



ACADEMYDISTRICT20

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2024
El Paso County, Colorado



ACADEMY DISTRICT TWENTY
1110 Chapel Hills Drive
COLORADO SPRINGS, COLORADO 80920
(719) 234-1200
www.asd20.org

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

PREPARED BY:
BUSINESS SERVICES

Catherine M. Watts
EXECUTIVE DIRECTOR FOR BUSINESS SERVICES

*The mission of Academy School District 20: We educate and inspire
students to thrive.*



ACADEMY DISTRICT 20

ACADEMY SCHOOL DISTRICT TWENTY ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2024

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ACADEMYDISTRICT20

I. Introductory Section





November 4, 2024

Board of Education
Academy School District Twenty
1110 Chapel Hills Drive
Colorado Springs, CO 80920

Dear Members of the Board of Education,

I am pleased to submit to you the Annual Comprehensive Financial Report (ACFR) for Academy School District Twenty for the fiscal year ended June 30, 2024.

The ACFR for the fiscal year ended June 30, 2023 received the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International and the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada for the twenty-third consecutive year. These awards represent acknowledgement from our peers that our District has prepared and presented our fiscal information in a clear, open and user-friendly format for stakeholders that qualifies the report for its' recognition of excellence. I am confident that this year's ACFR will continue to qualify for these prestigious awards.

The Finance team is to be congratulated for their leadership in moving the District toward the highest standards of financial accountability. The quality and completeness of this report is designed to continue to increase the confidence of all of our stakeholders in the financial operations of our District. A review of this document provides clear evidence of the progress the District has made in achieving its long-range fiscal goals.

I also extend my thanks to the members of the Board of Education for their support and leadership.

Sincerely,

Jinger Haberer
Superintendent of Schools

MISSION
We educate and inspire students to thrive.

VALUES
We believe people are the heart of our success.

—
We believe relationships matter.

—
We believe in quality education.

VISION
We provide creative and personal learning opportunities, accessible to all students, preparing them to thrive in an ever-changing world.



*We educate and inspire
students to thrive.*



November 4, 2024

**TO THE CITIZENS AND BOARD OF EDUCATION OF
ACADEMY SCHOOL DISTRICT 20:**

State law requires that all public school districts publish within five months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) of Academy School District 20, El Paso County, Colorado for the fiscal year ended June 30, 2024.

This report consists of management’s representations concerning the finances of the District. Consequently, the District’s management assumes full responsibility for both the accuracy of the data, based upon a comprehensive framework of internal control that it has established for this purpose, and the completeness and fairness of the presentation, including all disclosures. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds.

The District’s financial statements have been audited by CliftonLarsonAllen LLP (CLA), a firm of licensed certified public accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District’s financial statements for the fiscal year ended June 30, 2024, are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

In addition to the annual independent audit of the financial statements, the District is required to undergo an annual Single Audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the Uniform Grant Guidance. Information related to this Single Audit, including the independent auditor’s reports on internal controls and compliance, with applicable requirements, findings and questioned costs, and the schedule of expenditures of federal awards, is presented in the compliance section of this report.

The notes to the financial statements, including a summary of significant accounting policies of the District, are considered to be an integral part of the financial statements and contain certain information not shown on the face of the financial statements that is required to be disclosed under generally accepted accounting principles. Readers of the financial statements are encouraged to thoroughly review the information contained in the notes in connection with their overall review of the financial statements.

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We believe in quality education.

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We provide creative and personal learning opportunities, accessible to all students, preparing them to thrive in an ever-changing world.

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 Management’s Discussion and Analysis and should be read in conjunction with it. This discussion and analysis can be found immediately following the Independent Auditors’ Report on pages 5-16 of this report.

PROFILE OF THE DISTRICT

The District is located about 5 miles north of downtown Colorado Springs. It covers an area of approximately 194 square miles, which includes the United States Air Force Academy. The District provides a full range of traditional and non-traditional educational programs and services. These include preschool; elementary and secondary curriculum offerings at the general, college preparatory, and work-based learning levels; a broad range of co-curricular and extra-curricular activities; special education programs; gifted and talented programs; and student support services.

During the 2023-24 school year, the District served 26,607 students. These students were housed in 19 elementary schools, 5 middle schools, 4 high schools, an alternative middle school/ high school campus, a high school online school, a PK-12 campus, the Center for Modern Learning facility (which houses a 5-8 online school and home school program), one K-12 charter school spread over multiple campuses, and a K-8 charter school. The District has grown by 1,998 students (8.1%) since 2014. However, the District projects enrollment to remain flat in the coming years.

In 2016, District voters approved a \$230 million general obligation bond in the General election to accommodate enrollment growth and projected need for additional facilities. As of January 2020, the entire \$230 million of bonds were issued. Major bond projects completed to date include the new construction of Encompass Heights and Legacy Peak Elementary Schools, Chinook Trail Middle School, a new facility to house the School in the Woods program, the Center for Modern Learning, a pool at Pine Creek High School, a cafetorium at Mountain Ridge Middle School, and various stadium improvements at District high schools. Other projects are in progress, including the expansion of the Transportation facility and technology infrastructure. Because the average age of the District’s other school buildings is nearly 30 years, with the oldest opened in 1958 making it 66 years old, a significant portion of the bond money was also allocated to renovate existing buildings. All school facilities have received improvements from bond proceeds.

Academy School District 20 offers an extensive choice program that is open to students throughout the District, and to students who live outside District boundaries as well. Choice schools offer programs or opportunities that may be unique to a particular building. Differences may include the school’s schedule or curricular focus. Current examples of the variety of choices available include: a PK-12 International Baccalaureate strand, 5-8 and high school online programs, programming for students who are home schooled, an alternative high school campus, charter schools, career and technical education programming, and a 4th grade earth/environmental full-year program.

This report includes all funds, organizations, and activities of the District as further described in Note 1 of the Notes to the Basic Financial Statements.

Both of the District’s charters, The Classical Academy (TCA) and New Summit Charter Academy (NSCA), meet the criteria for reporting as Discretely Presented Component Units, detailed in the accompanying notes to the financial statements. The following entities have not met the criteria for component units, and accordingly, are excluded from this report: Pikes Peak Board of Cooperative Education Services (BOCES), Parent/Teacher Organizations, D20 Foundation, and Athletic/Music Booster Groups.

The budget process involves multiple steps which include identification of District goals, creation of a budget calendar, budget projection models, and program utilization data. The Board of Education is required to adopt a budget for each fiscal year prior to the beginning of the fiscal year (July 1st). The adopted budget may be amended by the Board of Education up to January 31st. Budgets are prepared annually for all governmental and fiduciary funds of the District.

In addition to the operating budget, a capital budget is prepared based on the District's capital plan, in which projects are prioritized according to maintenance and safety issues, in conjunction with building improvement plans. The impact of capital projects is considered when developing the operating budget.

ECONOMIC CONDITION

Local Economy

The District is located in Northern El Paso County, which is located in the central part of Colorado. According to Colorado State Demography Office, El Paso County's estimated 2024 population is 750,019, which is an increase of 0.79% from 2023 to 2024. Several factors contributed to the population increases: the strong local economy, growing key industries, economic development efforts, quality of life, natural beauty of the region, and an educated work force.

Colorado's economy tends to outperform the national economy in terms of economic growth, employment, and income levels. According to the March 2024 Colorado Legislative Council Staff Economic and Revenue Forecast, the Colorado unemployment rate is expected to average 3.7% in 2024, before falling to 3.5% in 2025 and 3.2% in 2026.

Some of the economic challenges that currently exist include high inflation, interest rates, and housing affordability. While many economists believe the threat of a recession has passed, paychecks continue to be strained by higher prices from inflation. The significant growth in the housing market, evidenced by increases in assessed valuation and property taxes, has led to concerns about housing affordability in areas such as the northern part of Colorado Springs. And while mortgage interest rates may fall, previous lows between 3-4% are not expected to return.

Academy School District 20 has been fortunate to maintain a level of excellence in support of students and staff in the face of minimal increases in state funding. This level of excellence has been maintained through careful planning and budgeting, the voter-approved 1999 and 2008 Mill Levy Overrides, and consistent student enrollment.

The military is a major factor in the Colorado Springs area economy. The United States Air Force Academy is within the boundaries of the District and several other military installations are located in El Paso County, including Fort Carson Army Post, Peterson Space Force Base, North American Aerospace Defense Command (NORAD), and Schriever Space Force Base. Military-related jobs in the community have positively impacted the District's economy, and may have peaked in 2008. About 20% of District students are federally connected, either from military families or civilian parents employed on federal property that choose to live within District boundaries.

Long-Term Financial Planning

Financial stability and resource management are important factors when it comes to meeting high standards of excellence in education, while addressing the issues the District will face in the coming years. Academy District 20 is faced with many fiscal challenges including offering competitive compensation and benefit packages, high inflation rates, and Colorado legislative decisions. A focus on long-term financial health will continue as we plan the fiscal operation of the District.

Financial Policies

Detailed descriptions of the District’s accounting policies are contained in Note 1 of the Notes to the Financial Statements on pages 27-55 of this report. These policies describe the basis of accounting, funds and accounts used, valuation policies for investments, capital assets, and other significant accounting information.

The District maintains a number of budgetary controls. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the District Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered budgets lapse at year-end, except at the school level, where unencumbered budget allocations are available for use in future years and are reported as assignments of fund balance in the current year.

Major Initiatives

The final issuance of approximately \$61 million from the \$230 million authorization took place in January 2020. The remaining building fund dollars are being utilized to expand the existing transportation facility and complete other technology infrastructure and facility audit projects. All building fund projects are projected to be completed by the end of the 2024-2025 school year, subject to any unforeseen delays or changes in circumstances. Because of legislative changes and limited resources, it is critical to focus resources on the continued improvement of our students’ academic growth and achievement.

AWARDS AND ACKNOWLEDGMENTS

Academy School District 20 received the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2023. This award certifies that the ACFR for the fiscal year ended June 30, 2023, substantially conforms to the principles and standards of financial reporting as recommended and adopted by ASBO. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. The Government Finance Officers Association of the United States and Canada (GFOA) also awarded a Certificate of Achievement of Excellence in Financial Reporting to Academy School District 20 for its ACFR for the fiscal year ended June 30, 2023. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Excellence or a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR, with contents that conform to program standards. The document must satisfy both generally accepted accounting principles and applicable legal requirements.

Certificates from both ASBO and GFOA are valid for a period of one year only. We believe our current report continues to conform to program requirements and we will submit to both associations for review.

We extend special thanks to our independent certified public accountants, and their staff for their professional approach in the performance of the audit, and their assistance in the preparation of the ACFR.

Finally, we would like to offer special thanks to the individuals who are employed in the District’s Business Services Department, whose efforts and contributions made completion of the audit and preparation of this ACFR a success.

Respectfully Submitted,



Becky Allan
Deputy Superintendent/Chief Financial Officer



Catherine M Watts
Executive Director for Business Services



*We educate and inspire
students to thrive.*



**ACADEMY SCHOOL DISTRICT TWENTY
COLORADO SPRINGS, COLORADO**

BOARD OF EDUCATION

Mr. Aaron Salt, President

Ms. Nicole Konz, Vice President

Ms. Amy Shandy, Treasurer

Mr. Derrick Wilburn, Director

Ms. Lauren Yanez, Director

Col. Cheo Stallworth, USAFA Liaison

CENTRAL OFFICE ADMINISTRATION

2023-2024 Executive Cabinet

Ms. Jinger Haberer, Superintendent

Ms. Becky Allan, Deputy Superintendent / Chief Financial Officer

Dr. Susan Field, Assistant Superintendent for Learning Services

Mr. Cameron Smart, Assistant Superintendent for Human Resources

Ms. Shelley Kooser, Chief Information Officer

Mr. Mark Belcher, Chief Communication Officer

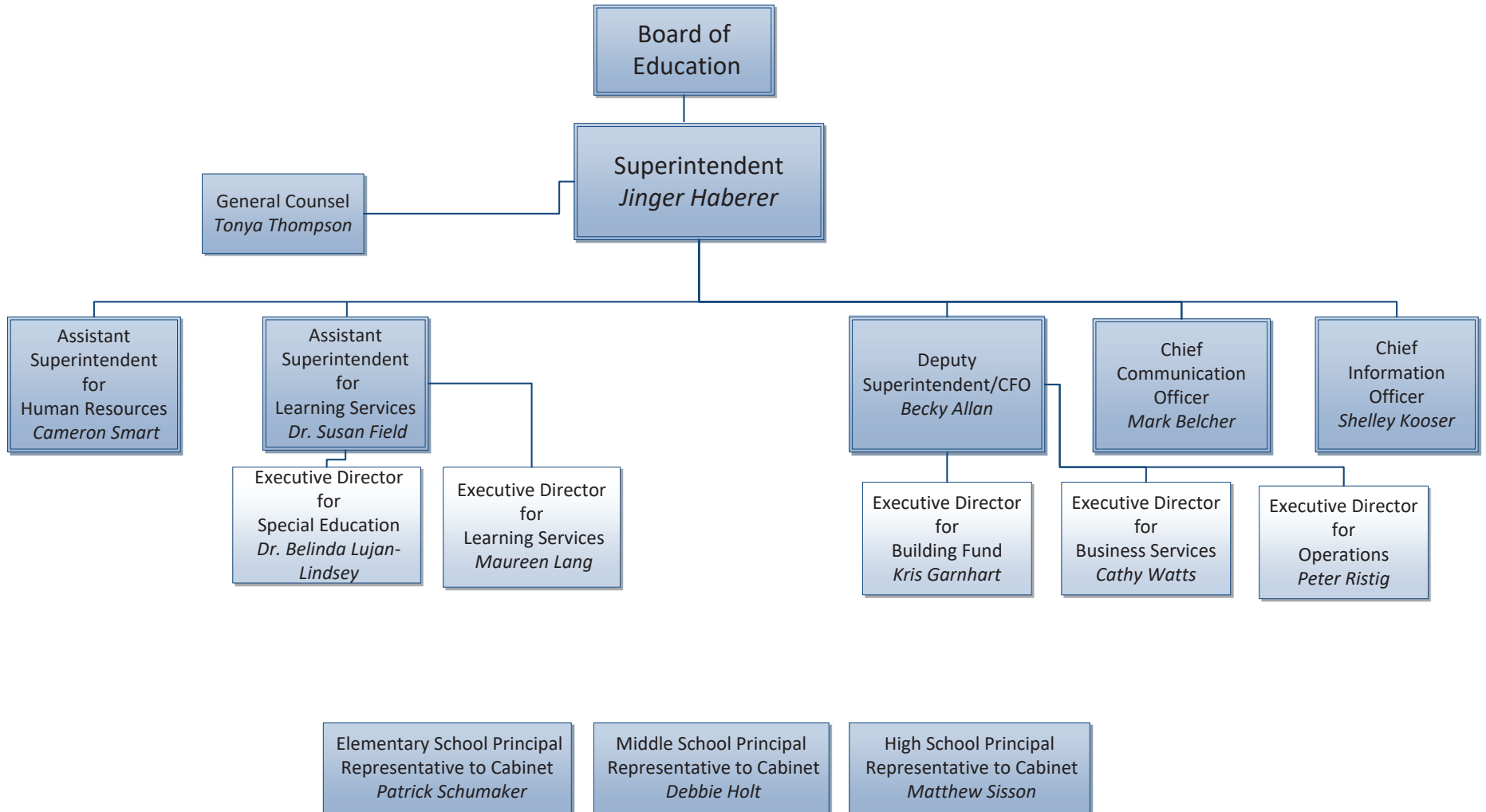
Ms. Tonya Thompson, General Counsel

Dr. Belinda Lujan-Lindsey, Executive Director for Special Education

Academy District 20 Organizational Chart

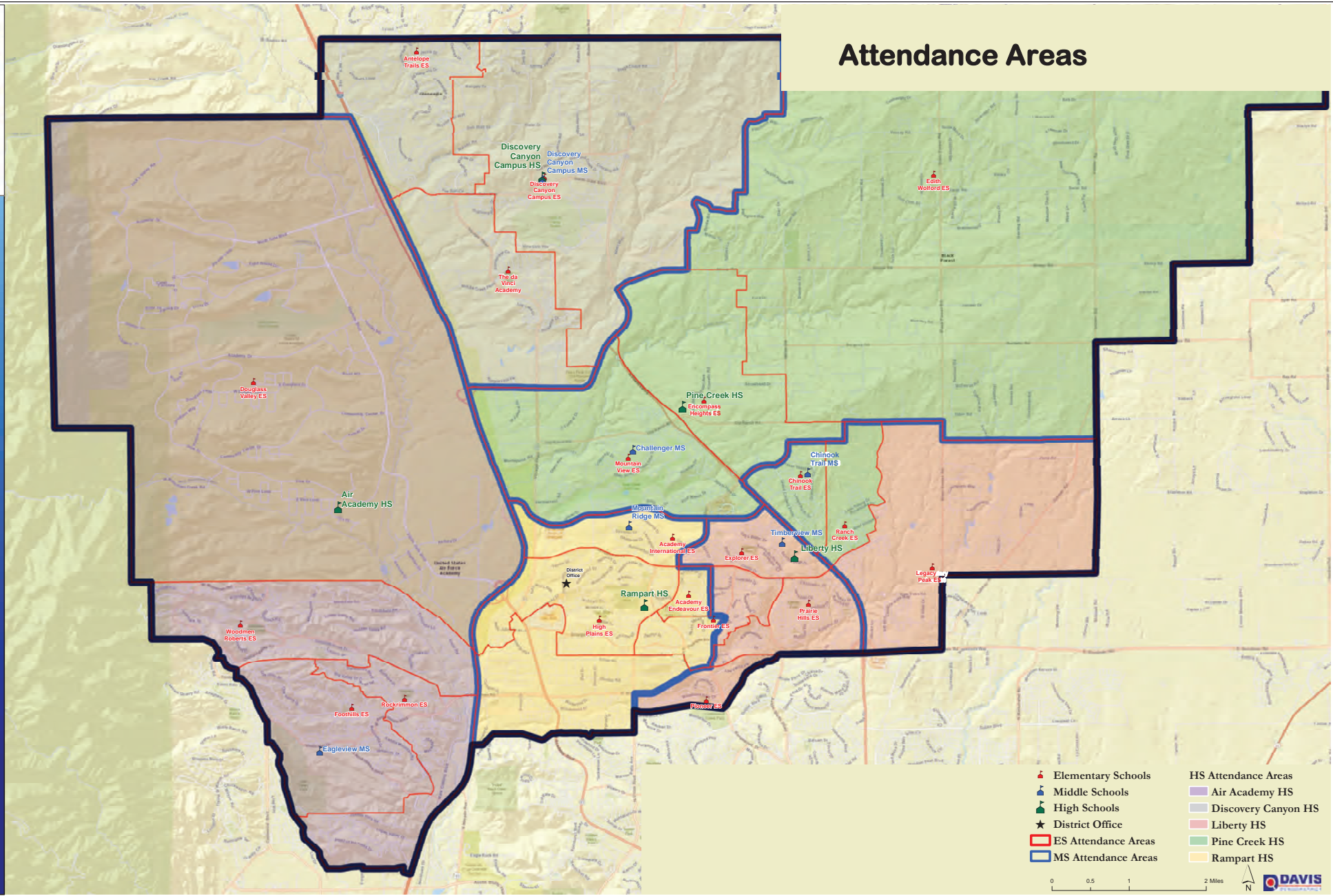
2023-2024

Board of Education to Executive Directors



As of 6/30/24

Attendance Areas



Elementary Schools	HS Attendance Areas
Middle Schools	Air Academy HS
High Schools	Discovery Canyon HS
District Office	Liberty HS
ES Attendance Areas	Pine Creek HS
MS Attendance Areas	Rampart HS

0 0.5 1 2 Miles

N

DAVIS
DISTRICT 20

ACADEMY DISTRICT 20 SCHOOLS AND BUILDINGS

<p>Air Academy High School 6910 Carlton Dr., USAF Academy 80840 Dan Olson, Principal 234-2400, FAX 234-2599</p>	<p>Village Middle School Center for Modern Learning 8701 Wolf Valley Drive 80924 Ash Angiollo, Principal 234-1940, FAX 234-1969</p>	<p>Legacy Peak Elementary 8701 Wolf Valley Drive 80924 Jonathan Johnson, Principal 234-5900, FAX 234-5999</p>
<p>Aspen Valley High School 1450 Chapel Hills Drive 80920 Kyle Chamberlain, Principal 234-6200, FAX 234-6249</p>	<p>Academy Endeavour Elementary 3475 Hampton Park Drive 80920 Shelah Hansen, Principal 234-5600, FAX 234-5699</p>	<p>Pioneer Elementary 3663 Woodland Hills Drive 80918 Brian Casebeer, Principal 234-5000, FAX 234-5099</p>
<p>Discovery Canyon Campus – High 1810 North Gate Blvd. 80921 Matt Mitchell, Principal 234-1800, FAX 234-1899 main</p>	<p>Academy International Elementary 8550 Charity Drive 80920 Laura McNally, Principal 234-4000, FAX 234-4099</p>	<p>Prairie Hills Elementary 8025 Telegraph Drive 80920 Ashley Livingstone, Principal 234-5100, FAX 234-5199</p>
<p>Liberty High School 8720 Scarborough Drive 80920 Matthew Sisson, Principal 234-2200, FAX 234-2399</p>	<p>Antelope Trails Elementary 15280 Jessie Drive 80921 Laura Cresap, Principal 234-4100, FAX 234-4199</p>	<p>Ranch Creek Elementary 9155 Tutt Blvd 80924 Karie Ebbens, Principal 234-5500, FAX 234-5599</p>
<p>Pine Creek High School 10750 Thunder Mountain Ave. 80908 TBD, Principal 234-2600, FAX 234-2799</p>	<p>Chinook Trail Elementary 11795 Grand Lawn Circle 80924 Patrick Schumaker, Principal 234-5700, FAX 234-5799</p>	<p>Rockrimmon Elementary 194 W. Mikado Drive 80919 Carre Bonilla, Principal 234-5200, FAX 235-5299</p>
<p>Rampart High School 8250 Lexington Drive 80920 Meghan Sanders, Principal 234-2000, FAX 234-2199</p>	<p>Discovery Canyon Campus - Elementary 1810 North Gate Blvd, 80921 Steve Scott, Principal 234-1800, FAX 234-1899</p>	<p>School in the Woods (4th grade only) 12002 Vollmer Road 80908 Patrick Perry, Administrator 234-4330</p>
<p>Village High School 1355 Kelly Johnson Blvd. 80920 Nathan Gorsch, Principal 234-1970, FAX 234-1999</p>	<p>Douglass Valley Elementary 4610 E. Douglass Dr., USAF Academy 80840 Adrienne Morey, Principal 234-4200, FAX 234-4299</p>	<p>The da Vinci Academy 1335 Bridle Oaks Drive 80921 Sheehan Freeman-Todd, Principal 234-5400, FAX 234-5499</p>
<p>Aspen Valley Middle School 1470 Chapel Hills Drive 80920 Kyle Chamberlain, Principal 234-6250, FAX 234-6279</p>	<p>Edith Wolford Elementary 13710 Black Forest Road 80908 Robin Lowery, Principal 234-4300, FAX 234-4399</p>	<p>Woodmen-Roberts Elementary 8365 Orchard Path Road 80919 Nate Hansen, Principal 234-5300, FAX 234-5399</p>
<p>Challenger Middle School 10215 Lexington Drive 80920 Debbie Holt, Principal 234-3000, FAX 234-3199</p>	<p>Encompass Heights Elementary 3602 Daydreamer Drive 80908 Jenny Sterk, Principal 234-4900, FAX 234-4999</p>	<p>Home School Academy Center for Modern Learning 8701 Wolf Valley Drive 80924 Dr. Tory Richey, Principal 234-1900, FAX 234-1939</p>
<p>Chinook Trail Middle School 9750 Grand Lawn Circle 80924 Tom Andrew, Principal 234-5800, FAX 234-5899</p>	<p>Explorer Elementary 4190 Bardot Drive 80920 Kristin Driver, Principal 234-4400, FAX 234-4499</p>	<p>Briargate Preschool 234-1750 Building Fund 234-1560 Facilities Management 234-1500 Sodexo – Food Service 234-1460 Transportation 234-1410</p>
<p>Discovery Canyon Campus – Middle 1810 North Gate Blvd., 80921 Veronica Layman, Principal 234-1800, FAX 234-1899</p>	<p>Foothills Elementary 825 Allegheny Drive 80919 Gina Perez, Principal 234-4500, FAX 234-4599</p>	<p>TCA Central Elem., 1655 Springcrest Rd 80920 265-9766 - Becca DeMeyer, Principal TCA East Elem., 12201 Cross Peak View 80921 282-1181 - Amy Nelson, Principal TCA North Elem., 975 Stout Road 80921 484-0081, Jody Peterson, Principal TCA Jr. High, 975 Stout Rd 80921 484-0091 - Hugh DiPretore, Principal TCA High School, 975 Stout Road 80921 484-0091 - Sean Shields, Principal TCA College Pathways, 12201 Cross Peak View 80921 488-2000 - Justin Peterson, Principal TCA Cottage School, - 12201 Cross Peak View 80921 488-2000 - Justin Peterson, Principal</p>
<p>Eagleview Middle School 1325 Vindicator Drive 80919 Jamie Lester, Principal 234-3400, FAX 234-3599</p>	<p>Frontier Elementary 3755 Meadow Ridge Drive 80920 Julie Murray, Principal 234-4600, FAX 234-4699</p>	
<p>Mountain Ridge Middle School 9150 Lexington Drive 80920 Jeff Sterk, Principal 234-3200, FAX 234-3399</p>	<p>High Plains Elementary 2248 Vintage Drive 80920 Dr. Craig Stevens, Principal 234-4700, FAX 234-4799</p>	
<p>Timberview Middle School 8680 Scarborough Drive 80920 Korina Bierman, Principal 234-3600, FAX 234-3799</p>	<p>Mountain View Elementary 10095 Lexington Drive 80920 Corrine Gorsch, Principal 234-4800, FAX 234-4899</p>	<p>New Summit Charter Academy 7899 Lexington Drive 80920 Jenn Reissig, Principal 283-1731</p>



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Academy District 20
Colorado**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Academy District 20

**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



*We educate and inspire
students to thrive.*



II. Financial Section





INDEPENDENT AUDITORS' REPORT

Board of Education
Academy School District Twenty
Colorado Springs, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Academy School District Twenty (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 report of the other auditors, the 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 Academy School District Twenty, 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 New Summit Charter Academy, a discretely presented component unit of Academy School District Twenty, which represents 22 percent, 100 percent, and 18 percent, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units as of June 30, 2024. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the New Summit Charter Academy, is based solely on the report of 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. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Academy School District Twenty 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 financial statements of the New Summit Charter Academy were not audited in accordance with *Government Auditing Standards*.

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 Academy School District Twenty's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' 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 Academy School District Twenty'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 Academy School District Twenty'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, and GASB required pension and OPEB schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors 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 for the year ended June 30, 2024 was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Academy School District Twenty's basic financial statements. The combining and individual nonmajor governmental funds financial statements, budgetary comparison schedules, the Colorado Department of Education Automated Data Exchange View Report, and schedule of expenditures of federal awards for the year ended June 30, 2024, 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 for the year ended June 30, 2024 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, the combining and individual nonmajor governmental funds financial statements, budget comparison schedules, the Colorado Department of Education Automated Data Exchange View Report, and the schedule of federal expenditures is fairly stated, in all material respects, in relation to the basic financial statements as a whole for the year ended June 30, 2024.

We also previously audited, in accordance with GAAS, the basic financial statements of the Academy School District Twenty as of and for the year ended June 30, 2023 (not presented herein), and have issued our report thereon dated November 2, 2023, which contained unmodified opinions on the respective financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. The budgetary comparison schedules for the year ended June 30, 2023 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 2023 basic financial statements. The information was subjected to the audit procedures applied in the audit of the 2023 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the budgetary comparison schedules are fairly stated in all material respects in relation to the basic financial statements as a whole for the year ended June 30, 2023.

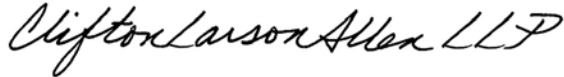
Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' 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 4, 2024, on our consideration of Academy School District Twenty'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 Academy School District Twenty'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 Academy School District Twenty's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
November 4, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis provides a narrative introduction and overview to interpret the basic financial statements. MD&A also provides an analysis of key data presented in the basic financial statements.



*We educate and inspire
students to thrive.*

Management’s Discussion and Analysis

As management of Academy School District Twenty, “The District,” we offer readers of the District’s annual comprehensive financial report (ACFR) 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 furnished in our letter of transmittal, which can be found on pages iii-vi of this report.

Financial Highlights

- The total liabilities and deferred inflows of resources of the Primary Government, including long term bonds payable and net pension liability, exceeded its total assets and deferred outflows of resources, including land, buildings and equipment, at the close of fiscal year 2023-24 by \$103,089,014 (*deficit net position*). The deficit unrestricted net position of \$(256,373,324) is the product of the implementation of two GASB statements. GASB Statement No. 68 requires all contributors to PERA to record their share of the net pension liability on the Statement of Net Position. GASB Statement No. 75 requires employers participating in the Health Care Trust Fund to record their share of the net OPEB liability on the Statement of Net Position. More information on GASB Statements No. 68 and No. 75 can be found in the notes to the financial statements.
- The Primary Government’s total net position increased by \$24,250,070 during fiscal year 2023-24 primarily due to changes in the District’s pension related deferred inflows and outflows, as well as increases in revenues related to property taxes, state equalization, and investment earnings.
- At the close of the current fiscal year, the District’s governmental funds reported combined ending fund balances of \$176,277,978, an increase of \$8,437,684 from the prior year. The net increase is recognized in the General Fund as a result of revenues in excess of expenditures, as well as an increase in the Bond Redemption Fund primarily due to increased investment earnings.
- The governmental funds reported combined assigned and unassigned fund balance of \$78,985,209 including \$2,515,538 assigned to school carryover in the General Fund.
- At the end of the fiscal year, unassigned fund balance for the General Fund was \$45,633,902 or 15.2 percent of the total general fund expenditures.
- At June 30, 2024, \$7,861,000 of the \$74,062,711 fund balance of the General Fund was restricted for the emergency contingency required by Article X, Section 20 of the Colorado Constitution (TABOR).

Overview of the Financial Statements

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

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District’s finances in a manner similar to a private-sector business. They consist of two statements:

The Statement of Net Position presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including its Charter Schools (Component Units), with the difference between the assets plus deferred outflows of resources and liabilities plus deferred inflows of resources reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of changes in the financial position of the District.

The Statement of Activities presents information reporting how the District's net position changed during fiscal year 2023-24. All changes in net position are reported on a full accrual basis, or in other words, as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows for future fiscal periods. Earned but unused vacation leave and uncollected taxes are examples of these types of items.

Both government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, pupil activities, instructional support, general and school administration, business, community, and central services, food services, transportation, risk management, and operation and maintenance services.

The government-wide financial statements include not only the District itself (known as the primary government), but also the legally separate entities (Charter Schools) for which the district is financially accountable. Financial information for the component units is reported separately from the financial information presented for the primary government itself. The government-wide financial statements can be found on pages 18 and 19 of this report.

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All District funds can be divided into two categories: governmental funds and fiduciary funds.

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

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. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation 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 balance for the General Fund, Designated-Purpose Grants Fund, Bond Redemption Fund, and the Building Fund, all of which are considered major funds. Data from the other non-major governmental funds (Capital Reserve Capital Projects, Pupil Activity, Food Service, Technology, and Transportation) are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the report.

The basic governmental fund financial statements can be found on pages 20-23 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the District. Fiduciary funds are not reported in the government-wide financial statements because the resources of those funds are not available for the support of the District's own programs. The accounting used for fiduciary funds is on the full accrual basis.

The basic fiduciary fund financial statements can be found on pages 24-25 of this report.

Notes to the Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 27-55 of this report.

Required Supplementary Information

The District adopts an annual appropriated budget for all funds. As part of the Required Supplemental Information (RSI), budgetary comparison schedules have been provided for the General Fund and Designated-Purpose Grants Fund to demonstrate compliance with this budget and can be found on pages 58-61 of this report, followed by the Notes to the RSI on pages 62-66. Due to the implementation of GASB Statement No. 68 during the 2014-15 fiscal year and GASB Statement No. 75 during the 2017-18 fiscal year, four additional RSI schedules are included on pages 67-70.

Other Supplementary Information

Other Supplementary Information (OSI), including the combining statements and budget schedules referred to earlier in connection with non-major governmental funds, are presented immediately following the RSI on pages 71-85 of this report.

Financial Analysis of the District as a Whole

As noted earlier, *net position* may serve over time as a useful indicator of the District's financial position. In 2023-24, the District's liabilities plus deferred inflows of resources exceeded its assets plus deferred outflows of resources by \$103,089,014, resulting in a deficit net position. The District recognized an increase in total net position of \$24,250,070 from the 2022-23 ending net position amount of \$(127,339,084).

- A key component of the District's net governmental position is the large net pension liability of \$445,237,169 and related deferred inflows of resources of \$27,293,561. Prior to the implementation of Statement 68 from the Governmental Accounting Standards Board (GASB), the District was not required as a contributor to PERA to record their share of the net pension liability. Note 13 to the basic financial statements outlines GASB 68.
- An additional portion of the District's net position represents resources that are subject to external restrictions on how they may be used. At June 30, 2024 a total net position of \$65,680,086 was restricted for debt service in the amount of \$51,586,521, food service in the amount of \$4,939,049, TABOR emergency contingency of \$7,861,000, and donor purpose in the amount of \$1,293,516.
- The District's ability to finance services in the future can be reflected in the difference of the District's current assets (those that will be converted to cash within a year) and current liabilities (on the following schedule). The District had liquid assets equal to 9.12 times its other liabilities.

