\$ 110,342	\$ 640,244	\$ -	\$ (11,052)	\$ 739,534
Building	\$ 14,390,694	-	-	-	\$ 14,390,694
Less amortization expense	2,812,564	1,403,831	-	-	4,216,395
Net	\$ 11,578,130	\$ (1,403,831)	\$ -	\$ -	\$ 10,174,299
Equipment	\$ 2,206,257	2,930,002	-	(1,507,447)	\$ 3,628,812
Less amortization expense	1,664,270	690,183	-	(1,507,447)	847,006
Net	\$ 541,987	\$ 2,239,819	\$ -	\$ -	\$ 2,781,806
Software Assets	\$ 14,191,214	4,021,536	-	(3,030,270)	\$ 15,182,480
Less amortization expense	2,227,198	2,369,217	-	(471,109)	4,125,306
Net	\$ 11,964,016	\$ 1,652,319	\$ -	\$ (2,559,161)	\$ 11,057,174
Total Capital Assets (Net)	\$ 1,762,297,862	\$ 176,920,283	\$ -	\$ (2,640,870)	\$ 1,936,577,275

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Net investment in capital assets is estimated by first comparing the total building fund expenditures since 2015 to the capital outlay from the building fund for the same time frame which is 86.26% as of June 30, 2024. The calculation of net investment in capital assets is below and results in a positive net investment in capital assets net of related debt.

Capital assets (net)	\$	1,936,577,275
Outstanding bonds payable	\$	2,186,383,604
Less unspent bond proceeds		(374,699,032)
Less capital related deferred loss on refunding		(13,272,564)
Plus capital related deferred gain on refunding		4,469,770
Adjusted bonds payable	\$	1,802,881,778
Percent of capitalized assets		86.26%
Bonds payable related to capital assets	\$	<u>1,555,165,822</u>
Related Debt:		
Certificates of participation		268,065,618
Lease assets liability		14,522,710
SBITA/software assets liability		10,530,966
Accounts payable capital related		36,036,545
Retainage payable		15,776,340
Total related debt	\$	<u>1,900,098,001</u>
Net investment in capital assets	\$	<u>36,479,274</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

6. LEASES AND SOFTWARE BASED INFORMATION TECHNOLOGY ARRANGEMENTS

Lessee

Denver Public Schools implemented GASB No. 87 July 1, 2021 and GASB No. 96 July 1, 2022 requirement to recognize a tangible lease and intangible software lease liability.

The following is the lease and software liability payment schedule as of June 30, 2024:

	<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Expenditures</u>
Equipment	2025	\$ 621,869	\$ 125,431	\$ 747,300
	2026	579,955	92,769	672,724
	2027	611,481	58,999	670,480
	2028	702,806	23,548	726,354
		<u>\$ 2,516,111</u>	<u>\$ 300,747</u>	<u>\$ 2,816,858</u>
Buildings	2025	\$ 1,153,691	\$ 478,028	\$ 1,631,719
	2026	1,254,164	427,230	1,681,394
	2027	1,158,791	375,149	1,533,940
	2028	1,135,261	326,084	1,461,345
	2029	837,676	282,635	1,120,311
	2030-2034	5,143,350	747,170	5,890,520
	2035	567,075	11,174	578,249
	<u>\$ 11,250,008</u>	<u>\$ 2,647,470</u>	<u>\$ 13,897,478</u>	
Land	2025	\$ 145,581	\$ 39,414	\$ 184,995
	2026	159,754	30,748	190,502
	2027	174,926	21,248	196,174
	2028	191,161	10,855	202,016
	2029	85,169	1,706	86,875
	<u>\$ 756,591</u>	<u>\$ 103,971</u>	<u>\$ 860,562</u>	
Total Lease Liability		<u>\$ 14,522,710</u>	<u>\$ 3,052,188</u>	<u>\$ 17,574,898</u>
Software	2025	\$ 2,233,054	\$ 291,593	\$ 2,524,647
	2026	1,700,877	207,945	1,908,822
	2027	1,582,726	152,398	1,735,124
	2028	1,467,756	112,984	1,580,740
	2029	1,392,793	73,856	1,466,649
	2030-2031	2,153,760	46,216	2,199,976
Total Software Liability		<u>\$ 10,530,966</u>	<u>\$ 884,992</u>	<u>\$ 11,415,958</u>
Total Lease and Software Liability		<u>\$ 25,053,676</u>	<u>\$ 3,937,180</u>	<u>\$ 28,990,856</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Lessor

Denver Public Schools recognized a lease receivable for twenty-six Cell Towers, and two Building Leases during fiscal year 2024.

Total lease revenue recognized during the fiscal year ending June 2024 is as follows:

	<u>Revenue</u>	<u>Interest</u>	<u>Total Revenue</u>
Cell Towers	\$ 682,090	\$ 105,201	\$ 787,291
Buildings	14,437	142,360	156,797
	<u>\$ 696,527</u>	<u>\$ 247,561</u>	<u>\$ 944,088</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

7. LONG-TERM LIABILITIES

A summary of changes in long-term liabilities is as follows:

	Balance June 30, 2023	Additions	Refunded/ Reductions	Balance June 30, 2024	Due Within One Year
Bonds payable	\$ 2,070,107,000	\$ -	\$ (109,955,000)	\$ 1,960,152,000	\$ 139,247,000
Premiums	250,823,866	-	(24,592,262)	226,231,604	-
Total bonds payable	2,320,930,866	-	(134,547,262)	2,186,383,604	139,247,000
Certificates of participation	896,985,000	-	(41,315,000)	855,670,000	45,445,000
Premiums	16,392,628	-	(2,056,558)	14,336,070	-
Total certificates of participation	913,377,628	-	(43,371,558)	870,006,070	45,445,000
Other long-term liabilities:					
Compensated absences	19,022,971	12,509,949	(11,192,664)	20,340,256	3,449,983
Lease Liability	12,820,535	3,769,529	(2,067,354)	14,522,710	1,921,141
SBITA Liability	11,948,752	2,165,225	(3,583,011)	10,530,966	2,233,054
Accrued Claims Liability	12,435,809	6,802,483	(6,685,522)	12,552,770	3,627,365
Net OPEB obligation(asset)*	7,612,542	-	(11,419,054)	(3,806,512)	-
Net Pension Liability*	439,145,019	98,570,830	-	537,715,849	-
Other obligation	1,500,000	-	(1,500,000)	-	-
Total other long-term liabilities	504,485,628	123,818,016	(36,447,605)	591,856,039	11,231,543
Total long-term liabilities	\$ 3,738,794,122	\$ 123,818,016	\$ (214,366,425)	\$ 3,648,245,713	\$ 195,923,543

* In prior years the General Fund has been used to liquidate pension, OPEB liabilities and compensated absences.

Bonds payable and certificates of participation at June 30, 2024 are comprised of the following:

Bonds:	Amount Issued	Amount Outstanding	Interest Rate	Final Maturity
2009B GO Qualified School Construction Bonds	\$ 24,022,000	\$ 24,022,000	1.39%	12/1/2024
2009C GO Taxable Build America New Money bonds	250,000,000	250,000,000	5.664%	12/1/2033
2010A GO Qualified School Construction Bonds	29,260,000	29,260,000	4.73%	9/1/2027
2010B GO Taxable Build America New Money Bonds	1,545,000	1,545,000	4.93%	12/1/2028
2012B GO Tax-Exempt Bonds	428,600,000	77,340,000	3.00% - 5.00%	12/1/2032
2012C GO Taxable Qualified Zone Academy Bonds	16,000,000	16,000,000	3.773%	12/1/2035
2012D GO Taxable Refunding Bonds	67,220,000	2,010,000	1.680% - 3.154%	12/1/2028
2014A GO Bonds	21,400,000	14,360,000	5.00% - 5.50%	12/1/2034
2014B GO Refunding Bonds	149,170,000	114,730,000	3.50% - 5.00%	12/1/2029
2016A GO Refunding Bonds	143,280,000	137,300,000	1.75% - 5.00%	12/1/2031
2017 GO Bonds	466,675,000	404,335,000	4.00% - 5.00%	12/1/2041
2018A GO Bonds	105,325,000	89,720,000	5.00% - 5.50%	12/1/2041
2018B GO Refunding Bonds	106,130,000	31,275,000	2.297% - 3.587%	12/1/2032
2021 GO Bonds	450,000,000	364,515,000	3.00% - 5.00%	12/1/2045
2021A GO Refunding Bonds	52,890,000	52,890,000	4.00%	12/1/2028
2022A GO Bonds	345,000,000	345,000,000	5.00%	12/1/2045
2022B GO Refunding Bonds	33,380,000	5,850,000	5.00%	12/1/2024
Premium	-	226,231,604	-	-
Total bonds payable		\$ 2,186,383,604		

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Certificates of Participation:	Amount Issued	Amount Outstanding	Interest Rate	Final Maturity
2011B Taxable	\$ 396,235,000	\$ 335,190,000	6.22% - 7.017%	12/15/2037
2013B Taxable	536,855,000	400,330,000	2.018% - 4.242%	12/31/2037
2013C	58,740,000	41,415,000	3.25% - 5.00%	12/15/2033
2015B Tax-exempt	8,570,000	7,525,000	2.50% - 5.00%	12/15/2045
2017A	32,080,000	16,730,000	2.00% - 5.00%	12/1/2030
2017B	14,095,000	7,480,000	4.00% - 5.00%	12/1/2025
2017C	10,000,000	7,420,000	2.94%	12/1/2036
2018	7,710,000	6,105,000	3.00% - 5.000%	12/1/2037
2020A	35,225,000	33,475,000	5.000%	12/1/2041
Premium	-	14,336,070	-	-
Total certificates of participation		<u>\$ 870,006,070</u>		

In prior years, the registered voters of Denver authorized the School District to issue general obligation bonds. As of June 30, 2024, all previously authorized bonds had been issued.

On May 1, 2013, as authorized by Board resolution, the District executed \$58.7 million Certificates of Participation, Series 2013C. The certificates provided funding of various projects in the Central Park Urban Redevelopment Area including the acquisition, improvement, and placement in service of one additional District elementary and K-8 schools. Also included were various improvements to the high school and sports field. The District and the Denver Urban Renewal Authority have entered into a 2013 Supplemental Denver Public Schools Funding Agreement to provide reimbursement to the District for the above listed projects which will serve as the source of repayment for the Series 2013C Certificates of Participation.

In September of 2015, as authorized by Board resolution, the District executed \$8.6 million Certificates of Participation, Series 2015B. The proceeds were used for the purchase of the parking garage located at 1855 Lincoln Street in downtown Denver and the land upon which it is located. The primary purpose is to provide affordable and long-term parking for the users of the Emily Griffith Campus. The Certificates explain undivided interests in the right to receive certain revenues payable by the District under an annually renewed Lease Purchase Agreement dated on October 5, 2015.

In May of 2017, as authorized by Board resolution, the District issued \$32 million Certificates of Participation, Series 2017A and \$14 million of Certificates of Participation, Series 2017B. The purpose of the 2017A issuance was to construct the Central Park Street School, an elementary school located in the Central Park neighborhood of Denver. The proceeds from 2017B issuance were used to purchase a school site for the Central Park Street School and to help fund the design and construction cost of a fire station near the school site to meet safety standards for DPS schools within Central Park.

In November of 2017, as authorized by the Board resolution, the District issued \$10 million Refunding Certificate of Participation, Series 2017C. The proceeds for the issuance in combination with the proceeds received from the sale of Emily Griffith Opportunity School properties were used for the refunding of \$35.2 million of 2013A Certificate of Participation.

In February of 2018, as authorized by Board resolution, the District issued \$7.7 million Certificates of Participation, Series 2018. The proceeds were used to purchase a building located at 1617 South Acoma Street in Denver and the site upon which it is located. The Acoma building currently houses 150 District employees in the Planning, Design and Construction, Library Services, JROTC, Extended Learning and Community Schools departments.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

In December of 2019, as authorized by Board resolution, the District issued \$35.2 million Certificates of Participation, Series 2020A. The proceeds from the 2020A Certificate financed the Kepner Shared Campus improvements and expansion and the Energy Performance Contract Project (EPC).

In November of 2020, as authorized by Board resolution, the District issued \$450 million general obligation bonds, Series 2021A. The proceeds will finance investments in critical maintenance, the Montbello campus, air conditioning, 2020A COP payback of Kepner portion, upgrading quality learning environments for students, District capacity needs, upgraded technology and safety, general fund relief, a greenhouse for food and nutrition services, master planning, and the prepayment of the District's obligations under the 2018B issuance.

In August of 2021, as authorized by the Board resolution, the District issued \$52.8 million Refunding general obligation bonds, Series 2021B. The proceeds for the issuance were used for the refunding of \$61.2 million of 2012A general obligation bonds. This results in a deferred gain on refunding of \$3.4 million.

In February of 2022, as authorized by Board resolution, the District issued \$345 million general obligation bonds, Series 2022A. The proceeds will finance investments in critical maintenance, the Montbello campus, air conditioning, 2020A COP payback of Kepner portion, upgrading quality learning environments for students, District capacity needs, upgraded technology and safety, general fund relief, a greenhouse for food and nutrition services, master planning, and the prepayment of the District's obligations under the 2018B issuance.

In September of 2022, as authorized by Board resolution, the District issued \$33.4 million Refunding general obligation bonds, Series 2022B. The proceeds were used for the refunding of \$33.7 million of 2012B general obligation bonds. This results in a deferred gain on refunding of \$4.6 million.

Annual requirements to maturity are as follows:

Year Ending June 30,	General Obligation Bonds		Certificates of Participation	
	Principal	Interest	Principal	Interest
2025	139,247,000	88,614,319	45,445,000	43,836,635
2026	92,330,000	83,327,660	48,550,000	42,023,550
2027	94,215,000	78,896,253	44,955,000	39,573,504
2028	114,435,000	75,218,384	47,880,000	37,337,935
2029	106,850,000	68,751,704	51,065,000	34,875,359
2030-2034	564,405,000	263,867,299	304,620,000	129,071,075
2035-2039	349,255,000	153,544,795	300,115,000	38,167,109
2040-2044	365,310,000	67,961,025	12,015,000	1,414,900
2045-2046	134,105,000	6,235,125	1,025,000	51,875
Total	<u>\$ 1,960,152,000</u>	<u>\$ 886,416,564</u>	<u>\$ 855,670,000</u>	<u>\$ 366,351,942</u>

The bonds are general obligations of the District. The full faith and credit of the District are pledged for the payment of the principal of and interest on the bonds. The Board annually determines and certifies, to the City and County of Denver a rate of levy for general ad valorem taxes, on all of the taxable property in the District, sufficient to pay debt service on bonds when due. The COPs are secured by schools and administrative properties owned and operated by the District.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

All bond obligations will be paid from the Bond Redemption Fund. The 2013C, 2017A, 2017B, 2017C and 2020A COPs are to be paid from the Building Capital Fund; whereas the 2011B and 2013B taxable COPs are attributable to pension obligations and are paid from the General Fund. The 2015B tax-exempt COPs are paid from General Fund.

The Building Fund ending fund balance of \$459,451,100 is from the issuance of Series 2017, 2018 and 2020 general obligation bonds and related interest earnings. At June 30, 2024, the Building Fund had capital expenditure purchase commitments outstanding of \$40,084,522.

Leases and Software Liability

The District has multiple agreements for leasing of buildings, equipment, land and software arrangements. In accordance with generally accepted accounting principles, the agreements have been capitalized at the present value of future minimum payments. The assets are reflected in the government-wide financial statements as of June 30, 2024 as follows:

Type	Original Amount	Amount Outstanding	Interest Rate	Final Maturity
Building	\$ 14,059,790	\$ 11,250,008	Variable	06/01/2035
Equipment	3,220,820	2,516,111	Variable	07/01/2028
Land	839,526	756,591	Variable	02/01/2029
Software	14,224,578	10,530,966	Variable	12/23/2030
Total Lease and Software Liability	\$ 32,344,714	\$ 25,053,676		

Annual debt service requirements to maturity for leases and software are as follows:

Year Ending June 30,	Total
2025	\$ 5,088,661
2026	4,453,442
2027	4,135,718
2028	3,970,455
2029	2,673,835
2030-2034	8,090,495
2035-2036	578,250
Total Minimum Lease and Software Payments	\$ 28,990,856
Less: Interest	3,937,180
Present Value of Future Minimum Lease and Software Payments	\$ 25,053,676

Defeasance of General Obligation Bonds

In prior years, the District advance refunded a portion of the District’s general obligation bonds with the proceeds from the issuance of new general obligation bonds. The defeased bonds are not considered a liability of the District. At June 30, 2024, \$315,040,000 of refunded 2012A and 2012B bonds are considered in-substance defeased.

Compensated Absences Liability

Compensated absences liability consists of accumulated sick leave time that vests and is payable upon retirement and accumulated vacation leave time that vests and is payable upon retirement or termination. On the fund financial statements, compensated absence amounts are reported as expenditures or expenses when paid. The estimated cost for fiscal year 2025 is \$3,449,983. These expenditures are recognized in the fund where incurred.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

8. SHORT-TERM DEBT

The District participates in the State Treasurer’s Interest-Free Loan Program for Colorado School Districts authorized by Sections 29-15-112 and 22-54-110 of the Colorado Revised Statutes. The loan is secured by ad valorem taxes on real and personal property received by the District on and after March 1, 2024, to and including June 30, 2024. The District borrowed \$513,000,000 throughout the fiscal year to meet cash flow needs since the majority of property taxes are received starting in March. The loan was repaid during the months of March and May. In June of 2024, the District's Board of Education authorized participation in the Fiscal Year 2025 State Interest Free Loan Program with a Maximum Principal Amount of \$630,000,000.

June 30, 2023 Balance	Borrowed	Repayment	June 30, 2024 Balance
<u> \$ 0</u>	<u> \$ 513,000,000</u>	<u> \$ 513,000,000</u>	<u> \$ 0</u>

9. PENSION PLAN

Defined Benefit Pension Plan

Summary of Significant Accounting Policies

Pensions. The District participates in the Denver Public Schools Division Trust Fund (DPS Division), a single-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado (PERA). The District's discretely presented component units also participate in the DPS Division, except for the employees of the Denver Public Schools Foundation and Denver School of Science and Technology schools. All assumptions and information contained in this footnote apply to the District and its discretely presented component units that participate in the plan, unless otherwise noted. The net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the DPS Division have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the Pension Plan

Plan description. Eligible employees of the District are provided with pensions through the DPS Division—a single-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado State law provisions may be amended from time to time by the Colorado General Assembly.

PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits provided as of December 31, 2023. PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

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

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

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

- Highest average salary multiplied by 2.5 percent and then multiplied by years of service credit.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

- The value of the retiring employee's member contribution account plus a 100 percent match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

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

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

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit generally receive post-retirement cost-of-living adjustments, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients of the DPS benefit structure, and eligible benefit recipients under the PERA benefit structure who began membership before January 1, 2007, will receive the maximum annual increase (AI) or AI cap of 1.00 percent unless adjusted by the AAP. Eligible benefit recipients under the PERA benefit structure who began membership on or after January 1, 2007, will receive the lesser of an annual increase of the 1.00 percent 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 percent of PERA's Annual Increase Reserve (AIR) for the DPS Division. The AAP may raise or lower the aforementioned AI cap by up to 0.25 percent based on the parameters specified in C.R.S. § 24-51-413.

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

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

Contributions provisions as of June 30, 2024. Eligible employees of the District, the District's discretely presented component units, and the State are required to contribute to the DPS Division at a rate set by Colorado statute. The contribution requirements for the DPS Division are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 11.00 percent of their PERA-includable salary period of July 1, 2023 through June 30, 2024. Employer contribution requirements are summarized in the table below:

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

	July 1, 2023 through December 31, 2023	January 1, 2024 through June 30, 2024
Employer Contribution Rate	11.40%	11.40%
Amount of Employer Contribution apportioned to the DPS HCTF as specified in C.R.S. § 24-51-208(1)(f)	(1.02)%	(1.02)%
PCOP offset as specified in C.R.S. § 24-51-412*	(10.93)%	(9.78)%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411	4.50%	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411	5.50%	5.50%
Total employer contribution rate to the DPS Division	9.45%	10.60%

*To conform with this presentation of contribution rates, the 2023 annual PCOP offset of 11.47 percent has been adjusted based on the portion of the PCOP offset used to satisfy employer contribution requirements.

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

Employer contributions are recognized by the DPS Division in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the DPS Division. Employer contributions recognized by the DPS Division from the District and the discretely presented component units were \$86,679,253 and \$807,747 respectively, for the year ended June 30, 2024.

For purposes of GASB 68 paragraph 15, a circumstance exists in which a nonemployer contributing entity is legally responsible for making contributions to the DPS Division and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute a \$225 million (actual dollars) direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the DPS Division based on the proportionate amount of annual payroll of the DPS Division to the total annual payroll of the DPS Division, State Division Trust Fund, School Division Trust Fund, and Judicial Division. The direct distribution from the State was suspended in 2020. To compensate PERA for the suspension, C.R.S. § 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 C.R.S. § 24-51-414(9) provided 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 for the DPS Division was measured as of December 31, 2023, and the total pension liability (TPL) 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 TPL to December 31, 2023. The District's proportion of the net pension liability was based on the District's contributions to the DPS Division for the calendar year 2023 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

At June 30, 2024, the District and its discretely presented component units reported a liability of \$537,715,849 and \$80,733,615, respectively, for their proportionate share of the net pension liability that reflected an increase for support from the State as a nonemployer contributing entity.

The amount recognized by the District and the discretely presented component units as their proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with the District and its component units were as follows:

The District's proportionate share of the net pension liability	\$ 537,715,849
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with DPS	25,435,591
Discretely presented component units	80,733,615
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with discretely presented component units	3,818,945
Total	\$ 647,704,000

At December 31, 2023, the District's proportion was 83.01 percent, which was an increase of 32.41 percent from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District and its discretely presented component units recognized a pension expense of \$78,686,411 and \$6,593,641 respectively.

At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 142,403,745	\$ -
Contributions subsequent to the measurement date	45,675,275	-
Difference between expected and actual experience	30,601,546	-
Changes in proportion	110,791,036	(68,018,727)
Changes of assumptions or other inputs	-	
Total	<u>\$ 329,471,602</u>	<u>\$ (68,018,727)</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

At June 30, 2024, the District's discretely presented component units reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 29,682,331	\$ (8,590,144)
Contributions subsequent to the measurement date	6,517,620	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	16,211,776	(7,403,917)
Difference between expected and actual experience	4,594,571	-
Changes of assumptions or other inputs	-	-
Total	<u>\$ 57,006,298</u>	<u>\$ (15,994,061)</u>

The District and the component units reported \$45,675,275 and \$6,517,620 respectively as deferred outflows of resources from contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability for the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

District

Year ended:

2025	\$ 10,486,616
2026	98,856,820
2027	145,631,472
2028	(39,197,308)
Total	<u>\$ 215,777,600</u>

Component units

Year ended:

2025	\$ 467,823
2026	14,997,429
2027	21,192,061
2028	(3,583,134)
2029	\$ 1,420,438
Total	<u>\$ 34,494,617</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Actuarial assumptions. The TPL in the December 31, 2022, actuarial valuation was determined using the following actuarial cost method, actuarial assumptions, and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.80% – 11.50%
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure (compounded annually)	1.00%
PERA benefit structure hired after 12/31/06 ¹	Financed by the AIR

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

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

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

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

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

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

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

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

and adopted by the PERA Board at their November 20, 2020, meeting.

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

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

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

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

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 percent.

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

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

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.

- Employer contributions for the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the pension certificates of participation (PCOPs) issued in 1997 and 2008 and refinanced thereafter.
- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million (actual dollars), commencing July 1, 2018, that is proportioned between the State, School, Judicial, and DPS Division Trust Funds based upon the covered payroll of each Division. The annual direct distribution ceases when all Division Trust Funds are fully funded.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with December 31, 2023, measurement date and thereafter, the FNP 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 DPS Division’s FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25 percent. There was no change in the discount rate from the prior measurement date.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 6/30/2023	\$ 4,803,157,000	\$ 3,935,428,000	\$ 867,729,000
Changes for the year:			
Service cost	113,314,000	-	113,314,000
Interest	345,494,000	-	345,494,000
Changes of benefit terms	-	-	-
Differences between expected and actual experience	34,752,000	-	34,752,000

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Changes of assumptions or other inputs	-	-	-
Contributions - employer	-	87,487,000	(87,487,000)
Contributions - nonemployer	-	4,132,000	(4,132,000)
Contributions - active member (includes purchased service)	-	104,916,000	(104,916,000)
Net investment income	-	517,546,000	(517,546,000)
Benefit payments, including refunds and disability premiums	(302,075,000)	(302,075,000)	-
Administrative expense	-	(3,292,000)	3,292,000
Other changes	-	2,796,000	(2,796,000)
Net changes		<u>191,485,000</u>	<u>(220,025,000)</u>
Balances at 6/30/2024		<u>\$ 4,994,642,000</u>	<u>\$ 4,346,938,000</u>
			<u>\$ 647,704,000</u>

Sensitivity of the District’s proportionate share of the net pension liability/(asset) to changes in the discount rate. The following presents the proportionate share of the net pension liability/(asset) calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

Sensitivity of proportionate share of the Net Pension Liability/(Asset)	1% Decrease (6.25)%	Current Discount Rate (7.25%)	1% Increase (8.25)%
District	\$ 1,059,820,849	\$ 537,715,849	\$ 107,931,033
Component units	159,141,455	80,733,615	16,206,797
	<u>\$ 1,218,962,304</u>	<u>\$ 618,449,464</u>	<u>\$ 124,137,830</u>

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

Membership – Benefit recipients and members of PERA consisted of the following as of December 31, 2023. These numbers include all recipients and members for the DPS Division, including those from the District’s discretely presented component units.