Primary Government Condensed Statement of Net Position

	<u>2024</u>	<u>2023</u>
	Governmental Activities	Governmental Activities
ASSETS		
Current and other assets	\$ 201,562,200	\$ 194,464,931
Capital assets	<u>309,648,023</u>	<u>313,618,351</u>
Total assets	<u>511,210,223</u>	<u>508,083,282</u>
DEFERRED OUTFLOWS OF RESOURCES		
Related to OPEB	1,890,780	2,219,307
Related to Pension	<u>132,890,722</u>	<u>79,349,755</u>
Total deferred outflows of resources	<u>134,781,502</u>	<u>81,569,062</u>
LIABILITIES		
Other liabilities	22,093,361	22,304,075
Long-term debt and other long-term liabilities	<u>693,357,945</u>	<u>625,165,288</u>
Total liabilities	<u>715,451,306</u>	<u>647,469,363</u>
DEFERRED INFLOWS OF RESOURCES		
Related to Leases	2,129,462	2,192,194
Related to OPEB	4,078,192	5,245,150
Related to Pension	27,293,561	61,747,538
Related to Refunding	<u>128,218</u>	<u>337,183</u>
Total deferred inflows of resources	<u>33,629,433</u>	<u>69,522,065</u>
NET POSITION		
Net Investment in Capital Assets	87,604,224	74,806,300
Restricted	65,680,086	64,034,653
Unrestricted	<u>(256,373,324)</u>	<u>(266,180,037)</u>
Total net position	<u>\$ (103,089,014)</u>	<u>\$ (127,339,084)</u>

Governmental Activities. Governmental activities increased the District’s net position by \$24,250,070. Key elements of the governmental activities are as follows:

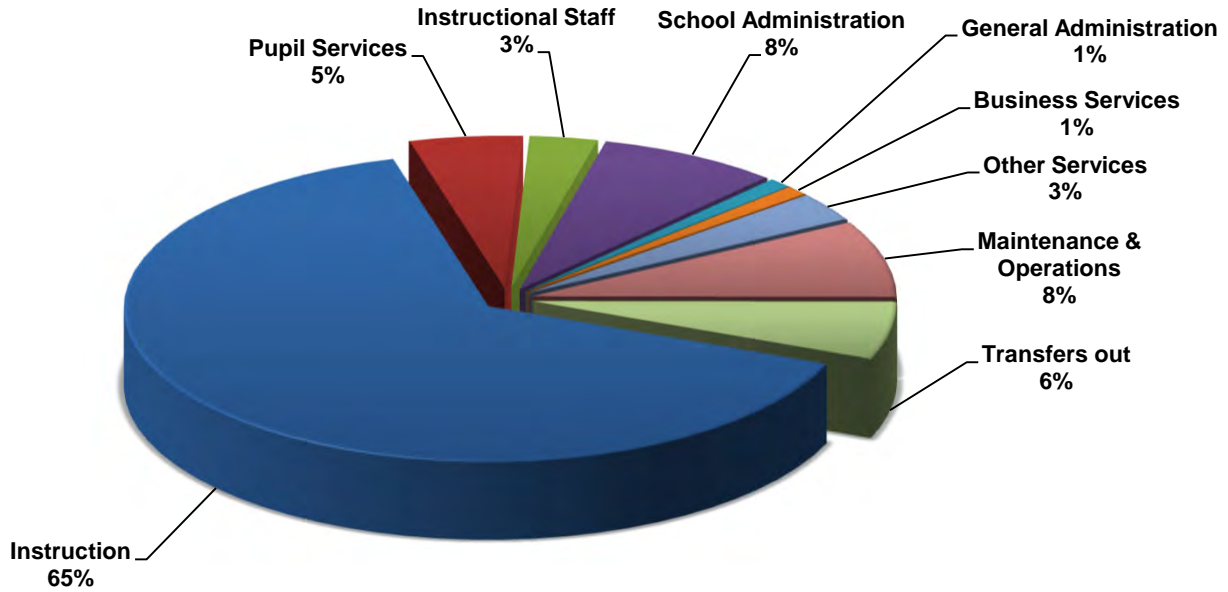
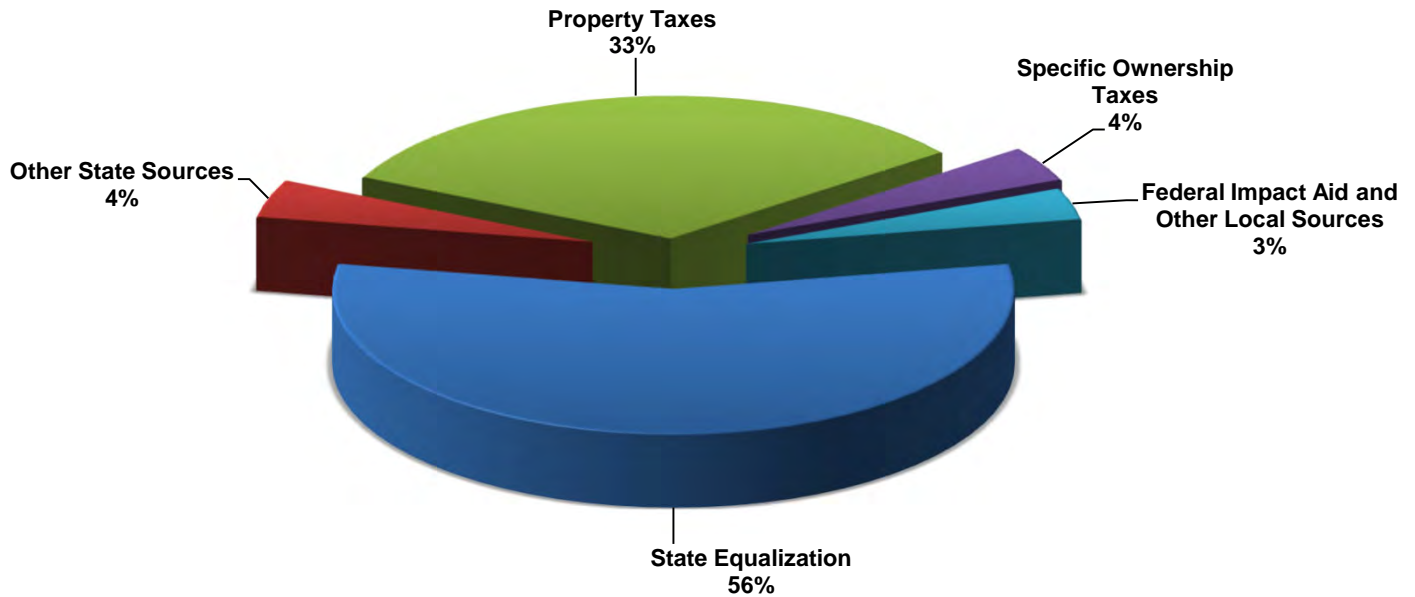
- The cost of all governmental activities for fiscal year 2023-24 was \$359,907,876.
- Users of some of the District’s governmental programs financed \$13,128,372.
- The federal and state governments subsidized certain programs with operating grants and contributions totaling \$42,723,605.
- All of the District’s governmental activities were financed by district and state taxpayers.
- General revenues for governmental activities consist of \$141,661,664 in property taxes, \$176,637,590 of unrestricted state equalization based on the statewide education aid formula, investment income of \$7,900,065, and miscellaneous items of \$2,106,650.

Primary Government Condensed Statement of Changes in Net Position

	<u>2024</u>	<u>2023</u>
	Governmental Activities	Governmental Activities
REVENUES		
Program revenues		
Charges for services	\$ 13,128,372	\$ 15,553,849
Operating grants & contributions	42,723,605	38,657,293
Capital grants & contributions	-	3,040,000
General revenues		
Property taxes	141,661,664	127,143,908
State equalization	176,637,590	165,357,643
Other	10,006,715	7,834,573
Total revenues	<u>384,157,946</u>	<u>357,587,266</u>
EXPENSES		
Instruction	169,907,951	157,094,155
Pupil & instructional services	30,192,562	27,829,867
Administration & business	37,153,624	36,862,005
Maintenance & operations	30,285,708	28,802,577
Transportation	11,438,892	10,128,327
Food services	8,773,866	6,079,127
Central & risk management services	15,591,551	13,212,235
Pupil Activities	9,718,279	9,705,724
Charter school	40,150,622	35,444,698
Interest charges and other	6,694,821	6,930,424
Total expenses	<u>359,907,876</u>	<u>332,089,139</u>
Increase (decrease) in net position	24,250,070	25,498,127
Beginning net position	<u>(127,339,084)</u>	<u>(152,837,211)</u>
Ending net position	<u>\$ (103,089,014)</u>	<u>\$ (127,339,084)</u>

The increase in net position resulted from several factors. With a 24.2% increase in the assessed valuation of property in the District, revenue from property taxes increased by \$14.5 million over the previous year. In addition, revenue from state equalization increased due to an increase in the per pupil funding from the State of Colorado. The District also recognized increased investment income due to higher interest rates and increases in state revenue related to the Healthy School Meals for All program and one-time funding for the Mill Levy Override Match program.

Academy School District Twenty General Fund Revenues FY 2023-24



Academy School District Twenty General Fund Expenditures FY 2023-24

Financial Analysis of the District's Funds

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 at the end of the fiscal year.

GENERAL FUND

The General Fund is the major operating fund of the District, providing the majority of the resources for the educational and support programs. Revenues for the General Fund totaled \$317,809,350 in fiscal year 2023-24. The Equalization line item includes the portion of equalization received by the District and passed through to Charter Schools. The following table reflects the amount of revenue from various sources.

<u>Revenues</u>	<u>FY2023-24</u>	<u>FY2022-23</u>	<u>Amount of Change</u>	<u>Percentage of Change</u>
Property taxes	\$ 103,681,695	\$ 86,273,655	\$ 17,408,040	20.2 %
Specific ownership taxes	12,612,779	12,796,562	(183,783)	(1.4)
State of Colorado				
Equalization	176,637,590	165,357,643	11,279,947	6.8
Education of handicapped	7,370,056	6,480,527	889,529	13.7
Other state sources	6,195,755	11,370,081	(5,174,326)	(45.5)
Federal	4,275,966	3,230,909	1,045,057	32.3
Other sources				
Investment income	4,458,929	3,170,596	1,288,333	40.6
Tuition	353,454	496,945	(143,491)	(28.9)
Miscellaneous	2,223,126	1,912,135	310,991	16.3
Totals	<u>\$ 317,809,350</u>	<u>\$ 291,089,053</u>	<u>\$ 26,720,297</u>	9.2 %

Property Taxes. The 2024 General Fund property tax revenues were based upon a levy of 27.000 mills applied against an assessed valuation of \$2,764,233,440. The 2023 mill levy was 27.000 mills applied against an assessed valuation of \$2,225,656,050. The assessed valuation of property within the District increased by 24.2% during fiscal year 2023-24, resulting in an increase in property tax collections of \$17.4 million in the General Fund. Although assessed valuation increased by 24.2%, there is a cap on the total amount that can be collected in Mill Levy Override revenue, regardless of the increase in assessed valuation.

Specific Ownership Taxes. Specific ownership tax is applied to the fair value of vehicles registered in Colorado. The tax is collected when vehicle owners renew their vehicle registrations each year. The slight decrease in specific ownership tax collections is mostly attributed to an overall decrease in new vehicle registrations during fiscal year 2023-24.

State Equalization. State equalization revenue for kindergarten through 12th grade education is the primary revenue source for the General Fund, providing 55.6% of total revenue while local property taxpayers provide 32.6% toward funding public education in the District. Payments for equalization are received monthly at generally 1/12th of the annual state estimated revenue. State equalization increased by 6.8% in fiscal year 2023-24 compared to fiscal year 2022-23 as a result of an increase in the per pupil funding for the 2023-24 school year.

Education of Handicapped. The majority of the District's revenue for education of disabled students is received in the fall of each year. Revenue received in fiscal year 2023-24 increased 13.7%. This is the result of increased funding provided by Colorado Senate Bill 23-099, which increased the amount of revenue for special education Tier B students by \$1,300 per student. Senate Bill 23-099 also ensures that this funding increases by the rate of inflation annually.

Other State Sources. Other state sources consist of state vocational revenue, gifted and talented grant revenue, one-time Mill Levy Override Match funding, and other miscellaneous state revenues received including an on-behalf payment provided by the State as a result of Senate Bill 18-200. Revenue received in fiscal year 2023-24 decreased 45.5% primarily due to the direct on-behalf payment from the State decreasing from \$350 million in July 2022 to \$29 million in July 2023.

Federal Sources. Federal sources of revenue consist of Federal Impact Aid (PL-874), Medicaid, and other federal sources. Federal Impact Aid revenues fluctuate from year to year based on the number of District students whose parents are associated by residence or employment to federally-owned land. The District recorded \$2,618,403 of Federal Impact Aid revenue and \$1,314,337 of Medicaid reimbursement as General Fund revenue in 2023-24. Overall, the District experienced a 32.3% increase in federal revenue due to an increase in Federal Impact Aid revenue.

Other Sources. There was a significant increase in investment revenue during fiscal year 2023-24. This can be attributed to the Federal Reserve making several increases to interest rates as a mechanism to attempt to reduce inflation.

Expenditures

Expenditures in the General Fund, including the accrual for teacher salaries and benefits, totaled \$282,304,761 in fiscal year 2023-24. This represents an increase of 3.9% from fiscal year 2022-23 mainly due to increases in instructional, school administration, and risk management services expenditures.

Transfers to Other Funds

During the year, the General Fund transferred \$2,809,375 to the Capital Reserve Capital Projects Fund, \$7,803,177 to the Transportation Fund, and \$7,932,091 to the Technology Fund.

OTHER MAJOR FUNDS

On November 8, 2016, district residents passed a \$230 million bond. The general obligation bonds provide funding for capital projects and identified priorities such as building and improving schools. The first issuance, Series 2017, was in the amount of \$160 million and the second issuance, Series 2018, was sold with a par value of \$8,975,000. The final issuance, Series 2020, was sold bearing a face value of \$61 million. The Building Fund's fund balance as of June 30, 2024 was \$14,420,463, which represents a decrease of \$6,639,112 from the previous year. This is to be expected as Series 2020 was the final issuance of new bonds, and the Building Fund will continue to spend funds on projects outlined in the original election question until all projects are complete. The Bond Redemption Fund's fund balance increased by \$2,354,139 over the prior year as a result property tax revenue being slightly greater than debt service payments, and an increase in investment income compared to the previous year. The Designated-Purpose Grants Fund was previously reported as a non-major governmental fund. However, effective July 1, 2023, the fund is no longer considered a non-major fund and is reported as a major governmental fund for the fiscal year ended June 30, 2024.

General Fund Budgetary Highlights

The original fiscal year 2023-24 budgets adopted by the Board of Education for the District as a whole totaled appropriations of \$589.9 million, including General Fund appropriations of \$361.1 million. The adopted budget was modified in January to reflect changes in funding for a final General Fund budget appropriation of \$373.8 million.

The final budget for the General Fund reflected an increase in budgeted revenues from the original adopted budget of \$4.2 million in total. This increase can be attributed to a projected increase in property tax collections due to the 24.2% increase in assessed valuation of property in the District. The beginning fund balance for the General Fund was also increased by \$8.5 million compared to the original adopted budget. Beginning fund balance is always an assumption when building the budget, and during the midyear modification, the amount is trued up to actual amounts from the prior year.

Fiscal year 2023-24 budgeted state equalization revenues for the General Fund totaled \$176.5 million, with actual

state equalization revenues of \$176.6 million compared to the actual revenue of \$165.4 million in 2022-23. The General Fund received all state equalization revenues and transferred the appropriate amount to its charter schools. The final budget reflected an increase from the original adopted budget of \$2.6 million for expenditures and transfers. The net increase in appropriation was based on an increase of total expenditures in the amount of \$1.8 million and an adjustment of the transfers to other funds, including the charter schools, in the amount of \$0.8 million.

Fiscal year 2023-24 final budgeted instruction expenditures for the General Fund totaled \$199.8 million, while actual instruction expenditures totaled \$193.5 million (\$183.6 million in 2022-23). For supporting services, the actual expenditures totaled \$88.8 million (\$88.1 million in 2022-23) with a final budget of \$96.0 million. The variances between actual spending and budgeted expenditures can be attributed to unfilled positions within the District and ongoing projects that will have additional invoices in the next fiscal year.

During the 2023-24 budget development process, some key components the District planned for are salary and retirement benefit increases for all staff, establishing a reserve for the Public Schools on Military Installations Program, allocating resources to align with the Strategic Plan and Objectives, and funding for transfers to the Capital Reserve Capital Projects, Technology, and Transportation funds. The final budget reflects a \$7,803,177 transfer to the Transportation Fund, a \$7,932,091 transfer to the Technology Fund, and a \$2,809,375 transfer to the Capital Reserve Capital Projects Fund.

Capital Asset and Debt Administration

Capital assets. The District’s investment in capital assets for its governmental activities as of June 30, 2024 amounted to \$309,648,023 (net of accumulated depreciation and amortization of \$227,638,023). This investment in capital assets includes land, buildings, improvements, machinery and equipment, and subscription-based information technology arrangements (SBITAs). During the year, the District invested over \$9.0 million on various construction projects including the addition of a pool at one of the high schools, cafetorium renovation and expansion at one of the middle schools, expansion of the current district transportation facility, construction of a new field house at one of the high schools, and various modular building projects across the District.

Capital Assets	2024	2023
Land and improvements	\$ 36,990,989	\$ 36,332,397
Construction in progress	4,023,343	13,356,143
Building and improvements	429,000,196	412,350,479
Furniture, fixtures, and equipment	62,543,282	61,544,281
Subscription assets	4,728,236	4,728,236
	537,286,046	528,311,536
Less: Accumulated depreciation/amortization	(227,638,023)	(214,693,185)
Total Investment in Capital Assets	\$ 309,648,023	\$ 313,618,351

Long-term debt. At the end of the current fiscal year, the District had total long-term debt outstanding of \$237,370,095 including \$20,764,503 due within the next twelve months.

Long-term Debt	2024	2023
General obligation bonds	\$ 210,910,000	\$ 229,980,000
Amounts Related to GO Bonds	22,065,882	25,362,335
Subscriptions Payable	3,023,485	3,855,400
Compensated absences	1,370,728	1,290,903
	1,370,728	1,290,903
Total Long-term Debt	\$ 237,370,095	\$ 260,488,638

As of June 30, 2024, the District's total principal on general obligation bonded debt decreased to \$210,910,000 compared to the prior year. Principal on general obligation bonds represent 7.6% of the assessed valuation of \$2,764,233,440.

The District maintained an Aa2 rating from Moody's Investor Service.

For more detailed information on capital assets and debt administration, see Notes 5 and 7 in the Notes to Financial Statements.

Economic Factors Affecting the District's Future

Colorado's economy tends to outperform the national economy in terms of economic growth, employment, and income levels. According to the March 2024 Colorado Legislative Council Staff Economic and Revenue Forecast, the Colorado unemployment rate is expected to average 3.7% in 2024 before falling to 3.5% in 2025 and 3.2% in 2026.

The state's robust growth has also led to challenges, such as housing affordability. The significant growth in the housing market, evidenced by increases in assessed valuation and property taxes, has led to concerns about housing affordability in areas such as the northern part of Colorado Springs. Rising home costs within the District and lower birth rates within El Paso County have led to flat enrollment trend, and a slightly lower projected enrollment for 2024-2025.

Other economic challenges that currently exist include high inflation and interest rates. While many economists believe the threat of a recession has passed, paychecks continue to be strained by higher prices from inflation. And while mortgage interest rates may fall, previous lows between 3-4% are not expected to return.

The District will continue to monitor economic trends and inflation as it plans for FY2024-2025 and beyond.

Fiscal year 2024-25 original budgeted appropriation for the General Fund is \$390.7 million, a \$16.9 million increase over the previous fiscal year. The fiscal year 2024-25 budgeted pupil count is 25,416.8. Although the District budgeted for a decrease in funded pupil count for fiscal year 2024-25, the net increase of \$702 in the per pupil funding level resulted in an increase of \$15.0 million to the District's budgeted state equalization funding over the prior year.

The District also used the following fiscal approach and guidelines in the development of the budget for FY2024-2025:

- Align revenue and expenditures with Legislative action related to school funding requirements;
- Ensure Board of Education Ends, Administrative Policies, and District Initiatives are met;
- Use conservative but realistic assumptions for financial forecasting and analysis in order to maintain long-term fiscal stability and support academic achievement;
- Provide necessary resources to schools to accommodate enrollment;
- Provide resources to maintain competitive salary and benefits for District employees;
- Develop a budget document to provide transparency of the fiscal operations of the District; and
- Maintain staff and accountability committee involvement in the budget development process to promote greater understanding of and demand greater accountability for the financial matters of the District.

Requests for Information

This financial report is designed to provide the District's citizens, taxpayers, customers, 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 Executive Director for Business Services, 1110 Chapel Hills Drive, Colorado Springs, CO 80920.

BASIC FINANCIAL STATEMENTS

The following basic financial statements, along with the notes to the basic financial statements, present an overview of the District's financial position at June 30, 2024, and the results of operations for the Governmental and Fiduciary Funds for the year then ended.

ACADEMY SCHOOL DISTRICT TWENTY
STATEMENT OF NET POSITION
June 30, 2024

	Primary Government Governmental Activities	Component Units Charter Schools
ASSETS		
Cash and investments (unrestricted) (Note 2)	\$ 172,555,304	\$ 26,237,528
Receivables (Note 3)	11,157,809	1,728,064
Prepaid items	339,151	147,195
Restricted investments (Note 2)	17,509,936	7,011,695
Capital assets, not being depreciated (Note 5)	19,160,620	5,496,465
Capital assets, net of depreciation and amortization (Note 5)	290,487,403	63,943,419
Total assets	511,210,223	104,564,366
DEFERRED OUTFLOWS OF RESOURCES		
Related to OPEB	1,890,780	283,368
Related to Pension	132,890,722	17,378,603
Related to Refunding	-	3,416,422
Total deferred outflows of resources	134,781,502	21,078,393
LIABILITIES		
Accounts payable and other current liabilities	8,285,057	467,699
Accrued compensation payable (Note 6)	12,348,823	3,179,857
Unearned revenues (Note 10)	1,055,315	57,330
Accrued interest payable	404,166	752,813
Long-term liabilities:		
Portion due or payable within one year (Note 7)	20,764,503	2,095,098
Portion due or payable after one year:		
Other long-term liabilities (Note 7)	216,605,592	62,330,497
Net OPEB Liability (Note 14)	10,750,681	1,412,098
Net Pension Liability (Note 13)	445,237,169	58,481,704
Long-term liabilities	693,357,945	124,319,397
Total liabilities	715,451,306	128,777,096
DEFERRED INFLOWS OF RESOURCES		
Related to Leases	2,129,462	1,696,575
Related to OPEB	4,078,192	468,856
Related to Pension	27,293,561	2,984,309
Related to Refunding	128,218	-
Total deferred inflows of resources	33,629,433	5,149,740
NET POSITION		
Net investment in capital assets	87,604,224	12,229,609
Restricted for:		
TABOR (Note 8)	7,861,000	1,466,244
Debt service	51,586,521	1,299,870
Donor purpose	1,293,516	310,745
Food service	4,939,049	-
Repair and replacement	-	1,962,253
Unrestricted	(256,373,324)	(25,552,798)
Total net position	\$ (103,089,014)	\$ (8,284,077)

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

**ACADEMY SCHOOL DISTRICT TWENTY
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Component Units
					Governmental Activities	Charter Schools
Governmental activities:						
Instruction	\$ 169,907,951	\$ 1,619,775	\$ 31,774,601	\$ -	\$ (136,513,575)	\$ -
Pupil services	17,382,344	-	-	-	(17,382,344)	-
Instructional staff	12,810,218	-	-	-	(12,810,218)	-
General administration	2,478,129	-	-	-	(2,478,129)	-
School administration	31,595,509	-	-	-	(31,595,509)	-
Business administration	3,079,986	-	-	-	(3,079,986)	-
Central services	11,605,366	-	-	-	(11,605,366)	-
Community services	240,541	-	-	-	(240,541)	-
Operation & maintenance of plant	30,285,708	-	-	-	(30,285,708)	-
Risk management services	3,745,644	-	-	-	(3,745,644)	-
Pupil activities	9,718,279	10,045,628	-	-	327,349	-
Pupil transportation	11,438,892	831,609	1,961,885	-	(8,645,398)	-
Food services	8,773,866	631,360	8,987,119	-	844,613	-
Charter schools	40,150,622	-	-	-	(40,150,622)	-
Interest and fiscal charges	6,694,821	-	-	-	(6,694,821)	-
Total governmental activities	<u>359,907,876</u>	<u>13,128,372</u>	<u>42,723,605</u>	<u>-</u>	<u>(304,055,899)</u>	<u>-</u>
Total primary government	<u>\$ 359,907,876</u>	<u>\$ 13,128,372</u>	<u>\$ 42,723,605</u>	<u>\$ -</u>	<u>(304,055,899)</u>	<u>-</u>
Component Unit - Charter Schools	<u>\$ 51,322,112</u>	<u>\$ 2,949,025</u>	<u>\$ 1,090,050</u>	<u>\$ 1,367,700</u>		<u>(45,915,337)</u>
		General revenues:				
		Property taxes			141,661,664	3,456,692
		State equalization			176,637,590	39,950,623
		Grants & Contributions, not restricted to specific programs			-	696,394
		Investment income			7,900,065	1,677,000
		Miscellaneous revenues			2,106,650	60,093
		Total general revenues			<u>328,305,969</u>	<u>45,840,802</u>
		Change in net position			24,250,070	(74,535)
		Net position, beginning of year			<u>(127,339,084)</u>	<u>(8,209,542)</u>
		Net position, end of year			<u>\$ (103,089,014)</u>	<u>\$ (8,284,077)</u>

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

**ACADEMY SCHOOL DISTRICT TWENTY
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2024**

	General	Designated Purpose Grants Fund	Bond Redemption	Building Fund	Non-major Governmental Funds	Total Governmental Funds
ASSETS						
Cash and investments (Note 2)	\$ 85,017,243	\$ -	\$ 51,000,324	\$ -	\$ 36,537,737	\$ 172,555,304
Receivables (Note 3)	4,732,884	3,276,892	990,363	-	2,157,670	11,157,809
Prepaid items	94,220	-	-	-	244,931	339,151
Inter-fund receivable (Note 9)	2,603,551	-	-	-	-	2,603,551
Investments - restricted (Note 2)	-	-	-	16,066,502	1,443,434	17,509,936
Total assets	<u>\$ 92,447,898</u>	<u>\$ 3,276,892</u>	<u>\$ 51,990,687</u>	<u>\$ 16,066,502</u>	<u>\$ 40,383,772</u>	<u>\$ 204,165,751</u>
LIABILITIES						
Accounts payable	\$ 4,658,583	\$ 151,632	\$ -	\$ 1,646,039	\$ 1,828,803	\$ 8,285,057
Accrued compensation (Note 6)	11,887,321	461,502	-	-	-	12,348,823
Inter-fund payable (Note 9)	-	2,603,551	-	-	-	2,603,551
Unearned revenue (Note 10)	695,496	60,207	-	-	299,612	1,055,315
Total liabilities	<u>17,241,400</u>	<u>3,276,892</u>	<u>-</u>	<u>1,646,039</u>	<u>2,128,415</u>	<u>24,292,746</u>
DEFERRED INFLOWS OF RESOURCES						
Property taxes (Note 10)	1,143,787	-	321,778	-	-	1,465,565
Related to leases (Note 10)	-	-	-	-	2,129,462	2,129,462
Total deferred inflows of resources	<u>1,143,787</u>	<u>-</u>	<u>321,778</u>	<u>-</u>	<u>2,129,462</u>	<u>3,595,027</u>
FUND BALANCES						
Nonspendable, prepaid items	94,220	-	-	-	244,931	339,151
Restricted for						
Capital projects	-	-	-	14,420,463	1,293,516	15,713,979
Debt service	-	-	51,668,909	-	-	51,668,909
Food service	-	-	-	-	4,939,049	4,939,049
TABOR (Note 8)	7,861,000	-	-	-	-	7,861,000
Committed for						
Activity bus replacement	-	-	-	-	422,406	422,406
Future projects	-	-	-	-	5,087,576	5,087,576
Pupil activity	-	-	-	-	4,184,932	4,184,932
Technology replacement	-	-	-	-	7,075,767	7,075,767
Assigned to						
Contractual obligations	111,050	-	-	-	-	111,050
Employee benefit programs	391,236	-	-	-	-	391,236
Future projects	-	-	-	-	12,877,718	12,877,718
Medicaid	1,433,155	-	-	-	-	1,433,155
Public Schools on Military Installations	9,266,136	-	-	-	-	9,266,136
Risk related activity	5,369,911	-	-	-	-	5,369,911
School carryover	2,515,538	-	-	-	-	2,515,538
Staff leave buyback	1,386,563	-	-	-	-	1,386,563
Unassigned	45,633,902	-	-	-	-	45,633,902
Total fund balances	<u>74,062,711</u>	<u>-</u>	<u>51,668,909</u>	<u>14,420,463</u>	<u>36,125,895</u>	<u>176,277,978</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 92,447,898</u>	<u>\$ 3,276,892</u>	<u>\$ 51,990,687</u>	<u>\$ 16,066,502</u>	<u>\$ 40,383,772</u>	<u>\$ 204,165,751</u>

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

**ACADEMY SCHOOL DISTRICT TWENTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2024**

Total fund balances--governmental funds (page 20)	\$ 176,277,978
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$537,286,046 and the accumulated depreciation/amortization is \$227,638,023.	309,648,023
Revenue, such as property taxes, not available to pay for current period expenditures and are therefore shown as a deferred inflow of resources in the governmental funds but recorded as general revenues in the statement of net position.	1,465,565
Other liabilities associated with long-term debt, such as accrued interest payable, are not recorded in the governmental funds but recorded as a liability in the statement of net position.	(404,166)
Deferred inflows of resources, deferred outflows of resources, and liabilities associated with pension (GASB 68).	(339,640,008)
Deferred inflows of resources, deferred outflows of resources, and liabilities associated with OPEB (GASB 75).	(12,938,093)
Long-term liabilities, including bonds payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of:	
GO Bonds payable	\$ (210,910,000)
Premium	(22,065,882)
Deferred gains on refunding	(128,218)
Subscriptions payable	(3,023,485)
Compensated absences	(1,370,728)
	(237,498,313)
Total net position--governmental activities (page 18)	\$ (103,089,014)

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

ACADEMY SCHOOL DISTRICT TWENTY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2024

	General	Designated Purpose Grants Fund	Bond Redemption	Building Fund	Non-major Governmental Funds	Total Governmental Funds
REVENUES						
Taxes (Note 11)	\$ 116,294,474	\$ -	\$ 29,289,292	\$ -	\$ -	\$ 145,583,766
Intergovernmental	194,479,367	11,374,374	-	-	13,357,424	219,211,165
Investment income	4,458,929	-	2,279,678	1,015,713	145,745	7,900,065
Tuition	353,454	-	-	-	-	353,454
Miscellaneous	2,223,126	-	-	142,301	12,660,569	15,025,996
Total revenues	<u>317,809,350</u>	<u>11,374,374</u>	<u>31,568,970</u>	<u>1,158,014</u>	<u>26,163,738</u>	<u>388,074,446</u>
EXPENDITURES						
Current						
Instruction	193,509,090	6,305,617	-	-	130,176	199,944,883
Supporting Services						
Pupil services	14,643,286	2,584,050	-	-	-	17,227,336
Instructional staff	10,211,596	1,736,816	-	-	741,567	12,689,979
General administration	2,377,133	-	-	-	-	2,377,133
School administration	25,466,826	363,768	-	-	-	25,830,594
Business administration	2,955,163	103,407	-	-	-	3,058,570
Central services	3,785,843	147,848	-	-	6,224,026	10,157,717
Community services	237,750	-	-	-	-	237,750
Operation & maintenance of plant	25,376,250	132,868	-	-	-	25,509,118
Risk management services	3,741,824	-	-	-	-	3,741,824
Food services	-	-	-	-	9,129,197	9,129,197
Pupil activity	-	-	-	-	9,764,932	9,764,932
Pupil transportation	-	-	-	-	10,140,631	10,140,631
Total supporting services	<u>88,795,671</u>	<u>5,068,757</u>	<u>-</u>	<u>-</u>	<u>36,000,353</u>	<u>129,864,781</u>
Capital outlay	-	-	-	7,797,126	11,914,806	19,711,932
Debt service						
Principal retirement	-	-	19,070,000	-	831,915	19,901,915
Interest and fiscal charges	-	-	10,144,831	-	92,220	10,237,051
Total expenditures	<u>282,304,761</u>	<u>11,374,374</u>	<u>29,214,831</u>	<u>7,797,126</u>	<u>48,969,470</u>	<u>379,660,562</u>
Excess/(deficiency) of revenues over expenditures	35,504,589	-	2,354,139	(6,639,112)	(22,805,732)	8,413,884
OTHER FINANCING SOURCES (USES)						
Proceeds on sale of capital assets	-	-	-	-	23,800	23,800
Transfers in	-	-	-	-	18,544,643	18,544,643
Transfers (out)	(18,544,643)	-	-	-	-	(18,544,643)
Total Other Financing Sources (Uses)	<u>(18,544,643)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>18,568,443</u>	<u>23,800</u>
Net change in fund balances	16,959,946	-	2,354,139	(6,639,112)	(4,237,289)	8,437,684
Fund balance, beginning of year	<u>57,102,765</u>	<u>-</u>	<u>49,314,770</u>	<u>21,059,575</u>	<u>40,363,184</u>	<u>167,840,294</u>
Fund balance, end of year	<u>\$ 74,062,711</u>	<u>\$ -</u>	<u>\$ 51,668,909</u>	<u>\$ 14,420,463</u>	<u>\$ 36,125,895</u>	<u>\$ 176,277,978</u>

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

**ACADEMY SCHOOL DISTRICT TWENTY
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF
REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
TO THE STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2024**

Total net change in fund balances--governmental funds (page 22)	\$	8,437,684
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets eligible for capitalization is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the period.		
	Capital outlays	\$ 9,524,989
	Net book value on disposal of assets	(1,350)
	Depreciation & amortization expense	<u>(13,493,967)</u>
		(3,970,328)
Revenue, such as property taxes, not available to pay for current period expenditures and therefore deferred in the governmental funds but recorded as general revenues in the statement of net position.		(1,103,782)
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		19,070,000
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This amount represents the net change in interest reported in the statement of activities.		36,813
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This amount represents the principal payments for subscription-based information technology arrangements \$831,915.		831,915
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long term liabilities in the statement of net position. This amount is the net effect of these differences in the treatment of long term debt and related items: amortization of bond premiums \$3,296,453 and amortization of gain on bond refunding \$208,965.		3,505,418
Net pension liability activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of pension expense.		(4,580,125)
Net OPEB liability activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. These activities consist of OPEB expense.		2,102,300
In the statement of activities, certain operating expenses -- compensated absences (vacation), special termination benefits (longevity)--are measured by the amounts <i>earned</i> during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually <i>paid</i>). This amount represents the net effect of compensated absences payable on the statement of activities.		<u>(79,825)</u>
Change in net position of governmental activities (page 19)	\$	<u>24,250,070</u>

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

**ACADEMY SCHOOL DISTRICT TWENTY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
June 30, 2024**

	<u>Custodial Fund</u>
ASSETS	
Cash & cash equivalents	<u>\$ 42,038</u>
Total assets	<u>42,038</u>
LIABILITIES	
Due to student organizations	<u>-</u>
Total liabilities	<u>-</u>
NET POSITION	
Funds held for others	<u>42,038</u>
Total net position	<u><u>\$ 42,038</u></u>

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

ACADEMY SCHOOL DISTRICT TWENTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
For the Year Ended June 30, 2024

	<u>Custodial Fund</u>
ADDITIONS	
Fundraising activities	\$ 38,849
Beverage Scholarship Fund	<u>30,000</u>
Total additions	<u>68,849</u>
DEDUCTIONS	
Scholarships awarded	30,000
Payments to suppliers	<u>46,342</u>
Total deductions	<u>76,342</u>
Change in net position	(7,493)
NET POSITION, beginning of year	<u>49,531</u>
NET POSITION, end of year	<u><u>\$ 42,038</u></u>

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



*We educate and inspire
students to thrive.*

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES

The financial statements of Academy School District Twenty, Colorado Springs, Colorado (the District) have been prepared in conformity with generally accepted accounting principles (GAAP) as established by the Governmental Accounting Standards Board (GASB). The District's more significant accounting policies are described below.

Description of the District

The District was established in 1957 and is organized under the Constitution and Revised Statutes of the State of Colorado. Under these statutes, there is no authority for a school district to have a charter or to adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The District provides educational services as authorized by Colorado Revised Statutes or further mandated by state and/or federal agencies. The Board controls the District's 36 instructional/support facilities staffed by 3,747 employees providing services and support to 25,504 full-time equivalent students and other community members.

The District serves an area of approximately 130 square miles. It includes most of the northern part of the City of Colorado Springs, Colorado and a large part of northern El Paso County. The United States Air Force Academy encompasses about 18% of the total land mass.

The Financial Reporting Entity

For financial reporting purposes, the District includes all entities for which it is financially accountable. Criteria for determining whether the District had the ability to impose its will on organizations are the District's ability to: remove elected members of the organization's governing boards; modify or approve rate or fee changes affecting revenues; veto, overrule, or modify the decisions of the organization's governing board; or hire/reassign, or dismiss those persons responsible for the day-to-day operations of the organization. In determining whether an organization has financial benefit or burden relationship with the District, the following conditions are used: legal entitlement to or access to the organization's resources; the appointment of the governing body; legal obligation or assumption of the obligation to finance the deficits or to provide financial support to the organization; or obligation in some manner for the organization's debt.

These financial statements present the District and its component units, The Classical Academy (TCA) and New Summit Charter Academy (NSCA) for which the District is considered to be financially accountable. Both TCA and NSCA, discretely presented component units, are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the District. TCA and NSCA also have a June 30 fiscal year end.

Discretely Presented Component Units. The State of Colorado Legislature in 1993 enacted the "Charter School Act – Colorado Revised Statutes (CRS) Section 22-30.5-101." This Act permits the District to contract with individuals and organizations for the operation of schools within the District. The statutes define these contracted schools as "Charter Schools." Charter schools are financed from state School Finance Act revenues, property taxes and from revenues generated by the charter school, within the limits established by the Charter School Act. Charter schools have separate governing boards; however, the Academy School District's Board of Education must approve all charter school applications and budgets. The District's charter schools consist of two separately authorized charters: The Classical Academy and New Summit Charter Academy. The charter schools are required to be presented as component units by the Colorado Department of Education and are required to have individual independent audits. Separate financial statements for each of the charter schools can be found at the following websites: <http://tcatitans.org> and <https://newsummitcharter.org>.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the District and its component units. For the most part, the effect of inter-fund activity has been removed from these statements; however, inter-fund services provided and used between functions have not been eliminated. *Governmental activities* are primarily supported by taxes and intergovernmental revenues. Likewise, the *primary government* is reported separately from the legally separate *component units* for which the District is financially accountable.

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

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

Measurement Focus, Basis of Accounting and Basis of Presentation

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

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

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

The *Designated-Purpose Grants Fund* accounts for the various federal, state, and local grants awarded to the district to accomplish specific activities.

The *Bond Redemption Fund* accounts for the servicing of general long-term debt not being financed by proprietary funds using a dedicated mill levy.

The *Building Fund* accounts for the construction, repair/renovation and technology projects required by the sale of general obligation bonds.

Additionally, the District reports the following fund type:

The *Custodial Fund* was created to account for assets, such as scholarships, held for other funds, governments, or individuals. Funds are custodial in nature and all resources of the fund, including any earnings on invested resources, may be used to support those other funds, governments, or individuals. There is no requirement that any portion of these resources be preserved as capital.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)

Governmental Funds are used to account for the District's general government activities. Governmental fund types use the flow of *current financial resources measurement focus* and the *modified accrual basis of accounting*. Under the modified accrual basis of accounting, revenues are recognized when they are both measurable and available. Measurable means that the amount of the transaction can be determined and available means collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period or within 150 days of the current fiscal period for grants.

Property taxes are recognized as revenue in the fiscal period for which they are levied, providing the available criteria are met. State equalization monies are recognized as revenue during the period in which they are appropriated.

Those revenues susceptible to accrual are property taxes, interest revenue and charges for services. Specific ownership taxes collected and held by the county treasurer at year-end on behalf of the District are also recognized as revenue. Entitlements and shared revenues are recorded at the time of receipt or earlier if the accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met, subject to the availability criteria.

Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on long-term debt and compensated absences which are recognized when due. Because governmental fund balance sheets reflect current liabilities, only the current portion of the liability is reported in the fund. The current portion is the amount left unpaid at the end of the reporting period that normally would be liquidated with expendable available financial resources.

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

Cash and Investments

Cash on hand, cash in the bank and all highly liquid investments with a maturity of three months or less when purchased or subject to withdrawal, are considered to be cash and cash equivalents.

Under Colorado Revised Statutes and Board of Education policy, the District, its funds and fund types may lawfully invest eligible funds in the following securities:

1. Obligations of the United States, certain U.S. Government agency's securities, and World Bank;
2. Certain international agency securities;
3. General obligation and revenue bonds of U.S. local government entities;
4. Bankers' acceptances of certain banks;
5. Commercial paper which holds the highest credit rating category and with a maturity within 180 days;
6. Local government investment pools;
7. Written repurchase agreements collateralized by certain authorized securities;
8. Certain money market funds;
9. Guaranteed investment contracts.

The District may also deposit funds in Colorado financial institutions that are eligible public depositories under the Colorado Public Deposit Protection Act, PDPA. However, custodial risks for investments are not addressed by state statutes.

Investments are carried at net asset value and amortized cost.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)

During the course of operations, numerous transactions occur between individual funds for goods provided and services rendered that generally result in cash transactions. At the balance sheet date, these transactions have either produced a source to pooled cash or a use of pooled cash. These sources and uses are classified by fund on the balance sheet as cash and cash equivalents or as inter-fund receivables and payables.

Lease Receivable

In June 2017, the GASB issued GASB Statement No. 87, *Leases*. This standard requires the recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and as inflows of resources or outflows of resources recognized based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this standard, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

Subscription-Based Information Technology Arrangements

In May 2020, the GASB issued GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This standard defines a subscription-based information technology arrangement (SBITA); establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosures regarding a SBITA.

Capital Assets

Capital assets, which include land and improvements, construction in progress, buildings and improvements, and equipment are reported in the district wide financial statements. All purchased capital assets are valued at acquisition cost where historical records are available and at an estimated acquisition cost where no historical records exist. Donated capital assets are valued at their estimated acquisition value. Governmental assets with a per unit cost equal to or greater than \$5,000 are capitalized.

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

The costs of normal maintenance and repairs that do not add to the value of the asset, or materially extend asset lives, are not capitalized. Improvements are capitalized and are depreciated over the remaining useful lives of the related capital assets, as applicable.

Depreciation and amortization is charged as an expense against its operations in the government-wide financial statements.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)

Depreciation has been provided in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives. Land and construction in progress are not depreciable assets. Depreciable assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Land improvements	15-25
Buildings	50
Building improvements	25
Equipment – office	20
Equipment – technology	5
Equipment – vehicles	6-10
Equipment – food service	10-25

Insurance

The District purchases commercial insurance, including deductibles, to protect against the exposure risks associated with losses related to torts; theft of and damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Settled claims resulting from these risks have not exceeded the purchased commercial insurance coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverages from the prior year.

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.

Food Service Fund expenses for food items are recorded when used. The federal government donates surplus commodities to supplement the national school lunch programs. Commodity contributions received by the District are recognized as food expense and a corresponding revenue when consumed.

Compensated Absences

Under the District’s policies, eligible classified employees earn vacation pay of up to 15 days per year based on longevity of service or position and may accumulate and carryover unlimited unused vacation indefinitely. All unused/accumulated vacation leave is payable upon resignation, termination, retirement or death. In accordance with the governmental accounting standards, the District has recorded the accrued liability for vacation pay in the accompanying district wide financial statements. In the governmental funds, the liability is recorded when due.

Full-time employees accrue 12-15 days of staff leave each year dependent upon their contract or employment basis. Effective July 1, 2011, employees may accrue up to 90 days of current staff leave. Staff leave may be accrued, but shall not exceed a maximum of 90 days. Unused staff leave balances greater than 90 days shall not be paid nor accrued.

Employees who were employed by Academy School District 20 on or before June 30, 1999 will be compensated for accrued staff leave as follows:

- *Protected Leave* – On June 30, 1999, the payout rate and number of accumulated hours for each eligible employee was calculated and recorded in each eligible employee’s file. This leave is called “protected leave”. Upon leaving the district after 15 years or more of continuous full time service, any remaining protected leave of exempt employees will be paid at the June 30, 1999 substitute rate of pay. Non-exempt employees’ protected leave days will be paid at 50% of the maximum hourly rate as of June 30, 1999 that correlates to the employee’s classification.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Continued)

- *Current Staff Leave* – When an exempt employee retires from the district after 15 years of continuous full time employment, the employee shall receive payment for any unused current staff leave days up to the maximum of 90 days, at 50% of the 2010-2011 designated substitute rate. When a non-exempt employee retires from the district after 15 years or more of continuous full time employment, the employee shall receive payment for any unused current staff leave days at 25% of the maximum hourly rate that correlates to the employee’s grade classification as of June 30, 2011.

Long-Term Obligations

In the government-wide financial statements, long-term debt and other long term obligations are reported as liabilities within governmental activities. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method for issuances prior to December 31, 2016. Bond premiums on general obligation bonds issued after January 1, 2017 will be amortized using the effective interest rate method. For issuances prior to December 31, 2016, the straight-line method approximates the effective interest rate method.

In the fund financial statements, governmental fund types recognize the face amount of the debt issued as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Deferred Outflows and Inflows of Resources

In addition to assets and liabilities, the statement of net position will sometimes report separate sections for deferred outflows of resources and deferred inflows of resources. A deferred outflow of resources is a consumption of net assets by the District that is applicable to a future reporting period, and a deferred inflow of resources is an acquisition of net assets by the District that is applicable to future reporting period. Both deferred outflows and inflows are reported in the statement of net position but are not reported in the financial statements as revenue or expenditures until the period(s) to which they relate.

The District has two items that qualify for reporting as a deferred outflows of resources. Deferred outflows related to pension and OPEB have been recorded as of June 30, 2024, which consist of four components: 1) contributions subsequent to measurement date; 2) change in proportionate share of the net liability; 3) changes of assumptions or other inputs; and 4) difference between expected and actual experience. See Notes 13 and 14 for additional information.

The District has five items that qualify for reporting as deferred inflows of resources. Property tax revenue is considered a deferred inflow of resources in the year the taxes are levied and measurable, and are recognized as an inflow of resources in the period they are collected. A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Deferred inflows related to pension and OPEB have been recorded as of June 30, 2024, which consist of four components: 1) difference between expected and actual experience; 2) changes of assumptions or other inputs; 3) change in proportionate share of the net liability; and 4) difference between projected and actual earnings. See Notes 13 and 14 for additional information.

Deferred inflows related to leases have been recorded as of June 30, 2024, which is measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods.

Budgetary Information

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

1. No later than May 31, the Superintendent must submit to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 1: SUMMARY OF ACCOUNTING POLICIES (Concluded)

2. Public hearings are conducted by the Board of Education to obtain taxpayer comments.
3. Prior to June 30 the budget is adopted and appropriated by formal resolution.
4. Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments within any fund and the reallocation of budget line items within any department in the General Fund rests with management. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.
6. Appropriations for all funds lapse at the end of the fiscal year, with the exception of the Capital Reserve Capital Projects Fund. Total annual appropriations include transfers and ending fund balance.
7. Formal budgetary integration is employed as a management control device during the year for all funds consistent with the general obligation bond indenture and other statutory provisions.
8. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations.

On-Behalf Payments

GAAP requires that direct on-behalf payments for fringe benefits and salaries made by one entity to a third party recipient for the employees of another, legally separate entity be recognized as revenue and expenditures by the employer government. The State of Colorado makes direct on-behalf payments for retirement benefits to Colorado PERA. Beginning on July 1, 2018, the State of Colorado is required to make a payment to PERA each year equal to \$225 million. PERA allocates the contribution to the trust funds of the State, School, Denver Public Schools, and Judicial Division Trust Funds of PERA, as proportionate to the annual payroll of each division. This annual payment is required on July 1st of each year thereafter until there are no unfunded actuarial accrued liabilities of any division of PERA that receives the direct distribution. The amount of on-behalf payments made for the District by the State of Colorado has been recorded in the fund financial statements.

Net Position/Fund Balance

In the government-wide and the fund financial statements, net position and fund balances are restricted when constraints placed on the use of resources are externally imposed. In the fund financial statements, governmental funds report commitments of fund balance when the Board commits resources for a specific purpose. Formal Board action in the form of a resolution is required to create or remove committed portions of fund balance. Assigned fund balance is reported when the Board intends to use resources for a specific purpose. By resolution, the Board has authorized the Superintendent to assign fund balances for specific purposes.

Change in Fund Presentation from Non-Major to Major

The Designated-Purpose Grants Fund was previously reported as a non-major governmental fund. However, effective July 1, 2023, the fund is no longer considered a non-major fund and is reported as a major governmental fund for the fiscal year ended June 30, 2024. Since the Designated-Purpose Grants Fund does not carry a fund balance, there is no financial effect of this change.

NOTE 2: CASH AND INVESTMENTS

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

Cash on hand	\$	1,470
Deposits		12,783,039
Investments		177,322,769
		\$ 190,107,278

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 2: CASH AND INVESTMENTS (Continued)

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

Primary Government - Cash and investments, unrestricted	\$ 172,555,304
Primary Government - Investments, restricted	17,509,936
Fiduciary fund	42,038
	<u>\$ 190,107,278</u>

At June 30, 2024, the District's discretely presented component units, TCA and NSCA, reported the following cash and investments:

	<u>TCA</u>
Cash deposits and investments, unrestricted	\$ 22,904,334
Restricted cash and investments	5,250,381
	<u>\$ 28,154,715</u>

	<u>NSCA</u>
Cash deposits and investments, unrestricted	\$ 3,333,194
Restricted cash and investments	1,761,314
	<u>\$ 5,094,508</u>

Deposits

The Colorado Public Deposit Protection Act (PDPA) requires that deposits of local governmental entities be at eligible public depositories with eligibility determined by state regulators. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. The PDPA allows the institution to create a single collateral pool for all public funds. The pool is to be maintained by another institution or held in trust for all the uninsured public deposits as a group. The fair value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

Investments

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

Investment	Maturity	Value
Local Government Investment Pool		
COLOTRUST	< 12 months	\$ 141,160,181
CSIP Liquid Portfolio	< 12 months	36,162,588
		<u>\$ 177,322,769</u>

Local Government Investment Pool - The District has invested \$141,160,181 in the Colorado Local Government Liquid Asset Trust (COLOTRUST) (the Trust), an investment vehicle established for local government entities in Colorado to pool surplus funds. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and any security allowed under CRS 24-75-601. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as 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 Trust. COLOTRUST is rated AAAM by Standard & Poor's. COLOTRUST records investments at fair value and the District records investments in COLOTRUST at net asset value. There are no unfunded commitments, the redemption frequency is daily, and there is no redemption notice period.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 2: CASH AND INVESTMENTS (Concluded)

As of June 30, 2024, the District invested in the Colorado Statewide Investment Program (CSIP), as an investment vehicle established for local government entities in Colorado to pool surplus funds within the investment policies and limitations set forth in CRS 24-75-601. The State Securities Commissioner administers and enforces all State statutes governing CSIP. CSIP operates similarly to a money market fund and each share is equal in value to \$1.00. CSIP Liquid Portfolio is rated AAAM by Standard & Poor's and is valued at amortized cost. Based on the valuation method, additional disclosures are not required under GASB Statement No. 72. CSIP Term Series offers the ability for participants to invest in shares of fixed-rate, fixed-term investments, rated AAAF by Fitch Ratings. There are no unfunded commitments, the redemption period is planned at maturity, and the redemption period is a sixty-day minimum and one-year maximum.

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

Credit Risk – State statutes limit investments in money market funds to those that maintain a constant share price, with a maturity in accordance with rule 2a-7, and have either assets of \$1 Billion or the highest rating issued by nationally recognized statistical rating organizations (NRSROs).

Concentration of Credit Risk – State statutes generally do not limit the amount the District may invest in one issuer. The District does not have any concentration of credit risk.

NOTE 3: RECEIVABLES

Receivables at June 30, 2024 consisted of taxes, accounts (rent and fees), and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of Federal funds. A summary of the principal items of receivables follows:

General Fund	
Property taxes - current and delinquent	\$ 4,546,215
Accounts receivable - other	186,669
	<u>4,732,884</u>
Designated-Purpose Grants Fund	
Grants receivable	3,276,892
Bond Redemption Fund	
Property taxes - current and delinquent	990,363
Non-major Funds	
Food Services	7,174
Pupil Activity	2,135,528
Transportation	14,968
	<u>2,157,670</u>
Total Governmental Activities	<u>11,157,809</u>
Total Primary Government Receivables	<u>\$ 11,157,809</u>

NOTE 4: LEASES

The District, acting as a lessor, leases building spaces to various telecommunications companies for the placement of cell phone towers under long-term, noncancelable lease agreements. The leases expire at various dates through 2026 and provides for renewal options for three to five additional five-year terms. During the year ended June 30, 2024, the District recognized \$62,732 and \$77,640 in lease revenue and interest revenue, respectively, pursuant to the contracts.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 4: LEASES (Concluded)

The leases provide for future increases to minimum annual rental payments based on formulas as outlined in the contracts.

Total future minimum lease payments to be received under the lease agreement are as follows:

Year ending June 30	Governmental Activities		Total
	Principal	Interest	
2025	\$ 73,011	\$ 74,961	\$ 147,972
2026	81,067	72,178	153,245
2027	87,447	69,137	156,584
2028	93,679	66,052	159,731
2029	101,900	62,353	164,253
2030 - 2034	642,979	248,129	891,108
2035 and Thereafter	1,049,379	158,397	1,207,776
Total Minimum Lease Payments	\$ 2,129,462	\$ 751,207	\$ 2,880,669

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2024 was as follows:

Governmental activities:

	Balance			Balance		
	June 30, 2023	Additions	Retirements	June 30, 2024		
Non-depreciable assets:						
Land	\$ 15,137,277	\$ -	\$ -	\$ 15,137,277		
Construction in progress	13,356,143	7,527,899	(16,860,699)	4,023,343		
Total assets not being depreciated	28,493,420	7,527,899	(16,860,699)	19,160,620		
Depreciable/amortizable assets:						
Land improvements	21,195,120	658,592	-	21,853,712		
Building and improvements	412,350,479	16,695,182	(45,465)	429,000,196		
Equipment	61,544,281	1,504,015	(505,014)	62,543,282		
Subscription assets	4,728,236	-	-	4,728,236		
Total depreciable/amortizable assets	499,818,116	18,857,789	(550,479)	518,125,426		
Accumulated depreciation and amortization:						
Land improvements	(9,901,412)	(1,141,281)	-	(11,042,693)		
Building and improvements	(156,288,317)	(8,858,641)	45,465	(165,101,493)		
Equipment	(48,067,003)	(2,621,140)	503,664	(50,184,479)		
Subscription assets	(436,453)	(872,905)	-	(1,309,358)		
Total accumulated depreciation and amortization	(214,693,185)	(13,493,967)	549,129	(227,638,023)		
Total depreciable/amortizable assets, net	\$ 285,124,931	\$ 5,363,822	\$ (1,350)	\$ 290,487,403		
Governmental activities assets, net	\$ 313,618,351	\$ 12,891,721	\$ (16,862,049)	\$ 309,648,023		

Discretely presented component unit (TCA):

	Balance			Balance		
	June 30, 2023	Additions	Retirements	June 30, 2024		
Non-depreciable assets:						
Land	\$ 4,069,163	\$ -	\$ -	\$ 4,069,163		
Construction in progress	430,522	863,652	(1,128,141)	166,033		
Total assets not being depreciated	4,499,685	863,652	(1,128,141)	4,235,196		
Depreciable assets:						
Building and improvements	79,946,688	1,672,242	-	81,618,930		
Computers	-	301,419	-	301,419		
Transportation and facility equipment	101,690	-	-	101,690		
Less: accumulated depreciation	(31,691,112)	(2,876,073)	-	(34,567,185)		
Total assets being depreciated	48,357,266	(902,412)	-	47,454,854		
Capital assets, net	\$ 52,856,951	\$ (38,760)	\$ (1,128,141)	\$ 51,690,050		

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 5: CAPITAL ASSETS (Concluded)

Discretely presented component unit (NSCA):	Balance			Balance
	June 30, 2023	Additions	Retirements	June 30, 2024
Non-depreciable assets:				
Land	\$ 1,261,269	\$ -	\$ -	\$ 1,261,269
Construction in progress	4,909,848	1,284,007	(6,193,855)	-
Total assets not being depreciated	<u>6,171,117</u>	<u>1,284,007</u>	<u>(6,193,855)</u>	<u>1,261,269</u>
Depreciable assets:				
Buildings and improvements	11,492,884	6,371,905	-	17,864,789
Equipment	267,251	-	-	267,251
Less: accumulated depreciation	(1,333,070)	(310,405)	-	(1,643,475)
Total assets being depreciated	<u>10,427,065</u>	<u>6,061,500</u>	<u>-</u>	<u>16,488,565</u>
Lease assets:				
Lease assets being amortized	15,757	-	-	15,757
Less: accumulated amortization	(11,122)	(4,635)	-	(15,757)
Total lease assets being amortized	<u>4,635</u>	<u>(4,635)</u>	<u>-</u>	<u>-</u>
Capital assets, net	<u>\$ 16,602,817</u>	<u>\$ 7,340,872</u>	<u>\$ (6,193,855)</u>	<u>\$ 17,749,834</u>

Depreciation/Amortization

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

Governmental activities:

Instruction	\$ 5,934,897
Central services	1,390,081
Maintenance and operations	4,879,490
Pupil transportation	1,189,723
Food services	<u>99,776</u>
Total depreciation/amortization - primary government	<u>\$ 13,493,967</u>

Net Investment in Capital Assets

At June 30, 2024, the District reported the following net investment in capital assets:

	<u>2024</u>
Governmental activities capital assets, net	\$ 309,648,023
Less: Long-term debt	
GO Bonds payable	(210,910,000)
Premium	(22,065,882)
Deferred (gain)/loss on refunding	(128,218)
Accounts Payable-Construction Related	(1,707,516)
Retainage Payable-Construction in Progress	(275,200)
Subscriptions Payable	(3,023,485)
Unspent bond proceeds	<u>16,066,502</u>
Total Long-term debt	<u>(222,043,799)</u>
Net investment in capital assets	<u>\$ 87,604,224</u>

NOTE 6: ACCRUED COMPENSATION

Salaries and benefits of certain contractually employed personnel are paid over a ten or twelve month period beginning in September, but are earned during a school year of approximately nine to ten months. The salaries and benefits earned, but unpaid, as of June 30, 2024 in the General and Grants Funds are \$12,348,823. Accordingly, the accrued compensation is reflected as a liability in the accompanying financial statements and is fully funded at year end.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: LONG-TERM LIABILITIES

Changes in Long-Term Liabilities - District

The changes in long-term liabilities for the year ended June 30, 2024, for the District, were as follows:

	Balance June 30, 2023	Additions	Deletions	Balance June 30, 2024	Principal Due within 1 year
General Obligation Bonds					
Series 2015 Refunding	\$ 13,495,000	\$ -	\$ 2,545,000	\$ 10,950,000	\$ 2,605,000
Series 2017	142,375,000	-	6,185,000	136,190,000	7,735,000
Series 2018	3,230,000	-	3,230,000	-	-
Series 2020	59,275,000	-	1,640,000	57,635,000	5,260,000
Series 2021 Refunding	11,605,000	-	5,470,000	6,135,000	3,760,000
Sub-total Principal on GO Bonds	229,980,000	-	19,070,000	210,910,000	19,360,000
Premium - Series 2015	799,876	-	174,519	625,357	-
Premium - Series 2017	13,953,711	-	1,490,691	12,463,020	-
Premium - Series 2018	43,793	-	43,793	-	-
Premium - Series 2020	9,882,438	-	1,164,468	8,717,970	-
Premium - Series 2021	682,517	-	422,982	259,535	-
Sub-total Other Amounts	25,362,335	-	3,296,453	22,065,882	-
Sub-total GO Bonds and Other Amounts	255,342,335	-	22,366,453	232,975,882	19,360,000
Net Pension Liability	352,662,100	92,575,069	-	445,237,169	-
OPEB Liability	12,014,550	-	1,263,869	10,750,681	-
Subscriptions Payable	3,855,400	-	831,915	3,023,485	854,503
Compensated Absences (Vacation)	1,290,903	676,113	596,288	1,370,728	550,000
Total Long-Term Liabilities	\$ 625,165,288	\$ 93,251,182	\$ 25,058,525	\$ 693,357,945	\$ 20,764,503

Changes in Long-Term Liabilities – Component Units

Long-term debt activities for the District’s discretely presented component units as of June 30, 2024 are as follows:

Discretely presented component unit (TCA)

	Balance June 30, 2023	Additions	Deletions	Balance June 30, 2024	Principal Due within 1 year
Compensated absences	\$ 223,743	\$ 352,343	\$ (316,521)	\$ 259,565	\$ 259,565
Building loans	40,360,000	-	(1,655,000)	38,705,000	1,725,000
Premium	1,864,953	-	(110,533)	1,754,420	110,533
OPEB Liability	1,336,390	-	(150,025)	1,186,365	-
Net Pension Liability	39,229,160	9,903,875	-	49,133,035	-
Total Long-Term Liabilities	\$ 83,014,246	\$ 10,256,218	\$ (2,232,079)	\$ 91,038,385	\$ 2,095,098

Discretely presented component unit (NSCA)

	Balance June 30, 2023	Additions	Deletions	Balance June 30, 2024	Principal Due within 1 year
2021 Building Loan	23,000,000	-	-	23,000,000	-
Premium	725,714	-	(19,104)	706,610	-
Total loan payable	23,725,714	-	(19,104)	23,706,610	-
Leases	4,806	-	(4,806)	-	-
Net Pension liability	7,337,814	2,456,417	(445,562)	9,348,669	-
Net OPEB liability	249,924	41,916	(66,107)	225,733	-
Total Long-Term Liabilities	\$ 31,318,258	\$ 2,498,333	\$ (535,579)	\$ 33,281,012	\$ -

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: LONG-TERM LIABILITIES (Continued)

General Obligation Bonds-District

The District issues general obligation (G.O.) bonds to provide funds for the acquisition, construction, and renovation of major capital facilities. General obligation bonds outstanding as of June 30, 2024, are as follows:

Year Issued	Description	Interest Rate (%)	Final Maturity Date	Original Issue	Outstanding
2015	Series 2015 general obligation refunding bonds	2.00 - 4.00	2028	21,405,000	10,950,000
2017	Series 2017 general obligation bonds	4.00 - 5.00	2040	160,000,000	136,190,000
2018	Series 2018 general obligation bonds	2.00 - 5.00	2023	8,975,000	-
2020	Series 2020 general obligation bonds	2.00 - 5.00	2040	61,025,000	57,635,000
2021	Series 2021 general obligation refunding bonds	5%	2026	16,815,000	6,135,000
Total general obligation bonds					<u>\$ 210,910,000</u>

Bond payments, to maturity, are as follows:

Year Ending June 30	Principal	Interest	Total
2025	19,360,000	9,293,538	28,653,538
2026	11,200,000	8,620,450	19,820,450
2027	12,030,000	8,066,950	20,096,950
2028	12,605,000	7,479,450	20,084,450
2029	13,205,000	6,848,675	20,053,675
2030-2034	68,380,000	23,893,200	92,273,200
2035-2039	50,620,000	10,553,725	61,173,725
2040	23,510,000	949,600	24,459,600
Totals	<u>\$ 210,910,000</u>	<u>\$ 75,705,588</u>	<u>\$ 286,615,588</u>

Legal Debt Limit

The legal debt limit and debt margin as of June 30, 2024, are \$552,846,688 and \$341,936,688, respectively. Management of the District believes it is in compliance with the legal debt limit.

Gain/Loss on Refunding

Under existing standards, such as GASB 23, in a transaction involving current refundings or advance refundings resulting in defeasance of debt, any difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized to interest expense over a period of time that is the shorter of the remaining life of the old debt or the life of the new debt. Under GASB 65, this difference, referred to as the deferred gain or loss on refunding, will be recognized as a deferred outflow of resources or a deferred inflow of resources and amortized to interest expense in a systematic and rational manner over the same period mentioned above. As of June 30, 2024, the District recognized a gain on refunding, as shown below.

	Balance			Balance
	June 30, 2023	Additions	Deletions	June 30, 2024
Series 2021	\$ 337,183	\$ -	\$ 208,965	\$ 128,218
Total Refunding Gain	<u>\$ 337,183</u>	<u>\$ -</u>	<u>\$ 208,965</u>	<u>\$ 128,218</u>

Subscription-Based Information Technology Arrangements (SBITAs)

The District has entered into a subscription-based information technology arrangements (SBITA) for the use of Workday Enterprise Management Cloud Software. The SBITA arrangement expires in 2028 unless otherwise extended pursuant to the written agreement of both parties.

As of June 30, 2024, SBITA assets and the related accumulated amortization totaled \$4,728,236 and \$1,309,358, respectively.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 7: LONG-TERM LIABILITIES (Concluded)

Total future minimum subscription payments to be made under SBITA arrangements are as follows:

Year ending June 30	Minimum Subscription Payments		
	Governmental Activities		Total
	Principal	Interest	
2025	\$ 854,503	\$ 69,632	\$ 924,135
2026	877,705	46,430	924,135
2027	901,536	22,599	924,135
2028	389,741	5,256	394,997
Totals	\$ 3,023,485	\$ 143,917	\$ 3,167,402

Compensated Absences, Net Pension and OPEB Liabilities

Compensated absences and net pension and OPEB liabilities are expected to be paid with revenue from the General Fund.

NOTE 8: TAX, SPENDING AND DEBT LIMITATIONS

In November 1992, the voters of Colorado approved Amendment I, commonly known as the Taxpayer’s Bill of Rights (TABOR), which added Section 20 to Article X of the Colorado Constitution. TABOR contains tax, spending, revenue, and debt limitations which apply to the State of Colorado and all local governments, including school districts.

Each year the District’s financial activity from the previous fiscal year provides the basis for calculation of limitations adjusted for allowable increases tied to inflation and enrollment growth. Subsequent to 1992, revenue in excess of the District’s “spending limit” must be refunded unless voters approve the retainage of such excess revenue. TABOR generally requires voter approval for any new tax, any tax increase above limits or any new debt.

As a result of the 2000-2001 audit, the District had collected revenue that was in excess of the TABOR revenue limit. The amendment requires voters to determine whether to permit the District to retain the excess collections. The question was put before the District voters on November 5, 2002. Voter approval was granted for the District to keep excess collections from 2000-2001. Permanent exemption from the revenue limit was also approved by voters.

An amount of \$7,861,000 is restricted for emergencies and is recognized in the General Fund and Governmental Activities as required by TABOR.

NOTE 9: INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS

Receivables and Payables

All inter-fund receivables and payables are created in conjunction with the District’s pooled cash and investment portfolios. Balances are routinely cleared as a matter of practice. All balances are expected to be repaid within one year. The District’s inter-fund receivables and payables as of June 30, 2024 are:

<u>Fund</u>	<u>Inter-fund Payable</u>	<u>Inter-fund Receivable</u>
General Fund	-	\$ 2,603,551
Designated-Purpose Grants Fund	\$ 2,603,551	-

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 9: INTER-FUND RECEIVABLES, PAYABLES, AND TRANSFERS (Concluded)

Transfers

During the year, the General Fund transferred operating subsidies of \$7,803,177 and \$7,932,091 to the Transportation and Technology Funds, respectively. \$2,809,375 from the General Fund was transferred to the Capital Reserve Capital Projects Fund to cover capital projects during the year.

NOTE 10: UNEARNED REVENUE AND DEFERRED INFLOWS OF RESOURCES

The District’s governmental funds reported the following unearned revenue and deferred inflows of resources at June 30, 2024:

Unearned Revenue		Deferred Inflows of Resources	
General Fund		General Fund	
Miscellaneous	\$ 219,172	Property taxes	\$ 1,143,787
Tuition	<u>476,324</u>		
	695,496	Debt Service Fund	
Designated-Purpose Grants Fund		Property taxes	321,778
Federal and state grants	60,207		
Non-major Funds		Non-major Funds	
Food Services Fund	299,612	Pupil Activity Fund	2,129,462
Total unearned revenue	<u>\$ 1,055,315</u>	Total deferred inflows of resources	<u>\$ 3,595,027</u>

NOTE 11: GENERAL REVENUES

Property Taxes

Mill levy rates are certified by the Board of Education to the county commissioners and treasurer by December 15th each year. Property taxes payable are based on the certified mill levies. Property taxes are levied in arrears on January 1. For example, property taxes paid in calendar year 2024 were certified in December 2023 and were available for collection on January 1, 2024 (lien date).

Property taxes are payable in full by April 30 or in two equal installments due February 28 and June 15. The County bills property owners and collects property taxes for all taxing districts in the County. The property tax receipts collected by the County are generally remitted to the District in the subsequent month.