Classification	Members
Retirees and beneficiaries	7,316
Inactive members eligible but not yet receiving benefits	3,364
Inactive members not eligible for benefits	17,173
Active members	
Vested general employees	8,475
Non-vested general employees	7,151
Total Actives	<u>15,626</u>
Total	<u>43,479</u>

Defined Contribution Pension Plan

Voluntary Investment Program

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

Funding Policy - The Voluntary Investment Program is funded by voluntary member contributions up to the maximum limits set by the Internal Revenue Service, as established under Title 24, Article 51, Section 1402 of the C.R.S., as amended. In addition, the District does not match employee contributions. Employees are immediately vested in their own contributions, employer contributions and investment earnings. For the year ended June 30, 2024, Program members contributed \$2,981,383 for the Voluntary Investment Program.

10. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Denver Public Schools provides the following other postemployment benefit plans through Colorado PERA’s Denver Public Schools Health Care Trust Fund (DPS HCTF)

Aggregate OPEB items for the plan is as follows for the District and its discretely presented component units (DPCU):

	Net OPEB Liability (Asset)	Deferred Outflows of Resources	Deferred Inflows of Resources	OPEB Expense (Credit)
DPS HCTF				
District	(3,806,512)	6,560,214	(10,996,198)	(2,180,603)
DPCU	(571,488)	1,499,176	(1,995,606)	(307,674)
Plan Total	(4,378,000)	8,059,390	(12,991,804)	(2,488,277)

Colorado PERA’s Denver Public Schools Health Care Trust Fund (DPS HCTF)

Summary of Significant Accounting Policies

OPEB. – The District participates in the Denver Public Schools Health Care Trust Fund (DPS HCTF), a single-employer defined benefit OPEB fund administered by the Public Employees’ Retirement Association of Colorado (PERA). The District’s discretely presented component units also participate in the DPS HCTF, except for the employees of the Denver Public Schools Foundation and Denver School of Science and Technology schools. The net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position (FNP) and additions to/deductions from the FNP of the DPS HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

General Information about the OPEB Plan

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

Benefits provided. The DPS HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans, however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member’s years of service credit. For members who retire having service credit with employers in the Denver Public Schools (DPS) Division and one or more of the other four Divisions (State, School, Local Government and Judicial), the premium subsidy is allocated between the DPS HCTF and the Health Care Trust Fund (HCTF). The

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

basis for the amount of the premium subsidy funded by each trust fund is the percentage of the member contribution account balance from each division as it relates to the total member contribution account balance from which the retirement benefit is paid.

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

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

Membership. Benefit recipients and members of PERA consisted of the following as of December 31, 2023. These numbers include all recipients and members for the DPS Division, including those from the District’s discretely presented component units.

Classification	Members
Retirees and beneficiaries	7,316
Inactive members eligible but not yet receiving benefits	3,364
Inactive members not eligible for benefits	17,173
Active members	
Vested general employees	8,475
Non-vested general employees	7,151
Total active members	<u>15,626</u>
Total	<u><u>43,479</u></u>

PERA Benefit Structure - HCTF

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

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

DPS Benefit Structure - HCTF

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

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

Contributions. Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the DPS HCTF. PERA reporting agencies of the DPS Division are required to contribute at a rate of 1.02 percent of PERA-includable salary into the DPS HCTF.

Employer contributions are recognized by the DPS HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the DPS HCTF from the District and its discretely presented component units were \$8,515,515 and \$911,686 for the year ended June 30, 2024.

OPEB Liabilities (Asset), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - HCTF

At June 30, 2024, the District reported an asset of \$3,806,512 for its proportionate share of the net OPEB asset and the discretely presented component units reported an aggregate asset of \$571,488. The net OPEB asset for the DPS HCTF was measured as of December 31, 2023, and the total OPEB liability (TOL) used to calculate the net OPEB asset was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the TOL to December 31, 2023. The District proportion of the net OPEB asset was based on District contributions to the DPS HCTF for the calendar year 2023 relative to the total contributions of participating employers to the DPS HCTF.

At December 31, 2023, the District's proportion was 86.9 percent, which is an increase of 0.33 percent from its proportion measured as of December 31, 2022, and the discretely presented component units proportion was 13.1 percent, which is a decrease of 0.33 percent from the proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized OPEB credit of \$(2,180,603) and the discretely presented component units recognized OPEB credit of \$(307,674). At June 30, 2024, the District reported

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ -	\$ (7,676,495)
Changes of assumptions or other inputs	99,119	(2,974,435)
Net difference between projected and actual earnings on OPEB plan investments	1,851,958	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	87,103	(345,268)
Contributions subsequent to the measurement date	4,522,034	-
Total	<u>\$ 6,560,214</u>	<u>\$ (10,996,198)</u>

At June 30, 2024, the District's discretely presented component units reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 520	\$ (1,152,505)
Changes of assumptions or other inputs	14,881	(446,565)
Net difference between projected and actual earnings on OPEB plan investments	278,042	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	575,662	(396,536)
Contributions subsequent to the measurement date	630,071	-
Total	<u>\$ 1,499,176</u>	<u>\$ (1,995,606)</u>

The District and its component units reported \$4,522,034 and \$630,071, respectively, as deferred outflow of resources from contributions subsequent to the measurement date that will be recognized as a reduction of the net OPEB liability for the year ended 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

District	
Year Ended June 30:	
2025	\$ (2,983,810)
2026	(1,864,193)
2027	(824,992)
2028	(2,112,822)
2029	(968,447)
Thereafter	(203,754)
Total	<u>\$ (8,958,018)</u>

**Discretely Presented
 Component Units**

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

Year Ended June 30:		
2024	\$	(319,875)
2025		(263,164)
2026		(113,195)
2027		(232,473)
2028		(116,086)
Thereafter		(81,708)
Total	\$	<u>(1,126,501)</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Actuarial assumptions. The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.80% - 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	
PERA benefit structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	7.00% in 2023, gradually decreasing to 4.50% in 2033
Medicare Part A premiums	3.50% in 2023, gradually increasing to 4.50% in 2035
DPS benefit structure:	
Service-based premium subsidy	0.00%
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

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

Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (Female)
65-68	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%

Sample Age	MAPD PPO #1 with Medicare Part A Retiree/Spouse		MAPD PPO #2 with Medicare Part A Retiree/Spouse		MAPD HMO (Kaiser) with Medicare Part A 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 Retiree/Spouse		MAPD PPO #2 without Medicare Part A Retiree/Spouse		MAPD HMO (Kaiser) without Medicare Part A 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 2023 Medicare Part A premium is \$506 (actual dollars) per month.

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

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

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

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.

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

Year	PERACare Medicare Plans	Medicare Part A Premiums
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 for the DPS Division as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the DPS HCTF, but developed using a headcount-weighted basis. Reporting agencies of the DPS Division participate in the DPS HCTF.

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

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

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

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

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

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

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

- Per capita health care costs in effect as of the December 31, 2022, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits have been updated to reflect costs for the 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 (active versus retired) from actuary's claims data warehouse.
- The health care cost trend rates applicable to health care premiums were revised to reflect the then current expectation of future increases in those premiums.

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

The actuarial assumptions used in the December 31, 2022, valuation 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 on November 20, 2020.

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. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

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

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

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

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

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 percent.

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

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare trend rate*	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 (Asset)	\$ (4,556,000)	\$ (4,378,000)	\$ (4,235,000)
District Portion	\$ (3,961,277)	\$ (3,806,512)	\$ (3,682,179)
Discretely Presented Component Units	\$ (594,723)	\$ (571,488)	\$ (552,821)

*For the January 1, 2024, plan year.

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 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 3.00 percent.
- 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 actuarial determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the DPS HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

Based on the above assumptions and methods, the DPS HCTF’s FNP was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25 percent 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

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

therefore, the discount rate is 7.25 percent.. There was no change in the discount rate from the prior measurement date.

Sensitivity of the District's proportionate share of the net OPEB liability (asset) to changes in the discount rate. The following presents the proportionate share of the net OPEB asset calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25 percent) or 1-percentage-point higher (8.25 percent) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net OPEB Liability (Asset)	\$ 1,547,645	\$ (3,806,512)	\$ (8,355,546)
Discretely Presented Component Units	\$ 232,355	\$ (571,488)	\$ (1,254,454)

Schedule of Changes in Net OPEB Liability - HCTF

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (a) - (b)
Balances as of June 30, 2023	\$ 61,024,000	\$ 52,235,002	\$ 8,788,998
Changes for the year:			
Service cost	1,138,000	-	1,138,000
Interest	4,358,000	-	4,358,000
Differences between expected and actual experience	(2,206,000)	-	(2,206,000)
Changes of assumptions or other inputs	134,000	-	134,000
Benefit payments	(4,105,000)	(3,951,000)	(154,000)
Contributions - employer	-	9,445,000	(9,445,000)
Purchased service transfers	-	236,000	(236,000)
Net investment income (loss)	-	7,218,000	(7,218,000)
Administrative expense	-	(461,000)	461,000
Other additions and deductions	-	(1,002)	1,002
Balances as of June 30, 2024	<u>\$ 60,343,000</u>	<u>\$ 64,721,000</u>	<u>\$ (4,378,000)</u>

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

11. RISK MANAGEMENT

The District's risk management program deals with the efficient operations of the commercial insurance programs that provide financial protection to the District. These programs include property insurance, several lines of liability insurance, workers' compensation insurance, medical, and dental. For the prior three years the amount of claim payments for property and liability insurance has not exceeded the amount of insurance coverage.

Property and Liability Insurance

The District has the normal exposures to loss that are part of any large organization. The District is a public facility that teaches and supervises over 89,000 students, employs approximately 13,000 people to accomplish these functions and provides these services in over 207 facilities located throughout the City and County of Denver. Exposures to loss includes damages and theft of property, tort claims, errors and omissions on the part of District employees or Board members, on the job injuries and automobile liability claims.

The District participates in the Colorado School District Self-Insurance Pool (the Pool) for liability and property coverage. The Pool provides coverage, claims handling and loss prevention services to its members.

The District retains a certain level of all liability losses. For the year ended June 30, 2024 the District retained \$250,000 of each school entity liability loss and \$250,000 for each automobile liability loss. For the same period the retention level for each property claim was \$100,000. These deductible levels were arrived at after reviewing the average historical losses and determining the amount of each loss the District could pay directly.

Fiscal Year ended June 30	2024	2023
Claims Liability, Beginning of Fiscal Year	\$ 1,964,624	\$ 2,126,351
IBNR Adjustment	(19,134)	(2,394,605)
Claims incurred	564,809	2,406,279
Claims Paid	(78,885)	(173,401)
Claims Liability, End of Fiscal Year	<u>\$ 2,431,414</u>	<u>\$ 1,964,624</u>

Workmen's Compensation

The workers' compensation insurance program is a self-financed program, for the first \$550,000 of each loss. Risk Management funds for the workers' compensation program to pay expenses and claims costs, as well as premiums for excess insurance to cover losses above the \$550,000 self-insured retention. The District uses a third party claims administrator to process claims. Claim liabilities for automobile liability, school entity and workers' compensation, including incurred but not reported (IBNR) claims, were determined by Aon Global Risk Consulting (AGRC) at the request of the District.

Fiscal Year Ended June 30	2024	2023
Claims Liability, Beginning of Fiscal Year	\$ 10,471,185	\$ 9,451,722
Claims Incurred	6,237,674	4,484,593
Claims Paid	(6,587,503)	(3,465,130)
Claims Liability, End of Fiscal Year	<u>\$ 10,121,356</u>	<u>\$ 10,471,185</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

Medical and Dental

The District began self-insuring for employee medical and dental benefits on July 1, 2023. Premiums are paid into the Medical, Dental and Vision account in the General Fund by all participating employees and operating departments to pay claims, claim reserves, and administrative costs. Sun Life Provides Stop Loss Insurance for the District's medical plans. Sun Life covers claims that are in excess of 400k and this insurance helps DPS limit our exposure/risk to high medical claims. All claims are reviewed and approved for payment by Kaiser Motiv and Aetna in accordance with their administrative services agreement with the District.

Fiscal Year ended June 30	2024	2023
Claims Liability, Beginning of Fiscal Year	\$ 6,382,979	\$ 5,230,741
Claims Incurred	42,763,249	45,247,695
Claims Paid	(56,448,676)	(56,861,415)
Claims Liability, end of Fiscal Year	<u>\$ 7,302,448</u>	<u>\$ 6,382,979</u>

Medical and dental claims liability are reflected in the fund financial statements as the claims are generally settled utilizing current financial resources.



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12. RELATED PARTIES

The District has an intergovernmental agreement with Douglas County School District RE-1, Arapahoe County School District No. 6 (Littleton Public Schools), Cherry Creek School District No. 5 and Aurora Public Schools to create a board of cooperative educational services (BOCES) for the purpose of operating an expeditionary learning school. The Rocky Mountain School of Expeditionary Learning (RMSEL), is a kindergarten through 12th grade school. RMSEL is a self-governing organization with its own Board of Education. The six Board members consist of one school Board member from each of the participating districts and one member appointed by the sponsoring districts from the public at large. During FY 2024, Douglas County School District RE-1 and Cherry Creek School District No. 5 withdrew from the BOCES. Per the current Intergovernmental Agreement 2022 - 2027, both districts remained partners through June 30, 2024. The BOCES is continuing to operate under the current Intergovernmental Agreement 2022 - 2027.

By contract, the maximum number of students the RMSEL may serve is 400. These students must be residents of one of the five participating school districts. All students at RMSEL are included in the District's enrollment number that is reported to the Colorado Department of Education for funding purposes. The District receives the funding related to the RMSEL students and passes 100% of that funding on to RMSEL along with a portion of state and federal categorical aid as appropriate. That funding was \$4,150,039 for FY 2024. RMSEL purchased special education services from the District for \$138,144 for the same year.

RMSEL is located at 1700 South Holly St., Denver, CO 80222 in one of the District's buildings. RMSEL leases the facility from the District for \$151,500 per year and is included as part of GASB 87 lease reporting requirements in our government wide statements and lease note to the financials.

13. COMMITMENTS AND CONTINGENCIES

The District is a party to pending or potential lawsuits under which it may be required to pay certain amounts upon final disposition of these matters. After consulting with counsel, the District's management has concluded that no significant adverse effect on the June 30, 2024 financial statements should result upon final disposition of these proceedings.

The District has a potential liability relating to the "Asbestos Hazard Emergency Response Act" (the Act), which is a federally-funded hazardous material/asbestos management program administered by the State Health Department. It is not possible to estimate the costs associated with the Act, therefore no liability has been accrued. It is expected that these expenditures will not have a significant impact on the financial position of the District.

Under terms of federal and state grants, periodic audits are required and certain costs may be questioned as not being appropriate expenditures under the terms of the grants. Such audits could lead to reimbursement to the grantor agencies. The District's management believes a disallowance, if any, will be immaterial.

For the year ended June 30, 2024, the District reported a deficit net position of \$357,460,883 in the government-wide statements. This deficit can be primarily attributed to the implementation of GASB 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* requiring the recognition of a long-term liability for pensions. The deficit net position can also be attributed to liabilities related to the District's Certificates of Participation and General Obligation bonds to fund retirement and necessary capital and maintenance projects of the District's facilities.

Encumbrances represent a contractual obligation and expenditures are recognized when the goods and services are delivered and/or received. As of June 30, 2024 encumbrances for the governmental funds were:

Fund	Encumbrances
General	14,925,747
Grant Special Revenue Fund	2,784,666
Building Fund	40,084,522
Nonmajor Funds	1,959,207
Total	<u>\$ 59,754,142</u>

General Fund encumbrances include utilities, commitments to the District's health care plans as well as districtwide and school level operations.

Grant Special Revenue Fund comprises commitments for literacy professional services, summer school tuition assistance and student technology devices.

Building Fund encumbrances include commitments towards major capital maintenance and construction projects such as but not limited to construction of the future phases of Montbello and Ceylon campus, DSA South Remodel, John F. Kennedy electrical upgrades and Loretto Heights soccer field. Other major commitments for heating ventilation and cooling projects at Thomas Jefferson, Stedman, Columbine and Sabin. Also included are commitments towards the District Wide Long Term Safety Plan, District Wide Student My Tech and Enterprise Management.

Nonmajor Fund encumbrances include commitments for food services and athletics equipment.

14. CERTAIN CONSTITUTIONAL LIMITATIONS

At the general election held November 1992, voters approved the TABOR amendment to the Colorado Constitution limiting the ability of the state and local governments such as the District to increase revenues, debt and spending and restricting property, income and other taxes. In November 1999 the Denver voters gave the District approval to exceed the spending limits established in TABOR beginning with the 1999 fiscal year. The amendment also requires that the state and local governments obtain voter approval to create any "multiple fiscal year direct or indirect debt or other financial obligation whatsoever without adequate present cash reserves pledged irrevocably and held for payments in all future fiscal years." The amendment exempts from its restrictions the borrowings and fiscal operations of enterprises. Enterprises are defined to include government owned businesses authorized to issue their own revenue bonds and receiving under 10% of their grants from all state and local government sources combined. The amendment also requires the establishment of an emergency reserve equal to three percent of fiscal year spending excluding debt service.

In accordance with TABOR, the District maintains an emergency reserve of 3% of fiscal year spending by designating real property owned by the District in lieu of cash. For fiscal year 2024, spending was \$1,550,870,445 and the 3% emergency reserve was \$46,526,113, which excludes multi-year obligations of \$359,868. Additionally, in accordance with C.R.S. Section 22-44-105, the District established an emergency cash reserve as a restricted fund balance in the General Fund for \$40,707,510 equal to 3% of budgeted General Fund revenues. The remaining \$5.8 million of the emergency reserve is secured by physical property.

15. COMPONENT UNITS

The District has 24 component units consisting of 2 blended component units and 22 discretely presented component units. Charter schools are included in the component units as they are fiscally dependent upon revenues derived from the State per pupil revenue funding calculation.

Change in Reporting Entity

The component units combining financial statements reflect changes in reporting entity. The changes in reporting entity include charter schools that closed.

As of June 30, 2024, American Indian Academy was closed due to financials and declining enrollment. American Indian's School board of directors voted to close the school at the end of the 2022-2023 school year and terminate its charter contract with its authorizer.

Blended Component Units

Denver School Facilities Leasing Corporation

The DSFLC was formed in December 1985 as a not-for-profit corporation under Sections 501(c) (3) and 501(c) (4) of the Internal Revenue Code and exists solely to acquire real estate, buildings and equipment for schools for future lease to the District. The District is primarily responsible for the creation and continued management of the DSFLC, has influence over its operations and is ultimately responsible for any deficits or operating deficiencies. The certificates of participation issued by the DSFLC and its activities for the year are reflected in the accompanying government-wide financial statements of the District. An evaluation of the DSFLC using the above considerations results in its blended inclusion in the accompanying financial statements. There are no separate financial statements available for the DSFLC and the financial information of the DSFLC is blended with that of the primary government which is why DSFLC is not shown on the schedules in this note.

Denver Public Schools Professional Compensation System for Teachers

The Denver Public Schools Professional Compensation System (ProComp) was established following the approval of the 2005 Mill Levy Override as a groundbreaking compensation system that links teacher pay to the instructional mission of the District. Designed in a partnership between the Denver Classroom Teachers Association (DCTA) and the District, ProComp has received national attention because it rewards teachers for their professional accomplishments while linking pay to student achievement. The financial information of ProComp is blended with that of the primary government, which is why ProComp is not shown on the schedules in this note. ProComp is presented as a component unit because it is a separate legal entity and is financially accountable to the District.

Discretely Presented Component Units

Denver Public Schools Foundation

In 1984 the Denver Public Schools Foundation (the Foundation) was incorporated as a widely based not-for-profit charitable organization whose educational purposes are to support the mission, goals and objectives of the District. Programs administered by the foundation provide a financial benefit to the District in the form of grants, scholarships and special projects which support innovative classroom initiatives and enhance the educational opportunities of District students and staff. In addition, donations

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

to the foundation support various educational programs within the District. Even though the foundation is a separate legal entity and the District is not financially accountable for the foundation, the foundation's financial statements are included as part of the District's financial reporting entity because of the nature and significance of the relationship between the primary government and the foundation. The foundation solicits donations and manages those funds for the benefit of the students and District. Complete financial statements for this component unit may be obtained from 1860 Lincoln St, Denver, CO 80203.

Charter Schools

In 1993, the State of Colorado Legislature enacted the "Charter School Act – Colorado Revised Statutes (CRS) Section 22-30.5-101," which permits the District to contract with individuals and organizations for the operation of charter schools within the District. The charter schools are financed by a portion of the District's School Finance Act Revenues (based on student enrollment), mill levy override property tax dollars and state and federal grants, as well as other revenues generated by the charter school. The District's Board of Education must approve all charter school applications; however, they have their own separate governing boards.

Separately issued financial statements for the District's 22 charter schools are available from the individual charter schools at the addresses noted below:

- 5280 High School, 899 Broadway, Denver, CO 80203
- Academy 360 Charter School, 12505 Elmendorf Place, Denver, CO 80239
- Academy of Urban Learning, 2417 W. 29th Avenue, Denver, CO 80211
- Colorado High School Charter, 1175 Osage Street, Suite #100, Denver, CO 80204
- Compass Academy, 2285 S. Federal Boulevard, Denver, CO 80219
- Denver Justice High School, 300 E. 9th Avenue, Denver, CO 80203
- Denver Language School, 451 Newport Street, Denver, CO 80220
- Downtown Denver Expeditionary School, 1860 Lincoln Street, Denver CO 80295
- DSST Public Schools, 3401 Quebec Street, Suite 7200, Denver, CO 80207
- French American School of Denver, 2350 N. Gaylord Street, Denver, CO 80205
- Girls Athletic Leadership Schools, 750 Galapago Street, Denver CO 80204
- Highline Academy Schools, 2170 S. Dahlia Street, Denver, CO 80222
- KIPP Colorado Schools, 1390 Lawrence Street, Suite 200, Denver, CO 80204
- Monarch Montessori of Denver Charter, 4895 Peoria Street, Denver, CO 80239
- Odyssey School of Denver, 6550 E. 21st Avenue, Denver, CO 80207
- Omar D. Blair Charter School, 4905 Cathay Street, Denver, CO 80249
- RiseUp Community School, 1801 Federal Boulevard, Denver, CO 80204
- SOAR Charter School, 4800 Telluride Street, #4, Denver, CO 80249
- STRIVE Preparatory Schools dba Rocky Mountain Preparatory Schools, 2480 W. 26th Avenue, B-360, Denver, CO 80280
- University Preparatory Schools, 2409 Arapahoe Street, Denver, CO 80205
- Wyatt Academy, 3620 Franklin Street, Denver, CO 80205

Pension Plan

Charter school employees participate in the Denver Public Schools Division Trust Fund (DPS Division), a single-employer defined benefit pension plan as defined in Governmental Accounting Standards Board (GASB) Statement No. 68 and is administered by the Colorado Public Employees' Retirement Association (PERA). The employees at all Denver School of Science and Technology schools do not participate in the DPS Division pension plan.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO THE FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

OPEB Plan

Charter school employees participates in the Denver Public Schools Health Care Trust Fund (DPS HCTF), a single-employer defined benefit OPEB fund administered by the Public Employees' Retirement Association of Colorado as defined in Governmental Accounting Standards Board (GASB), except for the employees of the Denver School of Science and Technology schools.