Specific Ownership Taxes

The county treasurer collects specific ownership taxes on motor vehicles and other personal property. The tax receipts collected by the county treasurer are remitted to the District in the subsequent month. Specific ownership taxes are recognized as revenue when collected by the County.

State Equalization

The District’s primary revenue component from the state is created by the Colorado School Finance Act. State equalization is received in equal monthly installments on the 25th day of each month.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 12: COMMITMENTS AND CONTINGENCIES

The District has received federal, state and local grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to a request for reimbursements to grantor agencies for expenditures disallowed under the terms of the grant. District management believes non-allowances, if any, will be immaterial.

The District is a defendant in various threatened litigation some of which were settled subsequent to the fiscal year end. Although the outcome of this litigation is not presently determinable, management is not aware of any such matters that could have a material adverse effect on the financial condition of the District.

In July 2011, the District entered into a 15 year performance-based intergovernmental agreement with the City of Colorado Springs for economic development services. Currently, both the City and the District's governing boards have approved only one project; relocation of a Wal-Mart data center to the area. The cost associated with the agreement is 25% of the District's total program levy (currently 27.000 mills) applied to the business personal property, as determined by the El Paso County Assessor. The District does not anticipate considering future projects.

NOTE 13: RETIREMENT PLAN

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

General Information about the Pension Plan

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

Benefits provided as of December 31, 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 PERA benefit structure is the greater of the:

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

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 13: RETIREMENT PLAN (Continued)

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

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

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

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

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

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 and the State are required to contribute to the SCHDTF at a rate set by Colorado statute. The contribution requirements for the SCHDTF are established under C.R.S. § 24-51-401, *et seq.* and § 24-51-413. Eligible employees are required to contribute 11.00% of their PERA-includable salary during the period of July 1, 2023 through June 30, 2024. Employer contribution requirements are summarized in the table below:

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 13: RETIREMENT PLAN (Continued)

	For the Year Ended June 30, 2024
Employer Contribution Rate ¹	11.40%
Amount of Employer Contribution apportioned to the Health Care Trust Fund as specified in C.R.S. § 24-51-208(1)(f)	(1.02)%
Amount Apportioned to the SCHDTF ¹	10.38%
Amortization Equalization Disbursement (AED) as specified in C.R.S. § 24-51-411 ¹	4.50%
Supplemental Amortization Equalization Disbursement (SAED) as specified in C.R.S. § 24-51-411 ¹	5.50%
Total Employer Contribution Rate to the SCHDTF ¹	20.38%

¹Contribution rates for the SCHDTF are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Employer contributions are recognized by the SCHDTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions to the SCHDTF. Employer contributions recognized by the SCHDTF from the District were \$35,370,432 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 SCHDTF and is considered to meet the definition of a special funding situation. As specified in C.R.S. § 24-51-414, the State is required to contribute a \$225 million direct distribution each year to PERA starting on July 1, 2018. A portion of the direct distribution payment is allocated to the SCHDTF based on the proportionate amount of annual payroll of the SCHDTF to the total annual payroll of the SCHDTF, State Division Trust Fund, Judicial Division Trust Fund, and Denver Public Schools Division Trust Fund. 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) providing 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 SCHDTF 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 SCHDTF for the calendar year 2023 relative to the total contributions of participating employers and the State as a nonemployer contributing entity.

At June 30, 2024, the District reported a liability of \$445,237,169 for its proportionate share of the net pension liability that reflected an increase for support from the State as a nonemployer contributing entity. The amount recognized by the District as its proportionate share of the net pension liability, the related support from the State as a nonemployer contributing entity, and the total portion of the net pension liability that was associated with District were as follows:

District's Proportionate Share of the Net Pension Liability	\$ 445,237,169
State's Proportionate Share of the Net Pension Liability	
Associated with the District	<u>9,762,730</u>
Total	<u>\$ 454,999,899</u>

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 13: RETIREMENT PLAN (Continued)

At December 31, 2023, the District's proportion was 2.518 percent, which was an increase of 0.581 from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized pension expense of \$22,358,298 and revenue of \$913,848 for support from the State as a nonemployer contributing entity. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$21,112,671	\$-
Changes of assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	31,916,572	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	62,083,305	27,293,561
Contributions subsequent to the measurement date	17,778,174	-
Total	\$132,890,722	\$27,293,561

\$17,778,174 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 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:

Year ended June 30:	Deferred Amount:
2025	\$14,580,007
2026	43,535,676
2027	38,602,497
2028	(8,899,193)
Total	\$ 87,818,987

Actuarial Assumptions

The total pension 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 percent
Real wage growth	0.70 percent
Wage inflation	3.00 percent
Salary increases, including wage inflation	3.40 – 11.00 percent
Long-term investment rate of return, net of pension plan investment expenses, including price inflation	7.25 percent
Discount rate	7.25 percent
Post-retirement benefit increases:	
PERA benefit structure hired prior to 1/1/07; and DPS benefit structure (automatic) ¹	1.00 percent compounded annually
PERA benefit structure hired after 12/31/06 (ad hoc, substantively automatic) ¹	Financed by the Annual Increase Reserve

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.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 13: RETIREMENT PLAN (Continued)

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

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

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

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

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

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

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

The actuarial assumptions used in the December 31, 2022, valuation were based on the 2020 experience analysis, dated October 28, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were 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 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:

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 13: RETIREMENT PLAN (Continued)

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

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

Discount Rate

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

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the scheduled increases in SB 18-200 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the scheduled increase in SB 18-200 and required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- As specified in law, the State, as a nonemployer contributing entity, will provide an annual direct distribution of \$225 million, 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.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 13: RETIREMENT PLAN (Concluded)

- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the 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 SCHDTF’s FNP was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on pension plan investments was applied to all periods of projected benefit payments to determine the TPL. The discount rate determination does not use the municipal bond index rate, and therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

Sensitivity of the District’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.25 percent) or one percentage-point higher (8.25 percent) than the current rate (expressed in thousands):

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net pension liability	\$595,356	\$445,237	\$320,056

Pension Plan Fiduciary Net Position

Detailed information about the SCHDTF’s fiduciary net position is available in PERA’s annual comprehensive financial report, which can be obtained at www.copera.org/investments/pera-financial-reports.

Required footnote disclosures for The Classical Academy and New Summit Charter Academy, discretely presented component units of the District, are included in their separately issued financial statements.

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Summary of Significant Accounting Policies

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

Plan Description

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

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Benefits Provided

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

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

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

PERA Benefit Structure

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

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

Contributions

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

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the District were \$1,770,257 for the year ended June 30, 2024.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

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

At June 30, 2024, the District reported a liability of \$10,750,681 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2023, and the total OPEB liability (TOL) used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the TOL to December 31, 2023. The District's proportion of the net OPEB liability was based on the District's contributions to the HCTF for the calendar year 2023 relative to the total contributions of participating employers to the HCTF.

At December 31, 2023, the District's proportion was 1.51%, which was an increase of 0.04% from its proportion measured as of December 31, 2022.

For the year ended June 30, 2024, the District recognized OPEB income of \$1,212,519. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$-	\$2,203,455
Changes of assumptions or other inputs	126,422	1,139,934
Net difference between projected and actual earnings on OPEB plan investments	332,495	-
Changes in proportion and differences between contributions recognized and proportionate share of contributions	542,082	734,803
Contributions subsequent to the measurement date	889,781	-
Total	\$1,890,780	\$4,078,192

\$889,781 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended June 30, 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:

Year ended June 30:	Deferred Amount:
2025	\$ (1,309,331)
2026	(902,380)
2027	(288,028)
2028	(480,504)
2029	(92,979)
Thereafter	(3,971)
Total	\$ (3,077,193)

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Actuarial Assumptions

The TOL 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	2.3%
Real wage growth	0.70%
Wage inflation	3.00%
Salary increases, including wage inflation	3.40%-11.00%
Long-term investment rate of return, net of OPEB plan investment expenses, including price inflation	7.25%
Discount rate	7.25%
Health care cost trend rates	
Service-based premium subsidy	0.00%
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

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 UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

Age-Related Morbidity Assumptions

Participant	Annual Increase	Annual Increase
Age	(Male)	(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	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO (Kaiser) with Medicare Part A	
	Retire/Spouse		Retire/Spouse		Retire/Spouse	
	Male	Female	Male	Female	Male	Female
Age 65	\$ 1,692	\$ 1,406	\$ 579	\$ 481	\$ 1,913	\$ 1,589
70	\$ 1,901	\$ 1,573	\$ 650	\$ 538	\$ 2,149	\$ 1,778
75	\$ 2,100	\$ 1,653	\$ 718	\$ 566	\$ 2,374	\$ 1,869

Sample	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retire/Spouse		Retire/Spouse		Retire/Spouse	
	Male	Female	Male	Female	Male	Female
Age 65	\$ 6,469	\$ 5,373	\$ 4,198	\$ 3,487	\$ 6,719	\$ 5,581
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

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

The 2023 Medicare Part A premium is \$506 per month.

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

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

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 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 each of the Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the HCTF, but developed on a headcount-weighted basis. Affiliated employers of the State, School, Local Government and Judicial Divisions participate in the HCTF.

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

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

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

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

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

- Per capita health care costs in effect as of the December 31, 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, valuations were based on the 2020 experience analysis, dated October 28, 2020, and November 4, 2020, for the period January 1, 2016, through December 31, 2019. Revised economic and demographic assumptions were adopted by PERA's 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 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%	

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 rate of return assumption of 7.25 percent.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Sensitivity of the District’s Proportionate Share of the Net OPEB Liability to Changes in the Healthcare 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 (expressed in thousands):

	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	\$ 10,442	\$ 10,751	\$ 11,086

Discount Rate

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

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 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%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the FNP as of the current measurement date is used as a starting point for the GASB 74 projection test.
- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the HCTF reflect payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO FINANCIAL STATEMENTS
June 30, 2024

NOTE 14: POST EMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Concluded)

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

Sensitivity of the District’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25%, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.25%) or one-percentage-point higher (8.25%) than the current rate (expressed in thousands):

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate share of the net OPEB liability	\$12,698	\$10,751	\$9,085

OPEB Plan Fiduciary Net Position

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

Required footnote disclosures for The Classical Academy and New Summit Charter Academy, discretely presented component units of the District, are included in their separately issued financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

In addition to the basic financial statements, a Budgetary Comparison Schedule is required for the General Fund and each of the District's major special revenue funds.

Due to the implementation of GASB Statement No. 68 and GASB Statement No. 75, schedules for the District's Proportionate Share of the Net Pension Liability, Net OPEB Liability, and the District's Contributions and Related Ratios are also included as required supplementary information.

General Fund

As the District's major operating fund, the General Fund accounts for ordinary operating expenditures financed by property taxes, state equalization payments, service charges and other sources. The fund includes all resources and expenditures not legally or properly accounted for in other funds. The General Fund balance is available to the District for any purpose provided it is expended or transferred according to Colorado Revised Statutes. It is the most significant fund in relation to the District's overall operation.

**ACADEMY SCHOOL DISTRICT TWENTY
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Budget		2024 Actual	% of Actual	Variance with Final Budget Positive (Negative)	% of Final Budget Collected	2023 Actual
	Original	Final					
REVENUES							
Local sources							
Property taxes	\$ 91,157,538	\$ 101,483,930	\$ 103,508,489	32.57%	\$ 2,024,559	101.99%	\$ 86,728,016
Specific ownership taxes	14,070,644	12,796,562	12,612,779	3.97%	(183,783)	98.56%	12,796,562
Delinquent taxes and abatement	251,322	1,501,915	173,206	0.05%	(1,328,709)	11.53%	(454,361)
Tuition	272,330	346,460	353,454	0.11%	6,994	102.02%	496,945
Other local sources	2,100,703	2,428,296	2,223,126	0.70%	(205,170)	91.55%	1,912,135
Investment income	2,000,000	3,750,000	4,458,929	1.40%	708,929	118.90%	3,170,596
Total local sources	<u>109,852,537</u>	<u>122,307,163</u>	<u>123,329,983</u>	<u>38.81%</u>	<u>1,022,820</u>	<u>100.84%</u>	<u>104,649,893</u>
State sources							
State equalization	185,872,233	176,497,885	176,637,590	55.58%	139,705	100.08%	165,357,643
Vocational education	500,000	717,989	302,104	0.10%	(415,885)	42.08%	908,430
Special education	6,397,801	7,357,844	7,370,056	2.32%	12,212	100.17%	6,480,527
Gifted and talented education	259,259	277,869	277,869	0.09%	-	100.00%	259,259
Other state revenue	6,601,441	6,558,226	5,615,782	1.77%	(942,444)	100.00%	10,202,392
Total state sources	<u>199,630,734</u>	<u>191,409,813</u>	<u>190,203,401</u>	<u>59.85%</u>	<u>(1,206,412)</u>	<u>99.37%</u>	<u>183,208,251</u>
Federal sources							
Public law 81-874	1,750,000	1,600,000	2,618,403	0.82%	1,018,403	163.65%	1,832,589
Other federal sources	1,275,000	1,425,000	1,657,563	0.52%	232,563	116.32%	1,398,320
Total federal sources	<u>3,025,000</u>	<u>3,025,000</u>	<u>4,275,966</u>	<u>1.35%</u>	<u>1,250,966</u>	<u>141.35%</u>	<u>3,230,909</u>
TOTAL REVENUES	<u>\$ 312,508,271</u>	<u>\$ 316,741,976</u>	<u>\$317,809,350</u>	<u>100.00%</u>	<u>\$ 1,067,374</u>	<u>100.34%</u>	<u>\$291,089,053</u>

See notes to Required Supplementary Information.
(continued)

**ACADEMY SCHOOL DISTRICT TWENTY
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**
(continued)

EXPENDITURES	Budget		2024 Actual	% of Actual	Variance with Final Budget Positive (Negative)	% of Final Budget Used	2023 Actual
	Original	Final					
Instruction							
Regular instruction	\$ 130,724,310	\$ 128,074,084	\$ 122,886,128	43.53%	\$ 5,187,956	95.95%	\$ 120,110,967
Regular instruction - pre-schools	-	-	-	0.00%	-	0.00%	281,301
Regular instruction - charter schools	43,081,757	43,945,134	43,914,391	15.56%	30,743	99.93%	39,107,265
Special education	24,316,140	23,770,635	22,806,611	8.08%	964,024	95.94%	20,649,478
Gifted and talented education	3,721,531	4,013,013	3,901,960	1.38%	111,053	97.23%	3,430,586
Total instruction	<u>201,843,738</u>	<u>199,802,866</u>	<u>193,509,090</u>	<u>68.55%</u>	<u>6,293,776</u>	<u>96.85%</u>	<u>183,579,597</u>
Supporting Services							
Pupil services	16,712,651	17,121,330	14,643,286	5.19%	2,478,044	85.53%	15,140,211
Instructional staff	10,102,355	11,218,860	10,211,596	3.62%	1,007,264	91.02%	9,817,723
General administration	2,379,208	2,506,939	2,377,133	0.84%	129,806	94.82%	2,505,338
School administration	24,479,007	25,457,881	25,466,826	9.02%	(8,945)	100.04%	25,072,897
Business administration	3,167,117	3,137,658	2,955,163	1.05%	182,495	94.18%	3,120,167
Central services	3,742,233	3,965,390	3,785,843	1.34%	179,547	95.47%	3,758,596
Community services	358,556	97,845	237,750	0.08%	(139,905)	242.99%	239,359
Operations & maintenance of plant	26,986,292	28,272,648	25,376,250	8.99%	2,896,398	89.76%	25,418,815
Risk Management Services	3,327,431	4,205,462	3,741,824	1.33%	463,638	88.98%	3,014,715
Total supporting services	<u>91,254,850</u>	<u>95,984,013</u>	<u>88,795,671</u>	<u>31.45%</u>	<u>7,188,342</u>	<u>92.51%</u>	<u>88,087,821</u>
TOTAL EXPENDITURES	<u>293,098,588</u>	<u>295,786,879</u>	<u>282,304,761</u>	<u>100.00%</u>	<u>13,482,118</u>	<u>95.44%</u>	<u>271,667,418</u>
Excess (deficiency) of revenues over expenditures	<u>19,409,683</u>	<u>20,955,097</u>	<u>35,504,589</u>		<u>14,549,492</u>	<u>169.43%</u>	<u>19,421,635</u>
OTHER FINANCING SOURCES (USES)							
Transfer to Capital Projects Fund	(2,809,375)	(2,809,375)	(2,809,375)		-	100.00%	(8,303,808)
Transfer to Transportation Fund	(7,797,212)	(7,803,177)	(7,803,177)		-	100.00%	(7,076,274)
Transfer to Technology Fund	(7,981,603)	(7,932,091)	(7,932,091)		-	100.00%	(8,703,916)
TOTAL OTHER SOURCES (USES)	<u>(18,588,190)</u>	<u>(18,544,643)</u>	<u>(18,544,643)</u>		<u>-</u>	<u>100.00%</u>	<u>(24,083,998)</u>
Net change in fund balance	821,493	2,410,454	16,959,946		14,549,492	703.60%	(4,662,363)
Fund balance, beginning of year	<u>48,635,233</u>	<u>57,102,765</u>	<u>57,102,765</u>		<u>-</u>	<u>100.00%</u>	<u>61,765,128</u>
Fund balance, end of year	<u>\$ 49,456,726</u>	<u>\$ 59,513,219</u>	<u>\$ 74,062,711</u>		<u>\$ 14,549,492</u>	<u>N/A</u>	<u>\$ 57,102,765</u>

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than private purpose trusts or for major capital projects) that are legally restricted to expenditures for specified purposes.

The District has the following major Special Revenue Fund:

Designated-Purpose Grants Fund – Accounts for the various federal, state, and local grants awarded to the district to accomplish specific activities.

**ACADEMY SCHOOL DISTRICT TWENTY
DESIGNATED PURPOSE GRANTS FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
State sources	\$ 1,854,634	\$ 463,098	\$ 1,166,849	\$ 703,751	\$ 1,042,137
Federal sources	11,783,072	12,379,608	10,207,525	(2,172,083)	9,783,992
TOTAL REVENUES	13,637,706	12,842,706	11,374,374	(1,468,332)	10,826,129
EXPENDITURES					
Regular Instruction	7,560,341	10,499,209	6,305,617	4,193,592	6,257,843
Pupil services	3,098,238	400,291	2,584,050	(2,183,759)	1,564,633
Instructional staff	2,082,417	1,553,809	1,736,816	(183,007)	1,800,987
School administration	436,152	317,523	363,768	(46,245)	955,205
Buisness administration	123,983	61,874	103,407	(41,533)	128,172
Central services	177,268	10,000	147,848	(137,848)	115,406
Operation & maintenance of plant	159,307	-	132,868	(132,868)	3,883
TOTAL EXPENDITURES	13,637,706	12,842,706	11,374,374	1,468,332	10,826,129
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 1: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgetary Information

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

1. State law requires annual appropriated budgets for all funds. No later than May 31, the Superintendent must submit to the Board of Education a proposed budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted by the Board of Education to obtain taxpayer comments.
3. Prior to June 30 the budget is adopted and appropriated by formal resolution.
4. Expenditures may not legally exceed appropriations at the fund level. Authorization to transfer budgeted amounts between departments within any fund and the reallocation of budget line items within any department in the General Fund rests with management. Revisions that alter the total expenditures of any fund must be approved by the Board of Education.
5. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles.
6. Appropriations for all funds lapse at the end of the fiscal year, with the exception of the Capital Reserve Capital Projects Fund. Total annual appropriations, as illustrated in the table below, include transfers and ending fund balance.

Fund	2023-24 APPROPRIATION				ACTUAL	
	Expenditures	Transfers & Other Uses	Ending Fund Balance	Total Appropriation	Expenditures & Uses	Compliance Yes / (No)
General Fund	\$ 295,786,879	\$ 18,544,643	\$ 59,513,219	\$ 373,844,741	\$ 300,849,404	\$ 72,995,337
Food Service Fund	8,728,417	-	4,972,098	13,700,515	9,129,197	4,571,318
Designated-Purpose Grants Fund	12,842,706	-	-	12,842,706	11,374,374	1,468,332
Pupil Activity Fund	11,000,000	-	3,916,455	14,916,455	9,764,932	5,151,523
Transportation Fund	11,086,020	-	4,156,099	15,242,119	10,140,631	5,101,488
Bond Redemption Fund	29,221,732	-	51,004,618	80,226,350	29,214,831	51,011,519
Building Fund	9,638,778	-	12,349,997	21,988,775	7,797,126	14,191,649
Capital Reserve Capital Projects	14,504,760	-	5,752,145	20,256,905	9,241,818	11,015,087
Technology Fund	11,993,154	-	8,689,427	20,682,581	10,692,892	9,989,689
Custodial Fund	45,000	-	64,531	109,531	76,342	33,189
	<u>\$ 404,847,446</u>	<u>\$ 18,544,643</u>	<u>\$ 150,418,589</u>	<u>\$ 573,810,678</u>	<u>\$ 398,281,547</u>	<u>\$ 175,529,131</u>

7. Formal budgetary integration is employed as a management control device during the year for all funds consistent with the general obligation bond indenture and other statutory provisions. All funds completed the year within the amount of their legally authorized appropriations.
8. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations. All supplemental appropriations were legally enacted by the Board of Education during fiscal year 2024. The original appropriations were amended as follows:

Fund	Original Appropriation	Amendment	Amended Appropriation
General Fund	\$ 361,143,504	\$ 12,701,237	\$ 373,844,741
Food Service Fund	10,407,579	3,292,936	\$ 13,700,515
Designated-Purpose Grants Fund	13,637,706	(795,000)	\$ 12,842,706
School Activity Fund	15,169,404	(252,949)	\$ 14,916,455
Transportation Fund	14,516,349	725,770	\$ 15,242,119
Bond Redemption Fund	79,524,333	702,017	\$ 80,226,350
Building Fund	15,888,925	6,099,850	\$ 21,988,775
Capital Reserve Capital Projects Fund	16,494,271	3,762,634	\$ 20,256,905
Technology Fund	19,865,782	816,799	\$ 20,682,581
Custodial Fund	184,590	(75,059)	\$ 109,531
Total Appropriations	<u>\$ 546,832,443</u>	<u>26,978,235</u>	<u>\$ 573,810,678</u>

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 2 CHANGES IN PENSION BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS

Changes in assumptions or other input effective for the December 31, 2023 measurement period are as follows:

- 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.

There were no changes in terms or assumptions for the December 31, 2022 measurement period for pension compared to the prior year.

Changes in assumptions or other input effective for the December 31, 2021 measurement period are as follows:

- The projected benefit payments reflect the lowered annual increase cap from 1.25% to 1%, resulting from the 2020 AAP assessment, effective July 1, 2022.
- Assumptions on employer and employee contributions were updated to include the additional 0.50% resulting from the 2020 AAP assessment, effective July 1, 2022.

Changes in assumptions or other input effective for the December 31, 2020 measurement period are as follows:

- The price inflation assumption was lowered from 2.40 percent to 2.30 percent, and the wage inflation assumption was lowered from 3.50 percent to 3.00 percent.
- The real rate of investment return assumption was increased to 4.95 percent per year, net of investment expenses from 4.85 percent per year, net of investment expenses.
- Salary scale assumptions were revised to align with the revised economic assumptions and to more closely reflect actual experience.
- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The pre-retirement mortality assumption for the State Division (members other than State Troopers) was changed to the PubG-2010 Employee Table with generational projection using scale MP-2019.
- The pre-retirement mortality assumption for the Judicial Division was changed to the PubG-2010(A) Above Median Employee Table with generational projection using scale MP-2019.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 2 CHANGES IN PENSION BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS (Continued)

- The post-retirement non-disabled mortality assumption for the State Division (Members other than State Troopers) was changed to the PubG-2010 Health Retiree Table, adjusted as follows:
 - Males: 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
 - Females: 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- The post-retirement non-disabled mortality assumption for State Troopers was changed to the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.
- The disabled mortality assumption for the Division Trust Funds (Members other than State Troopers) was changed to the PubNS-2010 Disabled Retiree Table with generational projection using scale MP-2019.
- The disability mortality assumption for State Troopers was changed to the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a benefit-weighted basis.

Changes in assumptions or other input effective for the December 31, 2019 measurement period are as follows:

- The assumption used to value the annual increase (AI) cap benefit provision was changed from 1.50% to 1.25%.

Changes in assumptions or other inputs effective for the December 31, 2018 measurement period are as follows:

- The assumed investment rate of return of 7.25% was used as the discount rate, rather than using the blended rate of 4.72%

Changes in assumptions or other inputs effective for the December 31, 2017 measurement period are as follows:

- The discount rate was lowered from 5.26% to 4.72%.

Changes in assumptions or other inputs effective for the December 31, 2016 measurement period are as follows:

- The investment return assumption was lowered from 7.50% to 7.25%.
- The price inflation assumption was lowered from 2.80% to 2.40%.
- The real rate of investment return assumption increased from 4.70% per year, net of investment expenses, to 4.85% per year, net of investment expenses.
- The wage inflation assumption was lowered from 3.90% to 3.50%.
- The mortality tables were changed from RP-2000 Combined Mortality Table for Males and Females, as appropriate, with adjustments for mortality improvements based on a projection scale of Scale AA to 2020 to RP-2014 White Collar Employee Mortality for active employees, RP2014 Healthy Annuitant Mortality tables projected to 2020 using the MP-2015 projection scale for retirees, or RP-2014 Disabled Retiree Mortality Table for disabled retirees.
- The discount rate was lowered from 7.50% to 5.26%.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 2 CHANGES IN PENSION BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS (Concluded)

There were no changes in terms or assumptions for the December 31, 2015 measurement period for pension compared to the prior year.

There were no changes in terms or assumptions for the December 31, 2014 measurement period for pension compared to the prior year.

Changes in assumptions or other input effective for the December 31, 2013 measurement period are as follows:

- The investment return assumption was lowered from 8.00% to 7.50%
- The price inflation assumption was lowered from 3.50% to 2.80%
- The wage inflation assumption was lowered from 4.25% to 3.90%

NOTE 3 CHANGES IN OPEB BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS

Changes in assumptions or other input effective for the December 31, 2023 measurement period are as follows:

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

Changes in assumptions or other input effective for the December 31, 2022 measurement period are as follows:

- Per capital health costs were developed by plan option based on 2022 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend.
- Health care cost trend rates were revised to reflect an expectation of future increases in rates of inflation.

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

Changes in assumptions or other input effective for the December 31, 2020 measurement period are as follows:

- The price inflation assumption was lowered from 2.40 percent to 2.30 percent, and the wage inflation assumption was lowered from 3.50 percent to 3.00 percent.
- The real rate of investment return assumption was increased to 4.95 percent per year, net of investment expenses from 4.85 percent per year, net of investment expenses.
- Salary scale assumptions were revised to align with the revised economic assumptions and to more closely reflect actual experience.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2024

NOTE 3 CHANGES IN OPEB BENEFIT TERMS AND ACTUARIAL ASSUMPTIONS (Concluded)

- Rates of termination/withdrawal, retirement, and disability were revised to more closely reflect actual experience.
- The pre-retirement mortality assumption for the State Division (members other than State Troopers) was changed to the PubG-2010 Employee Table with generational projection using scale MP-2019.
- The pre-retirement mortality assumption for the Judicial Division was changed to the PubG-2010(A) Above Median Employee Table with generational projection using scale MP-2019.
- The post-retirement non-disabled mortality assumption for the State Division (Members other than State Troopers) was changed to the PubG-2010 Health Retiree Table, adjusted as follows:
 - Males: 94 percent of the rates prior to age 80 and 90 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
 - Females: 87 percent of the rates prior to age 80 and 107 percent of the rates for ages 80 and older, with generational projection using scale MP-2019.
- The post-retirement non-disabled mortality assumption for State Troopers was changed to the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.
- The post-retirement non-disabled mortality assumption for the Judicial Division was changed to the unadjusted PubG-2010(A) Above-Median Healthy Retiree Table with generational projection using scale MP-2019. The post-retirement non-disability beneficiary mortality assumption for the Division Trust Funds was changed to 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.
- The disabled mortality assumption for the Division Trust Funds (Members other than State Troopers) was changed to the PubNS-2010 Disabled Retiree Table with generational projection using scale MP-2019.
- The disability mortality assumption for State Troopers was changed to the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.
- The mortality tables described above are generational mortality tables on a benefit-weighted basis.

There were no changes in assumptions or other inputs effective for the December 31, 2019 measurement period for OPEB.

There were no changes in assumptions or other inputs effective for the December 31, 2018 measurement period for OPEB compared to the prior year.

There were no changes in assumptions or other inputs effective for the December 31, 2017 measurement period for OPEB.

ACADEMY SCHOOL DISTRICT 20
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
Last 10 Fiscal Years

Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Plan Measurement Date *	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014
District's proportion (percentage) of the collective net pension liability (asset)	2.52%	1.94%	2.30%	2.63%	2.46%	2.32%	2.64%	2.62%	2.64%	2.64%
District's proportionate share of the collective pension liability (asset)	\$ 445,237,169	\$ 352,662,100	\$ 267,328,940	\$ 397,361,889	\$ 367,179,909	\$ 410,050,052	\$ 853,134,880	\$ 778,803,576	\$ 404,158,474	\$ 357,901,961
State's proportionate share of the Net Pension Liability associated with the District **	9,762,730	102,769,280	30,645,849	-	46,572,102	56,068,650	-	-	-	-
Total	<u>\$ 454,999,899</u>	<u>\$ 455,431,380</u>	<u>\$ 297,974,789</u>	<u>\$ 397,361,889</u>	<u>\$ 413,752,011</u>	<u>\$ 466,118,702</u>	<u>\$ 853,134,880</u>	<u>\$ 778,803,576</u>	<u>\$ 404,158,474</u>	<u>\$ 357,901,961</u>
Covered payroll	166,450,634	149,323,447	143,565,327	140,537,486	144,370,153	127,308,872	121,702,007	117,398,736	115,163,118	110,625,896
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	267.5%	236.2%	186.2%	282.7%	254.3%	322.1%	701.0%	663.4%	350.9%	323.5%
Plan fiduciary net position as a percentage of the total pension liability	64.74%	61.79%	74.86%	67.00%	64.52%	57.01%	43.96%	43.10%	59.20%	62.80%

* The amounts presented for each fiscal year were determined as of December 31 based on the measurement date of the Plan.

**HB 20-1379 suspended the direct distribution scheduled for July 1, 2020 in fiscal year 2021.

**ACADEMY SCHOOL DISTRICT 20
SCHEDULE OF CONTRIBUTIONS
AND RELATED RATIOS
Last 10 Fiscal Years**

As of June 30,	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contributions	\$35,370,432	\$32,115,374	\$ 28,892,933	\$ 28,167,857	\$ 28,281,017	\$25,301,639	\$23,469,817	\$21,904,416	\$20,544,869	\$19,186,956
Contributions in relation to the statutorily required contribution	<u>35,370,432</u>	<u>32,115,374</u>	<u>28,892,933</u>	<u>28,167,857</u>	<u>28,281,017</u>	<u>25,301,639</u>	<u>23,469,817</u>	<u>21,904,416</u>	<u>20,544,869</u>	<u>19,186,956</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	173,554,622	157,582,795	145,336,685	141,689,419	145,928,880	132,261,572	124,301,741	119,167,107	115,868,084	113,645,008
Contribution as a percentage of covered payroll	20.38%	20.38%	19.88%	19.88%	19.38%	19.13%	18.88%	18.38%	17.73%	16.88%

* The amounts presented for each fiscal year were determined as of June 30.

** Information on the significant methods and assumptions used in calculating the statutorily required contributions can be found in Note 13 of the Notes to the Financial Statements.

ACADEMY SCHOOL DISTRICT 20
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE
OF THE NET OPEB LIABILITY
Last 10 Fiscal Years¹

Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017
Plan Measurement Date	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016
District's proportion (percentage) of the OPEB Liability	1.51%	1.47%	1.50%	1.52%	1.61%	1.51%	1.50%	1.49%
District's proportionate share of the OPEB Liability	\$ 10,750,681	\$ 12,014,550	\$ 12,933,473	\$ 14,440,963	\$ 18,047,075	\$ 20,479,505	\$ 19,481,995	\$ 19,277,041
Covered payroll	166,450,634	149,323,447	143,565,327	140,537,486	144,370,153	127,308,872	121,702,007	117,398,736
District's proportionate share of the OPEB Liability as a percentage of its covered payroll	6.5%	8.0%	9.0%	10.3%	12.5%	16.1%	16.0%	16.4%
Plan fiduciary net position as a percentage of the total OPEB Liability	46.16%	38.57%	39.40%	32.78%	24.49%	17.03%	17.53%	16.72%

* The amounts presented for each fiscal year were determined as of December 31 based on the measurement date of the Plan.

** Information on the factors that significantly affect trends in the amounts reported above can be found in Note 14 of the Notes to the Financial Statements.

¹Information is not available prior to 2017. In future reports, additional years will be added until 10 years historical data are presented.

ACADEMY SCHOOL DISTRICT 20
SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS
AND RELATED RATIOS
Last 10 Fiscal Years

As of June 30,	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contributions	\$ 1,770,257	\$ 1,607,345	\$ 1,482,434	\$ 1,445,232	\$ 1,488,475	\$ 1,349,068	\$ 1,267,878	\$ 1,215,504	\$ 1,181,854	\$ 1,159,179
Contributions in relation to the statutorily required contribution	<u>1,770,257</u>	<u>1,607,345</u>	<u>1,482,434</u>	<u>1,445,232</u>	<u>1,488,475</u>	<u>1,349,068</u>	<u>1,267,878</u>	<u>1,215,504</u>	<u>1,181,854</u>	<u>1,159,179</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	173,554,622	157,582,795	145,336,685	141,689,419	145,928,880	132,261,572	124,301,741	119,167,107	115,868,084	113,645,008
Contribution as a percentage of covered payroll	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%	1.02%

* The amounts presented for each fiscal year were determined as of June 30.

** Information on the significant methods and assumptions used in calculating the statutorily required contributions can be found in Note 14 of the Notes to the Financial Statements.

OTHER SUPPLEMENTARY INFORMATION

Other supplementary information include schedules that are reported for other major governmental funds, non-major governmental funds, and fiduciary funds.

Other Major Governmental Funds

Debt Service Fund

The Debt Service Fund accounts for the accumulation of resources and payment of long-term debt used to finance government fund-type capital construction and acquisition.

The District has the following Debt Service Fund:

Bond Redemption Fund - Used to finance and account for payment of principal and interest on all long-term debt of the District. (C.R. S. 22-45-103(b)).