Change in Reporting Entity and Correction of an Error:

Beginning net position for all discretely-presented component units in the aggregate differs with ending net position from the prior report as follows:

	June 30, 2023 as previously reported	Reporting Entity Change	GASB 69 Merger	Correction of error	July 1, 2024 as restated
Ending net position for component units in the aggregate	\$ 132,695,718	(731,769)	-	(800,259)	131,163,690
School Closures:					
American Indian Academy	\$ 731,769	(731,769)	-	-	-
GASB 69 Merger:					
Strive Preparatory Schools, inclusion of Rocky Mountain Prep Merger	\$ (1,774,260)	-	9,329,451	-	7,555,191
Rocky Mountain Preparatory Schools	\$ 9,329,451	-	(9,329,451)	-	-
GASB 69 Merger Total	\$ 7,555,191	-	-	-	7,555,191
Correction of Error:					
Colorado High School Charter	\$ 6,881,678	-	-	(800,259)	6,081,419



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SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

	Denver Public Schools Foundation	5280 High School	Academy 360 Charter School	Academy of Urban Learning	Colorado High School Charter
ASSETS					
Assets:					
Cash and cash equivalents	\$ 1,599,973	\$ 293,350	\$ 899,499	\$ 2,037,774	\$ 5,255,100
Investments	10,708,036	-	-	-	-
Deposits	-	-	-	-	6,588
Receivables:					
Accounts	-	114,325	182,169	107,768	743,581
Grants	-	-	-	-	-
Other	2,763,858	-	-	-	-
Inventory	-	-	-	-	-
Prepaid items	19,000	21,517	52,250	12,543	-
Restricted cash	200,000	-	-	-	-
Capital assets, net	-	4,198,598	697,196	10,837	4,624,018
Leases and Software assets, net	-	1,032,239	368,942	-	-
OPEB Asset	-	7,026	8,682	8,014	16,805
Total assets	<u>15,290,867</u>	<u>5,667,055</u>	<u>2,208,738</u>	<u>2,176,936</u>	<u>10,646,092</u>
Deferred Outflows of Resources					
Related to pensions	-	1,054,423	770,102	1,405,789	2,917,568
Related to OPEB	-	45,825	28,888	27,680	41,532
Loss on deferred charges	-	-	-	-	-
Total deferred outflows of resources	<u>-</u>	<u>1,100,248</u>	<u>798,990</u>	<u>1,433,469</u>	<u>2,959,100</u>
LIABILITIES					
Liabilities:					
Accounts payable	19,146	70,598	945	13,627	111,200
Grants payable	3,411,756	-	-	-	-
Accrued interest	-	-	-	-	4,851
Accrued payroll	-	103,006	226,559	209,407	435,385
Compensated absences	-	-	-	-	52,897
Other liabilities	912,402	-	-	-	-
Accrued liabilities	-	-	-	-	-
Unearned revenue	-	-	40,623	171,200	-
Noncurrent liabilities:					
Due within one year	-	86,574	473,861	-	43,133
Due in more than one year	-	2,854,832	117,771	-	1,375,481
Pension liabilities	-	992,479	1,226,367	1,132,113	2,373,650
Total liabilities	<u>4,343,304</u>	<u>4,107,489</u>	<u>2,086,126</u>	<u>1,526,347</u>	<u>4,396,597</u>
Deferred Inflows of Resources					
Related to pensions	-	901,295	76,959	733,745	1,759,261
Inflows Related to OPEB	-	13,119	24,352	80,541	47,637
Inflows Related to leases	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>914,414</u>	<u>101,311</u>	<u>814,286</u>	<u>1,806,898</u>
NET POSITION					
Net investment in capital assets	-	2,289,431	474,506	10,837	3,205,404
Restricted for:					
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Donor-designated purposes	5,984,571	-	-	-	-
Multi Year Obligations	-	-	-	-	299,053
Capital Construction	-	-	-	19,980	-
Emergency reserve	-	100,000	114,000	97,300	228,303
OPEB Asset	-	7,026	8,682	8,014	16,805
Unrestricted (deficit)	4,962,992	(651,057)	223,103	1,133,641	3,652,132
Total net position	<u>\$ 10,947,563</u>	<u>\$ 1,745,400</u>	<u>\$ 820,291</u>	<u>\$ 1,269,772</u>	<u>\$ 7,401,697</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

	Compass Academy	Denver Justice High School	Denver Language School	Downtown Denver Expeditionary School	DSST Public Schools
ASSETS					
Assets:					
Cash and cash equivalents	\$ 2,986,271	\$ 1,772,913	\$ 4,969,978	\$ 1,961,966	\$ 23,352,714
Investments	-	-	-	-	-
Deposits	-	-	-	-	-
Receivables:					
Accounts	115,163	1,566	46,569	195,553	983,840
Grants	-	369,259	-	-	33,709,414
Other	-	-	-	-	1,094,045
Inventory	-	-	-	-	-
Prepaid items	36,152	17,768	149,191	16,660	286,697
Restricted cash	-	-	-	-	1,806,055
Capital assets, net	27,619	137	21,443	64,379	34,153,105
Leases and Software assets, net	-	-	216,933	-	4,258,336
OPEB Asset	10,957	5,185	26,147	11,898	-
Total assets	<u>3,176,162</u>	<u>2,166,828</u>	<u>5,430,261</u>	<u>2,250,456</u>	<u>99,644,206</u>
Deferred Outflows of Resources					
Related to pensions	906,357	430,890	4,550,288	2,086,688	-
Related to OPEB	27,529	15,163	91,703	33,409	-
Loss on deferred charges	-	-	-	-	-
Total deferred outflows of resources	<u>933,886</u>	<u>446,053</u>	<u>4,641,991</u>	<u>2,120,097</u>	<u>-</u>
LIABILITIES					
Liabilities:					
Accounts payable	47,382	86,865	5,397	4,179	1,210,869
Grants payable	-	-	-	-	-
Accrued interest	-	-	-	-	-
Accrued payroll	188,630	89,824	515,160	200,626	8,535,092
Compensated absences	-	-	-	-	-
Other liabilities	-	-	-	-	-
Accrued liabilities	1,174	-	-	-	-
Unearned revenue	-	-	86,009	7,519	-
Noncurrent liabilities:					
Due within one year	6,553	-	40,325	-	958,441
Due in more than one year	19,079	-	149,921	-	21,859,451
Pension liabilities	1,547,835	732,495	3,693,915	1,680,705	-
Total liabilities	<u>1,810,653</u>	<u>909,184</u>	<u>4,490,727</u>	<u>1,893,029</u>	<u>32,563,853</u>
Deferred Inflows of Resources					
Related to pensions	170,402	35,058	2,678,729	1,269,089	-
Inflows Related to OPEB	31,704	19,682	102,195	82,896	-
Inflows Related to leases	-	-	-	-	-
Total deferred inflows of resources	<u>202,106</u>	<u>54,740</u>	<u>2,780,924</u>	<u>1,351,985</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	1,987	137	48,130	64,379	15,593,549
Restricted for:					
Debt service	-	-	-	-	966,432
Capital projects	-	-	-	-	923,730
Donor-designated purposes	-	-	-	-	-
Multi Year Obligations	-	-	-	-	-
Capital Construction	-	-	59,944	33,091	-
Emergency reserve	116,000	62,599	385,000	115,000	3,574,588
OPEB Asset	10,957	5,185	26,147	11,898	-
Unrestricted (deficit)	1,968,345	1,581,036	2,281,380	901,171	46,022,054
Total net position	<u>\$ 2,097,289</u>	<u>\$ 1,648,957</u>	<u>\$ 2,800,601</u>	<u>\$ 1,125,539</u>	<u>\$ 67,080,353</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

	French American School	Girls Athletic Leadership Schools	Highline Academy Schools	KIPP Colorado Schools	Monarch Montessori of Denver Charter
ASSETS					
Assets:					
Cash and cash equivalents	\$ 353,514	\$ 1,984,134	\$ 7,541,519	\$ 21,287,037	\$ 1,636,815
Investments	-	-	-	-	-
Deposits	24,000	-	104,000	-	-
Receivables:					
Accounts	77,303	-	188,515	-	109,927
Grants	-	62,269	-	498,475	-
Other	-	5,804	-	-	194,503
Inventory	-	-	28,716	-	-
Prepaid items	45,575	19,225	87,336	223,485	45,187
Restricted cash	-	15,188	3,977,434	-	391,179
Capital assets, net	144,447	18,558	11,362,001	28,309	9,007,531
Leases and Software assets, net	1,506,803	-	151,430	344,279	-
OPEB Asset	3,587	14,233	42,057	107,687	9,629
Total assets	<u>2,155,229</u>	<u>2,119,411</u>	<u>23,483,008</u>	<u>22,489,272</u>	<u>11,394,771</u>
Deferred Outflows of Resources					
Related to pensions	414,709	1,196,964	3,718,687	9,448,647	866,493
Related to OPEB	21,007	28,576	124,017	322,092	17,083
Loss on deferred charges	-	-	442,648	-	-
Total deferred outflows of resources	<u>435,716</u>	<u>1,225,540</u>	<u>4,285,352</u>	<u>9,770,739</u>	<u>883,576</u>
LIABILITIES					
Liabilities:					
Accounts payable	865	175,155	996,878	779,040	8,270
Grants payable	-	-	-	-	-
Accrued interest	-	-	79,671	-	49,618
Accrued payroll	85,468	205,517	437,563	-	197,472
Compensated absences	-	-	-	-	-
Other liabilities	-	-	224,516	-	-
Accrued liabilities	-	-	-	1,309,252	-
Unearned revenue	-	140,089	181,116	417,715	3,793
Noncurrent liabilities:					
Due within one year	176,047	-	167,330	178,900	8,175,000
Due in more than one year	1,591,916	-	15,762,185	158,183	-
Pension liabilities	506,666	2,010,514	5,940,940	15,211,469	1,360,124
Total liabilities	<u>2,360,962</u>	<u>2,531,275</u>	<u>23,790,199</u>	<u>18,054,559</u>	<u>9,794,277</u>
Deferred Inflows of Resources					
Related to pensions	-	298,419	588,920	1,216,774	90,133
Inflows Related to OPEB	10,036	73,603	118,627	315,660	31,843
Inflows Related to leases	-	-	-	-	194,503
Total deferred inflows of resources	<u>10,036</u>	<u>372,022</u>	<u>707,547</u>	<u>1,532,434</u>	<u>316,479</u>
NET POSITION					
Net investment in capital assets	(116,713)	190,125	(3,973,436)	35,505	832,531
Restricted for:					
Debt service	-	-	2,795,922	-	391,179
Capital projects	-	-	-	-	-
Donor-designated purposes	-	-	-	-	-
Multi Year Obligations	-	45,824	-	-	-
Capital Construction	-	-	69,134	725,581	-
Emergency reserve	76,606	166,905	577,651	1,357,965	137,212
OPEB Asset	3,587	14,233	42,057	107,687	9,629
Unrestricted (deficit)	256,467	24,567	3,759,286	10,446,280	797,040
Total net position	<u>\$ 219,947</u>	<u>\$ 441,654</u>	<u>\$ 3,270,614</u>	<u>\$ 12,673,018</u>	<u>\$ 2,167,591</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

	Odyssey School of Denver	Omar D. Blair Charter School	RiseUp Community School	SOAR Charter School	STRIVE Preparatory Schools dba Rocky Mountain Prep
ASSETS					
Assets:					
Cash and cash equivalents	\$ 1,587,309	\$ 7,264,361	\$ 1,182,001	\$ 6,042,080	\$ 23,701,755
Investments	-	-	-	-	-
Deposits	-	-	10,000	-	-
Receivables:					
Accounts	-	-	28,109	10,479	71,532
Grants	27,354	105,225	-	-	969,618
Other	12,660	-	-	-	83,237
Inventory	5,592	-	-	-	-
Prepaid items	1,956	84,381	-	1,346	309,313
Restricted cash	-	-	-	-	-
Capital assets, net	92,129	451,942	109,635	-	5,513,196
Leases and Software assets, net	-	-	541,447	-	1,235,384
OPEB Asset	10,963	23,966	6,712	18,587	205,571
Total assets	<u>1,737,963</u>	<u>7,929,875</u>	<u>1,877,904</u>	<u>6,072,492</u>	<u>32,089,606</u>
Deferred Outflows of Resources					
Related to pensions	967,303	2,139,611	1,423,688	3,254,412	16,517,936
Related to OPEB	33,351	56,861	11,201	70,031	437,540
Loss on deferred charges	-	-	-	-	-
Total deferred outflows of resources	<u>1,000,654</u>	<u>2,196,472</u>	<u>1,434,889</u>	<u>3,324,443</u>	<u>16,955,476</u>
LIABILITIES					
Liabilities:					
Accounts payable	3,878	103,304	35,266	20,239	2,210,755
Grants payable	-	-	-	-	-
Accrued interest	-	-	-	-	-
Accrued payroll	9,367	624,532	-	370,754	-
Compensated absences	-	-	-	-	-
Other liabilities	-	-	-	-	-
Accrued liabilities	-	5,000	-	-	267,141
Unearned revenue	-	-	139,413	73,754	153,952
Noncurrent liabilities:					
Due within one year	11,402	18,761	211,240	-	418,205
Due in more than one year	33,198	47,387	484,770	-	876,853
Pension liabilities	1,548,704	3,385,471	948,204	2,625,547	29,044,326
Total liabilities	<u>1,606,549</u>	<u>4,184,455</u>	<u>1,818,893</u>	<u>3,090,294</u>	<u>32,971,232</u>
Deferred Inflows of Resources					
Related to pensions	87,222	269,999	585,396	1,706,611	3,000,725
Inflows Related to OPEB	30,677	67,115	53,061	72,164	702,516
Inflows Related to leases	-	-	-	-	-
Total deferred inflows of resources	<u>117,899</u>	<u>337,114</u>	<u>638,457</u>	<u>1,778,775</u>	<u>3,703,241</u>
NET POSITION					
Net investment in capital assets	47,529	385,794	(44,928)	-	5,453,522
Restricted for:					
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Donor-designated purposes	-	-	-	-	-
Multi Year Obligations	-	-	-	-	-
Capital Construction	41,172	-	-	-	775,623
Emergency reserve	136,000	354,900	60,200	235,000	2,102,669
OPEB Asset	10,963	23,966	6,712	18,587	205,571
Unrestricted (deficit)	778,505	4,840,118	833,459	4,274,279	3,833,224
Total net position	<u>\$ 1,014,169</u>	<u>\$ 5,604,778</u>	<u>\$ 855,443</u>	<u>\$ 4,527,866</u>	<u>\$ 12,370,609</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

	University Preparatory Schools	Wyatt Academy	Total
ASSETS			
Assets:			
Cash and cash equivalents	\$ 3,897,482	\$ 1,913,097	\$ 123,520,642
Investments	-	-	10,708,036
Deposits	9,667	-	154,255
Receivables:			
Accounts	2,000	-	2,978,399
Grants	12,694	54,050	35,808,358
Other	-	-	4,154,107
Inventory	38,149	-	72,457
Prepaid items	132,747	167	1,562,496
Restricted cash	-	-	6,389,856
Capital assets, net	600,394	1,375,364	72,500,838
Leases and Software assets, net	-	-	9,655,793
OPEB Asset	26,478	7,304	571,488
Total assets	<u>4,719,611</u>	<u>3,349,982</u>	<u>268,076,725</u>
Deferred Outflows of Resources			
Related to pensions	2,272,719	663,024	57,006,298
Related to OPEB	50,984	14,704	1,499,176
Loss on deferred charges	-	-	442,648
Total deferred outflows of resources	<u>2,323,703</u>	<u>677,728</u>	<u>58,948,122</u>
LIABILITIES			
Liabilities:			
Accounts payable	275,093	11,945	6,190,896
Grants payable	-	-	3,411,756
Accrued interest	-	-	134,140
Accrued payroll	-	159,146	12,593,508
Compensated absences	-	-	52,897
Other liabilities	-	-	1,136,918
Accrued liabilities	2,019	59,025	1,643,611
Unearned revenue	-	-	1,415,183
Noncurrent liabilities:			
Due within one year	-	63,908	11,029,680
Due in more than one year	-	80,509	45,411,536
Pension liabilities	3,740,303	1,031,788	80,733,615
Total liabilities	<u>4,017,415</u>	<u>1,406,321</u>	<u>163,753,740</u>
Deferred Inflows of Resources			
Related to pensions	387,390	137,934	15,994,061
Inflows Related to OPEB	75,635	42,543	1,995,606
Inflows Related to leases	-	-	194,503
Total deferred inflows of resources	<u>463,025</u>	<u>180,477</u>	<u>18,184,170</u>
NET POSITION			
Net investment in capital assets	600,394	1,230,947	26,329,630
Restricted for:			
Debt service	-	-	4,153,533
Capital projects	-	-	923,730
Donor-designated purposes	-	-	5,984,571
Multi Year Obligations	-	-	344,877
Capital Construction	-	-	1,724,525
Emergency reserve	369,430	114,000	10,481,328
OPEB Asset	26,478	7,304	571,488
Unrestricted (deficit)	1,566,572	1,088,661	94,573,255
Total net position	<u>\$ 2,562,874</u>	<u>\$ 2,440,912</u>	<u>\$ 145,086,937</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

	Denver Public Schools Foundation	5280 High School	Academy 360 Charter School	Academy of Urban Learning	Colorado High School Charter
Expenses:					
Instruction	\$ -	\$ 1,798,030	\$ 2,124,850	\$ 1,937,428	\$ 2,779,681
Supporting services	-	2,345,833	1,845,484	1,412,482	4,181,256
Interest	-	1,606	57,036	-	167,679
Program services	7,395,020	-	-	-	-
Fundraising	917,695	-	-	-	-
Management and general	1,183,810	-	-	-	-
Total expenses	<u>9,496,525</u>	<u>4,145,469</u>	<u>4,027,370</u>	<u>3,349,910</u>	<u>7,128,616</u>
Program revenues:					
Operating grants and contributions	6,333,054	1,548,528	1,094,991	852,259	1,170,049
Capital grants and contributions	-	40,017	66,959	31,300	153,815
Charges for services	-	-	-	-	-
Total program revenues	<u>6,333,054</u>	<u>1,588,545</u>	<u>1,161,950</u>	<u>883,559</u>	<u>1,323,864</u>
Net program expense	<u>(3,163,471)</u>	<u>(2,556,924)</u>	<u>(2,865,420)</u>	<u>(2,466,351)</u>	<u>(5,804,752)</u>
General revenues:					
Per pupil revenue	-	957,987	1,552,487	1,678,473	4,352,892
Capital construction funding	-	-	-	-	-
Property tax mill levy override	-	425,283	630,429	938,846	2,487,623
Investment earnings	771,038	-	-	-	-
Interest income	-	-	21,508	51,664	259,706
Unrestricted grants and contributions	1,368,203	-	-	-	9,170
At-risk supplemental aid	-	-	-	-	-
Other	-	-	783,249	20,868	15,639
Transfers to/from Denver Public Schools	190,500	-	-	-	-
Total general revenues	<u>2,329,741</u>	<u>1,383,270</u>	<u>2,987,673</u>	<u>2,689,851</u>	<u>7,125,030</u>
Change in net position	<u>(833,730)</u>	<u>(1,173,654)</u>	<u>122,253</u>	<u>223,500</u>	<u>1,320,278</u>
Net position (deficit) - beginning	11,781,293	2,919,054	698,038	1,046,272	6,881,678
Correction of error	-	-	-	-	(800,259)
GASB 69 Merger	-	-	-	-	-
Net position (deficit) - beginning, as restated	11,781,293	2,919,054	698,038	1,046,272	6,081,419
Net position (deficit) - ending	<u>\$ 10,947,563</u>	<u>\$ 1,745,400</u>	<u>\$ 820,291</u>	<u>\$ 1,269,772</u>	<u>\$ 7,401,697</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

	Compass Academy	Denver Justice High School	Denver Language School	Downtown Denver Expeditionary School	DSST Public Schools
Expenses:					
Instruction	\$ 2,377,348	\$ 840,543	\$ 7,117,575	\$ 2,116,112	\$ 109,964,011
Supporting services	1,920,697	1,255,972	5,166,905	2,337,412	-
Interest	1,594	-	-	-	-
Program services	-	-	-	-	-
Fundraising	-	-	-	-	-
Management and general	-	-	-	-	-
Total expenses	<u>4,299,639</u>	<u>2,096,515</u>	<u>12,284,480</u>	<u>4,453,524</u>	<u>109,964,011</u>
Program revenues:					
Operating grants and contributions	1,398,278	352,504	451,279	879,309	11,538,349
Capital grants and contributions	-	20,207	174,528	51,309	-
Charges for services	3,537	-	630,977	369,255	907,245
Total program revenues	<u>1,401,815</u>	<u>372,711</u>	<u>1,256,784</u>	<u>1,299,873</u>	<u>12,445,594</u>
Net program expense	<u>(2,897,824)</u>	<u>(1,723,804)</u>	<u>(11,027,696)</u>	<u>(3,153,651)</u>	<u>(97,518,417)</u>
General revenues:					
Per pupil revenue	2,272,876	1,186,140	9,525,873	2,548,200	72,614,948
Capital construction funding	48,535	-	-	-	-
Property tax mill levy override	663,735	681,860	2,154,621	627,592	21,253,291
Investment earnings	116,038	16,495	-	39,181	1,084,050
Interest income	-	-	191,924	-	-
Unrestricted grants and contributions	-	-	14,271	6,493	6,169,994
At-risk supplemental aid	2,200	-	-	-	-
Other	10,597	16,602	310,373	240,136	(401,860)
Transfers to/from Denver Public Schools	-	-	-	-	-
Total general revenues	<u>3,113,981</u>	<u>1,901,097</u>	<u>12,197,062</u>	<u>3,461,602</u>	<u>100,720,423</u>
Change in net position	216,157	177,293	1,169,366	307,951	3,202,006
Net position (deficit) - beginning	1,881,132	1,471,664	1,631,235	817,588	63,878,347
Correction of error	-	-	-	-	-
GASB 69 Merger	-	-	-	-	-
Net position (deficit) - beginning, as restated	<u>1,881,132</u>	<u>1,471,664</u>	<u>1,631,235</u>	<u>817,588</u>	<u>63,878,347</u>
Net position (deficit) - ending	<u>\$ 2,097,289</u>	<u>\$ 1,648,957</u>	<u>\$ 2,800,601</u>	<u>\$ 1,125,539</u>	<u>\$ 67,080,353</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

	French American School	Girls Athletic Leadership Schools	Highline Academy Schools	KIPP Colorado Schools	Monarch Montessori of Denver Charter
Expenses:					
Instruction	\$ 1,539,110	\$ 3,038,658	\$ 11,804,304	\$ 22,277,504	\$ 2,311,400
Supporting services	1,244,717	2,627,588	7,181,951	23,036,592	1,773,645
Interest	90,995	-	949,175	-	394,527
Program services	-	-	-	-	-
Fundraising	-	-	-	-	-
Management and general	-	-	-	-	-
Total expenses	<u>2,874,822</u>	<u>5,666,246</u>	<u>19,935,430</u>	<u>45,314,096</u>	<u>4,479,572</u>
Program revenues:					
Operating grants and contributions	474,020	775,715	2,229,530	614,900	552,562
Capital grants and contributions	76,657	56,261	316,865	-	88,354
Charges for services	-	862,367	85,707	190,761	9,219
Total program revenues	<u>550,677</u>	<u>1,694,343</u>	<u>2,632,102</u>	<u>805,661</u>	<u>650,135</u>
Net program expense	<u>(2,324,145)</u>	<u>(3,971,903)</u>	<u>(17,303,328)</u>	<u>(44,508,435)</u>	<u>(3,829,437)</u>
General revenues:					
Per pupil revenue	1,937,628	3,108,244	11,641,530	26,996,898	2,754,993
Capital construction funding	-	-	-	-	-
Property tax mill levy override	429,588	796,467	3,384,069	9,171,888	828,870
Investment earnings	-	42,703	-	1,013,259	-
Interest income	623	-	561,793	-	94,600
Unrestricted grants and contributions	-	326,439	-	7,262,392	-
At-risk supplemental aid	-	-	-	-	-
Other	145,820	29,196	2,651,993	379,775	308,011
Transfers to/from Denver Public Schools	-	-	-	-	-
Total general revenues	<u>2,513,659</u>	<u>4,303,049</u>	<u>18,239,385</u>	<u>44,824,212</u>	<u>3,986,474</u>
Change in net position	<u>189,514</u>	<u>331,146</u>	<u>936,057</u>	<u>315,777</u>	<u>157,037</u>
Net position (deficit) - beginning	30,433	110,508	2,334,557	12,357,241	2,010,554
Correction of error	-	-	-	-	-
GASB 69 Merger	-	-	-	-	-
Net position (deficit) - beginning, as restated	30,433	110,508	2,334,557	12,357,241	2,010,554
Net position (deficit) - ending	<u>\$ 219,947</u>	<u>\$ 441,654</u>	<u>\$ 3,270,614</u>	<u>\$ 12,673,018</u>	<u>\$ 2,167,591</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

	Odyssey School of Denver	Omar D. Blair Charter School	RiseUp Community School	SOAR Charter School	STRIVE Preparatory Schools dba Rocky Mountain Prep
Expenses:					
Instruction	\$ 2,715,254	\$ 6,980,867	\$ 1,060,840	\$ 4,695,564	\$ 41,653,098
Supporting services	1,752,233	4,586,441	1,984,071	3,370,435	35,555,777
Interest	2,773	4,201	-	-	87,441
Program services	-	-	-	-	-
Fundraising	-	-	-	-	-
Management and general	-	-	-	-	-
Total expenses	<u>4,470,260</u>	<u>11,571,509</u>	<u>3,044,911</u>	<u>8,065,999</u>	<u>77,296,316</u>
Program revenues:					
Operating grants and contributions	407,333	1,699,095	1,044,048	869,916	10,478,743
Capital grants and contributions	57,648	143,624	33,189	76,386	-
Charges for services	50,574	28,695	-	26,774	-
Total program revenues	<u>515,555</u>	<u>1,871,414</u>	<u>1,077,237</u>	<u>973,076</u>	<u>10,478,743</u>
Net program expense	<u>(3,954,705)</u>	<u>(9,700,095)</u>	<u>(1,967,674)</u>	<u>(7,092,923)</u>	<u>(66,817,573)</u>
General revenues:					
Per pupil revenue	3,343,087	8,212,247	1,228,373	5,621,876	49,122,165
Capital construction funding	-	-	-	-	-
Property tax mill levy override	742,856	2,394,626	687,964	1,601,164	14,700,928
Investment earnings	66,391	47,918	-	155,882	671,084
Interest income	-	-	-	-	-
Unrestricted grants and contributions	6,447	-	-	10,143	2,499,327
At-risk supplemental aid	-	-	-	-	-
Other	1,497	582,336	93,691	419,823	4,639,487
Transfers to/from Denver Public Schools	-	-	-	-	-
Total general revenues	<u>4,160,278</u>	<u>11,237,127</u>	<u>2,010,028</u>	<u>7,808,888</u>	<u>71,632,991</u>
Change in net position	<u>205,573</u>	<u>1,537,032</u>	<u>42,354</u>	<u>715,965</u>	<u>4,815,418</u>
Net position (deficit) - beginning	808,596	4,067,746	813,089	3,811,901	(1,774,260)
Correction of error	-	-	-	-	-
GASB 69 Merger	-	-	-	-	9,329,451
Net position (deficit) - beginning, as restated	808,596	4,067,746	813,089	3,811,901	7,555,191
Net position (deficit) - ending	<u>\$ 1,014,169</u>	<u>\$ 5,604,778</u>	<u>\$ 855,443</u>	<u>\$ 4,527,866</u>	<u>\$ 12,370,609</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND THE STATE OF COLORADO

NOTES TO BASIC FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2024

	University Preparatory Schools	Wyatt Academy	Total
Expenses:			
Instruction	\$ 5,441,449	\$ 1,696,278	\$ 236,269,904
Supporting services	6,470,202	1,863,081	111,912,774
Interest	-	5,589	1,762,616
Program services	-	-	7,395,020
Fundraising	-	-	917,695
Management and general	-	-	1,183,810
Total expenses	<u>11,911,651</u>	<u>3,564,948</u>	<u>359,441,819</u>
Program revenues:			
Operating grants and contributions	1,612,455	432,505	46,809,422
Capital grants and contributions	-	-	1,387,119
Charges for services	29,352	829	3,195,292
Total program revenues	<u>1,641,807</u>	<u>433,334</u>	<u>51,391,833</u>
Net program expense	<u>(10,269,844)</u>	<u>(3,131,614)</u>	<u>(308,049,986)</u>
General revenues:			
Per pupil revenue	6,995,520	2,250,683	219,903,120
Capital construction funding	-	75,279	123,814
Property tax mill levy override	2,289,252	728,651	67,619,603
Investment earnings	-	-	4,024,039
Interest income	107,883	58,294	1,347,995
Unrestricted grants and contributions	-	339,120	18,011,999
At-risk supplemental aid	-	79,263	81,463
Other	120,025	303,442	10,670,700
Transfers to/from Denver Public Schools	-	-	190,500
Total general revenues	<u>9,512,680</u>	<u>3,834,732</u>	<u>321,973,233</u>
Change in net position	<u>(757,164)</u>	<u>703,118</u>	<u>13,923,247</u>
Net position (deficit) - beginning	3,320,038	1,737,794	122,634,498
Correction of error	-	-	(800,259)
GASB 69 Merger	-	-	9,329,451
Net position (deficit) - beginning, as restated	<u>3,320,038</u>	<u>1,737,794</u>	<u>131,163,690</u>
Net position (deficit) - ending	<u>\$ 2,562,874</u>	<u>\$ 2,440,912</u>	<u>\$ 145,086,937</u>



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16. Subsequent Events

On August 15, 2024 the DPS Board of Education approved the 2024 Bond ballot issue to authorize general obligation bonds, without increasing taxes, for the purposes set forth in the ballot question. This will be included in the November 2024 ballot.

On the November 2024 ballot the District was seeking approval for a general obligation bond for \$975 million. The primary areas of investment will be for critical maintenance, air conditioning, capacity needs and quality learning environments. The Denver voters approved this District initiative by a 74% approval rate.



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REQUIRED SUPPLEMENTARY INFORMATION

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 876,845	\$ 956,459	\$ 956,558	\$ 99
State sources	367,303	308,656	317,398	8,742
Federal sources	1,042	1,042	1,294	252
Local sources	43,306	90,759	97,117	6,358
Total revenues	<u>1,288,496</u>	<u>1,356,916</u>	<u>1,372,367</u>	<u>15,451</u>
EXPENDITURES				
Employee Salaries	672,397	694,694	702,639	(7,945)
Employee Benefits	113,010	130,087	108,456	21,631
Charter school*	227,246	269,263	265,437	3,826
Supplies and Materials	66,260	72,149	58,626	13,523
Purchased Services	87,088	85,536	102,539	(17,003)
Property	26,417	27,858	8,546	19,312
Other Expenses	48,336	15,675	5,477	10,198
Debt Service Principal	34,260	31,280	32,419	(1,139)
Debt Service Interest	40,276	40,276	40,405	(129)
Appropriated Reserves	96,567	124,118	-	124,118
Unappropriated reserves	15,166	29,013	-	29,013
Total expenditures	<u>1,427,023</u>	<u>1,519,949</u>	<u>1,324,544</u>	<u>195,405</u>
Excess (deficiency) of revenues over expenditures	<u>(138,527)</u>	<u>(163,033)</u>	<u>47,823</u>	<u>210,856</u>
OTHER FINANCING SOURCES (USES)				
Interfund transfers	(6,883)	(5,649)	(30,074)	(24,425)
Issuance of leases	21,000	21,000	3,932	(17,068)
Total other financing sources (uses)	<u>14,117</u>	<u>15,351</u>	<u>(26,142)</u>	<u>(41,493)</u>
Net change in fund balance	<u>(124,410)</u>	<u>(147,682)</u>	<u>21,681</u>	<u>169,363</u>
Beginning fund balance	<u>124,410</u>	<u>147,682</u>	<u>147,682</u>	<u>-</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 169,363</u>	<u>\$ 169,363</u>

* The Charter School expense is presented net of Charges for Services to Charter Schools as presented in the Fund Financial Statements to align with the budget presentation.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 GRANTS SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
State sources	\$ 15,339	\$ 16,773	\$ 31,068	\$ 14,295
Federal sources	258,962	258,962	190,965	(67,997)
Local sources	14,023	13,565	16,424	2,859
Total revenues	<u>288,324</u>	<u>289,300</u>	<u>238,457</u>	<u>(50,843)</u>
EXPENDITURES				
Employee Salaries	121,146	124,542	83,264	41,278
Employee Benefits	36,937	37,027	24,552	12,475
Charter school	45,513	45,513	30,469	15,044
Supplies and Materials	9,229	8,598	16,666	(8,068)
Purchased Services	49,286	49,827	34,888	14,939
Property	6,482	6,464	17,627	(11,163)
Other Expenses	20,063	19,979	25,093	(5,114)
Debt Service Principal	-	-	104	(104)
Debt Service Interest	-	-	19	(19)
Appropriated Reserves	16,812	20,103	-	20,103
Total expenditures	<u>305,468</u>	<u>312,053</u>	<u>232,682</u>	<u>79,371</u>
Excess (deficiency) of revenues over expenditures	<u>(17,144)</u>	<u>(22,753)</u>	<u>5,775</u>	<u>28,528</u>
OTHER FINANCING SOURCES (USES)				
Interfund transfers	649	649	649	-
Total other financing sources (uses)	<u>649</u>	<u>649</u>	<u>649</u>	<u>-</u>
Net change in fund balance	<u>(16,495)</u>	<u>(22,104)</u>	<u>6,424</u>	<u>28,528</u>
Beginning fund balance	16,495	22,104	22,104	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,528</u>	<u>\$ 28,528</u>



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SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30

	2024	2023	2022	2021	2020
Total pension liability					
Service cost at end of year	\$ 113,314,000	\$ 113,836,000	\$ 107,672,000	\$ 93,058,000	\$ 91,764,000
Interest	345,494,000	333,769,000	326,361,000	309,174,000	301,210,000
Changes of benefit terms	-	-	(89,028,000)	-	(82,064,000)
Difference between expected and actual experience	34,752,000	15,514,000	46,732,000	(15,298,000)	86,001,000
Changes of assumptions or other inputs	-	-	-	125,275,000	-
Benefit payments, including refunds of active member contributions and disability premiums	<u>(302,075,000)</u>	<u>(299,660,000)</u>	<u>(291,799,000)</u>	<u>(287,719,000)</u>	<u>(288,984,000)</u>
Net change in total pension liability	<u>191,485,000</u>	<u>163,459,000</u>	<u>99,938,000</u>	<u>224,490,000</u>	<u>107,927,000</u>
Total pension liability - beginning	<u>4,803,157,000</u>	<u>4,639,698,000</u>	<u>4,539,760,000</u>	<u>4,315,270,000</u>	<u>4,207,343,000</u>
Total pension liability - ending (a)	<u>4,994,642,000</u>	<u>4,803,157,000</u>	<u>4,639,698,000</u>	<u>4,539,760,000</u>	<u>4,315,270,000</u>
Plan fiduciary net position					
Contributions - employer	87,487,000	74,199,000	65,215,000	56,245,000	43,340,000
Contributions - nonemployer	4,132,000	52,784,000	19,153,000	-	19,201,000
Contributions - active member (includes purchased service)	104,916,000	96,124,000	90,154,000	75,456,000	65,496,000
Net investment income (loss)	517,546,000	(619,265,000)	649,370,000	610,847,000	632,669,000
Benefit payments (includes refunds and disability premiums)	(302,075,000)	(299,660,000)	(291,799,000)	(287,719,000)	(288,984,000)
Administrative expense	(3,292,000)	(3,133,000)	(2,829,000)	(2,667,000)	(2,713,000)
Other additions and deductions	<u>2,796,000</u>	<u>652,000</u>	<u>(3,115,000)</u>	<u>(1,010,000)</u>	<u>2,975,000</u>
Net change in plan fiduciary net position	411,510,000	(698,299,000)	526,149,000	451,152,000	471,984,000
Plan fiduciary net position - beginning	<u>3,935,428,000</u>	<u>4,633,727,000</u>	<u>4,107,578,000</u>	<u>3,656,426,000</u>	<u>3,184,442,000</u>
Plan fiduciary net position - ending (b)	<u>4,346,938,000</u>	<u>3,935,428,000</u>	<u>4,633,727,000</u>	<u>4,107,578,000</u>	<u>3,656,426,000</u>
Collective net pension liability - ending (a)-(b)	<u>\$ 647,704,000</u>	<u>\$ 867,729,000</u>	<u>\$ 5,971,000</u>	<u>\$ 432,182,000</u>	<u>\$ 658,844,000</u>
Plan fiduciary net position as a percentage of the total pension liability	87.03%	81.93%	99.87%	90.48%	84.73%
The District's proportionate share of the net pension liability	\$ 537,715,849	\$ 439,145,019	\$ 4,035,111	\$ 395,426,442	\$ 400,400,429
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with DPS	\$ 25,435,591	\$ 312,455,572	\$ 1,167,079	\$ -	\$ 177,449,057
Discretely presented component units	\$ 80,733,615	\$ 67,851,476	\$ 580,771	\$ 54,487,558	\$ 56,122,281
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with discretely presented component units	\$ 3,818,945	\$ 48,276,933	\$ 188,039	\$ -	\$ 24,872,233
Covered payroll	894,245,000	810,403,000	823,396,000	771,347,000	736,264,000
District's net pension liability as a percentage of covered payroll	72.43%	107.07%	0.73%	56.03%	89.48%

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
YEAR ENDED JUNE 30

	2019	2018	2017	2016	2015
Total pension liability					
Service cost at end of year	\$ 90,657,000	\$ 91,986,000	\$ 85,988,000	\$ 82,079,000	\$ 76,564,000
Interest	313,294,000	295,838,000	283,862,000	281,752,000	274,862,000
Changes of benefit terms	(318,480,000)	-	-	-	-
Difference between expected and actual experience	35,147,000	47,121,000	(2,839,000)	45,767,000	(174,000)
Changes of assumptions or other inputs	-	-	205,645,000	(113,772,000)	-
Benefit payments, including refunds of active member contributions and disability premiums	<u>(287,825,000)</u>	<u>(281,844,000)</u>	<u>(272,071,000)</u>	<u>(263,323,000)</u>	<u>(255,434,000)</u>
Net change in total pension liability	<u>(167,207,000)</u>	<u>153,101,000</u>	<u>300,585,000</u>	<u>32,503,000</u>	<u>95,818,000</u>
Total pension liability - beginning	<u>4,374,550,000</u>	<u>4,221,449,000</u>	<u>3,920,864,000</u>	<u>3,888,361,000</u>	<u>3,792,543,000</u>
Total pension liability - ending (a)	<u>4,207,343,000</u>	<u>4,374,550,000</u>	<u>4,221,449,000</u>	<u>3,920,864,000</u>	<u>3,888,361,000</u>
Plan fiduciary net position					
Contributions - employer	35,994,000	27,578,000	17,071,000	8,494,000	18,478,000
Contributions - nonemployer	18,621,000	56,820,000	54,852,000	53,558,000	49,409,000
Contributions - active member (includes purchased service)	61,098,000	-	-	-	-
Net investment income (loss)	(114,070,000)	548,585,000	218,415,000	49,172,000	182,823,000
Benefit payments (includes refunds and disability premiums)	(287,825,000)	(281,844,000)	(272,071,000)	(263,323,000)	(255,434,000)
Administrative expense	(2,919,000)	(2,857,000)	(2,754,000)	(2,599,000)	(2,377,000)
Other additions and deductions	<u>(4,497,000)</u>	<u>3,781,000</u>	<u>3,135,000</u>	<u>(1,764,000)</u>	<u>(1,547,000)</u>
Net change in plan fiduciary net position	<u>(293,598,000)</u>	<u>352,063,000</u>	<u>18,648,000</u>	<u>(156,462,000)</u>	<u>(8,648,000)</u>
Plan fiduciary net position - beginning	<u>3,478,040,000</u>	<u>3,125,977,000</u>	<u>3,107,329,000</u>	<u>3,263,791,000</u>	<u>3,272,439,000</u>
Plan fiduciary net position - ending (b)	<u>3,184,442,000</u>	<u>3,478,040,000</u>	<u>3,125,977,000</u>	<u>3,107,329,000</u>	<u>3,263,791,000</u>
Collective net pension liability - ending (a)-(b)	<u>\$ 1,022,901,000</u>	<u>\$ 896,510,000</u>	<u>\$ 1,095,472,000</u>	<u>\$ 813,535,000</u>	<u>\$ 624,570,000</u>
Plan fiduciary net position as a percentage of the total pension liability	75.69%	79.51%	74.05%	79.25%	83.94%
The District's proportionate share of the net pension liability	\$ 594,110,636	\$ -	\$ -	\$ -	\$ -
The State's proportionate share of the net pension liability as a nonemployer contributing entity associated with DPS	\$ 307,805,513	-	-	-	-
Discretely presented component units	\$ 79,695,199	-	-	-	-
The State's proportionate share of the net pension liability as a component units	\$ 41,289,652	-	-	-	-
Covered payroll	722,040,000	658,198,000	642,177,000	621,115,000	584,319,000
District's net pension liability as a percentage of covered payroll	141.67%	136.21%	170.59%	130.98%	106.89%

Information above is presented as of the measurement date and include information for the reporting entity as a whole.

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF PENSION CONTRIBUTIONS
YEAR ENDED JUNE 30

	2024	2023	2022	2021	2020
Statutorily required contribution	\$ 87,487,000	\$ 74,199,000	\$ 66,121,676	\$ 62,056,740	\$ 70,421,044
Contributions in relation to the statutorily required contribution	87,487,000	74,199,000	66,121,676	62,056,740	70,421,044
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	935,260,723	838,837,781	830,670,252	787,919,015	759,247,080
Contributions as a percentage of covered payroll	9.35%	8.85%	7.96%	7.88%	9.28%

2024 and 2023 contributions include \$4.1 and \$52.8 million respectively from the special funding situation with the State of Colorado as a nonemployer contributing entity per SB 18-200.
2020 and 2019 contributions include \$19.2 and \$18.6 million respectively from the special funding situation with the State of Colorado as a nonemployer contributing entity per SB 18-200.

Information above is presented as of the District's fiscal year end.

Notes to Schedule

	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Valuation date:	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018
Methods and assumptions used to determine contribution rates:					
Actuarial cost method	Entry Age Level Percentage of Payroll	Entry Age Level Percentage of Payroll	Entry Age Level Percentage of Payroll	Entry Age Level Percentage of Payroll	Entry Age Level Percentage of Payroll
Amortization method	30 Years, Open	30 Years, Open	30 Years, Open	30 Years, Open	30 Years, Open
Remaining amortization period	4-year smoothed market	4-year smoothed market	4-year smoothed market	4-year smoothed market	4-year smoothed market
Asset valuation method	2.30% annually	2.30% annually	2.30% annually	2.30% annually	2.40% annually
Inflation	3.80% - 11.50%	3.80% - 11.50%	3.80% - 11.50%	3.80% - 11.50%	3.50% - 9.70%
Salary increases	Inclusive of wage inflation	Inclusive of wage inflation	Inclusive of wage inflation	Inclusive of wage inflation	Inclusive of wage inflation
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure	1.00%	1.00%	1.00%	1.25%	1.25%
PERA benefit structure hired after 12/31/06	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR
Investment rate of return	7.25%	7.25%	7.25%	7.25%	7.25%

Continued next page

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF PENSION CONTRIBUTIONS
YEAR ENDED JUNE 30

	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 57,730,581	\$ 31,585,070	\$ 21,625,469	\$ 12,672,704	\$ 8,102,466
Contributions in relation to the statutorily required contribution	57,730,581	31,585,070	21,625,469	12,672,704	8,102,466
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	725,751,189	677,633,712	649,296,499	626,445,854	590,847,652
Contributions as a percentage of covered payroll	7.95%	4.66%	3.33%	2.02%	1.37%

2020 and 2019 contributions include \$19.2 and \$18.6 million respectively from the special funding situation with the State of Colorado as a nonemployer contributing entity per SB 18-200.

Information above is presented as of the District's fiscal year end.

Notes to Schedule

	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013
Valuation date:	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014	December 31, 2013
Methods and assumptions used to determine contribution rates:					
Actuarial cost method	Entry Age	Entry Age	Entry Age	Entry Age	Entry Age
	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll	Level Percentage of Payroll
Amortization method	30 Years, Open	30 Years, Open	30 Years, Open	30 Years, Open	30 Years, Open
Remaining amortization period	30 Years, Open	30 Years, Open	30 Years, Open	30 Years, Open	30 Years, Open
Asset valuation method	4-year smoothed market	4-year smoothed market	4-year smoothed market	4-year smoothed market	4-year smoothed market
Inflation	2.40% annually	2.40% annually	2.80% annually	2.80% annually	2.80% annually
	3.50% - 9.70%	3.90% - 9.70%	3.90% - 10.10%	3.90% - 10.85%	3.90% - 10.10%
Salary increases	Inclusive of wage inflation	Inclusive of wage inflation	Inclusive of wage inflation	Inclusive of wage inflation	Inclusive of wage inflation
PERA benefit structure hired prior to 1/1/07 and DPS benefit structure	2.00%	2.00%	2.00%	2.00%	2.00%
	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR
PERA benefit structure hired after 12/31/06	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR	0.00% as financed by the AIR
Investment rate of return	7.25%	7.25%	7.25%	7.50%	7.50%

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY/(ASSET) AND RELATED RATIOS
DPS HEALTHCARE TRUST FUND
YEAR ENDED JUNE 30

DPS Health Care Trust Fund	2024	2023	2022	2021	2020
Total OPEB liability					
Service cost	\$ 1,138,000	\$ 1,095,000	\$ 1,237,000	\$ 1,291,000	\$ 1,342,000
Interest	4,358,000	4,675,000	4,750,000	5,005,000	4,970,000
Changes of benefit terms	-	-	-	-	-
Difference between expected and actual experience	(2,206,000)	(2,353,000)	(2,855,000)	(4,339,000)	(2,070,000)
Changes of assumptions or other inputs	134,000	(3,703,000)	-	(1,764,000)	-
Benefit payments	(4,105,000)	(4,162,000)	(3,873,000)	(3,453,000)	(3,968,000)
Net change in total OPEB liability	(681,000)	(4,448,000)	(741,000)	(3,260,000)	274,000
Total OPEB liability - beginning	61,024,000	65,472,000	66,213,000	69,473,000	69,199,000
Total OPEB liability - ending (a)	60,343,000	61,024,000	65,472,000	66,213,000	69,473,000
Plan fiduciary net position					
Contributions - employer	9,445,000	8,744,000	8,622,000	8,045,000	7,649,000
Other additions (includes purchased service)	236,000	306,000	206,000	224,000	188,000
Net investment income	7,218,000	(7,311,000)	6,963,000	6,019,000	4,892,000
Benefit payments	(3,951,000)	(4,022,000)	(3,516,000)	(3,086,000)	(3,644,000)
Administrative expense	(461,000)	(434,000)	(639,000)	(516,000)	(477,000)
Other deductions	(1,000)	(998)	(4,000)	(1,000)	(1,000)
Net change in plan fiduciary net position	12,486,000	(2,717,998)	11,632,000	10,685,000	8,607,000
Plan fiduciary net position - beginning	52,235,002	54,953,000	43,321,000	32,636,000	24,029,000
Plan fiduciary net position - ending (b)	64,721,002	52,235,002	54,953,000	43,321,000	32,636,000
Collective net OPEB liability/(asset) - ending (a) - (b)	\$ (4,378,002)	\$ 8,788,998	\$ 10,519,000	\$ 22,892,000	\$ 36,837,000
Plan fiduciary net position as a percentage of the total OPEB liability	107.26%	85.60%	83.93%	65.43%	46.98%
Covered payroll	894,245,000	810,403,000	823,396,000	771,347,000	736,264,000
District's net OPEB liability/(asset) as a percentage of covered payroll	(0.49)%	1.08%	1.28%	2.97%	5.00%

Continued next page

Note: Information is not available for prior years. In future reports, additional years will be added until 10 years of historical data are presented. Information above is presented as of the measurement date and include information for the reporting entity as a whole.

The notes are an integral part of the Required Supplementary Information.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY/(ASSET) AND RELATED RATIOS
 DPS HEALTHCARE TRUST FUND
 YEAR ENDED JUNE 30

DPS Health Care Trust Fund	2019	2018
Total OPEB liability		
Service cost	\$ 1,420,000	\$ 1,591,000
Interest	5,245,000	5,057,000
Changes of benefit terms	-	-
Difference between expected and actual experience	(6,045,000)	(35,000)
Changes of assumptions or other inputs	5,000	
Benefit payments	(4,693,000)	(6,191,000)
Net change in total OPEB liability	(4,068,000)	422,000
Total OPEB liability - beginning	73,267,000	72,845,000
Total OPEB liability - ending (a)	69,199,000	73,267,000
Plan fiduciary net position		
Contributions - employer	7,417,000	6,930,000
Other additions (includes purchased service)	(4,000)	242,000
Net investment income	(894,000)	3,305,000
Benefit payments	(4,158,000)	(5,694,000)
Administrative expense	(845,000)	(808,000)
Other deductions	205,000	(4,000)
Net change in plan fiduciary net position	1,721,000	3,971,000
Plan fiduciary net position - beginning	22,308,000	18,337,000
Plan fiduciary net position - ending (b)	24,029,000	22,308,000
Collective net OPEB liability/(asset) - ending (a) - (b)	\$ 45,170,000	\$ 50,959,000

Plan fiduciary net position

as a percentage of the total OPEB liability 34.72% 30.45%

Covered payroll 722,040,000 658,198,000

District's net OPEB liability/(asset)

as a percentage of covered payroll 6.26% 7.74%

Note: Information is not available for prior years. In future reports, additional years will be added until 10 years of historical data are presented. Information above is presented as of the measurement date and include information for the reporting entity as a whole.