Capital Project Funds

Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, acquisition or construction of major capital facilities and other capital assets (other than those financed by proprietary funds and trust funds).

The District has the following major Capital Project Fund:

Building Fund - Used to account for financial resources to be used for major capital outlay relating to the acquisition, construction, and remodeling of capital facilities.

**ACADEMY SCHOOL DISTRICT TWENTY
BOND REDEMPTION FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Local sources:					
Property taxes	\$ 29,385,174	\$ 29,086,580	\$ 29,289,291	\$ 202,711	\$ 30,249,270
Investment income	1,000,000	1,825,000	2,279,679	454,679	1,356,998
TOTAL REVENUES	<u>30,385,174</u>	<u>30,911,580</u>	<u>31,568,970</u>	<u>657,390</u>	<u>31,606,268</u>
EXPENDITURES					
Debt service					
Principal	19,070,000	19,070,000	19,070,000	-	18,365,000
Interest	10,141,732	10,141,732	10,141,731	1	11,030,338
Other expenditures and fiscal charges	10,000	10,000	3,100	6,900	3,100
TOTAL EXPENDITURES	<u>29,221,732</u>	<u>29,221,732</u>	<u>29,214,831</u>	<u>6,901</u>	<u>29,398,438</u>
Excess (deficiency) of revenues over expenditures	<u>1,163,442</u>	<u>1,689,848</u>	<u>2,354,139</u>	<u>664,291</u>	<u>2,207,830</u>
Net change in fund balance	1,163,442	1,689,848	2,354,139	664,291	2,207,830
Fund balance, beginning of year	<u>49,139,159</u>	<u>49,314,770</u>	<u>49,314,770</u>	<u>-</u>	<u>47,106,940</u>
Fund balance, end of year	<u>\$ 50,302,601</u>	<u>\$ 51,004,618</u>	<u>\$ 51,668,909</u>	<u>\$ 664,291</u>	<u>\$ 49,314,770</u>

**ACADEMY SCHOOL DISTRICT TWENTY
BUILDING FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Local sources					
Investment income	\$ 450,000	\$ 929,200	\$ 1,015,713	\$ 86,513	\$ 997,835
Other sources	-	-	142,301	142,301	437,873
Sub-total local sources	<u>450,000</u>	<u>929,200</u>	<u>1,158,014</u>	<u>228,814</u>	<u>1,435,708</u>
TOTAL REVENUES	<u>450,000</u>	<u>929,200</u>	<u>1,158,014</u>	<u>228,814</u>	<u>1,435,708</u>
EXPENDITURES					
Capital outlay					
Facility audit	529,005	1,788,277	1,889,566	(101,289)	3,904,789
New Construction	-	-	72,208	(72,208)	150,297
Program management	458,771	452,573	501,910	(49,337)	412,362
Remodel and renovation	1,758,776	7,142,237	5,104,549	2,037,688	10,007,819
Technology infrastructure	-	255,691	228,893	26,798	25,969
Sub-total capital outlay	<u>2,746,552</u>	<u>9,638,778</u>	<u>7,797,126</u>	<u>1,841,652</u>	<u>14,501,236</u>
TOTAL EXPENDITURES	<u>2,746,552</u>	<u>9,638,778</u>	<u>7,797,126</u>	<u>1,841,652</u>	<u>14,501,236</u>
Excess (deficiency) of revenues over expenditures	<u>(2,296,552)</u>	<u>(8,709,578)</u>	<u>(6,639,112)</u>	<u>2,070,466</u>	<u>(13,065,528)</u>
Net change in fund balance	(2,296,552)	(8,709,578)	(6,639,112)	2,070,466	(13,065,528)
Fund balance, beginning of year	<u>15,438,925</u>	<u>21,059,575</u>	<u>21,059,575</u>	<u>-</u>	<u>34,125,103</u>
Fund balance, end of year	<u>\$ 13,142,373</u>	<u>\$ 12,349,997</u>	<u>\$ 14,420,463</u>	<u>\$ 2,070,466</u>	<u>\$ 21,059,575</u>

Non-Major Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than private purpose trusts or for major capital projects) that are legally restricted to expenditures for specified purposes.

The District has the following non-major Special Revenue Funds:

Food Service Fund - Accounts for all of the operating revenues and expenses associated with providing breakfast and lunch for the District's students and staff.

Pupil Activity Fund – Used to account for money that is raised by individual student groups, activity sponsors, and parent/booster groups.

Transportation Fund - Accounts for the operations of the District's pupil transportation services.

Capital Project Funds

Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, acquisition or construction of major capital facilities and other capital assets (other than those financed by proprietary funds and trust funds).

The District has the following non-major Capital Project Funds:

Capital Reserve Capital Projects Fund – Accounts for the ongoing capital needs of the District such as site acquisitions, building additions and improvements, as well as purchases of equipment and vehicles.

Technology Fund – Provides better fiscal management for district-wide technology services.

**ACADEMY SCHOOL DISTRICT TWENTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
June 30, 2024**

	Special Revenue			Capital Projects		Totals
	Food Service Fund	Pupil Activity Fund	Transportation Fund	Capital Reserve Capital Projects Fund	Technology Fund	
ASSETS						
Cash and investments	\$ 5,411,747	\$ 4,222,987	\$ 5,519,155	\$ 10,707,289	\$ 10,676,559	\$ 36,537,737
Receivables	7,174	2,135,528	14,968	-	-	2,157,670
Prepaid items	-	12,219	-	-	232,712	244,931
Investments - restricted	-	-	-	1,443,434	-	1,443,434
TOTAL ASSETS	\$ 5,418,921	\$ 6,370,734	\$ 5,534,123	\$ 12,150,723	\$ 10,909,271	\$ 40,383,772
LIABILITIES						
Accounts payable	\$ 180,260	\$ 44,121	\$ 24,141	\$ 1,532,048	\$ 48,233	\$ 1,828,803
Unearned revenue	299,612	-	-	-	-	299,612
TOTAL LIABILITIES	479,872	44,121	24,141	1,532,048	48,233	2,128,415
DEFERRED INFLOWS OF RESOURCES						
Related to leases	-	2,129,462	-	-	-	\$ 2,129,462
TOTAL DEFERRED INFLOWS OF RESOURCES	-	2,129,462	-	-	-	2,129,462
FUND BALANCE						
Nonspendable, prepaid items	-	12,219	-	-	232,712	244,931
Restricted for Capital projects	-	-	-	1,293,516	-	1,293,516
Restricted for Food service	4,939,049	-	-	-	-	4,939,049
Committed for Activity bus replacement	-	-	422,406	-	-	422,406
Committed for Future projects	-	-	5,087,576	-	-	5,087,576
Committed for Pupil activity	-	4,184,932	-	-	-	4,184,932
Committed for Technology replacement	-	-	-	-	7,075,767	7,075,767
Assigned to Future projects	-	-	-	9,325,159	3,552,559	12,877,718
TOTAL FUND BALANCE	4,939,049	4,197,151	5,509,982	10,618,675	10,861,038	36,125,895
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	\$ 5,418,921	\$ 6,370,734	\$ 5,534,123	\$ 12,150,723	\$ 10,909,271	\$ 40,383,772

**ACADEMY SCHOOL DISTRICT TWENTY
NON-MAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2024**

	Special Revenue			Capital Projects		Totals
	Food Service Fund	Pupil Activity Fund	Transportation Fund	Capital Reserve Capital Projects Fund	Technology Fund	
REVENUES						
Local sources	\$ 631,360	\$ 10,045,628	\$ 831,609	\$ 369,788	\$ 927,929	\$ 12,806,314
State sources	5,566,501	-	1,961,885	-	-	7,528,386
Federal sources	3,420,618	-	-	-	2,408,420	5,829,038
TOTAL REVENUES	9,618,479	10,045,628	2,793,494	369,788	3,336,349	26,163,738
EXPENDITURES						
Instruction	-	-	-	-	130,176	130,176
Supporting Services						
Instructional staff	-	-	-	-	741,567	741,567
Central services	-	-	-	-	6,224,026	6,224,026
Food services	9,129,197	-	-	-	-	9,129,197
Pupil activity	-	9,764,932	-	-	-	9,764,932
Pupil transportation	-	-	10,140,631	-	-	10,140,631
Capital outlay	-	-	-	9,241,818	2,672,988	11,914,806
Debt Service						
Principal	-	-	-	-	831,915	831,915
Interest	-	-	-	-	92,220	92,220
TOTAL EXPENDITURES	9,129,197	9,764,932	10,140,631	9,241,818	10,692,892	48,969,470
Excess (deficiency) of revenues over expenditures	489,282	280,696	(7,347,137)	(8,872,030)	(7,356,543)	(22,805,732)
OTHER FINANCING SOURCES						
Proceeds on sale of capital assets	-	-	-	23,800	-	23,800
Transfers in/(out)	-	-	7,803,177	2,809,375	7,932,091	18,544,643
TOTAL OTHER FINANCING SOURCES	-	-	7,803,177	2,833,175	7,932,091	18,568,443
Net change in fund balance	489,282	280,696	456,040	(6,038,855)	575,548	(4,237,289)
Fund balance, beginning of year	4,449,767	3,916,455	5,053,942	16,657,530	10,285,490	40,363,184
Fund balance, end of year	<u>\$ 4,939,049</u>	<u>\$ 4,197,151</u>	<u>\$ 5,509,982</u>	<u>\$ 10,618,675</u>	<u>\$ 10,861,038</u>	<u>\$ 36,125,895</u>



*We educate and inspire
students to thrive.*

**ACADEMY SCHOOL DISTRICT TWENTY
FOOD SERVICE FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Local sources					
Charges for services	\$ 997,526	\$ 650,000	\$ 631,360	\$ (18,640)	\$ 3,519,387
Miscellaneous	-	-	-	-	22,730
State sources					
State support	6,192,607	5,320,748	5,566,501	245,753	90,052
Federal sources					
Federal reimbursement	80,000	2,730,000	2,970,425	240,425	2,509,262
USDA commodities	425,899	550,000	450,193	(99,807)	484,678
TOTAL REVENUES	7,696,032	9,250,748	9,618,479	367,731	6,626,109
EXPENDITURES					
Current					
Purchased food, labor, & services	6,317,777	6,317,777	7,730,759	(1,412,982)	4,712,202
Other expenses	1,860,640	1,860,640	948,245	912,395	949,074
USDA commodities	425,899	550,000	450,193	99,807	484,678
TOTAL EXPENDITURES	8,604,316	8,728,417	9,129,197	(400,780)	6,145,954
Excess (deficiency) of revenues over expenditures	(908,284)	522,331	489,282	(33,049)	480,155
Net change in fund balance	(908,284)	522,331	489,282	(33,049)	480,155
Fund balance, beginning of year	2,711,547	4,449,767	4,449,767	-	3,969,612
Fund balance, end of year	\$ 1,803,263	\$ 4,972,098	\$ 4,939,049	\$ (33,049)	\$ 4,449,767

**ACADEMY SCHOOL DISTRICT TWENTY
PUPIL ACTIVITY FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Local sources	\$ 11,000,000	\$ 11,000,000	\$ 10,045,628	\$ (954,372)	\$ 9,568,096
TOTAL REVENUES	<u>11,000,000</u>	<u>11,000,000</u>	<u>10,045,628</u>	<u>(954,372)</u>	<u>9,568,096</u>
EXPENDITURES					
Current					
Instruction	9,352,200	9,352,200	8,481,257	870,943	8,271,516
School Administration	1,647,800	1,647,800	1,283,675	364,125	1,549,529
TOTAL EXPENDITURES	<u>11,000,000</u>	<u>11,000,000</u>	<u>9,764,932</u>	<u>1,235,068</u>	<u>9,821,045</u>
Net change in fund balance	-	-	280,696	280,696	(252,949)
Fund balance, beginning of year	4,169,404	3,916,455	3,916,455	-	4,169,404
Fund balance, end of year	<u>\$ 4,169,404</u>	<u>\$ 3,916,455</u>	<u>\$ 4,197,151</u>	<u>\$ 280,696</u>	<u>\$ 3,916,455</u>

**ACADEMY SCHOOL DISTRICT TWENTY
TRANSPORTATION FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Local sources					
Field trips	\$ 225,000	\$ 260,000	\$ 406,203	\$ 146,203	\$ 359,469
Student Transportation Trip Charge	280,000	280,000	290,356	10,356	307,419
Other	50,000	75,000	135,050	60,050	84,671
	<u>555,000</u>	<u>615,000</u>	<u>831,609</u>	<u>216,609</u>	<u>751,559</u>
State sources					
State transportation	<u>1,770,000</u>	<u>1,770,000</u>	<u>1,961,885</u>	<u>191,885</u>	<u>1,796,871</u>
TOTAL REVENUES	<u>2,325,000</u>	<u>2,385,000</u>	<u>2,793,494</u>	<u>408,494</u>	<u>2,548,430</u>
EXPENDITURES					
Current					
Administration	877,247	928,813	897,670	31,143	848,750
Bus operations	7,146,724	7,299,496	6,562,918	736,578	5,888,329
Bus monitors	1,451,856	1,513,345	1,393,986	119,359	1,215,770
Vehicle maintenance	1,350,948	1,344,366	1,286,057	58,309	1,144,670
	<u>10,826,775</u>	<u>11,086,020</u>	<u>10,140,631</u>	<u>945,389</u>	<u>9,097,519</u>
Excess (deficiency) of revenues over expenditures	(8,501,775)	(8,701,020)	(7,347,137)	1,353,883	(6,549,089)
OTHER FINANCING SOURCES					
Transfer from the General Fund	<u>7,797,212</u>	<u>7,803,177</u>	<u>7,803,177</u>	<u>-</u>	<u>7,076,274</u>
Net change in fund balance	(704,563)	(897,843)	456,040	1,353,883	527,185
Fund balance, beginning of year	<u>4,394,137</u>	<u>5,053,942</u>	<u>5,053,942</u>	<u>-</u>	<u>4,526,757</u>
Fund balance, end of year	<u>\$ 3,689,574</u>	<u>\$ 4,156,099</u>	<u>\$ 5,509,982</u>	<u>\$ 1,353,883</u>	<u>\$ 5,053,942</u>

**ACADEMY SCHOOL DISTRICT TWENTY
CAPITAL RESERVE CAPITAL PROJECTS FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Local sources					
Local sources	\$ 615,000	\$ 615,000	\$ 224,043	\$ (390,957)	\$ 352,153
Investment income	100,000	100,000	145,745	45,745	28,605
Grants and contributions	-	-	-	-	3,040,000
Sub-total local sources	<u>715,000</u>	<u>715,000</u>	<u>369,788</u>	<u>(345,212)</u>	<u>3,420,758</u>
TOTAL REVENUES	<u>715,000</u>	<u>715,000</u>	<u>369,788</u>	<u>(345,212)</u>	<u>3,420,758</u>
EXPENDITURES					
Capital outlay					
Site and Building modifications & repairs	7,520,000	10,054,760	9,027,259	1,027,501	8,141,283
Vehicles	1,650,000	1,650,000	214,559	1,435,441	1,251,986
Sub-total capital outlay	<u>9,170,000</u>	<u>11,704,760</u>	<u>9,241,818</u>	<u>2,462,942</u>	<u>9,393,269</u>
Carryover Projects	<u>2,800,000</u>	<u>2,800,000</u>	<u>-</u>	<u>2,800,000</u>	<u>-</u>
TOTAL EXPENDITURES	<u>11,970,000</u>	<u>14,504,760</u>	<u>9,241,818</u>	<u>5,262,942</u>	<u>9,393,269</u>
Excess (deficiency) of revenues over expenditures	<u>(11,255,000)</u>	<u>(13,789,760)</u>	<u>(8,872,030)</u>	<u>4,917,730</u>	<u>(5,972,511)</u>
OTHER FINANCING SOURCES					
Proceeds on sale of capital assets	75,000	75,000	23,800	(51,200)	52,105
Transfer from General Fund	2,809,375	2,809,375	2,809,375	-	8,303,808
TOTAL OTHER FINANCING SOURCES	<u>2,884,375</u>	<u>2,884,375</u>	<u>2,833,175</u>	<u>(51,200)</u>	<u>8,355,913</u>
Net change in fund balance	(8,370,625)	(10,905,385)	(6,038,855)	4,866,530	2,383,402
Fund balance, beginning of year	<u>12,894,896</u>	<u>16,657,530</u>	<u>16,657,530</u>	<u>-</u>	<u>14,274,128</u>
Fund balance, end of year	<u>\$ 4,524,271</u>	<u>\$ 5,752,145</u>	<u>\$ 10,618,675</u>	<u>\$ 4,866,530</u>	<u>\$ 16,657,530</u>

**ACADEMY SCHOOL DISTRICT TWENTY
TECHNOLOGY FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2024
With Comparative Actual Amounts For the Year Ended June 30, 2023**

	Original Budget	Final Budget	2024 Actual	Variance Positive (Negative)	2023 Actual
REVENUES					
Federal sources					
Impact Aid	\$ 1,555,000	\$ 1,555,000	\$ 2,408,420	\$ 853,420	\$ 1,800,943
Other sources					
E-Rate	250,000	100,000	82,320	(17,680)	-
Technology Device Fees	791,726	775,000	803,898	28,898	757,800
Technology Device Fines	55,274	35,000	36,714	1,714	35,083
Miscellaneous	-	-	4,997	4,997	4,514
TOTAL REVENUES	2,652,000	2,465,000	3,336,349	871,349	2,598,340
EXPENDITURES					
Current					
Instruction	332,318	332,318	130,176	202,142	158,837
Supporting Services					
Instructional staff	897,121	762,968	741,567	21,401	836,001
Central Services	7,761,608	7,320,733	6,224,026	1,096,707	5,348,065
Operation & Maintenance of plant	-	-	-	-	271
Capital outlay	2,651,000	2,653,000	2,672,988	(19,988)	7,119,202
Debt service					
Principal	-	831,915	831,915	-	872,836
Interest	-	92,220	92,220	-	51,299
TOTAL EXPENDITURES	11,642,047	11,993,154	10,692,892	1,300,262	14,386,511
Excess (deficiency) of revenues over expenditures	(8,990,047)	(9,528,154)	(7,356,543)	2,171,611	(11,788,171)
OTHER FINANCING SOURCES					
Capital financing - SBITA	-	-	-	-	4,728,236
Transfer from General Fund	7,981,603	7,932,091	7,932,091	-	8,703,916
TOTAL OTHER FINANCING SOURCES	7,981,603	7,932,091	7,932,091	-	13,432,152
Net change in fund balance	(1,008,444)	(1,596,063)	575,548	2,171,611	1,643,981
Fund balance, beginning of year	9,232,179	10,285,490	10,285,490	-	8,641,509
Fund balance, end of year	\$ 8,223,735	\$ 8,689,427	\$ 10,861,038	\$ 2,171,611	\$ 10,285,490

ACADEMY SCHOOL DISTRICT TWENTY
COMBINING STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2024

	The Classical Academy	New Summit Charter Academy	Total Component Units
ASSETS			
Cash and investments	\$ 22,904,334	\$ 3,333,194	\$ 26,237,528
Receivables	1,707,578	20,486	1,728,064
Prepaid expenses	147,195	-	147,195
Restricted investments	5,250,381	1,761,314	7,011,695
Capital assets, not being depreciated	4,235,196	1,261,269	5,496,465
Capital assets, depreciated, net	47,454,854	16,488,565	63,943,419
	<u>\$ 81,699,538</u>	<u>\$ 22,864,828</u>	<u>\$ 104,564,366</u>
DEFERRED OUTFLOWS OF RESOURCES			
Related to OPEB	174,771	108,597	283,368
Related to Pension	14,549,741	2,828,862	17,378,603
Related to Refunding	3,416,422	-	3,416,422
	<u>18,140,934</u>	<u>2,937,459</u>	<u>21,078,393</u>
LIABILITIES			
Accounts payable and other current liabilities	\$ 402,357	\$ 65,342	\$ 467,699
Accrued compensation payable	2,463,717	716,140	3,179,857
Accrued interest payable	291,369	461,444	752,813
Unearned revenue	57,330	-	57,330
Long-term liabilities:			
Portion due or payable within one year	2,095,098	-	2,095,098
Portion due or payable after one year	38,623,887	23,706,610	62,330,497
OPEB liability	1,186,365	225,733	1,412,098
Pension liability	49,133,035	9,348,669	58,481,704
	<u>94,253,158</u>	<u>34,523,938</u>	<u>128,777,096</u>
DEFERRED INFLOWS OF RESOURCES			
Related to Lease	1,696,575	-	1,696,575
Related to OPEB	398,655	70,201	468,856
Related to Pension	2,792,798	191,511	2,984,309
	<u>4,888,028</u>	<u>261,712</u>	<u>5,149,740</u>
NET POSITION			
Net investment in capital assets	18,186,385	(5,956,776)	12,229,609
Restricted for:			
TABOR	1,166,244	300,000	1,466,244
Debt Service	-	1,299,870	1,299,870
Donor purpose	310,745	-	310,745
Repair and replacement	1,962,253	-	1,962,253
Unrestricted	(20,926,341)	(4,626,457)	(25,552,798)
	<u>\$ 699,286</u>	<u>\$ (8,983,363)</u>	<u>\$ (8,284,077)</u>

**ACADEMY SCHOOL DISTRICT TWENTY
COMBINING STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Year Ended June 30, 2024**

	The Classical Academy	New Summit Charter Academy	Total Component Units
REVENUES			
Intergovernmental revenue:			
State equalization aid	\$ 33,535,950	\$ 6,414,673	\$ 39,950,623
Supplemental funding from District	2,816,248	640,444	3,456,692
Charges for services	1,530,217	1,418,808	2,949,025
Capital grants and contributions	1,118,883	248,817	1,367,700
Operating grants and contributions	820,058	269,992	1,090,050
Grants and contributions not restricted to specific programs	696,394	-	696,394
Investment income	1,441,370	235,630	1,677,000
Other sources	23,130	36,963	60,093
	<u>41,982,250</u>	<u>9,265,327</u>	<u>51,247,577</u>
EXPENSES			
Current:			
Instruction	27,567,428	4,910,677	32,478,105
Supporting Services	11,771,182	4,193,671	15,964,853
Debt service:			
Interest	1,975,178	903,976	2,879,154
	<u>41,313,788</u>	<u>10,008,324</u>	<u>51,322,112</u>
CHANGE IN NET POSITION	668,462	(742,997)	(74,535)
NET POSITION, BEGINNING OF YEAR	<u>30,824</u>	<u>(8,240,366)</u>	<u>(8,209,542)</u>
NET POSITION, END OF YEAR	<u>\$ 699,286</u>	<u>\$ (8,983,363)</u>	<u>\$ (8,284,077)</u>



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III. Statistical Section



Financial Trend Information

The following unaudited statistical tables and graph reflect financial trend information of the District.

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Table 2	Change in Net Position
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Table 6.7	Fiscal Health Tracking Ratios - CFBR

Table 1

ACADEMY SCHOOL DISTRICT TWENTY
Net Position by Component
Last Ten Fiscal Years
(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental activities										
Net investment in capital assets	\$ 87,604,224	\$ 74,806,300	\$ 62,902,204	\$ 58,375,487	\$ 57,275,185	\$ 59,027,124	\$ 68,072,443	\$ 64,648,665	\$ 59,683,897	\$ 49,564,426
Restricted	65,680,086	64,034,653	58,534,177	47,957,386	43,826,512	34,383,993	31,559,706	32,262,949	29,649,108	26,662,935
Unrestricted ¹	(256,373,324)	(266,180,037)	(275,248,392)	(389,055,189)	(484,492,079)	(548,946,975)	(608,937,387)	(430,578,023)	(308,648,921)	(293,330,154)
Total governmental activities net position	<u>(103,089,014)</u>	<u>(127,339,084)</u>	<u>(153,812,011)</u>	<u>(282,722,316)</u>	<u>(383,390,382)</u>	<u>(455,535,858)</u>	<u>(509,305,238)</u>	<u>(333,666,409)</u>	<u>(219,315,916)</u>	<u>(217,102,793)</u>

Table 2

ACADEMY SCHOOL DISTRICT TWENTY

Change in Net Position

Last Ten Fiscal Years

(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
EXPENSES										
Governmental activities										
Instruction	\$ 169,907,951	\$ 157,094,155	\$ 82,250,871	\$ 85,653,863	\$ 111,784,067	\$ 108,861,200	\$ 238,114,792	\$ 207,197,822	\$ 132,164,419	\$ 125,984,908
Pupil services	17,382,344	15,945,008	8,432,330	7,192,937	9,237,987	9,098,980	18,630,233	16,329,109	9,887,759	9,711,175
Instructional staff	12,810,218	11,884,859	5,951,578	7,217,650	7,275,492	7,661,659	15,465,392	13,483,700	8,456,443	7,456,322
General administration	2,478,129	2,475,087	1,513,283	848,778	1,386,902	1,401,168	3,739,874	3,076,331	1,751,061	1,458,524
School administration	31,595,509	31,278,247	19,324,221	20,138,590	26,678,857	23,566,036	45,220,866	33,477,361	19,450,379	18,108,305
Business administration	3,079,986	3,108,671	1,639,520	1,321,636	2,016,775	1,993,149	4,897,138	4,198,212	2,645,121	2,489,328
Central services	11,605,366	9,932,925	6,980,103	7,866,513	8,414,561	7,869,963	11,922,628	10,112,646	7,080,614	6,167,809
Community services	240,541	227,722	166,083	37,359	89,395	737,261	429,981	528,799	688,018	785,350
Operation & maintenance of plant	30,285,708	28,802,577	20,461,181	18,158,830	17,455,725	17,061,827	28,842,761	25,901,690	19,047,138	18,693,908
Risk management services	3,745,644	3,000,289	2,839,252	2,806,826	2,630,607	2,214,345	2,621,079	3,055,160	3,014,459	2,424,123
¹ Pupil activities	9,718,279	9,705,724	7,899,757	3,397,566	6,721,654	-	-	-	-	-
Pupil transportation	11,438,892	10,128,327	6,195,641	5,641,261	8,112,015	7,508,836	14,335,125	13,067,619	8,659,257	8,251,551
Food services	8,773,866	6,079,127	7,769,178	3,907,254	5,163,367	5,444,605	5,194,688	5,248,277	5,309,694	5,302,312
Charter schools	40,150,622	35,444,698	32,700,612	30,291,339	31,411,317	29,421,263	24,733,091	24,151,866	23,391,249	22,519,530
Interest and fiscal charges	6,694,821	6,981,723	7,950,306	9,057,325	8,747,548	8,389,356	8,761,538	6,596,613	4,158,278	5,090,955
Total governmental activities expenses	<u>359,907,876</u>	<u>332,089,139</u>	<u>212,073,916</u>	<u>203,537,727</u>	<u>247,126,269</u>	<u>231,229,648</u>	<u>422,909,186</u>	<u>366,425,205</u>	<u>245,703,889</u>	<u>234,444,100</u>
Total primary government expenses	<u>359,907,876</u>	<u>332,089,139</u>	<u>212,073,916</u>	<u>203,537,727</u>	<u>247,126,269</u>	<u>231,229,648</u>	<u>422,909,186</u>	<u>366,425,205</u>	<u>245,703,889</u>	<u>234,444,100</u>
PROGRAM REVENUES										
Governmental activities										
Charges for services - tuition and other fees	1,619,775	1,692,077	1,728,835	1,606,275	1,863,801	2,866,422	2,244,800	2,306,679	2,132,343	2,096,421
¹ Charges for services - pupil activities	10,045,628	9,568,096	8,094,588	3,223,736	7,000,887	-	-	-	-	-
Charges for services - student transportation	831,609	751,559	581,940	179,409	668,230	890,045	922,936	923,544	887,975	924,137
Charges for services - food services	631,360	3,542,117	554,451	161,532	2,596,315	3,320,687	3,300,673	3,382,097	3,196,517	3,066,290
Operating grants and contributions	42,723,605	38,657,293	39,123,157	35,715,089	29,470,865	25,918,487	21,460,509	21,158,728	21,071,025	20,391,428
Capital grants and contributions	-	3,040,000	-	-	500,000	-	-	-	-	-
Total governmental activities revenues	<u>55,851,977</u>	<u>57,251,142</u>	<u>50,082,971</u>	<u>40,886,041</u>	<u>42,100,098</u>	<u>32,995,641</u>	<u>27,928,918</u>	<u>27,771,048</u>	<u>27,287,860</u>	<u>26,478,276</u>
Total primary government program revenues	<u>55,851,977</u>	<u>57,251,142</u>	<u>50,082,971</u>	<u>40,886,041</u>	<u>42,100,098</u>	<u>32,995,641</u>	<u>27,928,918</u>	<u>27,771,048</u>	<u>27,287,860</u>	<u>26,478,276</u>
Net (Expense) / Revenue										
Governmental activities	<u>(304,055,899)</u>	<u>(274,837,997)</u>	<u>(161,990,945)</u>	<u>(162,651,686)</u>	<u>(205,026,171)</u>	<u>(198,234,007)</u>	<u>(394,980,268)</u>	<u>(338,654,157)</u>	<u>(218,416,029)</u>	<u>(207,965,824)</u>
Total primary government net expense	<u>(304,055,899)</u>	<u>(274,837,997)</u>	<u>(161,990,945)</u>	<u>(162,651,686)</u>	<u>(205,026,171)</u>	<u>(198,234,007)</u>	<u>(394,980,268)</u>	<u>(338,654,157)</u>	<u>(218,416,029)</u>	<u>(207,965,824)</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities										
Property taxes	141,661,664	127,143,908	134,895,762	120,256,770	117,748,408	104,126,165	102,276,184	95,615,261	93,113,353	86,531,866
State equalization	176,637,590	165,357,643	152,002,459	140,247,899	151,238,182	141,844,833	130,229,064	126,299,327	121,708,205	115,576,439
Investment income	7,900,065	5,554,035	339,693	454,487	2,622,461	4,550,279	3,715,274	1,453,174	239,234	82,667
Miscellaneous revenues	2,106,650	2,280,538	3,663,336	2,360,596	1,435,711	1,482,110	1,787,143	935,902	1,142,114	1,162,424
Total governmental activities	<u>328,305,969</u>	<u>300,336,124</u>	<u>290,901,250</u>	<u>263,319,752</u>	<u>273,044,762</u>	<u>252,003,387</u>	<u>238,007,665</u>	<u>224,303,664</u>	<u>216,202,906</u>	<u>203,353,396</u>
Total primary government program revenues	<u>328,305,969</u>	<u>300,336,124</u>	<u>290,901,250</u>	<u>263,319,752</u>	<u>273,044,762</u>	<u>252,003,387</u>	<u>238,007,665</u>	<u>224,303,664</u>	<u>216,202,906</u>	<u>203,353,396</u>
CHANGE IN NET POSITION										
Governmental activities										
Total primary government change in net position	<u>\$ 24,250,070</u>	<u>\$ 25,498,127</u>	<u>\$ 128,910,305</u>	<u>\$ 100,668,066</u>	<u>\$ 68,018,591</u>	<u>\$ 53,769,380</u>	<u>\$ (156,972,603)</u>	<u>\$ (114,350,493)</u>	<u>\$ (2,213,123)</u>	<u>\$ (4,612,428)</u>

¹ Starting in fiscal year 2020, Pupil Activities was reclassified as a Special Revenue Fund. Prior to 2020, it was classified as a Fiduciary Fund.

Table 3

ACADEMY SCHOOL DISTRICT TWENTY
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund										
Nonspendable	\$ 94,220	\$ 119,489	\$ 223,253	\$ 215,822	\$ 83,117	\$ 53,113	\$ -	\$ 4,504	\$ 66,896	\$ 33,155
Restricted	7,861,000	7,098,000	7,402,000	6,412,000	6,992,000	6,402,000	6,013,000	5,626,000	5,387,000	5,132,000
Assigned	20,473,589	10,557,707	10,024,080	9,029,736	9,509,613	8,477,925	8,522,460	7,648,376	8,574,948	7,528,913
Unassigned	<u>45,633,902</u>	<u>39,327,569</u>	<u>44,115,795</u>	<u>41,333,658</u>	<u>34,593,804</u>	<u>33,534,328</u>	<u>32,070,593</u>	<u>31,543,424</u>	<u>28,635,281</u>	<u>24,704,710</u>
Total general fund	<u>74,062,711</u>	<u>57,102,765</u>	<u>61,765,128</u>	<u>56,991,216</u>	<u>51,178,534</u>	<u>48,467,366</u>	<u>46,606,053</u>	<u>44,822,304</u>	<u>42,664,125</u>	<u>37,398,778</u>
All Other Governmental Funds										
Nonspendable	244,931	24,426	133,586	143,309	308,800	203,126	80,886	25,929	17,264	94,072
Restricted	72,321,937	77,771,801	85,157,577	89,190,593	124,650,034	75,144,788	160,590,545	206,924,671	26,408,889	24,774,672
Committed (by Fund Type)										
Special Revenue ¹	9,694,914	8,970,397	-	-	-	-	-	-	-	-
Capital Projects	7,075,767	6,624,868	-	-	-	-	-	-	-	-
Assigned (by Fund Type)										
Special Revenue ¹	-	-	8,696,161	7,944,795	7,447,069	2,957,995	2,109,248	1,837,862	1,589,135	1,107,342
Capital Projects	12,877,718	17,346,037	21,851,329	19,248,405	23,179,162	22,278,228	20,027,442	16,754,047	12,422,437	13,080,227
Unassigned	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(15,469)</u>	<u>(8,044)</u>	<u>(11,989)</u>	<u>(94,072)</u>
Total all other governmental funds	<u>102,215,267</u>	<u>110,737,529</u>	<u>115,838,653</u>	<u>116,527,102</u>	<u>155,585,065</u>	<u>100,584,137</u>	<u>182,792,652</u>	<u>225,534,465</u>	<u>40,425,736</u>	<u>38,962,241</u>
Governmental Funds										
Restricted	80,522,088	85,013,716	92,916,416	95,961,724	132,033,951	81,803,027	166,684,431	212,581,104	31,880,049	30,033,899
Committed	16,770,681	15,595,265	-	-	-	-	-	-	-	-
Unrestricted	78,985,209	67,231,313	84,687,365	77,556,594	74,729,648	67,248,476	62,714,274	57,775,665	51,209,812	46,327,120
Total governmental funds	<u>\$ 176,277,978</u>	<u>\$ 167,840,294</u>	<u>\$ 177,603,781</u>	<u>\$ 173,518,318</u>	<u>\$ 206,763,599</u>	<u>\$ 149,051,503</u>	<u>\$ 229,398,705</u>	<u>\$ 270,356,769</u>	<u>\$ 83,089,861</u>	<u>\$ 76,361,019</u>

1 Beginning in fiscal year 2020, the Pupil Activities Fund is presented in Special Revenue Funds

Source: School District Financial Records/Financial Audits

Table 4

ACADEMY SCHOOL DISTRICT TWENTY
Change in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
REVENUES										
Taxes	\$ 145,583,766	\$ 129,319,487	\$ 137,484,914	\$ 128,012,384	\$ 115,623,398	\$ 106,386,079	\$ 104,078,916	\$ 98,227,407	\$ 94,914,782	\$ 88,746,966
Intergovernmental	219,211,165	203,947,095	191,038,000	175,866,644	180,652,578	167,654,841	151,555,450	147,320,202	142,654,084	135,749,893
Investment income	7,900,065	5,554,034	339,694	454,487	2,521,873	4,550,279	3,715,274	1,453,174	239,234	82,667
Tuition	353,454	496,945	504,015	434,745	641,736	1,845,597	1,624,798	1,676,775	1,552,452	1,525,248
Miscellaneous	15,025,996	20,401,330	14,188,671	7,193,166	13,051,568	6,848,528	6,827,761	5,954,260	5,850,917	6,160,018
Total revenues	<u>388,074,446</u>	<u>359,718,891</u>	<u>343,555,294</u>	<u>311,961,426</u>	<u>312,491,153</u>	<u>287,285,324</u>	<u>267,802,199</u>	<u>254,631,818</u>	<u>245,211,469</u>	<u>232,264,792</u>
EXPENDITURES										
Current										
Instruction	199,944,883	189,996,277	173,471,553	168,352,332	161,696,642	154,663,398	146,775,930	142,201,587	137,801,642	134,684,468
Pupil services	17,227,336	16,704,844	14,499,902	12,740,161	12,199,884	11,500,838	10,037,402	9,207,853	8,731,093	8,945,536
Instructional staff	12,689,979	12,454,711	11,100,540	10,456,243	9,765,222	9,938,747	8,212,405	7,539,540	7,402,280	6,814,464
General administration	2,377,133	2,505,338	2,475,954	1,854,992	1,927,631	2,165,802	1,695,488	1,674,507	1,481,708	1,438,478
School administration	25,830,594	26,028,102	24,659,330	21,850,000	23,132,669	20,380,436	17,932,250	17,424,037	16,740,051	16,024,503
Business administration	3,058,570	3,248,339	3,003,782	2,699,778	2,769,917	2,671,701	2,437,315	2,315,769	2,354,885	2,299,608
Central services	10,157,717	9,222,067	9,411,089	10,336,748	9,147,080	7,939,234	6,461,464	5,561,553	5,380,583	4,796,129
Community services	237,750	239,359	230,421	131,075	143,914	791,143	340,024	442,019	664,704	761,507
Operation & maintenance of plant	25,509,118	25,422,969	23,335,245	21,245,328	21,073,993	19,626,054	18,460,826	18,224,525	17,609,670	17,720,832
Risk management services	3,741,824	3,014,715	2,979,274	2,806,826	2,747,210	2,272,438	2,344,536	2,822,781	2,974,860	2,398,148
Food services	9,129,197	6,145,954	7,773,908	3,911,606	5,063,968	5,382,573	5,130,991	5,183,692	5,099,596	5,105,038
Pupil activity ³	9,764,932	9,821,045	7,995,018	3,429,341	6,852,333	-	-	-	-	-
Pupil transportation	10,140,631	9,097,519	8,347,321	7,427,894	8,798,787	8,064,863	7,683,272	7,454,918	7,047,502	6,921,236
Capital outlay	19,711,932	31,013,707	20,655,885	47,876,987	43,480,286	99,262,465	65,793,409	10,437,568	6,166,918	5,189,609
Debt Service										
Principal retirement	19,901,915	19,237,836	17,975,000	17,555,000	13,305,000	12,260,000	14,580,000	11,599,341	13,342,064	13,065,291
Interest and fiscal charges	10,237,051.00	11,084,737	11,642,412	12,549,831	11,477,996	10,924,165	10,991,429	9,188,054	5,937,364	5,743,033
Other issuance costs	-	-	178,445	-	373,409	-	103,888	849,928	-	281,688
Total expenditures	<u>379,660,562</u>	<u>375,237,519</u>	<u>339,735,079</u>	<u>345,224,142</u>	<u>333,955,941</u>	<u>367,843,857</u>	<u>318,980,629</u>	<u>252,127,672</u>	<u>238,734,920</u>	<u>232,189,568</u>
OTHER FINANCING SOURCES (USES)										
Bond proceeds	-	-	16,815,000	-	61,025,000	-	8,975,000	160,000,000	-	29,545,000
Bond premium	-	-	1,948,171	-	13,912,031	-	1,021,892	24,531,550	-	2,751,574
Payments to escrow agents	-	-	(18,586,872)	-	-	-	-	-	-	(32,012,442)
Sale of assets	23,800	52,105	88,949	17,435	112,968	211,331	223,474	231,212	252,293	-
Subscription-based information technology arrangements ⁴	-	4,728,236	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>23,800</u>	<u>4,780,341</u>	<u>265,248</u>	<u>17,435</u>	<u>75,049,999</u>	<u>211,331</u>	<u>10,220,366</u>	<u>184,762,762</u>	<u>252,293</u>	<u>284,132</u>
NET CHANGE IN FUND BALANCES	<u>\$ 8,437,684</u>	<u>\$ (10,738,287)</u>	<u>\$ 4,085,463</u>	<u>\$ (33,245,281)</u>	<u>\$ 53,585,211</u>	<u>\$ (80,347,202)</u>	<u>\$ (40,958,064)</u>	<u>\$ 187,266,908</u>	<u>\$ 6,728,842</u>	<u>\$ 359,356</u>
Debt service as a percentage of non-capital expenditures ¹	<u>8.1%</u>	<u>8.1%</u>	<u>9.0%</u>	<u>9.7%</u>	<u>8.1%</u>	<u>8.1%</u>	<u>9.2%</u>	<u>8.4%</u>	<u>8.2%</u>	<u>8.4%</u>

1 Ratio of total debt service expenditures to noncapital expenditures:

Principal retirement	19,901,915
+ Interest and fiscal charges	10,237,051
Total Debt Service	<u>30,138,966</u>
Total Expenditures	379,660,562
- Capital Outlay ²	9,524,989
Non Capital Expenditures	<u>370,135,573</u>
Total Debt Service	30,138,966
Non Capital Expenditures	370,135,573
	8.1%

2 From Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance to the Statement of Activities

3 Starting July 1, 2019, Pupil Activities was included in Non-Major Governmental Funds

4 Beginning July 1, 2022, the District is reporting Capital Financing related to Subscription-Based Information Technology Arrangements in accordance with GASB 96

Source: School District 20 Financial Records

Table 5

ACADEMY SCHOOL DISTRICT TWENTY
Summary of Expenditures by Function and Other Financing Uses
General Fund
Last Ten Fiscal Years
(Unaudited)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Instruction	\$ 149,594,699	\$ 144,472,332	\$ 130,429,630	\$ 127,191,740	\$ 122,261,492	\$ 117,400,183	\$ 112,404,593	\$ 108,600,000	\$ 104,380,544	\$ 102,651,646
Instruction - charter schools	43,914,391	39,107,265	36,280,508	33,917,276	34,959,128	32,906,409	27,686,375	27,102,609	26,350,810	25,470,904
Total Instruction	<u>193,509,090</u>	<u>183,579,597</u>	<u>166,710,138</u>	<u>161,109,016</u>	<u>157,220,620</u>	<u>150,306,592</u>	<u>140,090,968</u>	<u>135,702,609</u>	<u>130,731,354</u>	<u>128,122,550</u>
Supporting Services										
Pupil Services	14,643,286	15,140,211	13,360,143	11,929,117	11,808,785	10,872,835	10,037,402	9,207,853	8,731,093	8,945,536
Instructional Staff	10,211,596	9,817,723	8,774,960	9,773,016	7,943,756	8,164,040	7,465,344	6,799,895	6,662,428	6,158,842
General Administration	2,377,133	2,505,338	2,475,954	1,854,992	1,927,631	2,165,802	1,695,488	1,674,507	1,481,708	1,438,478
School Administration	25,466,826	25,072,897	23,349,686	21,460,189	22,408,462	19,653,436	17,932,250	17,424,037	16,740,051	16,024,503
Business Administration	2,955,163	3,120,167	2,881,047	2,640,162	2,711,711	2,616,391	2,437,315	2,315,769	2,354,885	2,299,608
Operations & Maintenance	25,376,250	25,418,815	23,288,697	21,423,190	20,954,344	19,764,054	18,460,826	18,224,525	17,609,670	17,720,832
Risk Management Services	3,741,824	3,014,715	2,979,274	2,806,826	2,747,210	2,272,438	2,344,536	2,822,781	2,974,860	2,398,148
Central Services	3,785,843	3,758,596	3,455,737	3,560,660	3,360,888	3,004,323	1,994,917	1,818,148	1,687,693	1,716,160
Community Services	237,750	239,359	230,421	131,075	143,914	791,143	340,024	442,019	664,704	761,507
Total Support Services	<u>88,795,671</u>	<u>88,087,821</u>	<u>80,795,919</u>	<u>75,579,227</u>	<u>74,006,701</u>	<u>69,304,462</u>	<u>62,708,102</u>	<u>60,729,534</u>	<u>58,907,092</u>	<u>57,463,614</u>
Other Financing Uses	<u>18,544,643</u>	<u>24,083,998</u>	<u>18,358,972</u>	<u>13,985,586</u>	<u>21,210,974</u>	<u>20,741,699</u>	<u>19,732,078</u>	<u>18,302,694</u>	<u>13,740,652</u>	<u>13,401,150</u>
Total Expenditures and Other Uses	<u>\$ 300,849,404</u>	<u>\$ 295,751,416</u>	<u>\$ 265,865,029</u>	<u>\$ 250,673,829</u>	<u>\$ 252,438,295</u>	<u>\$ 240,352,753</u>	<u>\$ 222,531,148</u>	<u>\$ 214,734,837</u>	<u>\$ 203,379,098</u>	<u>\$ 198,987,314</u>

Source: School District Financial Records/Financial Audits

Table 5

Revenues/Sources vs Expenditures/Uses

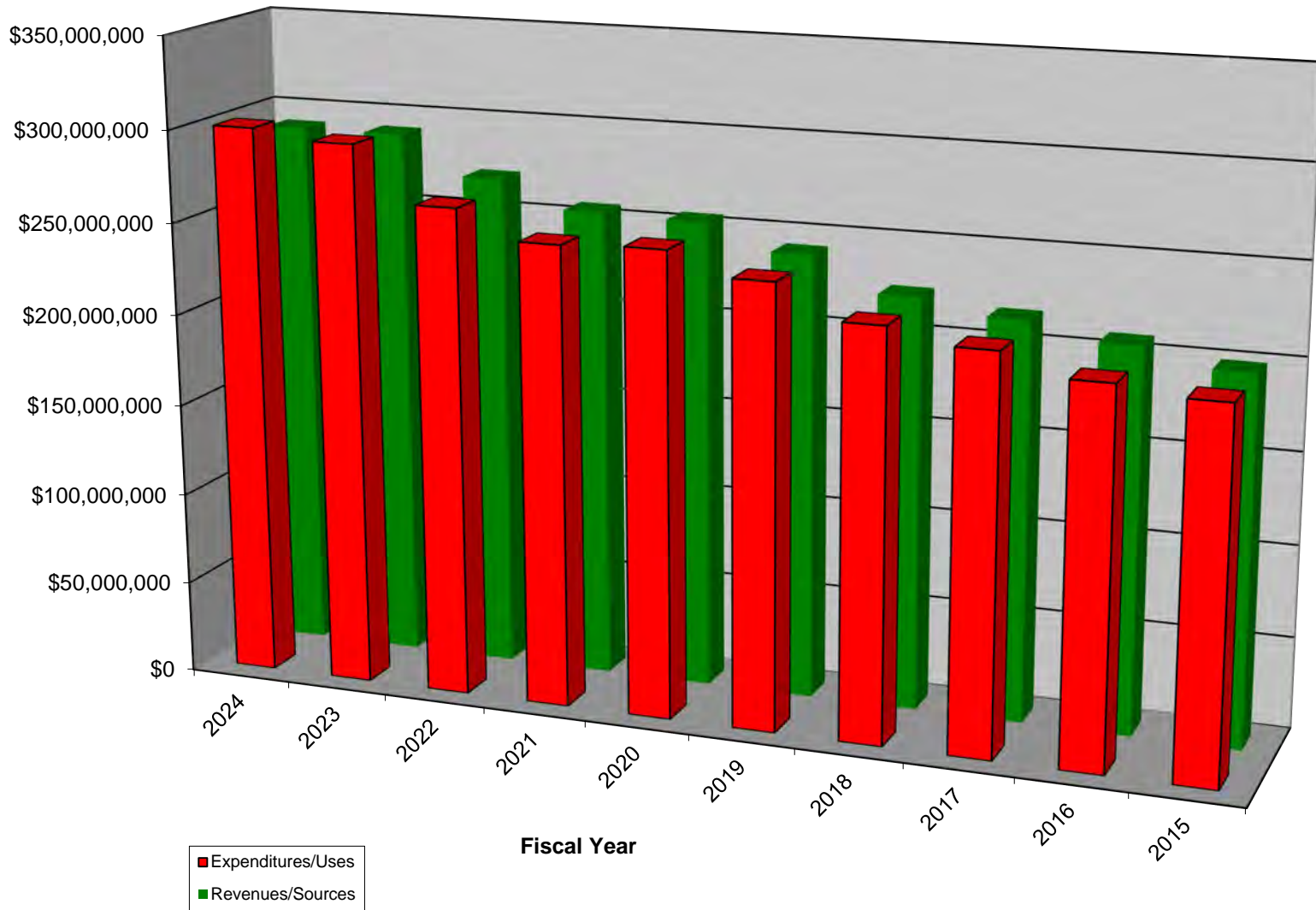


Table 6.1

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Last Ten Fiscal Years
(Unaudited)

	<u>Asset Sufficiency Ratio</u>	<u>Debt Burden Ratio</u>	<u>Operating Reserve Ratio</u>	<u>Operating Margin Ratio</u>	<u>Deficit Fund Balance Ratio</u>	<u>Change in Fund Balance Ratio</u>
2024	5.028	11.703	0.2462	0.053	0.000	0.297
2023	3.995	10.728	0.1931	-0.016	0.000	-0.075
2022	4.025	1.246	0.2323	0.018	0.000	0.084
2021	4.370	1.168	0.2274	0.023	0.000	0.114
2020	2.825	1.299	0.2027	0.011	0.000	0.056
2019	2.956	1.101	0.2017	0.008	0.000	0.040
2018	2.776	0.953	0.2096	0.008	0.000	0.040
2017	2.801	11.483	0.2089	0.010	0.000	0.051
2016	2.742	11.872	0.2100	0.025	0.000	0.141
2015	2.441	11.532	0.1881	0.002	0.000	0.011

The Fiscal Health Program was developed by the Office of the State Auditor to help identify negative financial trends in local governments. The program is ratio-based and the financial data is derived from the audited financial report. The ratios are based on governmental funds' balance sheet information, revenues, expenditures, fund balance information, and debt information. The ratios are calculated and analyzed for trends over three-year periods. Defined benchmarks are used to determine the threshold for negative indicators in these trends.

Table 6.2

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Asset Sufficiency Ratio (ASR)
Last Ten Fiscal Years
(Unaudited)

2024	<u>92,447,898</u> 18,385,187	=	5.028
2023	<u>76,170,270</u> 19,067,505	=	3.995
2022	<u>82,182,445</u> 20,417,317	=	4.025
2021	<u>73,901,853</u> 16,910,637	=	4.370
2020	<u>79,218,715</u> 28,040,181	=	2.825
2019	<u>73,245,791</u> 24,778,425	=	2.956
2018	<u>72,851,568</u> 26,245,515	=	2.776
2017	<u>69,714,254</u> 24,891,950	=	2.801
2016	<u>67,157,147</u> 24,493,022	=	2.742
2015	<u>63,359,810</u> 25,961,032	=	2.441

Formula:
$$\frac{\text{General Fund Total Assets}}{\text{General Fund Total Liabilities}}$$

Description: Indicates the coverage of general fund assets to general fund liabilities.

Benchmark: An ASR of 1 would indicate that total assets equals total liabilities.

Negative Indicators: ASR < 1.0 (liabilities exceed assets)

The District's ratio is closely aligned with similarly-sized districts with comparative levels of growth in student population.

Table 6.3

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Debt Burden Ratio (DBR)
Last Ten Fiscal Years
(Unaudited)

2024	<u>352,714,669</u> 30,138,966	=	11.703	
2023	<u>325,293,661</u> 30,322,573	=	10.728	**
2022	<u>36,910,451</u> 29,617,412	=	1.246	
2021	<u>35,154,526</u> 30,104,831	=	1.168	
2020	<u>32,182,973</u> 24,782,996	=	1.299	
2019	<u>25,533,705</u> 23,184,165	=	1.101	
2018	<u>24,374,117</u> 25,571,429	=	0.953	
2017	<u>238,709,721</u> 20,787,395	=	11.483	
2016	<u>228,886,022</u> 19,279,428	=	11.872	
2015	<u>216,896,585</u> 18,808,324	=	11.532	

Formula: Funds Paying Debt Service
Total Governmental Debt Service

Description: Indicates the coverage of revenue of fund(s) paying debt service to the annual principal and interest payments, including leases.

Benchmark: A DBR of 1 would indicate that debt service equals the annual revenue of the fund supporting the debt.

Negative Indicators: DBR < 1 (debt service exceeds revenue)

** Beginning with 2023 the District's calculation of the Debt Burden Ratio includes debt service payments related to Subscription-Based Information Technology Arrangements (SBITAs) under GASB 96

Table 6.4

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Operating Reserve Ratio (ORR)
Last Ten Fiscal Years
(Unaudited)

2024	<u>74,062,711</u> 282,304,761+18,544,643	=	0.246
2023	<u>57,102,765</u> 271,667,418+24,083,998	=	0.193
2022	<u>61,765,128</u> 247,506,057+18,358,972	=	0.232
2021	<u>56,991,216</u> 236,668,243+13,985,586	=	0.227
2020	<u>51,178,534</u> 231,227,321+21,210,974	=	0.203
2019	<u>48,467,366</u> 219,611,054+20,741,699	=	0.202
2018	<u>46,606,053</u> 202,799,070+19,532,078	=	0.210
2017	<u>44,822,304</u> 196,432,143+18,102,694	=	0.209
2016	<u>42,664,125</u> 189,638,446+13,540,652	=	0.210
2015	<u>37,398,778</u> 185,586,164+13,201,150	=	0.188

Formula: General Fund Fund Balance
Total General Fund Expenditures +/- Transfer

Description: Indicates the amount the general fund ending balance will cover the current year general fund expenditures, including transfers.

Benchmark: An ORR of 0.0192 (1/52, or one week) equates to one week of reserves for current expenditures and transfers.

Negative Indicators: ORR < .0192

The District's general fund balance can cover approximately 10.1 weeks of operating expenses.
The District's ratio is aligned with similarly-sized districts with comparative levels of growth in student population.

Table 6.5

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Operating Margin Ratio (OMR)
Last Ten Fiscal Years
(Unaudited)

2024	<u>317,809,350-(282,304,761+18,544,643)</u> 317,809,350	=	0.053
2023	<u>291,089,053-(271,667,418+24,083,998)</u> 291,089,053	=	-0.016
2022	<u>270,638,941-(247,506,057+18,358,972)</u> 270,638,941	=	0.018
2021	<u>256,486,511-(236,668,243+13,985,586)</u> 256,486,511	=	0.023
2020	<u>255,149,463-(231,227,321+21,210,974)</u> 255,149,463	=	0.011
2019	<u>242,214,066-(219,611,054+20,741,699)</u> 242,214,066	=	0.008
2018	<u>224,114,897-(202,799,070+19,532,078)</u> 224,114,897	=	0.008
2017	<u>216,693,016-(196,432,143+18,102,694)</u> 216,693,016	=	0.010
2016	<u>208,444,445-(189,638,446+13,540,652)</u> 208,444,445	=	0.025
2015	<u>199,177,625-(185,586,164+13,201,150)</u> 199,177,625	=	0.002

Formula:
$$\frac{\text{General Fund Total Revenues} - (\text{General Funds Total Expenditures} +/- \text{Transfers})}{\text{General Fund Total Revenues}}$$

Description: Indicates for every \$ 1 produced in total general fund gross revenue the amount that results in net income.

Benchmark: An OMR of 0.01 would indicate that \$.01 would result in net income for every \$1 produced in gross revenue.

Negative Indicators: OMR < 0.00

The District's 2023 ratio of (-.016) indicates that \$.016 will be spent from the district's reserves for every \$1.00 of gross revenue.

Table 6.6

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Deficit Fund Balance Ratio (DFBR)
Last Ten Fiscal Years
(Unaudited)

2024	No deficit fund balances.	=	0.000
2023	No deficit fund balances.	=	0.000
2022	No deficit fund balances.	=	0.000
2021	No deficit fund balances.	=	0.000
2020	No deficit fund balances.	=	0.000
2019	No deficit fund balances.	=	0.000
2018	No deficit fund balances.	=	0.000
2017	No deficit fund balances.	=	0.000
2016	No deficit fund balances.	=	0.000
2015	No deficit fund balances.	=	0.000

Formula:
$$\frac{-(\text{Total Deficit Fund Balances} - \text{Positive General Fund Balance})}{\text{Total Revenue in Deficit Fund Balances}}$$

Description: Indicates how many months or partial months of revenue in the next year are required to cover the deficit fund balance (in excess of the deficit covered by the existing general fund balance).

Benchmark: A DFBR of .25 (1/4) would equate to three months of revenue in the subsequent year to cover the deficit fund balance(s).

Negative Indicators: Deficit fund balances.

This ratio only applies for deficit fund balances, and the District has not had a deficit fund balance since 2000.

Table 6.7

ACADEMY SCHOOL DISTRICT TWENTY
Fiscal Health Tracking Ratios
Change in Fund Balance Ratio (CFBR)
Last Ten Fiscal Years
(Unaudited)

2024	<u>74,602,711-57,102,765</u> 57,102,765	=	0.297
2023	<u>57,102,765-61,765,128</u> 61,765,128	=	-0.075
2022	<u>61,765,128-56,991,216</u> 56,991,216	=	0.084
2021	<u>56,991,216-51,178,534</u> 51,178,534	=	0.114
2020	<u>51,178,534-48,467,366</u> 48,467,366	=	0.056
2019	<u>48,467,366-46,606,053</u> 46,606,053	=	0.040
2018	<u>46,606,053-44,822,304</u> 44,822,304	=	0.040
2017	<u>44,822,304-42,664,125</u> 42,664,125	=	0.051
2016	<u>42,664,125-37,398,778</u> 37,398,778	=	0.141
2015	<u>37,398,778-37,008,467</u> 37,008,467	=	0.011

Formula:
$$\frac{\text{Current Year General Fund Fund Balance} - \text{Last Year General Fund Fund Balance}}{|\text{Prior Year General Fund Fund Balance}|}$$

Description: Indicates the change in the general fund balance from one year to the next in relationship to the prior year fund balance.

Benchmark: A CFBR of 0 would indicate that the fund balance had not changed from the prior year.

Negative Indicators: CFBR < 0 (this would indicate a decrease in the fund balance from prior year)

In 2009 the District attained a positive fund balance ratio. 2023 is the first year since 2009 that the District consumed fund balance.

Revenue Capacity

The following unaudited statistical tables and graph reflect revenue capacity information of the District.

Table 7	Summary of Revenues by Source and Other Financing Sources, General Fund
Table 8	Assessed and Estimated Actual Value of Taxable Property
Table 9	Property Tax Rates – Direct and Overlapping Governments
Table 10	Principal Taxpayers
Table 11	Property Tax Levies and Collections
Graph	Property Tax Levy vs. Collections

Table 7

ACADEMY SCHOOL DISTRICT TWENTY
Summary of Revenues by Source and Other Financing Sources
General Fund
Last Ten Fiscal Years
(Unaudited)

	<u>2024</u>		<u>2023</u>		<u>2022</u>		<u>2021</u>		<u>2020</u>	
Revenue from Local Sources										
Property Taxes	\$ 76,239,122	24.5%	\$ 59,630,624	20.5%	\$ 59,722,732	22.1%	\$ 52,007,239	20.3%	\$ 47,319,839	18.5%
Property Taxes - MLO	26,746,723	8.6%	26,530,799	9.1%	26,719,240	9.9%	27,913,418	10.9%	25,694,163	10.1%
Specific Ownership Taxes	6,578,779	2.1%	12,796,562	4.4%	14,070,644	5.2%	12,994,079	5.1%	10,839,947	4.2%
Interest on Investments	4,458,929	1.4%	3,170,596	1.1%	192,595	0.1%	281,618	0.1%	1,207,401	0.5%
Other Local Revenue	2,576,580	0.8%	2,521,311	0.9%	2,501,613	0.9%	2,237,450	0.9%	2,451,026	1.0%
Total Local Sources	116,600,133	37.5%	104,649,893	36.0%	103,206,824	38.1%	95,433,804	37.2%	87,512,376	34.3%
Revenue From State Sources										
Equalization Aid - General Fund	176,637,590	56.8%	165,357,643	56.8%	152,002,459	56.2%	140,247,899	54.7%	151,238,182	59.3%
Other State Aid	13,565,811	4.4%	17,850,608	6.1%	12,216,252	4.5%	6,776,763	2.6%	10,612,823	4.2%
Total State Sources	190,203,401	61.1%	183,208,251	62.9%	164,218,711	60.7%	147,024,662	57.3%	161,851,005	63.4%
Revenue from Federal Sources										
Impact Aid -7002	-	0.0%	-	0.0%	-	0.0%	1,762,828	0.7%	-	0.0%
Impact Aid -7003	2,618,403	0.8%	1,832,589	0.6%	1,545,264	0.6%	1,744,773	0.7%	1,716,356	0.7%
Other Federal Aid	1,657,563	0.5%	1,398,320	0.5%	1,668,142	0.6%	10,520,444	4.1%	4,069,726	1.6%
Total Federal Sources	4,275,966	1.4%	3,230,909	1.1%	3,213,406	1.2%	14,028,045	5.5%	5,786,082	2.3%
Total Revenue	311,079,500	100.0%	291,089,053	100.0%	270,638,941	100.0%	256,486,511	100.0%	255,149,463	100.0%
Other Sources	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
Total Revenue and Other Sources	\$311,079,500	100.0%	\$291,089,053	100.0%	\$270,638,941	100.0%	\$256,486,511	100.0%	\$255,149,463	100.0%

Source: School District Financial Records/Financial Audits

<u>2019</u>		<u>2018</u>		<u>2017</u>		<u>2016</u>		<u>2015</u>	
\$ 42,765,693	17.7%	\$ 41,449,839	18.5%	\$ 39,709,715	18.1%	\$ 38,635,660	18.5%	\$ 36,336,766	18.2%
26,620,538	11.0%	26,645,858	11.9%	26,727,613	12.5%	26,625,318	12.8%	26,771,674	13.4%
11,930,761	4.9%	11,883,278	5.3%	10,885,843	5.0%	9,472,082	4.5%	8,685,655	4.4%
1,710,952	0.7%	996,328	0.4%	494,563	0.2%	182,887	0.1%	58,326	0.0%
3,621,600	1.5%	3,200,473	1.4%	3,004,799	1.4%	2,807,690	1.3%	2,789,174	1.4%
<u>86,649,545</u>	<u>35.8%</u>	<u>84,175,776</u>	<u>37.5%</u>	<u>80,822,532</u>	<u>37.3%</u>	<u>77,723,637</u>	<u>37.3%</u>	<u>74,641,595</u>	<u>37.4%</u>
141,844,833	58.6%	130,229,064	58.1%	126,299,327	58.2%	121,708,205	58.3%	115,576,439	58.0%
10,179,483	4.2%	6,468,569	2.9%	6,323,188	2.9%	6,116,180	2.9%	5,820,766	2.9%
<u>152,024,316</u>	<u>62.8%</u>	<u>136,697,633</u>	<u>60.9%</u>	<u>132,622,515</u>	<u>61.1%</u>	<u>127,824,385</u>	<u>61.3%</u>	<u>121,397,205</u>	<u>60.9%</u>
-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
1,789,068	0.7%	1,755,958	0.8%	1,651,732	0.8%	1,416,792	0.7%	1,736,350	0.9%
1,751,137	0.7%	1,485,530	0.7%	1,596,237	0.7%	1,479,631	0.7%	1,402,475	0.7%
<u>3,540,205</u>	<u>1.5%</u>	<u>3,241,488</u>	<u>1.4%</u>	<u>3,247,969</u>	<u>1.5%</u>	<u>2,896,423</u>	<u>1.4%</u>	<u>3,138,825</u>	<u>1.6%</u>
<u>242,214,066</u>	<u>100.0%</u>	<u>224,114,897</u>	<u>99.9%</u>	<u>216,693,016</u>	<u>99.9%</u>	<u>208,444,445</u>	<u>99.9%</u>	<u>199,177,625</u>	<u>99.9%</u>
-	0.0%	200,000	0.1%	200,000	0.1%	200,000	0.1%	200,000	0.1%
<u>\$242,214,066</u>	<u>100.0%</u>	<u>\$224,314,897</u>	<u>100.0%</u>	<u>\$216,893,016</u>	<u>100.0%</u>	<u>\$208,644,445</u>	<u>100.0%</u>	<u>\$199,377,625</u>	<u>100.0%</u>

Table 8

ACADEMY SCHOOL DISTRICT TWENTY
Assessed and Estimated Actual Value of Taxable Property
Academy School District Boundaries
Last Ten Calendar Years
(Unaudited)

Assessment Year	Collection Year	Assessed Values							Assessment Rates			
		Residential Property	Commercial Property	Industrial, Agricultural and Natural Resources	State Assessed, Vacant Land, and Other	Tax Increment Financing (TIF) ¹	Total Taxable Assessed Value	Total Direct Tax Rate	Total Market (Actual) Value	Taxable Assessed Value as a Percentage of Market Value	Residential	Commercial
2023	2024	1,724,755,690	919,690,250	41,215,870	125,737,830	(47,166,200)	2,764,233,440	4.7867	29,637,477,363	9.33%	6.77%	27.90%
2022	2023	1,336,531,910	757,790,650	35,464,810	131,693,420	(35,824,740)	2,225,656,050	5.3030	22,458,633,126	9.91%	6.95%	29.00%
2021	2022	1,310,738,770	728,779,860	34,091,760	145,021,570	(29,168,700)	2,189,463,260	5.6507	21,462,380,839	10.20%	7.15%	29.00%
2020	2021	1,114,925,870	612,437,130	29,645,370	111,384,200	(26,237,970)	1,842,154,600	6.0216	18,191,055,367	10.13%	7.15%	29.00%
2019	2020	1,080,031,240	644,054,450	32,324,850	109,484,260	(25,985,480)	1,839,909,320	6.0216	17,814,725,403	10.33%	7.15%	29.00%
2018	2019	903,922,170	586,038,230	27,063,720	93,068,910	(22,778,100)	1,587,314,930	6.0216	14,989,315,582	10.59%	7.20%	29.00%
2017	2018	866,566,880	575,323,350	30,269,360	94,968,000	(21,964,700)	1,545,162,890	6.0216	14,451,155,459	10.69%	7.20%	29.00%
2016	2017	836,138,880	515,185,460	29,228,410	87,701,960	(14,853,650)	1,453,401,060	6.0216	12,684,073,131	11.46%	7.96%	29.00%
2015	2016	814,407,310	506,356,350	34,321,450	90,393,210	(12,686,590)	1,432,791,730	6.0216	12,407,455,105	11.55%	7.96%	29.00%
2014	2015	738,193,530	483,354,510	32,312,930	88,795,620	(7,627,170)	1,335,029,420	6.0216	11,358,361,928	11.75%	7.96%	29.00%

Source: El Paso County Treasurer's Office

Notes:

Residential Property Assessed Value is calculated by applying the Residential Rate to the Residential Market Value.

6.765% was the Assessment Rate for residential property for 2023 property taxes collected in 2024, set by the State Legislature, not the percentage of Increase or Decrease in market value. This is the percentage of the estimated Market value upon which your property tax is calculated.
<https://assessor.elpasoco.com/abstract-assessment-understanding-value/>

Commercial Property Assessed Value is calculated by applying the Commercial Rate to the Other Property Classes' Total Market Value.

"The Assessor multiplies the actual value of the commercial property by the assessment rate of 27.90% (for 2023 property taxes collected in 2024) to arrive at an assessed value. The assessed value is then multiplied by a tax rate (mill levy) to calculate the taxes for the property.

$$\text{\$10,000 (Market Value) } \times \text{ 27.90\% (Assessment Rate) } = \text{\$2,790 (Assessed Value) "}$$

¹ This Column reflects the Copper Ridge at Northgate Development as a Tax Increment Financed Project under the Urban Renewal Authority (URA) of Colorado Springs as allowed by Colorado Revised Statute (C.R.S.) 31-25-101 thru C.R.S. 31-25-115. This is the first and only such URA within the District's boundaries.