The notes are an integral part of the Required Supplementary Information.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DPS DIVISION SCHEDULE OF OPEB CONTRIBUTIONS
 DPS HEALTHCARE TRUST FUND
 YEAR ENDED JUNE 30

DPS Health Care Trust Fund	2024	2023	2022	2021
Actuarially determined contribution	\$ 2,146,000	\$ 2,836,000	\$ 3,623,000	\$ 3,934,000
Contributions in relation to the actuarially determined contribution	9,427,201	8,744,000	8,749,889	8,159,161
Contribution deficiency (excess)	<u>\$ (7,281,201)</u>	<u>\$ (5,908,000)</u>	<u>\$ (5,126,889)</u>	<u>\$ (4,225,161)</u>
Covered payroll	\$ 935,260,723	\$ 838,837,781	\$ 830,670,252	\$ 787,919,015
Contribution as a percentage of covered payroll	1.01%	1.04%	1.05%	1.04%
DPS Health Care Trust Fund	2020	2019	2018	
Actuarially determined contribution	\$ 4,418,000	\$ 4,838,000	\$ 4,476,000	
Contributions in relation to the actuarially determined contribution	7,847,796	\$ 7,662,714	\$ 7,079,432	
Contribution deficiency (excess)	<u>\$ (3,429,796)</u>	<u>\$ (2,824,714)</u>	<u>\$ (2,603,432)</u>	
Covered payroll	\$ 759,247,080	\$ 725,751,189	\$ 677,633,712	
Contribution as a percentage of covered payroll	1.03%	1.06%	1.04%	

Note: Information is not available for prior years. In future reports, additional years will be added until 10 years of historical data are presented. Information is presented as of the District and component unit fiscal year end for each year presented. The DPS HCTF was established on January 1, 2010, and received the balance for the Denver Public Schools Retiree Health Benefit Trust.



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1. SIGNIFICANT CHANGES AFFECTING TRENDS IN ACTUARIAL INFORMATION - PENSIONS

2023 Changes in Plan Provisions and Assumptions or Other Inputs Since 2022

- 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.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the pension certificates of participation (PCOPs) issued in 1997 and 2008 and refinanced thereafter.

2022 Changes in Plan Provisions and Assumptions or Other Inputs Since 2021

- Price inflation assumption decreased from 2.40% per year to 2.30% per year
- Real rate of investment return assumption remained at 7.25% per year, net of investment expenses
- Wage inflation assumption decreased from 3.50% per year to 3.00% per year
- Real wage growth decreased from 1.10% to 0.70%
- House Bill (HB) 22-1029, effective upon enactment in 2022, required the State treasurer to issue, in addition to the regularly scheduled \$225 million (actual dollars) direct distribution, a warrant to PERA in the amount of \$380 million (actual dollars) with reductions to future direct distributions. The July 1, 2023, direct distribution will be reduced by \$190 million (actual dollars) to \$35 million (actual dollars). The July 1, 2024, direct distribution will not be reduced from \$225 million (actual dollars) due to a negative investment return in 2022.
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the pension certificates of participation (PCOPs) issued in 1997 and 2008 and refinanced thereafter

2021 Changes in Plan Provisions and Assumptions or Other Inputs Since 2020

- The assumption used to value the automatic increase cap benefit provision was changed from 1.25 percent to 1.00 percent
- Actual employer contributions to the DPS Division are reduced by an amount equal to the principal payments plus interest necessary each year to finance the pension certificates of participation (PCOPs) issued in 1997 and 2008 and refinanced thereafter

2. OPEB

Denver Public Schools Health Care Trust Fund

2023 Changes in Plan Provisions and Assumptions or Other Inputs Since 2022

- There were no changes to the actuarial methods or assumptions

2022 Changes in Plan Provisions and Assumptions or Other Inputs Since 2021

- The total OPEB liability for the Health Care Trust Fund (HCTF), as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, allowable under C.R.S. § 24-51-313, of Tri-County Health Department (Tri-County Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received, and therefore no disaffiliation dollars were reflected in the fiduciary net position as of the December 31, 2022, measurement date.
- The timing of the retirement decrement was adjusted to middle-of-year.
- Price inflation assumption decreased from 2.40% per year to 2.30% per year
- Real rate of investment return assumption remained at 7.25% per year, net of investment expenses
- Wage inflation assumption decreased from 3.50% per year to 3.00% per year
- Real wage growth decreased from 1.10% to 0.70%

2021 Changes in Plan Provisions and Assumptions or Other Inputs Since 2020

- There were no changes in assumptions or other inputs effective for the December 31, 2021 measurement period for OPEB

The total OPEB liability in the December 31, 2021 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial cost method	Entry age
Price inflation	2.30 percent
Real wage growth	0.70 percent
Wage inflation	3.00 percent
Salary increases, including wage inflation	3.80 percent to 11.50 percent
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Health care cost trend rates	
PERA benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	6.50 percent in 2022, gradually decreasing to 4.50 percent in 2030
Medicare Part A premiums	3.75 percent in 2022, gradually increasing to 4.50 percent in 2029
DPS benefit structure:	
Service-based premium subsidy	0.00 percent
PERACare Medicare plans	N/A
Medicare Part A premiums	N/A

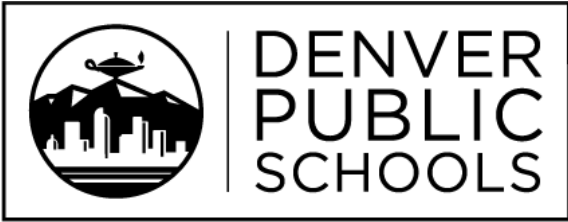


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OTHER SUPPLEMENTARY INFORMATION



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GOVERNMENTAL FUNDS

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 AS OF JUNE 30, 2024

	Food Services Special Revenue Fund	Pupil Activity Special Revenue Fund	ProComp Special Revenue Fund	Mill Levy Technology Maintenance	Permanent Fund	Total
ASSETS						
Cash and cash equivalents	\$ 201,190	\$ -	\$ -	\$ -	\$ 127,673	\$ 328,863
Investments	-	-	-	-	3,982	3,982
Taxes receivable	-	-	1,885,920	3,696,123	-	5,582,043
Intergovernmental receivables	6,127,398	-	-	-	-	6,127,398
Other receivables	9,417	-	-	-	-	9,417
Due from other funds	-	6,599,963	-	-	-	6,599,963
Inventory	4,572,403	-	-	-	-	4,572,403
Restricted cash and cash equivalents	-	-	6,337,486	-	-	6,337,486
Total assets	<u>10,910,408</u>	<u>6,599,963</u>	<u>8,223,406</u>	<u>3,696,123</u>	<u>131,655</u>	<u>29,561,555</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	971,582	-	-	3,909	-	975,491
Due to other funds	3,744,660	-	1,353,409	2,643,058	60,527	7,801,654
Unearned revenue	553,452	2,145,954	-	-	-	2,699,406
Total liabilities	<u>5,269,694</u>	<u>2,145,954</u>	<u>1,353,409</u>	<u>2,646,967</u>	<u>60,527</u>	<u>11,476,551</u>
Deferred inflows of resources:						
Property taxes	-	-	535,324	1,049,156	-	1,584,480
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>535,324</u>	<u>1,049,156</u>	<u>-</u>	<u>1,584,480</u>
Fund balances:						
Nonspendable:						
Inventory	557,481	-	-	-	-	557,481
Permanent fund	-	-	-	-	71,128	71,128
Restricted for:						
Performance-based teacher compensation	-	-	6,334,673	-	-	6,334,673
Committed to:						
Pupil activities	-	4,454,009	-	-	-	4,454,009
Food service	5,083,233	-	-	-	-	5,083,233
Total fund balances	<u>5,640,714</u>	<u>4,454,009</u>	<u>6,334,673</u>	<u>-</u>	<u>71,128</u>	<u>16,500,524</u>
Total liabilities and fund balances	<u>\$ 10,910,408</u>	<u>\$ 6,599,963</u>	<u>\$ 8,223,406</u>	<u>\$ 3,696,123</u>	<u>\$ 131,655</u>	<u>\$ 29,561,555</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2024

	Food Services Special Revenue Fund	Pupil Activity Special Revenue Fund	ProComp Special Revenue Fund	Mill Levy Technology Maintenance	Permanent Fund	Total
REVENUES						
Taxes	\$ -	\$ -	\$ 40,238,129	\$ 78,407,891	\$ -	\$ 118,646,020
Intergovernmental:						
Revenue from state sources	13,988,906	-	-	-	-	13,988,906
Revenue from federal sources	32,863,206	-	-	-	-	32,863,206
Charges for services	1,059,413	-	-	-	-	1,059,413
Investment income	-	-	130,420	-	5,608	136,028
Other local sources	25,907	6,037,593	-	-	-	6,063,500
Total revenues	47,937,432	6,037,593	40,368,549	78,407,891	5,608	172,757,073
EXPENDITURES						
Instruction:						
Regular instruction	-	921,234	34,224,102	-	-	35,145,336
Special education	-	504	3,558,848	-	-	3,559,352
Other instruction	-	5,326,327	29	-	-	5,326,356
Total instruction	-	6,248,065	37,782,979	-	-	44,031,044
Support services:						
Pupil supporting services	-	1,064	1,566,456	-	-	1,567,520
Instructional support	-	26,327	165,453	-	-	191,780
General administration	-	-	29,358	217,312	-	246,670
School administration	-	552	-	-	-	552
Business services	-	3,264	-	-	-	3,264
Operations and maintenance	-	-	11,200	72,921,131	-	72,932,331
Pupil transportation	-	-	-	3,342,502	-	3,342,502
Central services	-	-	812,425	657,353	-	1,469,778
Other support services	48,091,582	175	-	-	-	48,091,757
Total support services	48,091,582	31,382	2,584,892	77,138,298	-	127,846,154
Community services	-	2,508	559	-	-	3,067
Education for adults	-	-	119	-	-	119
Principal payments	-	-	-	1,269,593	-	1,269,593
Total expenditures	48,091,582	6,281,955	40,368,549	78,407,891	-	173,149,977
Excess (deficiency) of revenues over (under) expenditures	(154,150)	(244,362)	-	-	5,608	(392,904)
OTHER FINANCING SOURCES						
Transfers in	1,400,000	-	-	-	-	1,400,000
Total other financing sources	1,400,000	-	-	-	-	1,400,000
Net change in fund balances	1,245,850	(244,362)	-	-	5,608	1,007,096
Fund balances - beginning	4,394,864	4,698,371	6,334,673	-	65,520	15,493,428
Fund balances - ending	\$ 5,640,714	\$ 4,454,009	\$ 6,334,673	\$ -	\$ 71,128	\$ 16,500,524

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 BOND REDEMPTION FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 226,698	\$ 246,601	\$ 244,241	\$ (2,360)
Local sources	2,000	4,000	7,635	3,635
Total revenues	<u>228,698</u>	<u>250,601</u>	<u>251,876</u>	<u>1,275</u>
EXPENDITURES				
Purchased Services	150	150	8	142
Debt Service Principal	109,955	109,955	109,955	-
Debt Service Interest	92,003	94,323	94,348	(25)
Appropriated Reserves	220,189	272,776	-	272,776
Total expenditures	<u>422,297</u>	<u>477,204</u>	<u>204,311</u>	<u>272,893</u>
Net change in fund balance	<u>(193,599)</u>	<u>(226,603)</u>	<u>47,565</u>	<u>274,168</u>
Beginning fund balance	<u>193,599</u>	<u>226,603</u>	<u>226,603</u>	<u>-</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 274,168</u>	<u>\$ 274,168</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 BUILDING FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Federal sources	\$ 6,413	\$ 6,413	\$ 6,560	\$ 147
Local sources	30,605	30,605	54,415	23,810
Total revenues	<u>37,018</u>	<u>37,018</u>	<u>60,975</u>	<u>23,957</u>
EXPENDITURES				
Employee Salaries	9,518	9,518	9,082	436
Employee Benefits	2,902	2,902	2,752	150
Supplies and Materials	12,966	12,966	4,194	8,772
Purchased Services	5,093	5,093	18,290	(13,197)
Property	320,100	322,500	262,317	60,183
Other Expenses	2,100	2,100	(143)	2,243
Debt Service Principal	10,035	10,035	11,844	(1,809)
Debt Service Interest	5,467	5,467	6,054	(587)
Appropriated Reserves	105,921	139,433	-	139,433
Unappropriated reserves	225,521	217,243	-	217,243
Total expenditures	<u>699,623</u>	<u>727,257</u>	<u>314,390</u>	<u>412,867</u>
Excess (deficiency) of revenues over expenditures	<u>(662,605)</u>	<u>(690,239)</u>	<u>(253,415)</u>	<u>436,824</u>
OTHER FINANCING SOURCES (USES)				
Interfund transfers	1,000	5,000	28,025	23,025
Issuance of Leases and Software	-	2,400	2,002	(398)
Total other financing sources (uses)	<u>1,000</u>	<u>7,400</u>	<u>30,027</u>	<u>22,627</u>
Net change in fund balance	<u>(661,605)</u>	<u>(682,839)</u>	<u>(223,388)</u>	<u>459,451</u>
Beginning fund balance	<u>661,605</u>	<u>682,839</u>	<u>682,839</u>	<u>-</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 459,451</u>	<u>\$ 459,451</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 FOOD SERVICES SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
State sources	\$ 13,220	\$ 17,372	\$ 13,989	\$ (3,383)
Federal sources	25,640	33,091	32,863	(228)
Local sources	475	475	1,085	610
Total revenues	<u>39,335</u>	<u>50,938</u>	<u>47,937</u>	<u>(3,001)</u>
EXPENDITURES				
Employee Salaries	19,607	20,458	22,574	(2,116)
Employee Benefits	5,784	6,431	6,864	(433)
Supplies and Materials	18,364	24,406	24,178	228
Purchased Services	1,230	1,560	1,645	(85)
Property	448	419	442	(23)
Other Expenses	(864)	(2,337)	(7,612)	5,275
Appropriated Reserves	1,500	4,395	-	4,395
Total expenditures	<u>46,069</u>	<u>55,332</u>	<u>48,091</u>	<u>7,241</u>
Excess (deficiency) of revenues over expenditures	<u>(6,734)</u>	<u>(4,394)</u>	<u>(154)</u>	<u>4,240</u>
OTHER FINANCING SOURCES (USES)				
Interfund transfers	5,234	-	1,400	1,400
Total other financing sources (uses)	<u>5,234</u>	<u>-</u>	<u>1,400</u>	<u>1,400</u>
Net change in fund balance	<u>(1,500)</u>	<u>(4,394)</u>	<u>1,246</u>	<u>5,640</u>
Beginning fund balance	1,500	4,394	4,394	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,640</u>	<u>\$ 5,640</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 PUPIL ACTIVITY SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Local sources	\$ 8,000	\$ 8,000	\$ 6,038	\$ (1,962)
Total revenues	<u>8,000</u>	<u>8,000</u>	<u>6,038</u>	<u>(1,962)</u>
EXPENDITURES				
Employee Salaries	225	225	55	170
Employee Benefits	67	67	12	55
Supplies and Materials	3,500	3,500	4,219	(719)
Purchased Services	480	480	1,039	(559)
Property	50	50	20	30
Other Expenses	3,678	3,678	937	2,741
Appropriated Reserves	4,717	4,698	-	4,698
Total expenditures	<u>12,717</u>	<u>12,698</u>	<u>6,282</u>	<u>6,416</u>
Net change in fund balance	<u>(4,717)</u>	<u>(4,698)</u>	<u>(244)</u>	<u>4,454</u>
Beginning fund balance	4,717	4,698	4,698	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,454</u>	<u>\$ 4,454</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 PROCOMP SPECIAL REVENUE FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 40,497	\$ 40,497	\$ 40,238	\$ (259)
Local sources	25	25	130	105
Total revenues	<u>40,522</u>	<u>40,522</u>	<u>40,368</u>	<u>(154)</u>
EXPENDITURES				
Employee Salaries	30,937	31,054	30,846	208
Employee Benefits	9,426	9,462	9,383	79
Purchased Services	159	159	139	20
Appropriated Reserves	-	6,182	-	6,182
Unappropriated reserves	6,214	-	-	-
Total expenditures	<u>46,736</u>	<u>46,857</u>	<u>40,368</u>	<u>6,489</u>
Net change in fund balance	<u>(6,214)</u>	<u>(6,335)</u>	<u>-</u>	<u>6,335</u>
Beginning fund balance	6,214	6,335	6,335	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,335</u>	<u>\$ 6,335</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

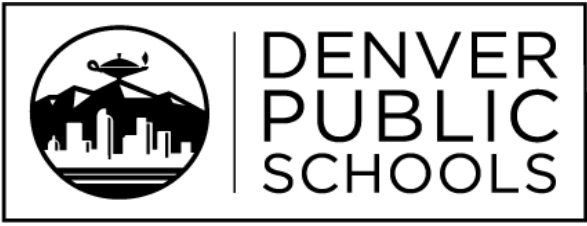
BUDGETARY COMPARISON SCHEDULE
 MILL LEVY TECHNOLOGY MAINTENANCE FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Taxes	\$ 70,601	\$ 79,894	\$ 78,408	\$ (1,486)
Total revenues	<u>70,601</u>	<u>79,894</u>	<u>78,408</u>	<u>(1,486)</u>
EXPENDITURES				
Employee Salaries	40,193	38,214	32,538	5,676
Employee Benefits	12,255	11,458	9,843	1,615
Charter school	15,367	17,626	17,632	(6)
Supplies and Materials	2,786	8,297	4,034	4,263
Purchased Services	-	4,299	12,857	(8,558)
Property	-	12,400	-	12,400
Other Expenses	-	-	234	(234)
Debt Service Principal	-	-	1,270	(1,270)
Total expenditures	<u>70,601</u>	<u>92,294</u>	<u>78,408</u>	<u>13,886</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(12,400)</u>	<u>-</u>	<u>12,400</u>
OTHER FINANCING SOURCES (USES)				
Issuance of leases	-	12,400	-	(12,400)
Total other financing sources (uses)	<u>-</u>	<u>12,400</u>	<u>-</u>	<u>(12,400)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Beginning fund balance	-	-	-	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 PERMANENT FUND
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Local sources	\$ 1	\$ 1	\$ 6	\$ 5
Total revenues	<u>1</u>	<u>1</u>	<u>6</u>	<u>5</u>
EXPENDITURES				
Appropriated Reserves	61	67	-	67
Total expenditures	<u>61</u>	<u>67</u>	<u>-</u>	<u>67</u>
Net change in fund balance	(60)	(66)	6	72
Beginning fund balance	60	66	66	-
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 72</u>	<u>\$ 72</u>



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FIDUCIARY FUND

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

BUDGETARY COMPARISON SCHEDULE
 FIDUCIARY FUNDS
 YEAR ENDED JUNE 30, 2024
 Amount in 000's

	Original Budget	Final Budget	Actual	Variance with Final Budget
REVENUES				
Interest income	\$ 3,640	\$ -	\$ 67	\$ 67
Total revenues	<u>3,640</u>	<u>-</u>	<u>67</u>	<u>67</u>
EXPENDITURES				
Other	2,800	-	-	-
Appropriated Reserves	21,357	1,057	-	1,057
Total expenditures	<u>24,157</u>	<u>1,057</u>	<u>-</u>	<u>1,057</u>
Net change in fund balance	<u>(20,517)</u>	<u>(1,057)</u>	<u>67</u>	<u>1,124</u>
Beginning fund balance	<u>20,517</u>	<u>1,057</u>	<u>1,057</u>	<u>-</u>
Ending fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,124</u>	<u>\$ 1,124</u>



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Colorado Department of Education

Auditors Integrity Report

District: 0880 - Denver County 1
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 Uses	6700-6799 & Prior Per Adj (6880*)
Governmental			
10 General Fund	147,681,770	1,128,034,018	169,362,066
18 Risk Mgmt Sub-Fund of General Fund	0	0	0
19 Colorado Preschool Program Fund	0	0	0
Sub- Total	147,681,770	1,128,034,018	169,362,066
11 Charter School Fund	137,535,917	381,336,655	147,535,872
20-26-29 Special Revenue Fund	6,334,673	40,368,549	6,334,673
06 Supplemental Cap Const, Tech, Main, Fund	0	78,407,891	0
07 Total Program Reserve Fund	0	0	0
21 Food Service Spec Revenue Fund	4,394,864	49,337,432	5,640,714
22 Govt Designated-Purpose Grants Fund	22,104,243	239,105,384	28,527,637
23 Pupil Activity Special Revenue Fund	4,698,371	6,037,593	4,454,009
25 Transportation Fund	0	0	0
31 Bond Redemption Fund	226,603,288	251,875,492	274,168,040
39 Certificate of Participation (COP) Debt Service Fund	0	0	0
41 Building Fund	682,838,736	91,002,683	459,451,100
42 Special Building Fund	0	0	0
43 Capital Reserve Capital Projects Fund	0	0	0
46 Supplemental Cap Const, Tech, Main Fund	0	0	0
Totals	1,232,191,861	2,275,505,698	1,095,474,111
Proprietary			
50 Other Enterprise Funds	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0
60-65-69 Other Internal Service Funds	0	0	0
Totals	0	0	0
Fiduciary			
70 Other Trust and Agency Funds	0	0	0
72 Private Purpose Trust Fund	1,056,635	66,549	1,123,084
73 Agency Fund	0	0	0
74 Pupil Activity Agency Fund	0	0	0
79 GASB 34-Permanent Fund	65,620	5,608	71,128
85 Foundations	11,781,293	8,662,795	10,947,563
Totals	12,903,348	8,734,952	12,141,775

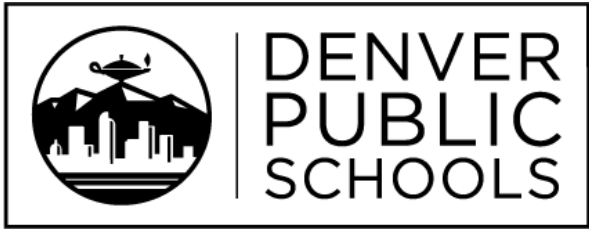
*If you have a prior period adjustment in any fund (Balance Sheet 6880), the amount of your prior period adjustment is added into both your ending and beginning fund balances on this report.

12/11/24

FINAL



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STATISTICAL SECTION

This part of the District's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District.