Table 9

ACADEMY SCHOOL DISTRICT TWENTY
Property Tax Rates--Direct and Overlapping Governments
Per \$1,000 of Assessed Valuation
Last Ten Calendar Years
(Unaudited)

<u>Taxing Authority</u>	<u>Collection Year</u>									
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Academy School District Twenty										
General Fund	27.00	27.00	27.00	26.952	26.952	26.952	26.952	26.952	26.952	26.952
S.B. 184 ⁽¹⁾	0.679	0.263	0.419	0.368	0.449	0.432	0.204	0.447	0.356	0.519
Voter Approved Override	9.676	12.019	12.217	14.52	14.539	16.851	17.312	18.405	18.670	20.036
Debt Service Fund	<u>10.512</u>	<u>13.748</u>	<u>16.871</u>	<u>18.376</u>	<u>18.276</u>	<u>15.981</u>	<u>15.748</u>	<u>14.412</u>	<u>14.238</u>	<u>12.709</u>
District Total	47.867	53.030	56.507	60.216	60.216	60.216	60.216	60.216	60.216	60.216
El Paso County	6.862	8.062	7.450	8.085	7.552	8.068	7.965	7.919	7.869	7.791
Cities & Towns										
Colorado Springs	3.579	3.929	3.929	4.279	4.279	4.279	4.279	4.279	4.279	4.279
Monument	5.000	5.750	5.750	6.152	6.152	6.289	6.225	6.289	6.255	6.289
Fire Districts										
Black Forest	14.951	14.951	14.500	15.139	12.549	10.052	10.114	10.178	10.237	10.356
Donald Westcott	21.400	7.170	7.000	7.000	7.000	7.000	7.000	7.000	7.000	7.000
Falcon	14.886	14.886	14.886	14.886	14.886	14.886	8.612	8.612	8.612	8.612
Tri-Lakes	18.400	18.830	18.400	18.400	18.400	18.400	18.100	11.500	11.500	11.500
Sanitation Districts										
Monument	-	-	-	-	-	-	-	-	-	-
Water Districts										
Park Forest	14.437	14.437	14.437	14.437	14.437	14.437	14.437	14.437	14.437	14.437
SE Colo Water Cons.	0.888	0.887	0.839	0.942	0.902	0.944	0.939	0.940	0.941	0.940
Upper Black Squirrel	0.948	1.062	1.005	1.056	1.029	1.065	1.065	1.063	1.057	1.082
Sanitation & Water Districts										
Academy	2.937	2.937	2.937	2.937	2.937	2.937	2.937	2.937	2.937	2.937
Donala- Area A	21.296	21.296	21.296	21.296	21.296	21.296	21.296	21.296	21.296	21.296
Special Districts										
Brgte Ctr BID	39.000	39.000	39.000	39.000	39.000	39.000	39.000	39.000	45.000	45.000
CS Brgte Gn Imp	-	-	45.000	12.000	12.000	12.000	12.000	12.000	12.000	12.000
Briargate	-	-	4.409	4.409	4.409	4.409	4.409	4.409	4.409	4.409
CS Cottonwood	-	-	-	-	-	-	-	-	-	-
Norwood	3.935	3.935	3.935	3.935	3.935	3.935	3.935	3.935	3.935	3.935
Woodstone	3.615	3.615	3.615	3.615	3.615	3.615	3.615	3.615	3.615	3.615
Metropolitan Districts										
Fly Horse Rch # 2	47.231	45.534	44.530	43.644	43.644	43.237	43.224	35.000	35.000	35.000
Fly Horse Rch # 3	44.120	42.277	41.825	41.827	41.827	41.581	41.653	35.000	35.000	35.000
Pikes Peak Library District	3.061	3.512	3.490	3.855	3.731	4.000	3.812	3.957	3.857	4.000

Source: El Paso County Assessor's Office - Abstract of Assessment

<https://treasurer.elpasoco.com/mill-levies/>

Note: ⁽¹⁾Colorado Revised Statutes require that districts shall levy, in the next fiscal year, the mill levy that is necessary to recoup property tax abatements granted after the mill levy is certified for the fiscal year.

Table 10

ACADEMY SCHOOL DISTRICT TWENTY
Principal Taxpayers
(Based on Property Valuation)
As of June 30,2024

<u>Taxpayer</u>	<u>Assessed Valuation(1)</u>	<u>% of Total Valuation</u>	<u>Taxes Assessed</u>	<u>El Paso County Tax Credit</u>
Wal-Mart Real Estate (Data Center,Stores,Real Estate)	22,838,600	0.83%	1,093,430	\$ (70,131.91)
Ent Credit Union (Credit Union)	22,699,430	0.82%	1,086,554	-
TPR Colorado Springs LLC (c/o T Rowe Price Assoc Inc.)	20,435,970	0.74%	978,209	-
JBS Family Enterprises LLLP (Business Services)	14,296,120	0.52%	684,312	-
Great Wolf Lodge of Colorado (c/o Great Wolf Resorts Inc.)	13,941,630	0.50%	667,344	-
Progressive Direct Insurance CO (Insurance)	13,298,660	0.48%	636,567	-
Black Forest APT Associates LLC (Apartment Building Operators)	12,215,820	0.44%	584,735	-
Alturas Northcreek LLC (Real Estate)	11,839,370	0.43%	566,715	-
HGIT Briargate LLC (c/o Hines Global REIT II Properties LP)	11,034,930	0.40%	528,209	-
Comcast of Colorado/Pennsylvania	10,666,970	0.39%	510,596	-
TOTAL	<u>\$ 153,267,500</u>	<u>5.54%</u>	<u>\$ 7,336,670</u>	<u>\$ (70,132)</u>

Source: El Paso County Treasurer's Office

- Note:
1. Based upon 2023 assessment for taxes due in 2024
 2. Total District assessed value less \$ 2,764,233,440

ACADEMY SCHOOL DISTRICT TWENTY
Principal Taxpayers
(Based on Property Valuation)
As of May 31, 2015

2014 PY	2015 CY	Taxpayer	Assessed Valuation(1)	% of Total Valuation	Taxes Assessed	El Paso County Tax Credit
(1)	(1)	Wal-Mart Real Estate (Retail)	24,365,270	21.57%	1,864,086	\$ (69,566.29)
(3)	(2)	Garrison Chapel Hills Mall LLC (Property Management)	14,431,760	12.78%	1,114,409	\$ (147.87)
(2)	(3)	Progressive Direct Insurance CO (Insurance)	12,296,710	10.89%	1,035,703	-
(9)	(4)	T Rowe Price Assoc (Financial Investing)	10,776,000	9.54%	832,187	-
N/A	(5)	DDR Corp (Property Management - Barnes and Noble))	10,143,940	8.98%	783,376	-
N/A	(6)	QWEST Corporation (Network and Exchange Services)	8,968,900	7.94%	540,071	-
N/A	(7)	HR Briargate LLC (Medical Facility)	8,562,390	7.58%	646,420	-
(4)	(8)	Dar Briargate LLC (Property Management)	8,017,050	7.10%	619,125	-
N/A	(9)	Hewlett Packard Financial Svcs (Property Management)	7,991,020	7.07%	556,220	\$ (60,939.79)
(5)	(10)	Flintco Colorado Spgs LLC (Contracting and Construction)	7,396,850	6.55%	948,468	-
TOTAL			<u>\$ 112,949,890</u>	<u>100.00%</u>	<u>\$ 8,940,066</u>	<u>\$ (130,654)</u>

Source: El Paso County Treasurer's Office

- Note: 1. Based upon 2014 assessment for taxes due in 2015
2. Total District assessed value = \$ 1,335,029,420

Table 11

ACADEMY SCHOOL DISTRICT TWENTY
Property Tax Levies and Collections
General Fund
Last Ten Calendar Years
(Unaudited)

<u>Tax Year</u>	<u>Collection Year</u>	<u>Current Tax Levy(1)</u>	<u>Current Tax Collection</u>	<u>Percent of Current Levy Collected</u>	<u>Delinquent Tax Collection (2)</u>	<u>Total Tax Collection</u>	<u>Percent of Total Collection to Levy</u>
2023	2024	\$ 103,257,940	\$ 101,978,880	98.8%	1,598,344	\$ 103,577,224	100.3%
2022	2023	87,539,473	84,625,826	96.7%	125,086	84,750,911	96.8%
2021	2022	86,895,548	84,467,915	97.2%	97,515	84,565,430	97.3%
2020	2021	77,074,889	75,130,633	97.5%	65,261	75,195,894	97.6%
2019	2020	77,164,914	71,421,241	92.6%	94,428	71,515,669	92.7%
2018	2019	70,214,876	68,105,730	97.0%	63,916	68,169,646	97.1%
2017	2018	68,710,303	67,764,535	98.6%	102,753	67,867,288	98.8%
2016	2017	66,571,582	65,876,785	99.0%	78,226	65,955,011	99.1%
2015	2016	65,876,899	64,263,537	97.6%	66,252	64,329,788	97.7%
2014	2015	63,423,242	61,918,457	97.6%	655,318	62,573,775	98.7%

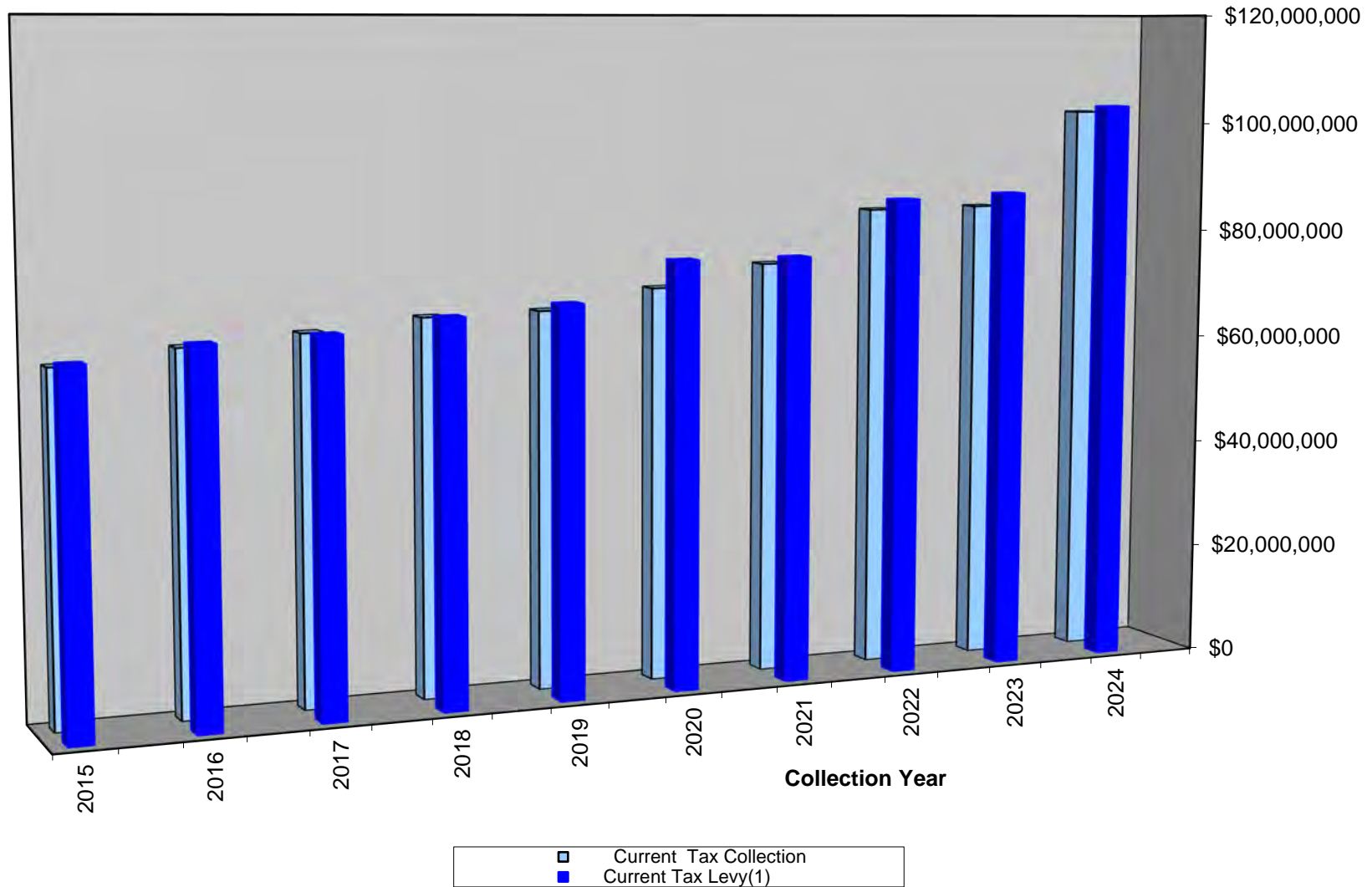
Source: El Paso County Treasurer's Office
County Treasurer's Report to School Districts (Monthly Reports July 31, 2023 through June 30, 2024)

Note: (1)The levies for property tax abatements and asbestos removal are included in the general fund for the applicable tax years plus a voter approved override levy for operations beginning in 1999-2000.

(2)El Paso County reports delinquent taxes in the period collected. The levy year is not reported and is unavailable. Delinquent Tax Collection may include late payment interest collected.

Table 11

Property Tax Levy vs. Collections



Debt Capacity

The following unaudited statistical tables reflect debt capacity information of the District.

Table 12	Net Bonded Debt
Table 13	Computation of Direct and Overlapping Debt
Table 14	Computation of Legal Debt Margin
Table 15	Percent of Annual Debt Service for General Bonded Debt

Table 12

ACADEMY SCHOOL DISTRICT TWENTY
Net Bonded Debt
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Governmental Activities			Total Primary Government	Less: Amounts Restricted for Debt Service	Net Bonded Debt	Assessed Valuation (2)	Percent of Debt to Assessed Value (3)	District Population	Total Debt Per Capita	Personal Income (4)	Total Debt as % Personal Income	October Funded Pupil Count	Total Debt per Pupil
	General Obligation Bonds (1)	Certificates of Participation	Subscription - Based Information Technology Arrangements											
2024	\$ 232,975,882	\$ -	\$ 3,023,485	\$ 235,999,367	\$ 51,586,521	\$ 287,585,888	\$ 2,764,233,440	10.40%	117,019	\$ 2,458	\$ 8,056,251,090	3.57%	25,605.5	\$ 11,231
2023	255,342,335	-	-	255,342,335	(49,539,197)	205,803,138	2,225,656,050	9.25%	117,197	1,756	7,543,610,389	2.73%	25,644.4	8,025
2022	277,438,344	-	-	277,438,344	(47,206,643)	230,231,701	2,189,463,260	10.52%	116,514	1,976	6,860,675,266	3.36%	25,495.1	9,030
2021	300,788,862	-	-	300,788,862	(39,839,372)	260,949,490	1,842,154,600	14.17%	115,452	2,260	5,935,382,811	4.40%	25,262.7	10,329
2020	322,502,890	-	-	322,502,890	(36,260,352)	286,242,538	1,839,909,320	15.56%	117,055	2,445	5,605,344,920	5.11%	25,613.4	11,175
2019	264,759,274	-	-	264,759,274	(27,402,051)	237,357,223	1,587,314,930	14.95%	112,731	2,106	5,398,274,505	4.40%	24,667.2	9,622
2018	280,230,047	-	-	280,230,047	(21,916,918)	258,313,129	1,545,162,890	16.72%	111,192	2,520	5,228,099,125	4.94%	24,330.6	10,617
2017	287,812,320	-	-	287,812,320	(25,992,889)	261,819,431	1,453,401,060	18.01%	110,249	2,375	4,820,772,705	5.43%	24,124.2	10,853
2016	119,090,354	-	-	119,090,354	(23,782,337)	95,308,017	1,432,791,730	6.65%	108,318	880	4,660,078,271	2.05%	23,701.6	4,021
2015	133,657,056	1,265,000	-	134,922,056	(20,980,363)	113,941,693	1,335,029,420	8.53%	106,512	1,070	4,333,319,057	2.63%	23,306.4	4,889

Source: El Paso County Assessor's/Treasurer's Offices and District Fiscal Records

Notes:

(1) Bonded debt is net of premiums, discounts, deferred losses on refunding, and accreted interest.

(2) Based upon 2023 assessment for taxes due 2024.

Property taxes are calculated based on Assessed Value not Estimated Actual Value.
Market Value * Assessment Rate = Assessed Value

Assessed Value * Mill Levy = Estimated Taxes Due

<https://assessor.elpasoco.com/residential-real-estate/>

Example:
\$100,000 (Market Value) * 6.765%(Residential Assessment Rate) = \$6,765 (Assessed Value)

\$6,765 (Assessed Value) * 53.03 Mills (53.03/1,000) = \$359 Estimated Taxes Due

(3) (Net) General Bonded Debt is shown as a percentage of Total Assessed Value, because debt is repaid from Property Taxes.

(4) District Personal Income data is unavailable. Personal Income was estimated using El Paso Count statistics (Table 16).

ACADEMY SCHOOL DISTRICT TWENTY
Computation of Direct and Overlapping Debt
General Obligation Bonded Debt
As of June 30, 2024
(Unaudited)

	2023 Valuation ⁽²⁾	Outstanding General Obligation Debt	Outstanding General Attributable to the District ⁽³⁾	
			Percent	Obligation Debt
Direct Debt:				
Academy School District 20 (Direct Debt)	\$ 2,764,233,440	\$ 235,999,367	100%	235,999,367
			Subtotal Direct Debt	235,999,367
	2023 Valuation ⁽²⁾	Outstanding General Obligation Debt	Outstanding General Attributable to the District ⁽³⁾	
			Percent	Obligation Debt
Overlapping Debt ⁽¹⁾:				
Allison Valley Metropolitan District No. 1 ⁽⁴⁾	\$ 14,293,780	\$ 10,000,000	100.00%	\$ 10,000,000
Allison Valley Metropolitan District No. 2 ⁽⁴⁾	25,584,790	13,500,000	100.00%	13,500,000
Bradley Ranch Metropolitan District	13,094,650	8,391,822	100.00%	8,391,822
Briargate Center Business Improvement District ⁽⁴⁾	13,024,660	2,266,000	100.00%	2,266,000
Cathedral Pines Metropolitan District	17,756,470	4,260,000	100.00%	4,260,000
Colorado Crossing Metropolitan Districts No. 2 ⁽⁴⁾⁽⁵⁾	12,763,940	50,632,000	100.00%	50,632,000
Copper Ridge Metropolitan District	9,591,330	16,557,500	100.00%	16,557,500
Flying Horse Metropolitan District No. 2 ⁽⁴⁾	95,850,200	50,700,000	100.00%	50,700,000
Flying Horse Metropolitan District No. 3 ⁽⁴⁾	30,020,900	17,800,000	100.00%	17,800,000
Interquest North Business Improvement District ⁽⁴⁾	32,518,060	23,472,000	100.00%	23,472,000
Interquest South Business Improvement District ⁽⁴⁾	27,318,720	3,775,000	100.00%	3,775,000
Interquest Town Center B.I.D. ⁽⁴⁾	5,280,740	2,860,000	100.00%	2,860,000
Morningview Metropolitan District ⁽⁴⁾	2,591,490	1,187,000	100.00%	1,187,000
Old Ranch Metropolitan District ⁽⁶⁾	230	7,680,000	100.00%	7,680,000
The Retreat Metropolitan District No. 2 ⁽⁴⁾⁽⁷⁾	5,308,290	8,216,000	0.07%	5,751
Southeastern Colorado Water Conservancy District ⁽⁸⁾	13,333,266,803	12,474,363	17.07%	2,129,374
Sterling Ranch Metropolitan District No. 1 ⁽⁴⁾	35,670	22,560,000	62.41%	14,079,696
Sterling Ranch Metropolitan District No. 2 ⁽⁴⁾	18,657,390	37,475,000	97.34%	36,478,165
Triview Metropolitan District	172,266,940	42,525,000	3.50%	1,488,375
Upper Cottonwood Creek Metro. Dist. No. 2 ⁽⁴⁾	32,867,240	11,300,000	100.00%	11,300,000
Upper Cottonwood Creek Metro. District No. 3 ⁽⁴⁾	48,855,040	17,945,000	100.00%	17,945,000
Upper Cottonwood Creek Metro. District No. 4 ⁽⁴⁾	32,734,580	10,410,000	100.00%	10,410,000
Wildgrass at Rockrimmon Metropolitan District ⁽⁴⁾	2,566,300	1,151,000	100.00%	1,151,000
Woodmen Heights Metropolitan District No. 2 ⁽⁴⁾⁽⁹⁾	102,614,040	45,859,000	4.94%	2,265,435
			Subtotal Overlapping Debt	310,334,118
TOTAL		GRAND TOTAL - Direct and Overlapping Debt		546,333,485

(1) The following entities also overlap the District, but have no reported general obligation debt outstanding: Academy Water and Sanitation District; Black Forest Fire/Rescue Protection District; Briargate Special Improvement Maintenance District; College Creek Metropolitan District; City of Colorado Springs; Colorado Springs Copper Ridge at Northgate Urban Renewal Authority; Donala Water and Sanitation District Areas A and B; Donald Wescott Fire Protection District; Donald Wescott Fire Protection District Northern Subdistrict; El Paso County; El Paso County Conservation District; El Paso County Public Improvement Districts Nos. 2 and 3; Falcon Fire Protection District; Flying Horse Metropolitan District No. 1; Kiowa Soil Conservation District; Town of Monument; Norwood Special Improvement Maintenance District; Park Forest Water District; Pikes Peak Library District; Pinon Pines Metropolitan District No. 3; The Retreat Metropolitan Districts Nos. 1 and 2; The Sanctuary Metropolitan District; Sterling Ranch Metropolitan District No. 3; Tri-Lakes Monument Fire Protection District; Upper Black Squirrel Creek Groundwater Management District; Upper Cottonwood Creek Metropolitan District No. 5; USAFA Visitor's Center Business Improvement District; Woodmen Heights Metropolitan District No. 3; Woodmen Valley Fire Protection District; and Woodstone Special Improvement Maintenance District.

(2) Assessed values certified in 2023 are for collection of ad valorem property taxes in 2024.

(3) The percentage of each entity's outstanding debt chargeable to the District is calculated by comparing the assessed valuation of the portion overlapping the District to the total assessed valuation of the overlapping entity. To the extent the District's assessed valuation changes disproportionately with the assessed valuation of overlapping entities, the percentage of debt for which property owners within the District are responsible will also change.

(4) This district's debt consists of limited tax general obligation bonds or loans secured by a required mill levy, specific ownership taxes and other moneys legally available for debt service.

(5) Under a capital pledge agreement, Colorado Crossing Metropolitan Districts Nos. 1 and 3, which also overlap the District, transfer property tax revenue for repayment of Colorado Crossing Metropolitan District No. 2's bonds. The 2024 assessed value of Colorado Crossing Metropolitan District No. 1 is \$2,242,010. The 2024 assessed value of Colorado Crossing Metropolitan District No. 3 is \$18,722,020.

(6) Pursuant to an intergovernmental agreement, Upper Cottonwood Creek Metropolitan District ("UCCMD"), which overlaps the District, has pledged a portion of its mill levy to repay the general obligation debt issued by Old Ranch Metropolitan District. The 2024 assessed value of UCCMD is \$28,496,800.

(7) Under a capital pledge agreement, The Retreat Metropolitan District No. 1, which also partially overlaps the District, transfers property tax revenue for repayment of The Retreat Metropolitan District No. 2's bonds. The 2024 assessed value of The Retreat Metropolitan District No. 1 is \$1,642,610, of which 92.85 percent is located in the District.

(8) Southeastern Colorado Water Conservancy District ("SCWCD") is comprised of portions of nine Colorado counties and its debt consists of a contractual obligation with the United States Bureau of Reclamation for payment of the reimbursable costs of the Fryingpan-Arkansas Project. The project's primary purpose is to divert water from the Colorado River tributaries for use in water-short areas. Revenues to meet payments are provided via an ad valorem mill levy applied against property within the nine counties and via fees charged for sale and storage of water. SCWCD dedicates nine-tenths of its mill levy to the contractual obligation.

(9) Under a capital pledge agreement, Woodmen Heights Metropolitan District No. 3, which also partially overlaps the District, transfers property tax revenue for repayment of Woodmen Heights Metropolitan District No. 2's bonds. The 2024 assessed value of Woodmen Heights Metropolitan District No. 3 is \$16,638,850, of which 14.87 percent is located in the District.

Sources: Assessors' Offices of Bent, Chaffee, Crowley, El Paso, Fremont, Kiowa, Otero, Prowers and Pueblo Counties; and information obtained from individual taxing entities.

Table 14

ACADEMY SCHOOL DISTRICT TWENTY
Computation of Legal Debt Margin
As of June 30, 2024
(Unaudited)

	<u>2024⁽¹⁾</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Debt Limit	\$ 552,846,688	\$ 445,131,210	\$ 437,892,652	\$ 368,430,920	\$ 367,981,864	\$ 317,462,986	\$ 309,032,578	\$ 290,680,212	\$ 286,307,462	\$ 267,005,884
Total net debt applicable to limit	210,910,000	229,980,000	248,345,000	267,715,000	285,270,000	237,550,000	249,810,000	255,415,000	107,014,342	119,091,406
Legal debt margin	341,936,688	215,151,210	189,547,652	100,715,920	82,711,864	79,912,986	59,222,578	35,265,212	179,293,120	147,914,478
Total bonded debt as a percentage of debt limit	38.15%	51.67%	56.71%	72.66%	77.52%	74.83%	80.84%	87.87%	37.38%	44.60%

Legal Debt Margin Calculation for Fiscal Year 2023/2024

Estimated Property Market Value----2023	<u>\$ 29,637,477,363</u>
Based upon 2023 assessment for taxes due in 2024	<u>\$ 2,764,233,440</u>
20% <u>of Assessed Valuation</u>	
Percent of Assessed Valuation	\$ 552,846,688
Less: Bonded Debt June 30, 2024	<u>210,910,000</u>
MAXIMUM LEGAL DEBT MARGIN	<u>\$ 341,936,688</u>

Note (1) The debt margin calculation for 2024 is calculated at 20%, since District 20 does not qualify as a fast growing district. As of 2023 the growth rate was not 2.5% or greater for 5 consecutive years. (CRS 22-42-104)

	Funded Pupil Count ²	% Growth
Oct-23	25,605.5	-0.15%
Oct-22	25,644.4	0.59%
Oct-21	25,495.1	0.92%
Oct-20	25,262.7	-1.37%
Oct-19	25,613.4	3.84%
Oct-18	24,667.2	1.38%
Oct-17	24,330.6	0.86%
Oct-16	24,124.2	1.78%
Oct-15	23,701.6	1.70%
Oct-14	23,306.4	0.34%

Colorado Revised Statutes (CRS) provide three alternative methods for determining the legal debt margin for school districts. The standard method uses 20% of assessed valuation. For certain fast growing school districts, 25% of assessed valuation could be used in the calculation.

Finally, the CRS permits using 6% of market value in the calculation. However, this method has not been tested in Colorado courts to be in compliance with the Tax Payers Bill of Rights (TABOR). While this method yields a very high debt margin, the district's bond council will not provide an opinion to permit the district to use the method to determine the amount of bonds that could be sold.

Note (2) Funded Pupil Count includes Full Day Kindergarten Factor

Source: District Financial Records
El Paso County Abstract of Assessment for Academy School No. 20

Table 15

ACADEMY SCHOOL DISTRICT TWENTY
Percent of Annual Debt Service for General Bonded Debt
to General Fund Expenditures
Last Ten Fiscal Years
(unaudited)

<u>Fiscal Year</u>	<u>General Fund Expenditures</u>	<u>Annual Debt Service</u> ¹	<u>% of Debt Service to Expenditures</u>
2024	\$ 282,304,761	\$ 29,214,831 ²	10.3%
2023	271,667,418	29,398,438	10.8%
2022	247,506,057	29,795,857	12.0%
2021	236,688,243	30,104,831	12.7%
2020	231,227,321	24,782,996	10.7%
2019	219,611,054	23,184,165	10.6%
2018	202,799,070	25,571,429	12.6%
2017	196,432,143	20,787,395	10.6%
2016	189,638,446	17,985,988	9.5%
2015	185,586,164	18,318,957	9.9%

¹ Includes principal, interest and fees

² The District's calculation of Annual Debt Service does not include debt service payments related to Subscription-Based Information Technology Arrangements (SBITAs) under GASB 96.

Source: District financial records

Demographic and Economic Information

The following unaudited statistical tables reflect demographic and economic information of the District.

Table 16	Demographic Data – El Paso County
Table 17	El Paso County Property Values and Construction
Table 18	El Paso County Principal Employers

Table 16

ACADEMY SCHOOL DISTRICT TWENTY
Demographic Data - El Paso County ⁽¹⁾
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income ⁽²⁾</u> <u>(thousands of dollars)</u>	<u>Median Household Income ⁽³⁾</u>	<u>Per Capita Income ⁽²⁾</u>	<u>Median Age</u>	<u>District 20 School Enrollment</u>	<u>Unemployment Rate ⁽⁴⁾</u>
2024	747,834 ⁽⁵⁾	\$ 51,485,242	84,411	68,846	35.2	26,607	3.7%
2023	744,215	48,320,264	83,575	64,928	34.9	26,607	3.0%
2022	740,596	45,230,988	82,748	61,074	34.4	26,400	4.3%
2021	737,287	43,258,594	75,909	58,673	34.5	25,711	6.7%
2020	728,310	40,040,849	71,517	54,978	34.1	26,603	5.3%
2019	721,929	36,979,710	62,044	51,223	34.3	26,178	4.1%
2018	712,746	34,549,937	61,429	48,474	33.8	25,831	2.8%
2017	700,838	32,637,705	60,821	46,570	33.8	25,591	3.4%
2016	688,671	30,922,547	60,219	44,902	33.6	25,063	4.2%
2015	674,094	30,097,140	58,062	44,648	33.6	24,578	5.0%

Sources: District Financial Records
Colorado Department of Local Affairs
Southern Colorado Economic Forum
US Department of Commerce, Bureau of Economic Analysis
US Census Bureau

<https://data.census.gov/cedsci/all?q=El%20Paso%20County,%20Colorado&q=0500000US08041>

Note: (1) Demographic data is for all of El Paso County except school enrollment.

(2) Personal Income and Per Capita personal Income are estimated based on a 6.55% average annual growth rates and last known figures, per Bureau of Economic Analysis.

<https://apps.bea.gov/regional/bearfacts/>

(3) Median Household Income is estimated with a 1% annual growth rate and last known figure, per US Census Bureau Records for El Paso County, Colorado.

<https://www.census.gov/quickfacts/fact/table/elpasocountycolorado,US/PST045221#viewtop>

(4) 2023 Unemployment Rate value calculated using the average over the 23-24 school year. Actual unemployment rate for June 2024 was 4.2%

(5)2021-24 <https://worldpopulationreview.com/us-counties/co/el-paso-county-population>, before 2021,per Bureau of Economic Analysis

Table 17

ACADEMY SCHOOL DISTRICT TWENTY
El Paso County Property Values and Construction
Last Ten Calendar Years
(Unaudited)

Calendar Year	<u>Property Values-----Assessed</u>			<u>Commercial Construction</u>		<u>Residential Construction</u>		Total Units	Total Construction Value
	Commercial, Industrial, <u>Agricultural</u>	Residential, Public Utility, <u>Other</u>	<u>Total</u>	<u>Units</u>	Estimated <u>Value</u>	Single Family <u>Units</u>	Estimated <u>Value</u>		
2024	\$ 3,466,944,770 (2)	\$ 8,650,580,060 (2)	\$ 12,117,524,830 (2)	1,203 (1)	\$ 515,830,818 (1)	2,259 (1)	\$ 1,087,320,980 (1)	3,462 (1)	\$ 1,603,151,798 (1)
2023	2,892,720,160	7,008,286,040	9,901,006,200	1,238	352,664,181	3,070	1,264,603,164	4,308	1,617,267,345
2022	2,853,327,710	7,037,826,690	9,891,154,400	1,340	607,651,743	4,357	1,730,568,441	5,697	2,338,220,184
2021	2,666,947,844	5,676,222,966	8,343,170,810	1,138	800,521,807	4,497	1,735,475,424	5,634	2,535,997,231
2020	2,749,447,025	5,483,393,419	8,232,840,444	1,223	765,681,942	3,530	1,382,822,563	4,753	2,148,504,505
2019	2,198,387,240	4,905,170,720	7,103,557,960	1,298	404,595,764	3,856	1,516,644,352	5,154	1,921,240,116
2018	2,179,097,610	4,786,254,180	6,965,351,790	1,245	410,243,104	3,504	1,417,418,973	4,749	1,827,662,077
2017	1,946,823,110	4,595,377,210	6,542,200,320	1,155	391,125,033	3,237	1,360,333,105	4,392	1,751,458,138
2016	1,927,937,240	4,508,220,600	6,436,157,840	1,222	391,403,051	2,739	1,131,190,529	3,961	1,522,593,580
2015	1,883,324,970	4,154,810,190	6,038,135,160	940	142,726,070	2,433	1,032,039,203	3,373	1,174,765,273

Source: Pikes Peak Regional Building Department
<https://www.pprbdl.org/Information/Reports>
El Paso County Assessor's Office
<https://assessor.elpasoco.com/abstract-assessment-understanding-value/>

Notes: (1) Unit and construction value data available through January 2024.
(2) Based on 2023 Assessment, Taxes due 2024.

Table 18

ACADEMY SCHOOL DISTRICT TWENTY
Principal Employers of the Pikes Peak Region
Current Year and Nine Years Ago
(Unaudited)

Employer	2023			2014		
	Percentage of Total County Employment			Percentage of Total County Employment		
	Employees	Rank	Employment	Employees	Rank	Employment
Fort Carson Army Post	33,500	1	9.10%	31,800	1	11.42%
Peterson,Schriever ¹ & Cheyenne	25,400	2	6.90%	19,564	2&3	7.42%
United States Air Force Academy	7,700	3	2.09%	7,583	4	2.98%
UCHealth Memorial Health Services	7,050	4	1.92%	3,146	7	1.70%
School District #11 - Colorado Srings	5,150	5	1.40%	3,978	5	1.70%
University of Colorado, Colorado Springs	3,700	6	1.01%	-	-	-
School District #20 - Air Academy	3,050	7	0.83%	3,226	6	1.44%
City of Colorado Springs ²	3,050	8	0.83%	2,300	9	0.83%
Amazon	3,000	9	0.82%	-	-	-
El Paso County	2,900	10	0.79%	2,100	10	0.99%
Penrose-St. Francis Health Services	-	-	-	2,833	8	0.99%
	94,500			76,530		
Total El Paso County Employment ³	367,960			278,409		

Source: El Paso County, Colorado - 2023 Annual Comprehensive Financial Report

2023 is the most current ACFR available from El Paso County. The County's fiscal year is from January to December.

<https://admin.elpasoco.com/financial-services/budget-finance/comprehensive-annual-financial-reports/>

Schedule 13, pg 190

County Sources: Various sources, including Colorado Springs Business Journal, Colorado Springs Chamber & EDC, Colorado Department of Labor and Employment, journals, annual reports and company websites

¹Schriever Air Force Base previously known as Falcon Air Force Base

²City of Colorado Springs includes the total of all full-time equivalent employees (FTE's) in all funds and enterprises except Colorado Springs Utilities and Memorial Health System.

³Lightcast, Q1 2023; State of Colorado, LMI Gateway,2013

Operating Information

The following unaudited statistical tables reflect operating information of the District.