Contents	Page
Financial Trends	
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Net Position by Component	157
Changes in Net Position	158
Fund Balances, Governmental Funds	160
Changes in Fund Balances, Government Funds	162
Summary of Expenditures by Function and other Financing Uses - General Fund	164
Revenue Capacity	
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	
Summary of Revenues by Source and other Financing Sources - General Fund	166
Assessed Net Value and Estimated Actual Value of Taxable Property	167
District Net Assessed Valuations and Mills	169
Property Tax Rates per \$1,000 of Assessed Valuation- Direct and all Overlapping Governments	170
Principal Property Taxpayers	171
Property Tax Levies and Collections	172
Debt Capacity	
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Legal Debt Margin Information	173
Ratios of Outstanding Debt by Type and Net General Bond Debt	175
Direct and Overlapping Debt	177
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Demographic and Economic Statistics	178
Principal Employers	179
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	
Nutrition Services - Facts and Figures	180
Full-time Equivalent (FTE) Employees	183
Capital Asset Information - by Schools	184

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NET POSITION BY COMPONENT
 LAST TEN FISCAL YEARS (Unaudited)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Governmental activities					
Net investment in capital assets	\$ 36,479,274	\$ 5,788,163	\$ (58,596,829)	\$ (54,971,225)	\$ (67,160,973)
Restricted	354,725,316	294,405,998	287,564,514	281,985,613	260,280,665
Unrestricted (deficit)	<u>(748,665,473)</u>	<u>(861,749,698)</u>	<u>(949,863,107)</u>	<u>(1,234,450,492)</u>	<u>(1,322,642,234)</u>
Total governmental activities net position (deficit)	<u>(357,460,883)</u>	<u>(561,555,537)</u>	<u>(720,895,422)</u>	<u>(1,007,436,104)</u>	<u>(1,129,522,542)</u>
Primary government					
Net investment in capital assets	36,479,274	5,788,163	(58,596,829)	(54,971,225)	(67,160,973)
Restricted	354,725,316	294,405,998	287,564,514	281,985,613	260,280,665
Unrestricted (deficit)	<u>(748,665,473)</u>	<u>(861,749,698)</u>	<u>(949,863,107)</u>	<u>(1,234,450,492)</u>	<u>(1,322,642,234)</u>
Total primary government net position (deficit)	<u>\$ (357,460,883)</u>	<u>\$ (561,555,537)</u>	<u>\$ (720,895,422)</u>	<u>\$ (1,007,436,104)</u>	<u>\$ (1,129,522,542)</u>
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Governmental activities					
Net investment in capital assets	\$ (62,814,668)	\$ (48,797,256)	\$ 148,648,229	\$ 104,965,907	\$ 118,645,799
Restricted	616,186,143	650,615,101	648,556,477	290,705,891	391,653,002
Unrestricted (deficit)	<u>(1,834,629,855)</u>	<u>(2,093,681,026)</u>	<u>(2,154,349,495)</u>	<u>(1,652,698,513)</u>	<u>(1,702,868,865)</u>
Total governmental activities net position (deficit)	<u>(1,281,258,380)</u>	<u>(1,491,863,181)</u>	<u>(1,357,144,789)</u>	<u>(1,257,026,715)</u>	<u>(1,192,570,064)</u>
Primary government					
Net investment in capital assets	(62,814,668)	(48,797,256)	148,648,229	104,965,907	118,645,799
Restricted	616,186,143	650,615,101	648,556,477	290,705,891	391,653,002
Unrestricted (deficit)	<u>(1,834,629,855)</u>	<u>(2,093,681,026)</u>	<u>(2,154,349,495)</u>	<u>(1,652,698,513)</u>	<u>(1,702,868,865)</u>
Total primary government net position (deficit)	<u>\$ (1,281,258,380)</u>	<u>\$ (1,491,863,181)</u>	<u>\$ (1,357,144,789)</u>	<u>\$ (1,257,026,715)</u>	<u>\$ (1,192,570,064)</u>

Source: School District annual financial reports for the respective years

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

CHANGES IN NET POSITION
 LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
Expenses:					
Governmental activities:					
Instructional services	\$ 944,491,598	\$ 914,711,136	\$ 676,114,938	\$ 721,672,819	\$ 696,846,877
Supporting services:					
Pupil support	133,650,930	126,633,648	101,253,791	105,227,056	83,180,894
Instructional support	148,474,837	139,565,736	120,594,357	139,036,789	129,767,373
General administration	21,016,543	14,941,890	12,476,768	9,927,774	8,188,423
School administration	91,798,455	91,682,513	72,605,869	83,576,693	80,450,074
Business services	16,178,062	22,794,030	15,091,303	15,260,179	14,857,663
Operations and maintenance	150,765,853	129,412,125	121,134,834	126,680,477	102,853,799
Pupil transportation	38,592,477	35,053,433	26,934,216	26,904,924	28,916,105
Central services	97,002,907	55,178,459	47,767,462	52,582,084	49,694,958
Other support services	63,426,153	48,296,510	59,840,338	40,929,494	51,852,458
Community services	22,008,952	20,356,928	14,378,888	10,546,516	16,698,518
Education for adults	32,306,314	27,273,093	22,349,130	26,212,064	23,954,101
Food services	-	-	-	-	-
Principal payments	-	-	-	-	7,172,890
Interest and fiscal charges	121,850,231	128,072,087	115,823,208	126,994,110	118,717,714
Total governmental activities expenses	<u>1,881,563,312</u>	<u>1,753,971,588</u>	<u>1,406,365,102</u>	<u>1,485,550,979</u>	<u>1,413,151,847</u>
Total primary government expenses	<u>1,881,563,312</u>	<u>1,753,971,588</u>	<u>1,406,365,102</u>	<u>1,485,550,979</u>	<u>1,413,151,847</u>
Program revenues:					
Governmental activities:					
Charges for services - Instructional	54,660,561	51,695,050	43,919,285	35,081,610	42,579,085
Charges for services - Other	40,527,156	40,071,562	39,877,949	30,797,332	35,150,712
Operating grants and contributions	422,789,084	386,869,863	282,026,841	270,988,646	187,021,129
Capital grants and contributions	-	-	-	-	10,077,400
Total governmental activities program revenues	<u>517,976,801</u>	<u>478,636,475</u>	<u>365,824,075</u>	<u>336,867,588</u>	<u>274,828,326</u>
Total primary government program revenues	<u>517,976,801</u>	<u>478,636,475</u>	<u>365,824,075</u>	<u>336,867,588</u>	<u>274,828,326</u>
Net Expenses					
Governmental activities	<u>(1,363,586,511)</u>	<u>(1,275,335,113)</u>	<u>(1,040,541,027)</u>	<u>(1,148,683,391)</u>	<u>(1,138,323,521)</u>
Total primary government net expense	<u>(1,363,586,511)</u>	<u>(1,275,335,113)</u>	<u>(1,040,541,027)</u>	<u>(1,148,683,391)</u>	<u>(1,138,323,521)</u>
General revenues and other changes in net position:					
Governmental activities:					
Property taxes	1,246,798,645	1,076,826,381	1,026,245,124	997,407,662	956,891,384
Specific ownership taxes	60,358,489	59,720,206	58,412,078	53,379,052	50,937,342
Payment in lieu of taxes	3,268,242	5,478,167	-	4,205,252	3,596,102
State equalization	216,155,954	264,084,334	222,280,693	182,477,557	238,991,040
Interest and investment income	31,937,486	23,541,755	(10,085,488)	1,753,078	10,546,065
Other	9,162,349	5,024,155	30,229,951	31,547,228	24,855,144
Total governmental activities	<u>1,567,681,165</u>	<u>1,434,674,998</u>	<u>1,327,082,358</u>	<u>1,270,769,829</u>	<u>1,285,817,077</u>
Total primary government	<u>1,567,681,165</u>	<u>1,434,674,998</u>	<u>1,327,082,358</u>	<u>1,270,769,829</u>	<u>1,285,817,077</u>
Change in net position					
Governmental activities	<u>204,094,654</u>	<u>159,339,885</u>	<u>286,541,331</u>	<u>122,086,438</u>	<u>147,493,556</u>
Total primary government	<u>\$ 204,094,654</u>	<u>\$ 159,339,885</u>	<u>\$ 286,541,331</u>	<u>\$ 122,086,438</u>	<u>\$ 147,493,556</u>

Continued net page

Source: School District annual financial reports for the respective years

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (Unaudited)

	2019	2018	2017	2016	2015
Expenses:					
Governmental activities:					
Instructional services	\$ 605,647,740	\$ 647,048,830	\$ 661,536,065	\$ 668,873,429	\$ 606,202,845
Supporting services:					
Pupil support	71,532,274	66,443,705	58,337,272	45,246,471	36,294,290
Instructional support	124,605,828	125,760,427	114,572,496	111,594,016	113,735,904
General administration	6,123,865	7,526,400	6,964,963	6,096,731	5,299,658
School administration	78,604,576	78,617,586	77,079,051	69,544,540	65,203,286
Business services	14,842,975	14,882,801	12,957,204	8,609,001	6,971,488
Operations and maintenance	100,668,711	96,681,984	91,074,789	79,314,548	74,977,465
Pupil transportation	29,743,657	26,546,492	25,164,705	26,012,440	22,571,539
Central services	70,219,410	183,402,521	176,020,151	134,964,286	126,422,167
Other support services	51,903,765	46,450,521	51,052,612	48,582,600	47,742,261
Community services	15,982,204	17,638,447	16,515,410	14,366,660	12,899,167
Education for adults	21,951,395	22,244,905	20,508,759	17,828,984	17,810,825
Food services	-	-	-	-	-
Principal payments	-	-	-	-	-
Interest and fiscal charges	129,019,562	162,850,968	137,843,846	128,003,672	127,899,257
Total governmental activities expenses	1,320,845,962	1,496,095,587	1,449,627,323	1,359,037,378	1,264,030,152
Total primary government expenses	1,320,845,962	1,496,095,587	1,449,627,323	1,359,037,378	1,264,030,152
Program revenues:					
Governmental activities:					
Charges for services - Instructional	42,939,547	36,974,879	33,194,921	29,805,479	27,970,405
Charges for services - Other	41,558,397	33,989,449	30,514,695	27,398,922	25,712,014
Operating grants and contributions	264,820,334	220,120,675	214,428,461	212,702,661	221,919,647
Capital grants and contributions	-	-	-	-	-
Total governmental activities program revenues	349,318,278	291,085,003	278,138,077	269,907,062	275,602,066
Total primary government program revenues	349,318,278	291,085,003	278,138,077	269,907,062	275,602,066
Net Expenses					
Governmental activities	(971,527,684)	(1,205,010,584)	(1,171,489,246)	(1,089,130,316)	(988,428,086)
Total primary government net expense	(971,527,684)	(1,205,010,584)	(1,171,489,246)	(1,089,130,316)	(988,428,086)
General revenues and other changes in net position:					
Governmental activities:					
Property taxes	814,556,942	796,450,648	671,768,786	623,495,039	512,100,229
Specific ownership taxes	52,944,185	51,821,726	44,805,199	40,303,943	36,829,683
Payment in lieu of taxes	3,604,926	2,990,033	2,828,616	2,522,094	2,489,581
State equalization	279,467,577	243,213,839	296,486,570	294,025,391	331,479,392
Interest and investment income	18,101,994	8,630,469	5,922,616	1,958,554	2,481,057
Other	13,456,861	38,472,898	49,559,385	62,368,644	35,645,024
Total governmental activities	1,182,132,485	1,141,579,613	1,071,371,172	1,024,673,665	921,024,966
Total primary government	1,182,132,485	1,141,579,613	1,071,371,172	1,024,673,665	921,024,966
Change in net position					
Governmental activities	210,604,801	(63,430,971)	(100,118,074)	(64,456,651)	(67,403,120)
Total primary government	\$ 210,604,801	\$ (63,430,971)	\$ (100,118,074)	\$ (64,456,651)	\$ (67,403,120)

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
General Fund					
Nonspendable:					
Inventory	\$ 1,455,548	\$ 1,475,845	\$ 1,386,782	\$ 1,160,643	\$ 1,238,552
Prepaid expenses	-	-	-	-	-
Restricted for:					
Emergency reserve	40,707,510	38,060,520	40,200,974	31,697,040	33,618,750
Committed to:					
Pupil Activities	6,876,510	6,609,037	2,316,528	8,672,016	1,448,767
Emergency reserve	-	-	-	-	-
Assigned to:					
Special projects	12,995,401	12,439,657	24,128,060	23,671,535	23,478,391
Subsequent year expenditures	2,627,000	12,677,000	11,760,000	3,790,000	13,847,000
Unassigned	104,700,097	76,419,711	53,600,992	56,144,186	45,424,828
Total General Fund	<u>169,362,066</u>	<u>147,681,770</u>	<u>133,393,336</u>	<u>125,135,420</u>	<u>119,056,288</u>
All other governmental funds					
Nonspendable:					
Permanent fund	71,128	65,520	60,491	59,519	58,871
Inventory	557,481	540,879	801,824	497,844	504,881
Prepaid expenses	162,974	93,192	142,325	424,389	913,699
Restricted for:					
Debt service	275,277,856	227,841,042	222,260,120	226,255,934	203,916,531
Capital projects	378,181,127	643,116,618	780,687,082	508,861,239	236,677,860
Performance-based teacher compensation	6,334,673	6,334,673	7,616,799	7,676,261	7,858,567
Higher education	24,311,281	19,012,629	16,439,498	15,091,649	12,819,754
Non-governmental grantor-designated purposes	4,216,356	3,091,614	986,632	1,077,193	1,043,138
State programs	-	-	-	-	-
Federal programs	-	-	-	128,017	965,054
Committed to:					
Capital projects	-	-	-	-	-
Pupil activities	4,454,009	4,698,371	4,716,917	5,381,600	4,808,712
Food service	5,083,233	-	-	-	-
Assigned to:					
Debt service	-	-	-	-	-
Capital projects	79,997,183	38,391,172	87,437,849	64,223,469	16,683,835
Food service	-	3,853,985	8,517,788	2,443,493	935,636
Unassigned	-	-	-	-	-
Total all other governmental funds	<u>778,647,301</u>	<u>947,039,695</u>	<u>1,129,667,325</u>	<u>832,120,607</u>	<u>487,186,538</u>
Total fund balances	<u>\$ 948,009,367</u>	<u>\$ 1,094,721,465</u>	<u>\$ 1,263,060,661</u>	<u>\$ 957,256,027</u>	<u>\$ 606,242,826</u>

Continued next page

Source: District annual financial reports for the respective years

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS (Unaudited)

	2019	2018	2017	2016	2015
General Fund					
Nonspendable:					
Inventory	\$ 1,107,816	\$ 892,874	\$ 761,736	\$ 704,168	\$ 824,309
Prepaid expenses	-	-	150,566	142,383	-
Restricted for:					
Emergency reserve	31,046,220	28,893,630	27,033,570	24,910,740	23,587,040
Committed to:					
Pupil Activities	1,266,865	-	-	-	-
Emergency reserve	-	-	-	-	-
Assigned to:					
Special projects	25,093,990	22,869,037	15,923,740	17,397,322	15,920,181
Subsequent year expenditures	6,827,418	17,886,037	8,182,740	1,315,705	4,082,181
Unassigned	53,165,742	48,469,286	70,097,523	50,072,162	62,139,089
Total General Fund	<u>118,508,051</u>	<u>119,010,864</u>	<u>122,149,875</u>	<u>94,542,480</u>	<u>106,552,800</u>
All other governmental funds					
Nonspendable:					
Permanent fund	131,044	131,371	130,992	128,553	128,806
Inventory	393,196	2,935,450	332,113	3,485,663	3,059,757
Prepaid expenses	288,384	458,901	1,531,060	509,302	-
Restricted for:					
Debt service	173,213,859	160,157,619	130,144,786	140,280,738	109,761,547
Capital projects	381,306,757	443,137,420	470,254,135	87,492,008	202,717,436
Performance-based teacher compensation	11,664,070	8,590,764	11,837,366	18,345,329	31,352,361
Higher education	11,235,893	9,936,855	9,595,895	10,572,551	10,047,631
Non-governmental grantor-designated purposes	817,330	1,013,135	1,492,383	6,111,724	9,859,915
State programs	-	-	-	-	-
Federal programs	4,981,574	7,766,488	5,876,870	8,548,506	4,198,266
Committed to:					
Capital projects	-	28,005,130	35,949,286	5,554,771	17,390,944
Pupil activities	332,120	2,263,445	3,505,285	3,168,599	-
Food service	-	-	-	-	-
Assigned to:					
Debt service	-	16,447,000	46,598,000	10,963,000	6,964,000
Capital projects	28,209,850	-	-	-	-
Food service	6,992	-	-	-	-
Unassigned	-	(737,940)	(46,913)	(3,344,733)	(3,059,757)
Total all other governmental funds	<u>612,581,069</u>	<u>680,105,638</u>	<u>717,201,258</u>	<u>291,816,011</u>	<u>392,420,906</u>
Total fund balances	<u>\$ 731,089,120</u>	<u>\$ 799,116,502</u>	<u>\$ 839,351,133</u>	<u>\$ 386,358,491</u>	<u>\$ 498,973,706</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
Revenues:					
Taxes	\$ 1,319,445,309	\$ 1,165,706,159	\$ 1,101,742,098	\$ 1,054,513,077	\$ 998,219,378
Intergovernmental:					
State sources	362,454,208	391,759,312	307,891,606	244,656,236	326,157,713
Federal sources	231,682,959	211,100,109	223,838,236	192,730,693	109,255,314
Charges for services	88,976,525	90,114,011	83,796,585	65,878,942	75,572,797
Investment income (loss)	42,584,698	23,541,755	(10,082,439)	1,753,078	10,546,065
Other local sources	51,287,529	60,928,940	54,517,271	51,832,738	55,339,778
Total revenue	<u>2,096,431,228</u>	<u>1,943,150,286</u>	<u>1,761,703,357</u>	<u>1,611,364,764</u>	<u>1,575,091,045</u>
Expenditures:					
Current:					
Instructional services	892,966,138	890,860,568	780,510,913	694,846,491	709,651,580
Supporting services:					
Pupil support	126,348,102	123,323,235	115,228,146	100,576,930	82,736,120
Instructional support	140,362,016	135,917,254	125,935,594	133,611,460	129,073,497
General administration	19,868,176	14,551,287	14,198,726	9,501,382	8,062,993
School administration	86,782,492	89,285,781	82,626,435	80,403,979	80,112,333
Business services	15,294,076	22,198,150	14,490,900	14,575,241	14,716,470
Operations and maintenance	148,881,135	123,996,764	124,211,645	119,394,688	102,251,049
Pupil transportation	36,483,744	34,137,079	30,447,107	25,992,801	28,761,438
Central services	91,702,566	53,736,002	54,502,677	50,736,344	49,678,519
Other support services	59,960,481	47,022,600	68,028,876	39,834,647	51,574,682
Total support services	<u>725,682,788</u>	<u>644,168,152</u>	<u>629,670,106</u>	<u>574,627,472</u>	<u>546,967,101</u>
Community services	20,806,359	19,824,764	16,363,364	10,383,123	16,609,229
Education for adults	30,541,063	26,560,131	24,574,574	24,979,010	23,573,860
Capital outlay	282,651,628	233,175,400	129,424,043	161,111,733	205,539,953
Debt service:					
Principal	155,592,041	164,270,331	156,734,529	212,403,162	114,480,000
Interest and fiscal charges	140,838,063	148,267,984	142,784,197	135,496,728	133,013,278
Total debt service	<u>296,430,104</u>	<u>312,538,315</u>	<u>299,518,726</u>	<u>347,899,890</u>	<u>247,493,278</u>
Total expenditures	<u>2,249,078,080</u>	<u>2,127,127,330</u>	<u>1,880,061,726</u>	<u>1,813,847,719</u>	<u>1,749,835,001</u>
Deficiency of revenues under expenditures	(152,646,852)	(183,977,044)	(118,358,369)	(202,482,955)	(174,743,956)
Other financing sources (uses):					
Transfers in	30,073,883	45,813,428	23,728,558	22,323,536	18,184,640
Transfers out	(30,073,883)	(45,813,428)	(23,728,558)	(22,323,536)	(18,184,640)
Issuance of leases and Software	5,934,754	14,756,990	-	355,289	110,658
Issuance of certificates of participation	-	-	-	-	45,544,722
Issuance of bonds	-	-	345,000,000	450,000,000	-
Premium on issuance of debt	-	1,124,848	86,575,794	103,140,867	-
Payment to refunded debt	-	-	-	-	-
Proceeds from refunding bonds	-	33,380,000	52,890,000	-	-
Premium on refunding bonds	-	-	-	-	-
Payment to Bond Escrow Agent	-	(33,705,000)	(61,215,000)	-	-
Total other financing sources	<u>5,934,754</u>	<u>15,556,838</u>	<u>423,250,794</u>	<u>553,496,156</u>	<u>45,655,380</u>
Change in fund balances	<u>\$ (146,712,098)</u>	<u>\$ (168,420,206)</u>	<u>\$ 304,892,425</u>	<u>\$ 351,013,201</u>	<u>\$ (129,088,576)</u>
Debt service as a percentage of noncapital expenditures	15.11%	16.48%	17.09%	21.05%	16.03%

Continued next page

Source: School District annual financial reports for the respective years

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (Unaudited)

	2019	2018	2017	2016	2015
Revenues:					
Taxes	\$ 858,529,862	\$ 848,458,684	\$ 717,451,368	\$ 662,087,462	\$ 549,453,629
Intergovernmental:					
State sources	357,074,878	304,016,976	354,546,283	352,543,848	386,841,732
Federal sources	111,381,652	114,906,618	118,038,010	128,143,943	135,266,941
Charges for services	84,497,944	78,175,058	70,136,444	63,538,071	58,485,884
Investment income	18,101,994	8,440,469	5,697,617	1,703,554	2,191,056
Other local sources	53,325,393	55,720,801	72,195,800	45,033,043	46,432,436
Total revenue	<u>1,482,911,723</u>	<u>1,409,718,606</u>	<u>1,338,065,522</u>	<u>1,253,049,921</u>	<u>1,178,671,678</u>
Expenditures:					
Current:					
Instructional services	625,813,397	563,170,061	533,413,133	580,342,703	545,258,244
Supporting services:					
Pupil support	73,950,774	66,443,705	58,337,272	45,246,471	36,294,290
Instructional support	128,828,831	125,760,427	114,572,496	111,594,016	113,735,903
General administration	6,330,914	7,526,400	6,964,963	6,096,731	5,299,657
School administration	81,262,191	78,617,586	77,079,051	69,544,540	65,203,286
Business services	15,679,087	14,996,029	12,817,546	8,581,051	6,700,984
Operations and maintenance	104,354,778	95,181,985	91,074,789	79,314,548	74,977,466
Pupil transportation	30,768,374	26,546,492	25,164,705	26,012,440	22,571,539
Central services	72,593,522	96,964,007	104,428,614	67,066,399	72,231,405
Other support services	53,658,626	46,450,521	49,799,171	48,582,600	47,742,261
Total support services	<u>567,427,097</u>	<u>558,487,152</u>	<u>540,238,607</u>	<u>462,038,796</u>	<u>444,756,791</u>
Community services	16,522,561	17,638,447	16,515,410	14,366,660	12,899,168
Education for adults	22,693,569	22,244,905	20,508,759	17,828,984	17,810,826
Capital outlay	166,970,851	200,399,726	161,734,202	132,056,762	207,594,348
Debt service:					
Principal	101,926,321	75,815,765	90,105,000	62,663,175	57,125,000
Interest and fiscal charges	134,464,342	141,457,068	118,391,994	106,825,938	284,599,941
Total debt service	<u>236,390,663</u>	<u>217,272,833</u>	<u>208,496,994</u>	<u>169,489,113</u>	<u>341,724,941</u>
Total expenditures	<u>1,635,818,138</u>	<u>1,579,213,124</u>	<u>1,480,907,105</u>	<u>1,376,123,018</u>	<u>1,570,044,318</u>
Deficiency of revenues under expenditures	(152,906,415)	(169,494,518)	(142,841,583)	(123,073,097)	(391,372,640)
Other financing sources (uses):					
Transfers in	20,519,669	23,722,566	23,172,970	16,052,982	26,513,288
Transfers out	(20,519,669)	(23,722,566)	(23,256,436)	(16,052,982)	(26,513,288)
Issuance of capital leases	395,098	5,468,230	2,271,141	-	-
Issuance of certificates of participation	84,483,935	17,710,000	46,175,000	9,680,591	-
Issuance of bonds	-	105,325,000	466,675,000	-	-
Premium on issuance of debt	-	25,776,657	80,796,550	-	-
Payment to refunded debt	-	-	-	-	-
Proceeds from refunding bonds	-	106,130,000	-	143,280,000	149,170,000
Premium on refunding bonds	-	-	-	26,500,712	24,225,792
Payment to Bond Escrow Agent	-	(131,150,000)	-	(169,003,421)	-
Total other financing sources	<u>84,879,033</u>	<u>129,259,887</u>	<u>595,834,225</u>	<u>10,457,882</u>	<u>173,395,792</u>
Change in fund balances	<u>\$ (68,027,382)</u>	<u>\$ (40,234,631)</u>	<u>\$ 452,992,642</u>	<u>\$ (112,615,215)</u>	<u>\$ (217,976,848)</u>
Debt service as a percentage of noncapital expenditures	16.09%	15.75%	15.89%	13.71%	25.08%

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

SUMMARY OF EXPENDITURES BY FUNCTION AND OTHER FINANCING USES - GENERAL FUND
 LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
Expenditures:					
Instructional services	\$ 760,885,245	\$ 739,427,941	\$ 657,192,165	\$ 580,623,950	\$ 622,903,734
Supporting services:					
Pupil support	91,140,006	86,702,501	74,193,579	74,251,724	69,814,604
Instructional support	110,181,770	106,644,896	93,651,824	97,018,956	99,003,429
General administration	14,472,874	10,918,334	9,994,152	8,626,792	7,539,801
School administration	86,563,235	87,529,034	79,687,970	77,298,216	77,047,427
Business services	10,116,419	15,748,677	13,602,200	11,505,865	13,294,858
Operations and maintenance	49,095,024	51,880,969	76,820,175	64,396,850	86,305,872
Pupil transportation	33,000,829	33,888,903	29,788,063	25,126,430	28,368,149
Central services	73,532,682	35,465,538	42,583,410	37,729,172	38,847,732
Other support services	460,826	-	492,055	1,404,453	51,261
Total support services	<u>468,563,665</u>	<u>428,778,852</u>	<u>420,813,428</u>	<u>397,358,458</u>	<u>420,273,133</u>
Community services	17,153,672	12,734,634	11,037,996	6,836,774	13,994,995
Education for adults	324,572	175,203	-	14,098	20,353
Capital outlay	4,781,818	330,796	2,587,751	2,063,854	1,603,160
Debt service:					
Principal payments	32,418,823	30,374,869	29,059,492	27,355,402	24,185,000
Interest and fiscal charges	40,417,259	41,773,535	42,476,054	43,696,155	46,185,341
Total expenditures	<u>1,324,545,054</u>	<u>1,253,595,830</u>	<u>1,163,166,886</u>	<u>1,057,948,691</u>	<u>1,129,165,716</u>
Other financing uses:					
Transfers out	<u>30,073,883</u>	<u>45,813,428</u>	<u>23,728,558</u>	<u>22,323,536</u>	<u>18,114,719</u>
Total other financing uses	<u>30,073,883</u>	<u>45,813,428</u>	<u>23,728,558</u>	<u>22,323,536</u>	<u>18,114,719</u>
Total expenditures and other financing uses	<u>\$ 1,354,618,937</u>	<u>\$ 1,299,409,258</u>	<u>\$ 1,186,895,444</u>	<u>\$ 1,080,272,227</u>	<u>\$ 1,147,280,435</u>

Continued next page

Source: School District annual financial reports for the respective years

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

SUMMARY OF EXPENDITURES BY FUNCTION AND OTHER FINANCING USES - GENERAL FUND
 LAST TEN FISCAL YEARS (Unaudited)

	2019	2018	2017	2016	2015
Expenditures:					
Instructional services	\$ 555,976,258	\$ 484,208,616	\$ 437,905,667	\$ 466,866,692	\$ 435,036,390
Supporting services:					
Pupil support	58,488,826	56,583,981	49,753,091	37,126,952	29,300,812
Instructional support	99,065,785	95,764,566	79,952,672	70,635,195	64,420,077
General administration	5,740,240	7,064,098	6,525,345	5,642,389	4,891,160
School administration	78,720,284	75,888,710	73,368,180	68,299,902	63,290,849
Business services	15,033,777	14,339,316	12,152,815	7,571,069	5,970,739
Operations and maintenance	86,106,056	79,691,394	77,568,148	71,563,249	57,100,385
Pupil transportation	30,726,808	26,546,492	25,102,779	25,724,818	21,942,671
Central services	61,936,798	86,356,839	89,188,409	53,956,802	54,801,151
Other support services	24,650	97,898	1,131,085	1,036,037	914,267
Total support services	<u>435,843,224</u>	<u>442,333,294</u>	<u>414,742,524</u>	<u>341,556,413</u>	<u>302,632,111</u>
Community services	14,539,363	15,120,743	13,587,690	11,021,566	8,555,867
Education for adults	124,599	952,581	1,750,462	2,256,856	629,177
Capital outlay	1,642,364	6,387,652	2,092,671	1,467,271	1,270,899
Debt service:					
Principal payments	24,138,012	21,891,858	18,945,000	14,730,000	13,360,000
Interest and fiscal charges	45,508,555	46,097,937	46,170,414	46,114,624	45,878,257
Total expenditures	<u>1,077,772,375</u>	<u>1,016,992,681</u>	<u>935,194,428</u>	<u>884,013,422</u>	<u>807,362,701</u>
Other financing uses:					
Transfers out	<u>20,440,202</u>	<u>23,176,635</u>	<u>9,775,503</u>	<u>9,926,794</u>	<u>19,727,702</u>
Total other financing uses	<u>20,440,202</u>	<u>23,176,635</u>	<u>9,775,503</u>	<u>9,926,794</u>	<u>19,727,702</u>
Total expenditures and other financing uses	<u>\$ 1,098,212,577</u>	<u>\$ 1,040,169,316</u>	<u>\$ 944,969,931</u>	<u>\$ 893,940,216</u>	<u>\$ 827,090,403</u>

SCHOOL DISTRICT NO. 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

SUMMARY OF REVENUES BY SOURCE AND OTHER FINANCING SOURCES - GENERAL FUND
LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
Revenues:					
Property taxes	\$ 956,558,328	\$ 860,813,112	\$ 828,144,100	\$ 788,001,851	\$ 769,149,008
Intergovernmental:					
State sources	317,397,656	357,665,238	284,201,031	227,877,959	303,212,342
Federal sources	1,294,324	1,213,978	1,142,972	1,312,843	1,195,373
Charges for services	75,572,368	74,736,609	73,155,090	56,492,660	61,185,131
Investment income	8,091,550	4,519,945	274,821	176,958	1,593,600
Other local sources	13,452,746	14,667,800	7,323,137	11,460,481	11,382,560
Total revenue	<u>1,372,366,972</u>	<u>1,313,616,682</u>	<u>1,194,241,151</u>	<u>1,085,322,752</u>	<u>1,147,718,014</u>
Other financing sources:					
Transfers in	-	-	-	673,318	-
Issuance of leases and Software	3,932,261	-	912,209	355,289	110,658
Total other financing sources	<u>3,932,261</u>	<u>-</u>	<u>912,209</u>	<u>1,028,607</u>	<u>110,658</u>
Total revenue and other financing sources	<u>\$ 1,376,299,233</u>	<u>\$ 1,313,616,682</u>	<u>\$ 1,195,153,360</u>	<u>\$ 1,086,351,359</u>	<u>\$ 1,147,828,672</u>

	2019	2018	2017	2016	2015
Revenues:					
Property taxes	\$ 664,565,675	\$ 657,100,914	\$ 559,685,741	\$ 495,515,584	\$ 408,845,811
Intergovernmental:					
State sources	339,992,597	281,166,970	334,508,875	330,071,454	367,131,089
Federal sources	1,154,792	1,047,048	1,051,459	1,021,504	1,017,755
Charges for services	67,507,804	62,970,356	40,640,410	36,843,509	33,656,565
Investment income	2,442,363	1,967,899	1,243,941	876,883	725,088
Other local sources	21,571,968	25,694,780	20,344,239	8,669,688	8,708,951
Total revenue	<u>1,097,235,199</u>	<u>1,029,947,967</u>	<u>957,474,665</u>	<u>872,998,622</u>	<u>820,085,259</u>
Other financing sources:					
Transfers in	79,467	1,876,568	12,969,063	8,931,274	6,785,586
Issuance of leases	395,098	5,205,770	2,133,598	-	-
Total other financing sources	<u>474,565</u>	<u>7,082,338</u>	<u>15,102,661</u>	<u>8,931,274</u>	<u>6,785,586</u>
Total revenue and other financing sources	<u>\$ 1,097,709,764</u>	<u>\$ 1,037,030,305</u>	<u>\$ 972,577,326</u>	<u>\$ 881,929,896</u>	<u>\$ 826,870,845</u>

Source: School District annual financial reports for the respective years

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

ASSESSED NET VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN TAX YEARS (Unaudited)
 Amount in 000's

	2023	2022	2021	2020	2019
Vacant property	\$ 488,424	\$ 425,525	\$ 470,322	\$ 328,355	\$ 352,077
Residential property	12,237,613	9,888,755	10,290,939	9,211,401	8,957,539
Commercial property	12,147,454	10,926,343	11,391,813	10,832,339	10,664,888
Industrial property	215,378	264,626	281,325	219,793	230,238
Agricultural property	78	83	227	125	133
Personal property	967,504	851,143	817,751	970,056	988,926
State assessed property	896,101	879,331	872,881	965,822	914,200
Total taxable assessed value	26,952,552	23,235,806	24,125,258	22,527,891	22,108,001
Total direct tax rate	77.486	79.525	74.618	74.201	72.116
Estimated actual taxable value	\$ 235,392,653	\$ 192,464,828	\$ 192,464,828	\$ 166,203,442	\$ 171,449,490
Assessed value as a percentage of estimated actual value	11.5%	12.1%	12.5%	13.6%	12.9%

Continued next page

Source: December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report
 (The most current information available)

Taxable assessed values are reported net of tax-exempt property

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

ASSESSED NET VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN TAX YEARS (Unaudited)
 Amount in 000's

	2018	2017	2016	2015	2014
Vacant property	\$ 231,259	\$ 259,521	\$ 186,774	\$ 219,528	\$ 181,758
Residential property	7,428,065	7,211,589	6,059,029	5,919,659	4,567,603
Commercial property	8,224,419	8,084,596	6,521,348	6,445,053	4,909,533
Industrial property	175,198	179,325	143,930	150,606	122,425
Agricultural property	356	92	138	79	69
Personal property	918,036	887,721	827,331	825,798	765,486
State assessed property	947,791	925,503	920,535	824,187	838,378
Total taxable assessed value	17,925,124	17,548,347	14,659,085	14,384,910	11,385,252
Total direct tax rate	77.365	77.134	81.547	78.127	83.054
Estimated actual taxable value	\$ 139,408,175	\$ 134,744,419	\$ 105,772,919	\$ 100,203,607	\$ 80,891,083
Assessed value as a percentage of estimated actual value	12.9%	13.0%	13.9%	14.4%	14.1%

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DISTRICT NET ASSESSED VALUATIONS AND MILLS
 LAST TEN TAX YEARS (Unaudited)

Levy				
Collection Year	Assessed Valuation	Tax Increment Valuation	Net Assessed Value	Percent Change
2024	\$ 21,765,724,345	\$ 3,413,648,566	\$ 25,179,372,911	15.68%
2023	\$ 22,042,141,036	\$ (276,416,691)	\$ 21,765,724,345	-1.27%
2022	\$ 21,091,522,247	\$ 950,618,789	\$ 22,042,141,036	4.31%
2021	\$ 20,722,174,107	\$ 369,348,140	\$ 21,091,522,247	1.75%
2020	\$ 16,824,261,116	\$ 3,897,912,991	\$ 20,722,174,107	18.81%
2019	\$ 16,576,650,104	\$ 247,611,012	\$ 16,824,261,116	1.47%
2018	\$ 13,460,852,897	\$ 3,115,797,207	\$ 16,576,650,104	18.80%
2017	\$ 13,221,694,094	\$ 239,158,803	\$ 13,460,852,897	1.78%
2016	\$ 10,517,386,669	\$ 2,704,307,425	\$ 13,221,694,094	20.45%
2015	\$ 10,454,481,228	\$ 62,905,441	\$ 10,517,386,669	0.60%

Levy						
Collection Year	General Fund Mills	Debt Service Mills	Special Revenue Mill Levy	Mill Levy Override	Abatement Mills	Total Mill Levy
2024	27.000	9.843	3.173	10.270	0.425	50.711
2023	27.000	9.843	2.345	11.208	1.183	51.579
2022	26.541	9.568	1.517	10.445	0.427	48.498
2021	25.541	9.568	1.517	10.852	0.533	48.011
2020	25.541	9.568	-	11.014	0.541	46.664
2019	25.541	9.568	-	12.829	0.306	48.244
2018	25.541	9.650	-	12.547	0.506	48.244
2017	25.541	9.383	-	14.948	0.524	50.396
2016	25.541	10.250	-	10.976	0.630	47.397
2015	25.541	10.519	-	12.466	0.773	49.299

For Fiscal Year Ended June 30, 2024

Taxing Entity	Mill Levy
City and County of Denver	25.775
Urban Drainage and Flood Control	1.000
Overlapping Mill Levy	26.775
School District #1	50.711
Total Mill Levy	77.486

Source: Certification of Levy for Current Year

Source: The taxing entity mill levy is from the City and County of Denver Assessor's Office

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

PROPERTY TAX RATES PER \$1,000 OF ASSESSED VALUATION -
 DIRECT AND ALL OVERLAPPING GOVERNMENTS
 LAST TEN YEARS (Unaudited)

<u>Tax Year</u>	<u>General Fund</u>	<u>Bond Redemption Fund</u>	<u>Special Revenue Mill</u>	<u>Total</u>	<u>Denver County</u>	<u>Police and Firemen Pension</u>	<u>Improvement and Services Districts</u>	<u>Total</u>
2023	37.695	9.843	3.173	50.711	15.799	2.134	8.842	77.486
2022	39.391	9.843	2.345	51.579	16.571	2.307	9.068	79.525
2021	37.413	9.568	1.517	48.498	16.32	2.277	7.523	74.618
2020	36.926	9.568	1.517	48.011	16.32	2.28	7.59	74.201
2019	37.096	9.568	-	46.664	15.76	2.285	7.407	72.116
2018	38.676	9.568	-	48.244	18.355	2.594	8.172	77.365
2017	38.594	9.65	-	48.244	18.377	2.598	7.915	77.134
2016	41.013	9.383	-	50.396	19.709	2.949	8.493	81.547
2015	37.147	10.25	-	47.397	19.764	2.96	8.006	78.127
2014	38.78	10.519	-	49.299	21.589	3.438	8.728	83.054

Source: December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report
 (The most current information available)

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

PRINCIPAL PROPERTY TAXPAYERS
 CURRENT COMPLETED CALENDAR YEAR AND NINE YEARS PRIOR (Unaudited)

Taxpayer	2023			2014		
	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value
Brookfield Properties	\$ 453,335	1	1.68%	\$ 157,806	3	1.39%
Public Service Co.	335,542	2	1.24%	238,892	1	2.10%
Simon Property Group	210,289	3	0.78%	-	-	0.00%
Beacon Capital Partners	201,949	4	0.75%	140,874	4	1.24%
Invesco Realty Advisors Inc.	191,312	5	0.71%	-	-	0.00%
Hines Securities Inc	167,463	6	0.62%	-	-	0.00%
Kroenke Sports Enterprises	151,833	7	0.56%	-	-	0.00%
Franklin Street Properties	128,981	8	0.48%	-	-	0.00%
ProLogis	128,765	9	0.48%	-	-	0.00%
Columbia-Healthone	119,690	10	0.44%	93,118	5	0.82%
CenturyLink Inc.				160,625	2	1.41%
UBS Realty Investors				82,268	6	0.72%
Taubman Centers Inc.				82,255	7	0.72%
Callahan Capital Partners				75,956	8	0.67%
LBA Realty Fund				73,287	9	0.64%
Frontier Airlines				61,653	10	0.54%
Totals	<u>\$ 2,089,159</u>		<u>7.74%</u>	<u>\$ 1,166,734</u>		<u>10.25%</u>

Source: December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report
 (The most current information available)

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

PROPERTY TAX LEVIES AND COLLECTIONS
 LAST TEN YEARS (Unaudited)

<u>Calendar Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>	<u>Delinquent Taxes Collected (Taxes Refunded)</u>	<u>Total Taxes Collected</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>
2015	518,496,645	513,820,030	99.10	(1,163,514)	512,656,516	98.87
2016	626,668,635	621,313,860	99.15	160,185	621,474,045	99.17
2017	678,373,143	674,714,380	99.46	(620,259)	674,094,121	99.37
2018	799,723,908	793,052,267	99.17	557,110	793,609,377	99.24
2019	811,669,653	807,221,301	99.45	(3,315,419)	803,905,882	99.04
2020	966,979,533	957,264,361	99.00	(972,185)	956,292,176	98.89
2021	1,012,625,074	978,177,687	96.60	(3,212,794)	974,964,893	98.89
2022	1,068,999,756	1,048,810,976	98.11	(6,003,420)	1,042,807,556	97.55
2023**	1,122,654,297	1,110,337,677	98.90	(798,831)	1,109,538,846	98.83
2024*	1,276,871,180	1,246,587,725	97.63	(1,613,422)	1,244,974,303	97.50

Source: District financial records for the respective years

* Property taxes are levied on a calendar year basis. Tax collections for 2024 represent collections for January through September 2024.

** Current Tax Collections for 2023 have been updated with the full calendar year figures.

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
Assessed value (prior year)	\$ 26,952,552,320	\$ 23,235,806,840	\$ 23,529,238,541	\$ 22,527,890,740	\$ 22,108,001,450
Actual value (prior year)	235,392,652,619	189,064,565,772	187,562,086,035	175,333,718,321	171,449,489,953
Debt limit is greater of:					
20% of assessed value	5,390,510,464	4,647,161,368	4,705,847,708	4,505,578,148	4,421,600,290
or 6% of actual value*	14,123,559,157	11,343,873,946	11,253,725,162	10,520,023,099	10,286,969,397
Debt limit	14,123,559,157	11,343,873,946	11,253,725,162	10,520,023,099	10,286,969,397
Amount of debt applicable to debt limits	1,960,152,000	2,070,107,000	2,192,172,000	1,974,762,000	1,623,512,000
Less: amount reserved for long-term debt	<u>(274,168,040)</u>	<u>(226,603,288)</u>	<u>(220,866,772)</u>	<u>(224,018,962)</u>	<u>(201,801,053)</u>
Net chargeable to bond limit	<u>1,685,983,960</u>	<u>1,843,503,712</u>	<u>1,971,305,228</u>	<u>1,750,743,038</u>	<u>1,421,710,947</u>
Legal debt margin	<u>\$ 12,437,575,197</u>	<u>\$ 9,500,370,234</u>	<u>\$ 9,282,419,934</u>	<u>\$ 8,769,280,061</u>	<u>\$ 8,865,258,450</u>
Total net debt applicable to the limit as a percentage of debt limit	11.94%	16.25%	17.52%	16.64%	13.82%

Continued next page

Sources: The Certification of Assessed Valuation is from the City and County of Denver Assessor's Office in early December, prior to the District's certification of the mill levies which can be no later than December 15th. The assessed valuation figure is inclusive of tax increment values.

* Section 22-42-104 of the Colorado School Law limits the amount of bonded indebtedness to the greater of 20% of the latest valuation for assessment of taxable property in such district, as verified by the County Assessor to the Board of County Commissioners, or 6% of the most recent determination of the actual value of the taxable property in the district, as certified by the County Assessor to the Board of County Commissioners.

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS (Unaudited)

	2019	2018	2017	2016	2015
Assessed value (prior year)	\$ 17,925,134,030	\$ 17,548,347,337	\$ 14,659,085,700	\$ 14,384,909,283	\$ 11,385,251,250
Actual value (prior year)	139,408,174,638	134,744,419,497	105,772,919,056	100,203,607,405	80,891,082,600
Debt limit is greater of:					
20% of assessed value	3,585,026,806	3,509,669,467	2,931,817,140	2,876,981,857	2,277,050,250
or 6% of actual value*	8,364,490,478	8,084,665,170	6,346,375,143	6,012,216,444	4,853,464,956
Debt limit	8,364,490,478	8,084,665,170	6,346,375,143	6,012,216,444	4,853,464,956
Amount of debt applicable to debt limits	1,708,747,000	1,783,592,000	1,718,072,000	1,321,607,000	1,364,745,175
Less: amount reserved for long-term debt	<u>(167,631,916)</u>	<u>(160,157,619)</u>	<u>(130,144,786)</u>	<u>(140,280,738)</u>	<u>(109,761,547)</u>
Net chargeable to bond limit	<u>1,541,115,084</u>	<u>1,623,434,381</u>	<u>1,587,927,214</u>	<u>1,181,326,262</u>	<u>1,254,983,628</u>
Legal debt margin	<u>\$ 6,823,375,394</u>	<u>\$ 6,461,230,789</u>	<u>\$ 4,758,447,929</u>	<u>\$ 4,830,890,182</u>	<u>\$ 3,598,481,328</u>
Total net debt applicable to the limit as a percentage of debt limit	18.42%	20.08%	25.02%	19.65%	25.86%

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

RATIOS OF OUTSTANDING DEBT BY TYPE AND NET GENERAL BOND DEBT
 LAST TEN FISCAL YEARS (Unaudited)

Year	District Population*	Assessed Property Valuation*	General Bonded Debt	Certificates of Participation	Leases and SBITA	Gross Debt Primary Government
2024	716,577	\$ 26,952,552,320	\$ 2,186,383,604	\$ 870,006,070	\$ 25,053,676	\$ 3,081,443,350
2023	729,239	23,235,806,840	2,320,930,866	913,377,628	24,769,287	3,259,077,781
2022	749,103	23,529,238,541	2,473,558,246	954,095,823	14,042,628	3,441,696,697
2021	738,200	22,527,890,740	2,194,295,385	991,043,448	2,101,534	3,187,440,367
2020	727,211	22,108,001,450	1,758,455,749	1,105,613,043	3,259,407	2,867,328,199
2019	716,492	17,925,134,030	1,860,560,351	1,091,324,507	4,567,393	2,956,452,251
2018	693,292	17,548,347,337	1,953,095,785	1,034,383,784	5,430,536	2,992,910,105
2017	693,060	14,659,085,700	1,889,552,488	1,077,242,045	1,253,441	2,968,047,974
2016	682,545	14,384,909,283	1,433,272,568	1,044,456,762	-	2,477,729,330
2015	663,862	11,385,251,250	1,482,464,966	1,049,340,225	-	2,531,805,191

Continued next page

Source: School District Financials

Source: * December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report
 (The most current information available)

** Personal income not available this year from data source.

Note: Detail regarding the District's outstanding debt can be found in the notes to the basic financial statements.

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

RATIOS OF OUTSTANDING DEBT BY TYPE AND NET GENERAL BOND DEBT
 LAST TEN FISCAL YEARS (Unaudited)

Year	Less Debt Service Funds Available	Net General Bonded Debt	Net General Bonded Debt to Assessed Value	Total Debt Per Capita	Net General Bonded Debt Per Capita	Personal Income (expressed in millions)	Percentage of Personal Income to O/S Debt
2024	\$ 275,277,856	\$ 1,911,105,748	7.09%	\$ 4,300	\$ 2,667	n/a **	n/a
2023	227,841,042	2,093,089,824	9.01%	4,469	2,870	40,225,000	8.10%
2022	222,260,120	2,251,298,126	9.57%	4,594	3,005	37,936,000	9.07%
2021	226,255,934	1,968,039,451	8.74%	4,318	2,666	51,543,000	6.18%
2020	203,916,531	1,554,539,218	7.03%	3,943	2,138	61,348,000	4.67%
2019	173,213,859	1,687,346,492	9.41%	4,126	2,355	57,211,000	5.17%
2018	160,157,619	1,792,938,166	10.22%	4,317	2,586	47,289,000	6.33%
2017	130,144,786	1,759,407,702	12.00%	4,283	2,539	46,612,000	6.37%
2016	140,280,738	1,292,991,830	8.99%	3,630	1,894	46,617,000	5.32%
2015	109,761,547	1,372,703,419	12.06%	3,814	2,068	41,743,000	6.07%

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DIRECT AND OVERLAPPING DEBT
 (Unaudited)

<u>Taxing Body</u>	<u>Total Debt Outstanding</u>	<u>Outstanding As of</u>	<u>Percent Overlapping</u>	<u>Share of Debt</u>
Overlapping Debt				
City and County of Denver	<u>2,103,812,000</u>	12/31/23	100%	<u>2,103,812,000</u>
School District No. 1 Denver	<u>3,081,443,350</u>	06/30/24	100%*	<u>3,081,443,350</u>
	<u>\$ 5,185,255,350</u>			<u>\$ 5,185,255,350</u>

Source: December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report

Source: School District Financials - June 30, 2024

*As per City and County of Denver 2023 Annual Comprehensive Financial Report, all overlapping debt for Denver Public Schools is considered overlapping at 100%

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS (Unaudited)

Year Ended June 30,	Population	Total Personal Income	Median Per Capita Income	Median Age	School Enrollment	Unemployment Rate
2023	716,577	N/A*	N/A*	35.1	88,235	3.3%
2022	729,239	\$ 40,225	\$ 56,381	35.1	89,213	2.8%
2021	749,103	\$ 37,936	\$ 50,642	34.6	90,250	4.2%
2020	738,200	\$ 51,543	\$ 69,822	36.6	90,296	6.9%
2019	727,211	\$ 61,348	\$ 81,405	36.2	92,039	2.5%
2018	716,492	\$ 57,211	\$ 79,849	35.8	93,356	3.0%
2017	693,292	\$ 47,289	\$ 69,862	35.5	92,686	3.0%
2016	693,060	\$ 46,612	\$ 67,256	35.2	92,331	3.0%
2015	682,545	\$ 46,617	\$ 68,299	35.1	91,429	3.7%
2014	663,862	\$ 41,743	\$ 62,880	34.9	90,150	4.3%

Source: December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report
 (The most current information available)

*Total personal income and median per capita income not available this year from data sources

Certain data on this table are only available on a calendar year basis. The prior calendar year data is used for a given fiscal year.

SCHOOL DISTRICT NO.1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

PRINCIPAL EMPLOYERS
 CURRENT COMPLETED CALENDAR YEAR AND NINE YEARS PRIOR (Unaudited)

Employer	2023			2014		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
City and County of Denver	13,584	1	2.1%	10,281	2	2.5%
Denver Public School District #1	12,693	2	2.0%	12,482	1	3.1%
State of Colorado Central Payroll	10,686	3	1.7%	9,195	3	2.2%
Denver Health & Hospital Authority	9,502	4	1.5%	5,523	5	1.4%
United Airlines, Inc	7,230	5	1.1%	5,070	6	1.2%
CHC Payroll Agent, Inc. (HCA Health One	4,592	6	0.7%	4,226	7	1.0%
University of Denver	4,548	7	0.7%	3,759	8	0.9%
USDA National Finance Center	4,496	8	0.7%	7,187	4	1.8%
Southwest Airlines	4,247	9	0.7%			
ADP TotalSource	2,535	10	0.4%			
Frontier Airlines Inc	3,642			3,642	9	0.9%
University of Colorado Central	3,448			3,448	10	0.8%
Total	74,113		11.6%	64,813		15.8%

Source: December 31, 2023 - City and County of Denver Annual Comprehensive Financial Report
 (The most current information available)
 Based on 2023 and 2014 Principal Employers.