Table 19	District Building Information
Table 20	Schedule of Insurance Policies
Table 21	Full-time Equivalent Employees by Functional Program
Table 22	Operating Statistics

Table 19

ACADEMY SCHOOL DISTRICT TWENTY
District Building Information¹
Last Ten Fiscal Years
(unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
ELEMENTARY SCHOOLS										
Academy Endeavour Elementary (1998)										
Building Square feet	47,467	47,467	47,467	47,467	47,467	47,467	47,467	47,467	47,467	47,467
Modular Square feet	7,200	5,760	5,760	7,200	7,200	7,200	5,760	5,760	5,760	5,760
Capacity (students)	581	723	723	723	723	723	723	723	723	723
Enrollment	349	349	321	383	415	436	559	574	545	573
Academy International Elementary (1998)										
Building Square feet	48,516	47,467	47,467	47,467	47,467	47,467	47,467	47,467	47,467	47,467
Modular Square feet	2,880	2,840	2,840	2,840	2,800	2,800	2,800	2,800	2,800	2,800
Capacity (students)	581	600	600	600	600	600	600	600	600	600
Enrollment ²	394	394	414	450	521	547	590	591	591	600
Antelope Trails Elementary (1992)										
Building Square feet	47,467	48,122	48,122	48,122	48,122	48,122	48,122	48,122	48,122	48,122
Modular Square feet	1,440	1,400	1,400	1,400	1,400	1,440	1,400	1,400	1,400	1,400
Capacity (students)	545	541	541	541	541	541	541	541	541	541
Enrollment	346	346	321	284	337	342	364	373	388	468
Chinook Trail Elementary (2007)										
Building Square feet	73,064	73,064	73,064	73,064	73,064	73,064	73,064	73,064	73,064	73,064
Modular Square feet	5,760	5,700	5,700	5,700	5,700	5,700	5,700	4,275	2,850	2,850
Capacity (students)	756	710	710	710	710	710	710	660	610	610
Enrollment ³	631	631	622	637	634	634	637	624	864	767
Discovery Canyon Campus (2005)										
Building Square feet	83,574	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000	84,000
Modular Square feet	1,440	1,410	1,410	1,410	1,410	1,440	1,410	1,410	1,410	1,410
Capacity (students)	594	560	560	560	560	560	560	560	560	560
Enrollment	526	526	522	518	525	511	536	524	535	520
Douglass Valley Elementary (1958)										
Building Square feet	43,641	43,720	43,720	43,720	43,720	43,720	43,720	43,720	43,720	43,720
Capacity (students)	424	400	400	400	400	400	400	400	400	400
Enrollment	296	296	310	296	316	318	339	316	309	345
Edith Wolford Elementary (2004)										
Building Square feet	53,063	53,063	53,063	53,063	53,063	53,063	53,063	53,063	53,063	53,063
Capacity (students)	450	425	425	425	425	425	425	425	425	425
Enrollment	284	284	257	274	300	303	330	320	316	378
Encompass Heights Elementary (2021)										
Building Square feet	61,691	61,691	61,691	-	-	-	-	-	-	-
Capacity (students)	608	600	600	-	-	-	-	-	-	-
Enrollment	549	549	399	-	-	-	-	-	-	-
Explorer Elementary (1989)										
Building Square feet	47,666	47,600	47,600	47,600	47,600	47,600	47,600	47,600	47,600	47,600
Modular Square feet	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880
Capacity (students)	599	517	517	517	517	517	517	517	517	517
Enrollment	471	471	494	466	511	506	506	495	504	505
Foothills Elementary (1981)										
Building Square feet	42,746	43,046	43,046	43,046	43,046	43,046	43,046	43,046	43,046	43,046
Modular Square feet	2,880	2,880	2,880	2,800	2,800	2,880	2,800	2,800	2,800	2,800
Capacity (students)	626	590	590	590	590	590	590	590	590	590
Enrollment	424	424	398	419	440	409	432	425	423	414
Frontier Elementary (1985)										
Building Square feet	47,981	47,900	47,900	47,900	47,900	47,900	47,900	47,900	47,900	47,900
Modular Square feet	5,760	5,600	5,600	5,600	5,600	5,760	5,600	5,600	5,600	5,600
Capacity (students)	707	664	664	664	664	664	664	664	664	664
Enrollment	249	249	266	273	313	349	447	433	442	429
High Plains Elementary (1981)										
Building Square feet	41,846	41,846	41,846	41,846	41,846	41,846	41,846	41,846	41,846	41,846
Capacity (students)	491	468	468	468	468	468	468	468	468	468
Enrollment	258	258	255	267	322	321	352	335	286	273
Legacy Peak Elementary (2018)										
Building Square feet	59,968	64,034	64,034	64,034	64,034	64,034	-	-	-	-
Capacity (students)	540	540	540	540	540	540	-	-	-	-
Enrollment	641	641	621	565	558	436	-	-	-	-
Mountain View Elementary (2004)										
Building Square feet	52,952	53,500	53,500	53,500	53,500	53,500	53,500	53,500	53,500	53,500
Modular Square feet	2,880	2,880	2,880	1,400	1,400	2,880	-	-	-	-
Capacity (students)	648	560	560	560	560	560	510	510	510	510
Enrollment	582	582	558	599	604	620	603	589	572	541
Pioneer Elementary (1987)										
Building Square feet	47,981	47,900	47,900	47,900	47,900	47,900	47,900	47,900	47,900	47,900
Modular Square feet	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320
Capacity (students)	653	614	614	614	614	614	614	614	614	614
Enrollment	348	348	334	354	407	406	417	408	415	389

ACADEMY SCHOOL DISTRICT TWENTY
District Building Information¹
Last Ten Fiscal Years
(unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
ELEMENTARY SCHOOLS (continued)										
Prairie Hills Elementary (1993)										
Building Square feet	49,420	49,100	49,100	49,100	49,100	49,100	49,100	49,100	49,100	49,100
Modular Square feet	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	5,760	5,760
Capacity (students)	653	664	664	664	664	664	664	664	664	664
Enrollment	361	361	398	389	405	438	436	445	446	473
Ranch Creek Elementary (2007)										
Building Square feet	55,500	55,500	55,500	55,500	55,500	55,500	55,500	55,500	55,500	55,500
Modular Square feet	4,320	4,230	4,230	4,230	4,230	4,320	4,230	2,820	1,410	1,410
Capacity (students)	702	660	660	660	660	660	660	610	560	560
Enrollment	602	602	550	531	559	540	641	579	549	535
Rockrimmon Elementary (1972)										
Building Square feet	36,669	37,010	37,010	37,010	37,010	36,208	36,208	36,208	36,208	36,208
Modular Square feet	4,320	1,440	1,440	1,440	1,440	4,320	1,440	1,440	1,440	1,440
Capacity (students)	579	494	494	494	494	494	494	494	494	494
Enrollment	383	383	354	340	356	329	338	338	364	351
School In the Woods (2019)										
Building Square feet	9,820	9,820	9,820	9,820	9,820	9,820	-	-	-	-
Modular Square feet	-	-	-	-	-	-	5,760	5,760	5,760	5,760
Capacity (students)	135	150	150	150	150	150	78	78	78	78
Enrollment	78	78	78	78	78	78	78	78	78	78
The da Vinci Academy Elementary (2004)										
Building Square feet	56,523	56,500	56,500	56,500	56,500	56,500	56,500	56,500	56,500	56,500
Capacity (students)	540	510	510	510	510	510	510	510	510	510
Enrollment	437	437	437	416	462	480	484	456	447	447
Woodmen Roberts Elementary (1990)										
Building Square feet	50,148	49,100	49,100	49,100	49,100	49,100	49,100	49,100	49,100	49,100
Capacity (students)	495	468	468	468	468	468	468	468	468	468
Enrollment	441	441	432	430	479	481	485	444	380	350
MIDDLE SCHOOLS										
Challenger Middle (1965)										
Building Square feet	106,793	106,793	106,793	106,793	106,793	101,793	101,793	101,793	101,793	101,793
Modular Square feet	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320
Capacity (students)	965	964	964	964	964	964	964	964	964	964
Enrollment	612	612	607	660	720	909	913	879	856	810
Chinook Trail Middle School (2019)										
Building Square feet	137,069	137,869	137,869	137,869	137,869	-	-	-	-	-
Capacity (students)	1,084	1,080	1,080	1,080	1,080	-	-	-	-	-
Enrollment ⁵	1,067	1,067	1,013	750	527	-	-	-	-	-
Discovery Canyon Campus (2006)										
Building Square feet	110,113	114,039	114,039	114,039	114,039	114,039	114,039	114,039	114,039	114,039
Capacity (students)	850	850	850	850	850	850	850	850	850	850
Enrollment ²	803	803	761	753	1,158	957	891	912	1,017	960
Eagleview Middle (1986)										
Building Square feet	145,168	137,135	137,135	137,135	137,135	137,135	137,135	137,135	137,135	137,135
Capacity (students)	1,105	1,105	1,105	1,105	1,105	1,105	1,105	1,105	1,105	1,105
Enrollment	948	948	954	944	1,017	1,013	962	986	962	989
Mountain Ridge Middle (1997)										
Building Square feet	117,338	111,400	111,400	111,400	111,400	111,400	111,400	111,400	111,400	111,400
Modular Square feet	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320	4,320
Capacity (students)	1,193	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190	1,190
Enrollment	705	705	766	854	989	992	1,012	1,083	1,147	1,155
Aspen Valley Middle School Purchased 2013 ⁴										
Building Square feet	8,186	8,186	8,186	8,186	8,186	6,106	6,106	6,106	6,106	6,106
Building Utilization Capacity (85% of Design)	106	125	125	125	125	125	125	125	125	125
Enrollment	114	114	23	31	42	48	41	56	48	46
Timberview Middle (1988)										
Building Square feet	110,300	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000	110,000
Modular Square feet	2,880	5,760	5,760	5,760	5,760	2,880	5,760	4,320	4,320	4,320
Capacity (students)	952	1,050	1,050	1,050	1,050	1,050	1,050	1,000	1,000	1,000
Enrollment	839	839	860	937	1,062	1,179	1,156	1,140	1,087	1,038
Village Middle										
Building Square feet	10,394	10,394	10,394	1,732	1,732	1,732	-	-	-	-
Modular Square feet	-	-	-	-	-	-	1,440	1,440	1,440	-
Capacity (students)	244	244	244	75	75	75	50	50	50	-
Enrollment	158	158	303	141	137	117	114	118	139	181

ACADEMY SCHOOL DISTRICT TWENTY
District Building Information¹
Last Ten Fiscal Years
(unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
HIGH SCHOOLS										
Village High										
Building Square feet	20,600	20,600	20,600	20,600	8,662	8,662	-	-	-	-
Modular Square feet	-	-	-	-	-	-	2,880	1,440	-	-
Capacity (students)	191	300	300	300	140	140	50	25	-	-
Enrollment	447	447	408	310	214	161	124	88	51	50
Air Academy High (1959)										
Building Square feet	243,390	243,362	243,362	243,362	243,362	243,362	243,362	243,362	243,362	243,362
Capacity (students)	1,530	1,530	1,530	1,530	1,530	1,530	1,530	1,530	1,530	1,530
Enrollment	1,329	1,329	1,351	1,383	1,403	1,370	1,362	1,341	1,370	1,335
Aspen Valley High (1997)										
Building Square feet	16,600	16,600	16,600	16,600	16,600	16,600	16,600	16,600	16,600	16,600
Modular Square feet	3,120	1,440	1,440	1,440	1,440	3,120	1,440	1,440	1,440	1,440
Capacity (students)	179	150	150	150	150	150	150	150	150	150
Enrollment	114	114	94	100	117	102	89	113	103	115
Discovery Canyon Campus (2006)										
Building Square feet	191,879	191,879	191,879	191,879	191,879	181,009	181,009	173,418	173,418	173,418
Capacity (students)	1,360	1,148	1,148	1,148	1,148	1,148	1,148	1,148	1,148	1,148
Enrollment	1,087	1,087	1,123	1,160	815	1,189	1,160	1,196	1,172	1,107
Liberty High (1987)										
Building Square feet	234,771	233,683	233,683	233,683	233,683	186,000	186,000	186,000	186,000	186,000
Modular Square feet	-	5,740	5,740	5,740	5,740	-	8,610	8,610	8,610	8,610
Capacity (students)	1,530	1,800	1,800	1,800	1,800	1,498	1,498	1,448	1,448	1,448
Enrollment	1,647	1,647	1,665	1,721	1,656	1,609	1,650	1,548	1,588	1,590
Pine Creek High (1998)										
Building Square feet	217,071	213,523	209,297	209,297	209,297	192,530	192,530	192,530	192,530	192,530
Modular Square feet	5,760	1,400	1,400	1,400	1,400	5,760	4,200	4,200	4,200	4,200
Capacity (students)	1,622	1,700	1,700	1,700	1,700	1,340	1,340	1,340	1,340	1,340
Enrollment	1,815	1,815	1,808	1,644	1,631	1,641	1,609	1,579	1,504	1,504
Rampart High (1982)										
Building Square feet	217,001	213,100	213,100	213,100	213,100	213,100	213,100	213,100	213,100	213,100
Capacity (students)	1,616	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700
Enrollment	1,454	1,454	1,455	1,519	1,625	1,661	1,718	1,694	1,646	1,623
OTHER PROGRAMS										
Home School Academy										
Building Square feet	10,606	10,606	10,606	10,606	10,606	10,606	-	-	-	-
Robotics										
Building Square feet ⁵	852	852	852	852	852	852	-	-	-	-
Coding/Cyber Security										
Building Square feet ⁶	-	-	-	-	-	1,543	-	-	-	-
ADMINISTRATION BUILDINGS										
Education and Administration Center (EAC)										
Building Square feet	112,932	112,792	112,792	112,792	112,792	112,792	112,792	112,792	112,792	112,792
Maintenance										
Square feet	19,790	19,790	19,790	13,059	13,059	13,059	13,059	13,059	13,059	13,059
Transportation/Warehouse										
Building Square feet	35,827	35,966	35,966	35,966	35,966	35,966	35,966	35,966	35,966	35,966
Modular Square feet	1,440	4,200	4,200	4,200	4,200	1,440	4,200	4,200	4,200	4,200
Total Modular Square feet	65,040	61,500	61,500	72,720	72,680	72,680	85,590	77,040	77,040	75,600
Total Building Square feet	3,124,383	3,110,019	3,105,793	2,927,541	3,016,771	2,789,672	2,686,935	2,679,344	2,679,344	2,679,344
Total Square Feet	3,189,423	3,171,519	3,167,293	3,000,261	3,089,451	2,862,352	2,772,525	2,756,384	2,756,384	2,754,944

Source: District Facilities Maintenance Office and CDE Data Summary Report

Note: Year of construction is shown in parentheses. Increases/decreases in square footage and capacity are the result of renovations, additions, and deletions.

¹ Student capacity reported is *utilization* capacity, which is estimated at 90% of *design* capacity for Elementary schools and 85% of design capacity for Secondary schools. Capacity also includes modular capacity for those schools with modulars on site. Standard modular capacity is 60 (2 classrooms at 30 students each).

² Enrollment included Briargate Preschool students until 2015

³ Enrollment included Home School Academy Enrollment until 2017

⁴ Previously "Summit Middle School"

⁵ Housed in Center for Modern Learning

⁶ Housed at Pine Creek High School since 2019 (previously in Center for Modern Learning)



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students to thrive.*

Table 20

ACADEMY SCHOOL DISTRICT TWENTY
Schedule of Insurance Policies
as of July 1, 2023
(unaudited)

<u>Company</u>	<u>Policy Number</u>	<u>Policy Period</u> <u>From</u> <u>To</u>		<u>Coverage Details</u>	
Affiliated FM Insurance Company	1118912	7/1/2023	6/30/2024	Facility/Property Coverages Building and Contents (\$1,077,465,057) Boiler and Machinery Business Interruption (Gross Earnings/Gross Profits/Rental Income) Business Interruption: Extra Expense Leasehold Interest Earthmovement (Included in property) Earthmovement (DCC) Flood (1335 Kelly Johnson Blvd) Flood (Included in property)	
Ironshore Specialty Insurance Co	ISPILLSCAEGZ001	7/1/2021	6/30/2024	Pollution	
LM Insurance Corporation	TB5-Z51-2394393-023	7/1/2023	6/30/2024	General Liability/Wrongful Acts Damage to premises district rented Personal and Advertising Injury Limit Excluded Medical Paymnts	
Liberty Mutual Fire Insurance Co	R62-Z51-294393-033	7/1/2023	6/30/2024	Educators Legal Liability	
LM Insurance Corporation	AS5-Z51-294393-013	7/1/2023	6/30/2024	Auto Coverages Auto Liability Medical Pay (replaces PIP) Auto Physical Damage Comprehensive/Collision-All Busses	
Traveler's Casualty & Surety Co of America	105798183	7/1/2021	6/30/2024	Crime Coverages (including faithful performance and dishonesty) Forgery, Alteration, Computer Fraud Theft, Disappearance, Destruction	
Lexington Insurance Company	324691600	7/1/2023	6/30/2024	Law Enforcement Liability	
Great American Insurance Group	EPP1117707	7/1/2023	6/30/2024	Directors and Officers (for Foundation)	
AIG Specilaty Insurance Company	12328177	7/1/2023	6/30/2024	Cyber Liability Funds Transfer fraud, Telephone fraud Legal, Forensic and Public Relations Crisis Mgmt	
Liberty Insurance Corporation	TH7-Z51-294393-043	7/1/2023	6/30/2024	Umbrella Liability	
Pinnacol Assurance	4140427	7/1/2023	6/30/2024	Workers' Compensation	
Kaiser	49023	7/1/2023	6/30/2024	Employee Health/Dental Package Health Fulltime Dental Fulltime	Employee Premium Employer Premium
Delta Dental	6295			Dental Fulltime Fulltime	Employee Premium Employer Premium
Standard Insurance	640336-C	7/1/2023	6/30/2024	Employee Life Coverage	Employee Premium Employer Premium

Source: District Internal Reports - Risk Management and Human Resources

Deductible	Liability Limits	Annual Premium
		\$603,281
\$25,000	\$250,000,000 per occurrence	
\$25,000	included in the Loss Limit	
\$25,000	\$5,000,000	
\$25,000	\$5,000,000	
\$25,000	\$1,000,000	
\$100,000	\$100,000,000	
\$125,000	\$125,000,000	
\$100,000	\$10,000,000	
\$100,000	\$50,000,000	
\$25,000	\$1,000,000	\$14,880
\$25,000	\$1,000,000	\$135,830
	\$3,000,000 /Aggregate	
	\$1,000,000	
	\$1,000,000	
\$25,000	\$1,000,000	\$46,743
	\$3,000,000 /Aggregate	
	\$1,000,000	\$187,206
	\$5,000	
\$5,000	Varies, depending on age of vehicle	
\$15,000		
\$5,000	\$1,000,000	\$8,675
\$5,000	\$1,000,000	
\$5,000	\$1,000,000	
\$5,000	\$2,000,000	\$22,552
\$0	\$1,000,000	\$850
\$100,000	\$2,000,000	\$48,337
\$0	\$5,000,000/Aggregate	\$131,702
\$250,000	\$1,000,000	\$223,318
TOTAL PREMIUM		\$1,423,374

\$31.52 - \$897.94/month
 \$555.95 - \$1,443.03/month
 \$0.00 - \$138.98/month
 \$32.28-\$44.36/month

\$0 - \$1.00/month
 \$5.15/month

Table 21

ACADEMY SCHOOL DISTRICT TWENTY
Full-time Equivalent Employees by Functional Program
Last Ten Fiscal Years
(Unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
PROGRAM										
Instruction	1,914.9	1,903.9	1,898.7	1,793.5	1,739.5	1,733.1	1,671.0	1,639.8	1,604.8	1,609.7
Instructional Pupil and Staff Support	290.8	284.7	275.2	279.2	248.5	245.4	220.9	219.5	226.5	229.2
General Administration	9.0	9.0	9.0	8.8	7.4	7.0	7.0	7.0	6.8	7.0
School Administration	301.7	301.7	307.9	286.7	282.3	278.1	273.5	266.4	262.0	263.1
Business Services	28.0	28.0	31.0	31.9	29.9	32.0	31.5	30.5	27.5	28.6
Maintenance and Operations	265.8	263.9	261.4	256.3	256.6	238.4	228.6	199.4	196.9	201.0
Transportation	150.1	149.3	179.0	227.1	239.0	223.1	223.9	220.6	225.3	220.2
Central Services ¹	70.6	69.5	73.4	63.7	58.3	64.6	58.1	57.1	54.7	51.6
Community and Other Services ²	3.0	3.0	3.0	5.9	7.8	7.0	7.0	7.0	0.0	0.6
	<u>3,033.9</u>	<u>3,013.0</u>	<u>3,038.6</u>	<u>2,953.1</u>	<u>2,869.3</u>	<u>2,828.6</u>	<u>2,721.6</u>	<u>2,647.4</u>	<u>2,604.5</u>	<u>2,610.8</u>

¹ Central Services includes Food Service personnel employed by District 20.

² Community and Other Services includes Construction Management Personnel.

Source: District Financial Records

Table 22

ACADEMY SCHOOL DISTRICT TWENTY
Operating Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Primary Government	Pupil	Funded Pupil	Cost per	Cost/Pupil	Licensed	Pupil/Teacher	Graduation	Qualified for Federal Assistance		Average Teacher Salary	Teacher Salary Range	
	<u>Expenditures</u>	<u>Enrollment</u>	<u>Count</u>	<u>Pupil</u>	<u>% Change</u>	<u>Teachers</u>	<u>Ratio</u>	<u>Rate*</u>	<u>% Free</u>	<u>% Reduced</u>	<u>(incl. benefits)</u>	<u>Low</u>	<u>High</u>
2024	\$ 359,907,876	26,607	25,605.5	\$ 9,588	5.7%	1,692	15.7	TBD	17.50%	2.60%	\$ 84,735	\$ 48,800	\$ 115,013
2023	332,089,139	26,607	25,644.4	9,074	7.5%	1,685	15.8	92.9%	9.40%	2.30%	80,016	45,000	108,503
2022	212,073,916	26,400	25,495.1	8,439	4.7%	1,651	16.0	93.7%	7.64%	1.38%	72,170	42,025	106,630
2021	203,537,727	25,711	25,262.7	8,057	-16.5%	1,666	15.4	93.6%	11.12%	3.01%	70,700	41,000	102,529
2020	247,126,269	26,603	25,613.4	9,648	2.9%	1,666	16.0	95.6%	8.94%	3.28%	70,700	41,000	102,529
2019	231,229,648	26,178	24,665.6	9,375	-46.1%	1,634	16.0	96.4%	8.70%	3.70%	69,300	40,000	97,647
2018	422,909,186	25,831	24,330.6	17,382	14.4%	1,618	16.0	96.1%	9.10%	3.70%	66,680	38,200	93,963
2017	366,425,205	25,591	24,124.2	15,189	46.5%	1,582	16.2	89.9%	9.60%	3.90%	65,730	37,691	80,389
2016	245,703,889	25,063	23,701.6	10,367	3.1%	1,566	16.0	90.3%	9.60%	3.90%	64,500	36,862	83,553
2015	234,444,100	24,578	23,306.4	10,059	11.8%	1,583	15.5	90.2%	8.77%	3.98%	63,700	36,210	81,830
Educational Increments			# of Teachers										
	BA		233										
	BA +16		105										
	BA + 32		73										
	BA + 48		138										
	MA		295										
	MA + 16		164										
	MA + 32		140										
	MA + 48		135										
	MA + 64		334										
	PHD/EdD		29										

In 2018, the District discontinued reporting of ACT test scores. Student Achievement information can be accessed on the District website.

* Graduation rate is not yet available for the fiscal year.

Source: District Adopted Budget, District Internal Reports, Colorado Dept. of Education Statistics, and District ACFR Statement of Activities



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IV. Compliance Section





**INDEPENDENT AUDITORS' 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**

Board of Education
Academy School District Twenty
Colorado Springs, 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, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Academy School District Twenty, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Academy School District Twenty's basic financial statements, and have issued our report thereon dated November 4, 2024. Our report includes a reference to other auditors who audited the financial statements of the New Summit Charter Academy as described in our report on Academy School District Twenty's financial statements. The financial statements of New Summit Charter Academy were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with New Summit Charter Academy.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Academy School District Twenty'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 Academy School District Twenty's internal control. Accordingly, we do not express an opinion on the effectiveness of Academy School District Twenty'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.

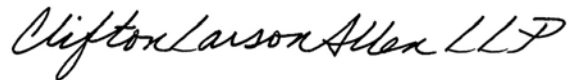
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not 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 Academy School District Twenty’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.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
November 4, 2024



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Board of Education
Academy School District Twenty
Colorado Springs, Colorado

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Academy School District Twenty's 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 Academy School District Twenty's major federal programs for the year ended June 30, 2024. Academy School District Twenty's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, Academy School District Twenty 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; 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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Academy School District Twenty 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 Academy School District Twenty'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 Academy School District Twenty's federal programs.

Auditors' 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 Academy School District Twenty'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 Academy School District Twenty'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 Academy School District Twenty'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 Academy School District Twenty'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 Academy School District Twenty'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.

Report on Internal Control Over Compliance

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.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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.



CliftonLarsonAllen LLP

Greenwood Village, Colorado
November 4, 2024

**ACADEMY SCHOOL DISTRICT TWENTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? _____ yes x no

Identification of Major Federal Programs

Assistance Listing Number(s)	Name of Federal Program or Cluster
84.041	Impact Aid (Title VII of ESEA)
10.555, 10.553	Child Nutrition Cluster

Dollar threshold used to distinguish between Type A and Type B programs: \$ 750,000

Auditee qualified as low-risk auditee? _____ yes x no

**ACADEMY SCHOOL DISTRICT TWENTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2024**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Findings and Questioned Costs – Major Federal Programs

Our audit did not disclose any matters required to be reported in accordance with 2 CFR 200.516(a).

**ACADEMY SCHOOL DISTRICT TWENTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2024**

Colorado Department of Education

Academy School District Twenty respectfully submits the following summary schedule of prior audit findings for the year ended June 30, 2024.

Audit period: July 1, 2023 – June 30, 2024

The findings from the prior audit's schedule of findings and questioned costs are discussed below. The findings are numbered consistently with the numbers assigned in the prior year.

FINDINGS—FINANCIAL STATEMENT AUDIT

2023 – 001 Grant Revenue Recognition

Condition: On October 21, 2022, the District received a grant reimbursement for \$974,800 under the Emergency Connectivity Fund grant (federal assistance listing number 32.009). Grant revenue was not reported correctly in the year revenues were measurable and available.

Status: Corrective action was taken.

FINDINGS— FEDERAL AWARD PROGRAMS AUDITS

There were no federal award program audit findings in the prior year.

If the Colorado Department of Education has questions regarding this schedule, please call Catherine Watts, Executive Director for Business Services at (719) 234-1278.

ACADEMY SCHOOL DISTRICT TWENTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Federal Award Identification Number	Pass-Through Entity Identifying Number	Total Federal Expenditures	Passed Through to Subrecipients
<u>U.S. Department of Education</u>					
Direct Programs					
Impact Aid PL 874-7002	84.041	S041A-201X/202X-1127		2,408,420	-
Impact Aid PL-874-7003	84.041	S041B-201X/202X-1126		2,618,403	-
Subtotal Direct Programs				\$ 5,026,823	-
Passed through Colorado Department of Education					
Special Education					
Special Education Grants to States - American Rescue Plan (ARP)	84.027	H027A200020	4027	4,246,714	-
Special Education Grants to States - American Rescue Plan (ARP) Preschool	84.027X	H027X210020	6027	129,599	-
Special Education - Preschool	84.173X	H173X210097	6173	7,933	-
Special Education - Preschool	84.173A	H173A200097	4173	93,868	-
Special Education Cluster Total				4,478,114	-
Title I					
English Language Acquisition	84.010A	S010A200006	4010	741,240	-
Improving Teacher Quality	84.365	S365A200006	4365	33,508	-
Student Support and Academic Achievement	84.367	S367A200050	4367	351,205	-
Education for Homeless Children and Youth	84.424	S424A200006	4424	49,664	-
Education for Homeless Children and Youth	84.196A	S196A220006	5196	42,344	-
COVID-19 American Rescue Plan Homeless Children and Youth					
COVID-19 Elementary and Secondary School Emergency Relief - ESSER II	84.425W	S425W210006-21A	8426	27,537	-
COVID-19 Elementary and Secondary School Emergency Relief - ESSER II Supplemental	84.425D	S425D210033	4420	3,206	-
COVID-19 Elementary and Secondary School Emergency Relief - ESSER III	84.425D	S425D210033	4419	11,319	-
COVID-19 Elementary and Secondary School Emergency Relief - ESSER III Supplemental	84.425U	S425U210033	4414	3,988,060	-
COVID-19 ESSER III ARP 9.5% State Set-Aside, Curricula Materials Grant Program	84.425U	S425U210033	4418	90,673	-
COVID-19 ESSER III ARP 9.5% State Set-Aside, Curricula Materials Grant Program	84.425U	S425U210033	4431	105,788	-
Passed through State of Colorado Office of the Governor					
COVID-19 GEER II - Governor's Emergency Education Relief Fund - Bright Spot Award	84.425V	S425V210025	6427	37,921	-
COVID-19 Elementary and Secondary School Emergency Relief Total				4,264,504	-
Passed through Colorado Community College System					
Career and Technical Education	84.048	N/A		101,948	-
Subtotal U.S. Department of Education				\$ 15,089,350	-
<u>U.S. Department of Agriculture</u>					
Passed through Colorado Department of Human Services					
Food Donation	10.555	N/A	4555	450,193	-
Passed through Colorado Department of Education					
National School Lunch Program	10.553	N/A	4553	426,832	-
National School Lunch Program	10.555	N/A	4555	2,474,956	-
Supply Chain Assistance Program	10.555	N/A	6555	68,637	-
Child Nutrition Cluster Total				3,420,618	-
SNAP CN Local P-EBT Administrative Funds Grant	10.649	213CO091S9009	4649	3,256	-
Subtotal for U.S. Department of Agriculture				\$ 3,423,874	-
<u>U.S. Department of Defense</u>					
Direct Programs					
JROTC	12.000	N/A		113,135	-
DoD Impact Aid (Supplement, CWSD, BRAC)	12.558	N/A		226,834	-
Subtotal U.S. Department of Defense				\$ 339,969	-
<u>Centers for Disease Control CDC</u>					
Passed through Colorado Department of Public Health and Environment to CDE					
School Nurse Workforce Grant	93.354	NU90TP922094	7354	5,146	-
Subtotal Centers for Disease Control				\$ 5,146	-
<u>Department of Health and Human Services</u>					
Direct Programs					
Child Care Assistance Block Grant (Child Care Stabilization) Cluster	93.575	N/A	7575	139,853	-
Subtotal Department of Health and Human Services				\$ 139,853	-
Total Expenditures of Federal Awards				\$ 18,998,192	-

See Notes To Schedule of Expenditures of Federal Awards.

ACADEMY SCHOOL DISTRICT TWENTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2024

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Academy School District Twenty, Colorado Springs, Colorado (the District), under programs of the federal government for the year ended June 30, 2024 and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of 2 CFR Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements of 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 or changes in net position of the District.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Revenue from Federal Awards is recognized when the District has done everything necessary to establish its right to revenue. For governmental funds, revenue from federal grants is recognized when it becomes both measurable and available. Expenditures on the Schedule are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. The District has elected to not use the 10 percent de minimis indirect cost rate as allowed under the Uniform Grant Guidance.

NOTE 3: NONCASH PROGRAMS

Commodities donated to the District by the United States Department of Agriculture (USDA) of \$450,193 are valued based on the USDA's Donated Commodity Price List. These are shown as part of the National School Lunch Program, Assistance Listing Number 10.555.

Colorado Department of Education

Auditor's Electronic Financial Data Integrity Check Figures

The audit report shall contain a fiscal year report of receipts and expenditures of each fund with designated program reports in accordance with the *Financial Policies and Procedures Handbook* per Colorado Revised Statute 29-1-603(1).

The supplemental Schedule of Receipts and Expenditures (CDE-3) for each fund shall be in the format prescribed by the State Board of Education and shall be in agreement with the audited financial statements of the school district per Colorado Revised Statute 29-1-603(1).



Colorado Department of Education
Auditors Integrity Report
 District: 1040 - Academy 20
 Fiscal Year 2023-24
 Colorado School District/BOCES

Revenues, Expenditures, & Fund Balance by Fund

Fund Type & Number	Beg Fund Balance & Prior Per Adj (6880*)	1000 - 5999 Total Revenues & Other Sources	0001-0999 Total Expenditures & Other Uses	6700-6799 & Prior Per Adj (6880*) Ending Fund Balance
Governmental	+		-	=
10 General Fund	57,102,765	255,613,739	238,653,792	74,062,711
18 Risk Mgmt Sub-Fund of General Fund	0	0	0	0
19 Colorado Preschool Program Fund	0	0	0	0
Sub- Total	57,102,765	255,613,739	238,653,792	74,062,711
11 Charter School Fund	29,556,257	51,244,011	51,077,250	29,723,019
20,26-29 Special Revenue Fund	0	0	0	0
06 Supplemental Cap Const, Tech, Main. Fund	0	0	0	0
07 Total Program Reserve Fund	0	0	0	0
21 Food Service Spec Revenue Fund	4,449,767	9,618,479	9,129,197	4,939,049
22 Govt Designated-Purpose Grants Fund	0	11,374,374	11,374,374	0
23 Pupil Activity Special Revenue Fund	3,916,455	10,045,628	9,764,931	4,197,151
25 Transportation Fund	5,053,942	10,190,468	9,734,428	5,509,982
31 Bond Redemption Fund	49,314,770	31,568,969	29,214,831	51,668,908
39 Certificate of Participation (COP) Debt Service Fund	0	0	0	0
41 Building Fund	31,345,066	12,426,454	18,490,018	25,281,501
42 Special Building Fund	0	0	0	0
43 Capital Reserve Capital Projects Fund	16,657,530	3,202,963	9,241,818	10,618,675
46 Supplemental Cap Const, Tech, Main Fund	0	0	0	0
Totals	197,396,552	395,285,085	386,680,640	206,000,997
Proprietary				
50 Other Enterprise Funds	0	0	0	0
64 (63) Risk-Related Activity Fund	0	0	0	0
60,65-69 Other Internal Service Funds	0	0	0	0
Totals	0	0	0	0
Fiduciary				
70 Other Trust and Agency Funds	0	0	0	0
72 Private Purpose Trust Fund	0	0	0	0
73 Agency Fund	49,531	68,849	76,343	42,038
74 Pupil Activity Agency Fund	0	0	0	0
79 GASB 34:Permanent Fund	0	0	0	0
85 Foundations	0	0	0	0
Totals	49,531	68,849	76,343	42,038

FINAL

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