SCHOOL DISTRICT NO.1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NUTRITION SERVICES - FACTS AND FIGURES
LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022*	2021	2020
Number of schools participating in:					
Lunch - regular schedule	188	200	162	161	246
Breakfast program	185	198	162	161	244
Student lunches served:					
Free	4,066,061	3,526,830	6,881,866	2,861,259	3,951,058
Reduced	83,076	611,575	-	-	730,590
Fully paid	2,888,929	1,758,006	-	-	1,259,076
Total	<u>7,038,066</u>	<u>5,896,411</u>	<u>6,881,866</u>	<u>2,861,259</u>	<u>5,940,724</u>
Adult lunches served	16,943	18,360	4,353	2,794	307,522
Student breakfasts served:					
Free	2,245,926	2,246,012	4,375,632	2,588,037	2,746,512
Reduced	380,965	381,052	-	-	499,217
Fully paid	1,001,296	1,013,007	-	-	935,579
Total	<u>3,628,187</u>	<u>3,640,071</u>	<u>4,375,632</u>	<u>2,588,037</u>	<u>4,181,308</u>
Number of serving days:					
Regular schedule	174.5	170.0	173.5	169.5	174.5
Average daily participation:					
Student lunch	40,333	34,685	39,665	16,881	34,044
Adult lunch	97	108	25	16	1,762
Student breakfast	20,792	21,412	25,220	15,269	23,962
October 1 pupil count	88,646	89,681	90,250	90,296	93,815
Percentage of students daily eating school lunch	45.50%	38.68%	43.95%	18.69%	36.29%
October 1 count of benefits					
Students on free lunch	48,692	49,297	-	45,398	48,474
Students on reduced lunch	6,958	6,829	-	5,938	10,041
Percentage of students on:					
Free lunch	54.93%	54.97%	0.00%	50.28%	51.67%
Reduced lunch	7.85%	7.61%	0.00%	6.58%	10.70%
Total	<u>62.78%</u>	<u>62.58%</u>	<u>0.01%</u>	<u>56.85%</u>	<u>62.37%</u>

Continued
next page

Source: School District Planning Department

*During the 2021-2022 school year, all students were eligible for free meals across the District.

SCHOOL DISTRICT NO. 1
 IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

NUTRITION SERVICES - FACTS AND FIGURES
 LAST TEN FISCAL YEARS (Unaudited)

	2019	2018	2017	2016	2015
Number of schools participating in:					
Lunch - regular schedule	201	201	196	190	178
Breakfast program	201	205	196	187	176
Student lunches served:					
Free	5,188,252	5,543,297	5,790,913	6,039,463	6,321,861
Reduced	755,021	842,383	766,864	710,818	740,182
Fully paid	1,657,770	1,492,549	1,308,708	1,262,199	1,229,486
Total	<u>7,601,043</u>	<u>7,878,229</u>	<u>7,866,485</u>	<u>8,012,480</u>	<u>8,291,529</u>
Adult lunches served	19,463	18,795	21,142	25,558	40,205
Student breakfasts served:					
Free	3,569,110	4,051,403	4,181,279	4,360,853	4,598,757
Reduced	544,058	670,302	613,974	555,004	564,425
Fully paid	1,233,206	1,277,618	1,226,889	1,143,377	1,080,075
Total	<u>5,346,374</u>	<u>5,999,323</u>	<u>6,022,142</u>	<u>6,059,234</u>	<u>6,243,257</u>
Number of serving days:					
Regular schedule	174.5	173	173.5	173.5	172.5
Average daily participation:					
Student lunch	43,559	45,539	45,340	46,181	48,067
Adult lunch	112	109	122	147	233
Student breakfast	30,638	34,678	34,710	34,924	36,193
October 1 pupil count	93,356	93,403	92,754	91,860	90,591
Percentage of students daily eating school lunch	46.66%	48.76%	48.88%	50.27%	53.06%
October 1 count of benefits					
Students on free lunch	51,467	53,167	53,734	55,505	55,755
Students on reduced lunch	8,235	9,053	8,469	7,430	7,382
Percentage of students on:					
Free lunch	55.13%	56.92%	57.93%	60.42%	61.55%
Reduced lunch	8.82%	9.69%	9.13%	8.09%	8.15%
Total	<u>63.95%</u>	<u>66.61%</u>	<u>67.06%</u>	<u>68.51%</u>	<u>69.69%</u>



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SCHOOL DISTRICT NO, 1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

FULL-TIME EQUIVALENT EMPLOYEES
LAST TEN FISCAL YEARS (Unaudited)

	2024	2023	2022	2021	2020
All Funds					
Instruction	6,508	7,436	6,624	6,510	6,340
Pupil support	1,144	1,279	1,232	1,076	1,089
Instructional support	1,105	911	1,118	1,174	1,200
General administration	83	62	106	52	61
School administration	802	729	841	834	878
Business services	120	97	131	140	138
Operation & maintenance	894	873	985	1,038	1,002
Pupil transportation	346	348	452	435	461
Central services	590	450	514	520	641
Community services	169	115	173	185	156
Education for adults	152	181	152	148	207
Food services	859	645	857	710	768
	12,772	13,126	13,185	12,822	12,941
	2024	2023	2022	2021	2020
Degree Held					
Bachelor's	2,173	2,628	3,453	3,552	3,760
Master's	3,435	3,835	4,282	4,372	4,408
Doctoral / Master's plus	159	171	218	224	229
Other	445	511	520	543	595
	2019	2018	2017	2016	2015
All Funds					
Instruction	6,575	6,439	6,686	6,948	7,495
Pupil support	1,177	1,173	849	792	533
Instructional support	1,240	1,160	1,355	1,361	1,133
General administration	58	46	39	40	37
School administration	849	865	833	827	756
Business services	128	124	122	118	131
Operation & maintenance	1,115	1,089	1,073	964	917
Pupil transportation	469	502	527	523	544
Central services	561	537	628	619	589
Community services	171	183	315	246	205
Education for adults	343	163	422	240	130
Food services	764	772	790	675	676
	13,450	13,053	13,639	13,353	13,146

Source: School District financial reports for the respective years. Full-time equivalent employees are the number of budgeted employees for the respective years.

As of June 30, 2024 the degree held data is for 12,197 actual FTE's (10,258 of whom are full-time and 1,939 of whom are part-time) and reflect degrees disclosed for the respective year.

SCHOOL DISTRICT NO.1
IN THE CITY AND COUNTY OF DENVER AND STATE OF COLORADO

CAPITAL ASSET INFORMATION
LAST TEN FISCAL YEARS - SCHOOLS (Unaudited)

Enrollment is as of October 1 in fiscal year.

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Elementary & K-8 Schools:*	118	118	118	111	111
Total Square Feet	8,652,987	8,652,985	8,641,464	8,257,097	8,227,573
Total Capacity (Students)	71,800	73,325	74,214	74,214	74,214
Enrollment	38,778	39,560	39,939	39,915	43,530
Middle Schools:*	14	14	14	14	14
Total Square Feet	1,669,273	1,669,273	1,667,851	1,667,851	1,651,073
Total Capacity (Students)	11,200	11,675	12,325	12,325	12,325
Enrollment	8,910	9,056	9,338	9,525	9,443
High Schools:*	46	45	45	44	44
Total Square Feet	5,943,210	5,871,567	5,891,550	5,776,799	5,778,945
Total Capacity (Students)	41,025	44,525	44,593	44,593	44,593
Enrollment	19,558	19,760	20,147	19,506	19,046
Alternative Schools:**	14	15	14	14	14
Total Square Feet	-	-	-	-	-
Total Capacity (Students)	-	-	-	-	-
Enrollment	1,977	1,843	1,521	1,619	1,743
Charter Schools:**	52	55	56	58	58
Total Square Feet	-	-	-	-	-
Total Capacity (Students)	-	-	-	-	-
Enrollment	19,035	18,994	19,305	19,731	20,053
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Elementary & K-8 Schools:*	111	110	111	121	120
Total Square Feet	8,176,304	8,055,067	7,848,747	6,694,908	6,694,908
Total Capacity (Students)	74,214	73,575	73,200	67,050	67,050
Enrollment	43,994	45,426	46,002	46,388	48,153
Middle Schools:*	14	14	13	29	29
Total Square Feet	1,651,073	1,651,073	1,647,064	1,955,193	1,955,193
Total Capacity (Students)	12,325	12,325	12,425	14,825	14,825
Enrollment	9,271	12,157	10,185	9,921	9,146
High Schools:*	43	43	43	35	27
Total Square Feet	5,683,459	5,683,459	5,660,945	4,843,312	4,824,362
Total Capacity (Students)	44,025	44,025	44,425	39,050	39,050
Enrollment	18,711	14,786	17,082	16,679	16,053
Alternative Schools:**	14	13	14	18	18
Total Square Feet	-	-	-	-	-
Total Capacity (Students)	-	-	-	-	-
Enrollment	1,791	1,852	1,884	1,727	1,774
Charter Schools:**	58	58	54	60	51
Total Square Feet	-	-	-	-	-
Total Capacity (Students)	-	-	-	-	-
Enrollment	19,589	18,763	17,178	16,714	15,024

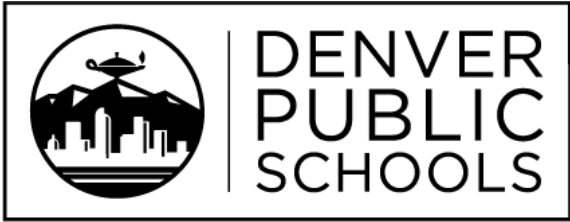
Sources: School District Research and Planning Office, and Facilities Planning Department

* Building Count - In 2017 changed presentation by counting multi grade sites as single sites within their respective grade categories.

** Program Count



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SINGLE AUDIT REPORT

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Independent Auditor's Report

Board of Education
School District No. 1 in the City and County of
Denver and State of Colorado
Denver, Colorado

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of School District No. 1 in the City and County of Denver and State of Colorado (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 21, 2024. Our report includes a reference to other auditors who audited the financial statements of the Denver Public Schools Professional Compensation System for Teachers Trust Fund (the ProComp fund), a blended component unit. Our report also includes a reference to other auditors who audited the financial statements of all of the discretely presented component units, except for DSST Public Schools, KIPP Colorado Schools, and STRIVE Preparatory Schools dba Rocky Mountain Preparatory Schools. The component units included as aggregate discretely presented component units were not audited in accordance with *Government Auditing Standards*, except for DSST Public Schools, KIPP Colorado Schools, and STRIVE Preparatory Schools dba Rocky Mountain Preparatory Schools. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Forvis Mazars, LLP

**Denver, Colorado
November 21, 2024**

Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance

Independent Auditor's Report

Board of Education
School District No. 1 in the City and County of
Denver and State of Colorado
Denver, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited School District No. 1 in the City and County of Denver and State of Colorado's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2024-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the noncompliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response. The District is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. The District's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the “Auditor’s Responsibilities for the Audit of Compliance” section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-001, to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the District’s response to the internal control over compliance finding identified in our audit described in the accompanying schedule of findings and questioned costs. The District’s response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response. The District is responsible for preparing a corrective action plan to address the audit finding included in our auditor’s report. The District’s corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Forvis Mazars, LLP

**Denver, Colorado
November 21, 2024**

**School District No. 1 in the
City and County of Denver and State of Colorado
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

Federal Grantor/Program or Cluster Title	Pass-through Grantor	Pass-through Entity Identifying Number	Federal Assistance Listing Number	Total Federal Expenditures
Department of Agriculture				
<i>Child Nutrition Cluster</i>				
School Breakfast Program	Colorado Department of Education	4553	10.553	\$ 7,310,263
Donated Commodities	Colorado Department of Human Services	None	10.555	21,238,265
Summer Food Service Program for Children	Colorado Department of Education	4559	10.559	738,614
Fresh Fruit and Vegetable Program	Colorado Department of Education	4582	10.582	1,332,167
<i>Child Nutrition Cluster Subtotal</i>				<u>30,619,309</u>
Child and Adult Care Food Program	Colorado Department of Public Health- Environment	4558	10.558	39,190
Local Food for Schools Cooperative Agreement Program	Colorado Department of Education	4185	10.185	106,478
Total Department of Agriculture				<u>30,764,977</u>
Department of Defense				
JROTC Career Academy			12.000	1,294,324
Total Department of Defense				<u>1,294,324</u>
Department of Labor				
<i>WIA/WIOA Cluster</i>				
WIA/WIOA Youth Activities	City and County of Denver	7259	17.259	2,062
<i>WIA/WIOA Cluster Subtotal</i>				<u>2,062</u>
Registered Apprenticeship Grant	Colorado Department of Labor and Employment	7285	17.285	50,000
Total Department of Labor				<u>52,062</u>
National Science Foundation				
<i>Research and Development Cluster</i>				
Stem Education (formerly Education and Human Resources)	University of Colorado	7076	47.076	12,334
<i>Research and Development Total</i>				<u>12,334</u>
Total National Science Foundation				<u>12,334</u>

Federal

**School District No. 1 in the
City and County of Denver and State of Colorado
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

Federal Grantor/Program or Cluster Title	Pass-through Grantor	Pass-through Entity Identifying Number	Assistance Listing Number	Total Federal Expenditures
Department of Treasury				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	Colorado Department of Education	5127	21.027	438,112
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	Colorado Department of Education	6127	21.027	698,480
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	Colorado Community College System	7127	21.027	902,500
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	City and County of Denver	7127	21.027	963,948
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	Colorado Department of Education	9019	21.027	(2,081)
<i>COVID-19-Coronavirus Relief Fund Subtotal</i>				<u>3,000,959</u>
Total Department of Treasury				<u>3,000,959</u>
Department of Education				
<i>Federal Student Financial Aid Cluster</i>				
Federal Supplemental Educational Opportunity Grants		5007	84.007	150,000
Federal Pell Grant Program		5063	84.063	1,444,036
<i>Federal Student Financial Aid Cluster Subtotal</i>				<u>1,594,036</u>
Title I Grants to Local Educational Agencies	Colorado Department of Education	4010	84.010A	29,092,745
Title I Grants to Local Educational Agencies	Colorado Department of Education	5010	84.010A	1,575,195
Title I Grants to Local Educational Agencies	Colorado Department of Education	6010	84.010A	10,392
Title I Grants to Local Educational Agencies	Colorado Department of Education	7010	84.010A	142,614
Title I Grants to Local Educational Agencies	Colorado Department of Education	9202	84.010A	591,203
Title I Grants to Local Educational Agencies	Colorado Department of Education	9204	84.010A	233,928
Title I Grants to Local Educational Agencies	Colorado Department of Education	9205	84.010A	178,191
Title I Grants to Local Educational Agencies	Colorado Department of Education	9206	84.010A	7,489,123
Title I Grants to Local Educational Agencies	Colorado Department of Education	9211	84.010A	219,746
Title I Grants to Local Educational Agencies	Colorado Department of Education	9212	84.010A	338,811
Title I Grants to Local Educational Agencies	Colorado Department of Education	9213	84.010A	155,598
Title I Grants to Local Educational Agencies	Colorado Department of Education	9214	84.010A	1,175
<i>Title I Grants to Local Educational Agencies Subtotal</i>				<u>40,028,721</u>
<i>Special Education Cluster (IDEA)</i>				
Special Education Grants to States	Colorado Department of Education	4027	84.027	24,394,919
Special Education Grants to States	Colorado Department of Education	8027	84.027	104,871
Special Education Preschool Grants	Colorado Department of Education	4173	84.173	533,770
<i>Special Education Cluster Subtotal</i>				<u>25,033,560</u>
Career and Technical Education -- Basic Grants to States	Colorado Community College System	4048	84.048	864,204
<i>Career and Technical Education -- Basic Grants to States Subtotal</i>				<u>864,204</u>

**Federal
Assistance**

**School District No. 1 in the
City and County of Denver and State of Colorado
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

Federal Grantor/Program or Cluster Title	Pass-through Grantor	Pass-through Entity Identifying Number	Listing Number	Total Federal Expenditures
Department of Education (Continued)				
Indian Education Grants to Local Educational Agencies <i>Indian Education Grants to Local Educational Agencies</i>	Colorado Department of Education	4060	84.060	205,238
				<u>205,238</u>
Charter Schools <i>Charter Schools Subtotal</i>	Colorado Department of Education	5282	84.282	190,309
				<u>190,309</u>
Twenty-First Century Community Learning Centers	Colorado Department of Education	5287	84.287C	(230)
Twenty-First Century Community Learning Centers	Colorado Department of Education	6287	84.287C	6,970
Twenty-First Century Community Learning Centers	Colorado Department of Education	7287	84.287C	460,611
Twenty-First Century Community Learning Centers <i>Twenty- First Century Community Learning Centers Subtotal</i>	Colorado Department of Education	8287	84.287C	752,402
				<u>1,219,753</u>
English Language Acquisition State Grants	Colorado Department of Education	4365	84.365A	2,771,502
English Language Acquisition State Grants <i>English Language Acquisition State Grants Subtotal</i>	Colorado Department of Education	7365	84.365A	139,595
				<u>2,911,097</u>
Supporting Effective Instruction State Grants (formerly Improving Teacher Quality State Grants)	Colorado Department of Education	4367	84.367A	2,986,140
Student Support and Academic Enrichment Program	Colorado Department of Education	4421	84.424	586,125
Student Support and Academic Enrichment Program	Colorado Department of Education	4422	84.424	1,588,241
Student Support and Academic Enrichment Program	Colorado Department of Education	4423	84.424	174,582
Student Support and Academic Enrichment Program <i>Student Support and Academic Enrichment Program Subtotal</i>	Colorado Department of Education	4424	84.424	128,301
				<u>2,477,249</u>
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4414	84.425U	55,613,427
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4418	84.425U	700,839
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4419	84.425D	614,381

**School District No. 1 in the
City and County of Denver and State of Colorado
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

Federal Grantor/Program or Cluster Title	Pass-through Grantor	Identifying Number	Number	Expenditures
Department of Education (Continued)				
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4420	84.425D	2,283,468
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4431	84.425U	91,084
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4434	84.425U	1,025,606
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4449	84.425U	63,898
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4453	84.425U	9,567
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	4442	84.425D	1,317,986
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	5625	84.425D	(26,990)
COVID-19-GEER II - Governor's Emergency Education Relief Fund (GEER II Fund)	Colorado Department of Education	6427	84.425R	66,101
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	8426	84.425W	156,911
COVID-19-ARP EANS Emergency Assistance for Non-Public School	Colorado Department of Education	9426	84.425R	216,901
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	9414	84.425U	22,718,839
COVID-19-Elementary and Secondary School Emergency Relief (ESSER) Fund	Colorado Department of Education	9418	84.425U	192,111
<i>COVID-19-Education Stabilization Fund Subtotal</i>				85,044,129
Total Department of Education				162,554,436

Federal Grantor/Program or Cluster Title	Pass-through Grantor	Pass-through Entity Identifying Number	Federal Assistance Listing Number	Total Federal Expenditures
Department of Health and Human Services				

**School District No. 1 in the
City and County of Denver and State of Colorado
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

Demonstration Grants for Domestic Victims of Human Trafficking	Colorado Department of Human Services	7327	93.327	119,151
COVID-19- Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	Colorado Department of Human Services	7354	93.354	67,549
Every Student Succeeds ACT/Preschool Development Grants	Colorado Department of Human Services	7434	93.434	1,999
Temporary Assistance for Needy Families (TANF)	Colorado Department of Human Services	8558	93.558	193,226
Refugee and Entrant Assistance State/ Replacement Designee Administered Programs	Colorado Department of Human Services	7566	93.566	858,281
<i>Head Start Cluster</i>				
Head Start	City and County of Denver	8600	93.600	<u>2,841,350</u>
<i>Head Start Cluster Subtotal</i>				<u>2,841,350</u>
Opioid STR	Colorado Department of Human Services	7788	93.788	54,848
Block Grants for Prevention and Treatment of Substance Abuse	Colorado Department of Human Services	7959	93.959	189,774
Total Department of Health and Human Services				<u>4,326,178</u>
Total Federal Expenditures			\$	202,005,270

**School District No. 1 in the
City and County of Denver and State of Colorado
Notes to Schedule of Expenditures of Federal Awards
Year Ended June 30, 2024**

1. The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal awards activity of the District. The Schedule includes federally funded projects received directly from federal agencies and the federal amount of pass-through awards received by the District through the state of Colorado or other non-federal entities. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.
2. The accompanying schedule of federal awards is presented on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.
3. The District utilizes the indirect cost rate established for it by the Colorado Department of Education, therefore it has not used the de minimis 10 percent indirect cost rate allowed under the Uniform Guidance.
4. Certain grant programs have not been assigned Federal Assistance Listing Numbers by the federal government, or the numbers are not obtainable. These programs are identified in the Schedule by the federal agency number followed by three zeros (for example, 12.000).
5. During the year ended June 30, 2024, the District did not pass through any federal funds to subrecipients.
6. For federal awards expended by the District as a subrecipient, the Schedule includes identification of the pass-through grantor and the identifying number assigned to the grant by the pass-through grantor.
7. Commodities donated to the District by the U.S Department of Agriculture (USDA) are valued based on the USDA's Donated Commodity Price List. The commodities are recognized as revenue when received. The District takes possession of all inventory, including commodity items when they reach the District's dock or cold storage facility, and title passes at that time. The majority of commodity items are stored in the district warehouse or off-site cold storage facility. Since the District has received title to the commodities, the unused commodities are not reflected as unearned revenue. The donated commodities are reported under the National School Lunch Program (Federal Assistance Listing Number 10.555) on the Schedule. The District recognized noncash awards of \$21,238,265 for the year ended June 30, 2024.

**School District No. 1 in the City and County of
Denver and State of Colorado
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024**

Section I – Summary of Auditor’s Results

Financial Statements

1. The type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

- Unmodified Qualified Adverse Disclaimer

2. Internal control over financial reporting:

- Significant deficiency(ies) identified? Yes None Reported
Material weakness(es) identified? Yes No

3. Noncompliance material to the financial statement noted? Yes No

Federal Awards

4. Internal control over major federal awards programs:

- Significant deficiency(ies) identified? Yes None Reported
Material weakness(es) identified? Yes No

5. Type of auditor's report issued on compliance for major federal program(s):

- Unmodified Qualified Adverse Disclaimer

6. Any audit findings disclosed that are required to be reported by 2 CFR 200.516(a)? Yes No

School District No. 1 in the City and County of
Denver and State of Colorado
Schedule of Findings and Questioned Costs
Year Ended June 30, 2024

(Continued)

7. Identification of major federal programs:

<u>Federal Assistance Listing Number</u>	<u>Name of Federal Program or Cluster</u>
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds
84.010A	Title I Grants to Local Educational Agencies

8. Dollar threshold used to distinguish between Type A and Type B programs: \$3,000,000.

9. Auditee qualified as a low-risk auditee? Yes No

Section II – Financial Statement Findings

Reference Number	Finding
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No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

Reference Number	Finding
2024-001	<p>Finding: Special Tests and Provisions (Assessment System Security)</p> <p>Federal Assistance Listing Number 84.010A – Title I Passed-Through Colorado Department of Education Award Number – 4010, 5010, 6010, 7010, 9202, 90204, 9205, 9206, 9211, 9212, 9213, 9214; Award Year 2024</p> <p>Criteria: According to 2 CFR Part 200.303 – The non-Federal entity must (a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in “Standards for Internal Control in the Federal Government” issued by the Comptroller General of the United States or the “Internal Control Integrated Framework”, issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). (b) Comply with the U.S. Constitution, Federal statutes, regulations, and the terms and conditions of the Federal awards. (c) Evaluate and monitor the non-Federal entity’s compliance with statutes, regulations and the terms and conditions of Federal awards.</p> <p>Condition: The District did not have documentation that the internal controls in place over the Assessment System Security compliance requirement were always followed.</p> <p>Questioned Costs: None.</p> <p>Context: The District was unable to provide supporting documentation that the internal controls in place over the Assessment System Security compliance requirement were followed during 2024 for two of the sixteen schools tested. As a result, we were unable to rely on internal controls over this compliance requirement.</p> <p>Effect: The District did not have adequate internal controls in place over Assessment System Security requirements, which could result in an assessment system that is not valid, reliable or consistent with the terms and conditions of the Federal award.</p> <p>Cause: As there were no checklists in place, employees within the responsible department were unaware the internal controls in place over the Assessment System Security process were part of their duties.</p> <p>Identification as a repeat finding: Not Applicable</p> <p>Recommendation: We recommend the District’s Grant Administration team and Assessment Administration team create a checklist to ensure that all required internal controls are completed.</p> <p>Views of responsible officials and planned corrective actions: Agree. See separate report for planned corrective actions.</p>

School District No. 1 in the City and County of
Denver and State of Colorado
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2024

Reference Number	Summary of Finding	Status
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No matters are reportable.



Department of Financial Services
720-423-3440
www.dpsk12.org

**School District No. 1 in the City and County of Denver
Corrective Action Plan
Year Ended June 30, 2024**

2024-001

Finding: The District did not have signed acknowledgement forms for two of the schools selected to detail their understanding of the District's assessment system security policies for the 2023-2024 school year.

Cause: The District did not have a tracking system in place to ensure that signed acknowledgement forms for all District schools were received.

Recommendation: We recommend the District's Grant Administration team and Assessment Administration team create a tracking tool to help ensure that all schools within the District return the required acknowledgement form on an annual basis.

Corrective Action: Moving forward, the school Accountability Leader(SAL) will be required to sign the Security Plan and return it to the Assessment team. The school SAL will also be required to complete a Google form to confirm the completion of the Security plan. Prior to the start of testing for the school, the Assessment Team will audit the Google form responses and follow up with each school that has not completed the form.

Escalation Plan: Assessment Team will remind the school SAL via email one time prior to testing; 2nd email notification will include the school leader; 3rd email notification will include the Collaborative Director.

Person Responsible for Implementing: Mackenzie Lane - Director, Assessment

Implementation Date: 10/30/2024

Status: In Progress



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